HOUSE BILL NO. 625

INTRODUCED BY COHEN

IN THE HOUSE

February 1, 1985	Introduced and referred to Committee on Local Government.
February 8, 1985	Committee recommend bill do pass. Report adopted.
	Bill printed and placed on members' desks.
February 9, 1985	Second reading, pass consideration as amended.
February 11, 1985	Second reading, do pass as amended.
February 12, 1985	Correctly engrossed.
February 13, 1985	Third reading, passed.
	Transmitted to Senate.
IN