# HOUSE BILL NO. 470

### INTRODUCED BY SPAETH

### IN THE HOUSE

January 24, 1985	Introduced and referred to Committee on Local Government.
February 11, 1985	Committee report bill with no recommendation.
	Bill printed and placed on members' desks.
February 13, 1985	Second reading, do pass as amended.
February 14, 1985	Correctly engrossed.
February 15, 1985	Third reading, passed.
	Transmitted to Senate.
IN TH	E SENATE

February 16, 1985	Introduced and referred to Committee on Local Government.
March 15, 1985	Committee recommend bill be concurred in. Report adopted.
March 21, 1985	Second reading, concurred in.
March 23, 1985	Third reading, concurred in. Ayes, 48; Noes, 0.
	Returned to House.

## IN THE HOUSE

March 25, 1985

Received from Senate.

Sent to enrolling.

Reported correctly enrolled.

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1	INTRODUCED BY Spattle
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4	A BILL FOR AN ACT ENTITLED: "AN ACT ALLOWING A TOWN TO
5	SPEND 25 PERCENT OF ITS GASOLINE AND VEHICLE FUELS TAX
6	ALLOCATION ON ROAD CONSTRUCTION AND MAINTENANCE EQUIPMENT;
7	AMENDING SECTION 15-70-101, MCA; AND PROVIDING AN EFFECTIVE
8	DATE."
9	
10	BE IT ENACTED BY THE LEGISLATURE OF THE STATE OF MONTANA:
11	Section 1. Section 15-70-101, MCA, is amended to read:
12	"15-70-101. Disposition of funds. All taxes, interest,
13	and penalties collected under this chapter shall be turned
14	over promptly to the state treasurer who shall place the
15	same in the state special revenue fund to the credit of the
16	department of highways. Those funds hereinbelow allocated
17	to cities, towns, and counties shall be paid by the
18	department of highways from the state special revenue fund
19	to such cities, towns, and counties.
20	(1) \$14,000,000 of the funds collected under this
21	chapter shall be allocated each fiscal year on a monthly
22	basis to the counties and incorporated cities and towns in
23	Montana for construction, reconstruction, maintenance, and

repair of rural roads and city or town streets and alleys,

as provided in subsections (a) and (b) hereof:

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(a) \$6,350,000 shall be divided among the various counties in the following manner:

(i) 40% in the ratio that the rural road mileage in each county, exclusive of the federal-aid interstate system and the federal-aid primary system, bears to the total rural road mileage in the state, exclusive of the federal-aid interstate system and the federal-aid primary system;

· (ii) 40% in the ratio that the rural population in each county outside incorporated cities and towns bears to the total rural population in the state outside incorporated cities and towns;

(iii) 20% in the ratio that the land area of each county bears to the total land area of the state;

(b) \$7,650,000 shall be divided among the incorporated cities and towns in the following manner:

 (i) 50% of the sum in the ratio that the population within the corporate limits of the city or town bears to the total population within corporate limits of all the cities and towns in Montana;

(ii) 50% in the ratio that the city or town street and alley mileage, exclusive of the federal-aid interstate system and the federal-aid primary system, within corporate limits bears to the total street and alley mileage, exclusive of the federal-aid interstate system and federal-aid primary system, within the corporate limits of

LC 1222/01

all cities and towns in Montana.

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- (2) All funds hereby allocated to counties, cities, and towns shall be used exclusively for the construction, reconstruction, maintenance, and repair of rural roads, city or town streets and alleys or for the share which such city, town, or county might otherwise expend for proportionate matching of federal funds allocated for the construction of roads or streets which are part of the federal-aid primary or secondary highway system or urban extensions thereto, except that the governing body of a town, as defined in 7-1-4111, may each year expend no more than 25% of the funds allocated to that town for the purchase of capital equipment to be used for the construction, reconstruction, maintenance, and repair of town streets and alleys.
- (3) Upon receipt of the allocation provided herein, the governing bodies of the recipient counties, cities, and towns shall inform the department of highways of the purposes for which the funds will be expended so that the county commissioners, the governing body, and the department of highways may coordinate the expenditure of public funds for road improvements.
- (4) All funds hereby allocated to counties, cities, and towns shall be disbursed to the lowest responsible bidder according to applicable bidding procedures followed in all cases where the contract for construction,

1 reconstruction, maintenance, or repair is in excess of 2 \$4,000.

LC 1222/01

- 3 (5) For the purposes of this section where 4 distribution of funds is made on a basis related to 5 population, the population shall be determined by the last 6 preceding official federal census.
- 7 (6) For the purposes of this section where 8 determination of mileage is necessary for distribution of 9 funds, it shall be the responsibility of the cities, towns, 10 and counties to furnish to the department of highways a 11 yearly certified statement indicating the total mileage 12 within their respective areas applicable to this chapter. 13 All mileage submitted shall be subject to review and 14 approval by the department of highways.
- 15 (7) None Except by a town as provided in subsection
  16 (2), none of the funds authorized by this section shall be
  17 used for the purchase of capital equipment.
- 18 (8) Funds authorized by this section shall be used for 19 construction and maintenance programs only."
- NEW SECTION. Section 2. Extension of authority. Any existing authority of the department of highways to make rules on the subject of the provisions of this act is extended to the provisions of this act.
- NEW SECTION. Section 3. Effective date. This act is effective July 1, 1985.

# COMM. ON LOCAL GOVERNMENT WITHOUT RECOMMENDATION

HOUSE BILL NO. 470

INTRODUCED BY

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A BILL FOR AN ACT ENTITLED: "AN ACT ALLOWING A TOWN TO SPEND 25 PERCENT OF ITS GASOLINE AND VEHICLE FUELS TAX ALLOCATION ON ROAD CONSTRUCTION AND MAINTENANCE EQUIPMENT; AMENDING SECTION 15-70-101, MCA; AND PROVIDING AN EFFECTIVE DATE."

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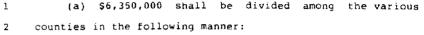
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BE IT ENACTED BY THE LEGISLATURE OF THE STATE OF MONTANA:

Section 1. Section 15-70-101, MCA, is amended to read:

"15-70-101. Disposition of funds. All taxes, interest, and penalties collected under this chapter shall be turned over promptly to the state treasurer who shall place the same in the state special revenue fund to the credit of the department of highways. Those funds hereinbelow allocated to cities, towns, and counties shall be paid by the department of highways from the state special revenue fund to such cities, towns, and counties.

(1) \$14,000,000 of the funds collected under this chapter shall be allocated each fiscal year on a monthly basis to the counties and incorporated cities and towns in Montana for construction, reconstruction, maintenance, and repair of rural roads and city or town streets and alleys, as provided in subsections (a) and (b) hereof:



- 3 (i) 40% in the ratio that the rural road mileage in
  4 each county, exclusive of the federal-aid interstate system
  5 and the federal-aid primary system, bears to the total rural
  6 road mileage in the state, exclusive of the federal-aid
  7 interstate system and the federal-aid primary system:
- 8 (ii) 40% in the ratio that the rural population in each
  9 county outside incorporated cities and towns bears to the
  10 total rural population in the state outside incorporated
  11 cities and towns:
- 12 (iii) 20% in the ratio that the land area of each
  13 county bears to the total land area of the state;
- 14 (b) \$7,650,000 shall be divided among the incorporated 15 cities and towns in the following manner:
- 16 (i) 50% of the sum in the ratio that the population
  17 within the corporate limits of the city or town bears to the
  18 total population within corporate limits of all the cities
  19 and towns in Montana;
  - (ii) 50% in the ratio that the city or town street and alley mileage, exclusive of the federal-aid interstate system and the federal-aid primary system, within corporate limits bears to the total street and alley mileage, exclusive of the federal-aid interstate system and federal-aid primary system, within the corporate limits of

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1 all cities and towns in Montana.

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- 2 (2) All funds hereby allocated to counties, cities, 3 and towns shall be used exclusively for the construction, reconstruction, maintenance, and repair of rural roads, city 5 or town streets and alleys or for the share which such city, 6 town, or county might otherwise expend for proportionate 7 matching of federal funds allocated for the construction of 8 roads or streets which are part of the federal-aid primary 9 or secondary highway system or urban extensions thereto, 10 except that the governing body of a town, as defined in 7-1-4111, may each year expend no more than 25% of the funds 11 allocated to that town for the purchase of capital equipment to be used for the construction, reconstruction, maintenance, and repair of town streets and alleys.
  - (3) Upon receipt of the allocation provided herein, the governing bodies of the recipient counties, cities, and towns shall inform the department of highways of the purposes for which the funds will be expended so that the county commissioners, the governing body, and the department of highways may coordinate the expenditure of public funds for road improvements.
- 22 (4) All funds hereby allocated to counties, cities, 23 and towns shall be disbursed to the lowest responsible 24 bidder according to applicable bidding procedures followed 25 in all cases where the contract for construction,

- 1 reconstruction, maintenance, or repair is in excess of \$4,000.
- 3 (5) For the purposes of this section distribution of funds is made on a basis related to population, the population shall be determined by the last preceding official federal census.
- 7 (6) For the purposes of this section where determination of mileage is necessary for distribution of Q, funds, it shall be the responsibility of the cities, towns, 10 and counties to furnish to the department of highways a 11 yearly certified statement indicating the total mileage 12 within their respective areas applicable to this chapter. 13 All mileage submitted shall be subject to review and
- 15 (7) None Except by a town as provided in subsection 16 (2), none of the funds authorized by this section shall be 17 used for the purchase of capital equipment.

approval by the department of highways.

- 18 (8) Funds authorized by this section shall be used for 19 construction and maintenance programs only."
- 20 NEW SECTION. Section 2. Extension of authority. Any 21 existing authority of the department of highways to make 22 rules on the subject of the provisions of this act is
- 23 extended to the provisions of this act.

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24 NEW SECTION. Section 3. Effective date. This act is 25 effective July 1, 1985.

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1	HOUSE BILL NO. 470
2	INTRODUCED BY SPAETH
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4	A BILL FOR AN ACT ENTITLED: "AN ACT ALLOWING A TOWN OR
5	THIRD-CLASS CITY TO SPEND 25 PERCENT OF ITS GASOLINE AND
6	VEHICLE FUELS TAX ALLOCATION ON ROAD CONSTRUCTION
7	MAINTENANCE AND REPAIR, AND MAINTENANCE EQUIPMENT AND
8	SUPPLIES; AMENDING SECTION 15-70-101, MCA; AND PROVIDING AN
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L <b>4</b>	and penalties collected under this chapter shall be turned
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16	same in the state special revenue fund to the credit of the
17	department of highways. Those funds hereinbelow allocated
18	to cities, towns, and counties shall be paid by the
19	department of highways from the state special revenue fund
20	to such cities, towns, and counties.
21	(1) \$14,000,000 of the funds collected under this
22	chapter shall be allocated each fiscal year on a monthly
23	basis to the counties and incorporated cities and towns in
24	Montana for construction, reconstruction, maintenance, and

repair of rural roads and city or town streets and alleys,

as provided in subsections (a) and (b) hereof: . 1 (a) \$6,350,000 shall be divided among the various 2

counties in the following manner:

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- (i) 40% in the ratio that the rural road mileage in each county, exclusive of the federal-aid interstate system and the federal-aid primary system, bears to the total rural road mileage in the state, exclusive of the federal-aid interstate system and the federal-aid primary system;
- (ii) 40% in the ratio that the rural population in each 10 county outside incorporated cities and towns bears to the 11 total rural population in the state outside incorporated 12 cities and towns:
- (iii) 20% in the ratio that the land area of each 13 county bears to the total land area of the state; 14
- 15 (b) \$7,650,000 shall be divided among the incorporated cities and towns in the following manner: 16
  - (i) 50% of the sum in the ratio that the population within the corporate limits of the city or town bears to the total population within corporate limits of all the cities and towns in Montana:
- 21 (ii) 50% in the ratio that the city or town street and alley mileage, exclusive of the federal-aid interstate 22 23 system and the federal-aid primary system, within corporate
- limits bears to the total street and alley mileage, the federal-aid interstate system and

federal-aid primary system, within the corporate limits of all cities and towns in Montana.

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- (2) All funds hereby allocated to counties, cities, and towns shall be used exclusively for the construction, reconstruction, maintenance, and repair of rural roads, city or town streets and alleys or for the share which such city, town, or county might otherwise expend for proportionate matching of federal funds allocated for the construction of roads or streets which are part of the federal-aid primary or secondary highway system or urban extensions thereto, except that the governing body of a town OR THIRD-CLASS CITY, as defined in 7-1-4111, may each year expend no more than 25% of the funds allocated to that town OR THIRD-CLASS CITY for the purchase of capital equipment AND SUPPLIES to be used for the construction, reconstruction, maintenance, and repair of town OR THIRD-CLASS CITY streets and alleys.
- (3) Upon receipt of the allocation provided herein, the governing bodies of the recipient counties, cities, and towns shall inform the department of highways of the purposes for which the funds will be expended so that the county commissioners, the governing body, and the department of highways may coordinate the expenditure of public funds for road improvements.
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- 2 in all cases where the contract for construction,
- 3 reconstruction, maintenance, or repair is in excess of
- 4 \$4,000.

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- 5 (5) For the purposes of this section where 6 distribution of funds is made on a basis related to 7 population, the population shall be determined by the last 8 preceding official federal census.
- 9 (6) For the purposes of this section where
  10 determination of mileage is necessary for distribution of
  11 funds, it shall be the responsibility of the cities, towns,
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  13 yearly certified statement indicating the total mileage
  14 within their respective areas applicable to this chapter.
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- 17 (7) None Except by a town OR THIRD-CLASS CITY as
  18 provided in subsection (2), none of the funds authorized by
  19 this section shall be used for the purchase of capital
  20 equipment.

approval by the department of highways.

- 21 (8) Funds authorized by this section shall be used for 22 construction and maintenance programs only."
- 23 <u>NEW SECTION.</u> Section 2. Extension of authority. Any 24 existing authority of the department of highways to make 25 rules on the subject of the provisions of this act is

#### HB 0470/02

extended to the provisions of this act.

NEW SECTION. Section 3. Effective date. This act is

3 effective July 1, 1985.

-End-

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49th Legislature

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24	Montana for construction, reconstruction, maintenance, and

repair of rural roads and city or town streets and alleys,

2 (a) \$6,350,000 shall be divided among the various counties in the following manner:

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(ii) 40% in the ratio that the rural population in each county outside incorporated cities and towns bears to the total rural population in the state outside incorporated cities and towns;

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- NEW SECTION. Section 2. Extension of authority. Any existing authority of the department of highways to make rules on the subject of the provisions of this act is

#### HB 0470/02

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-End-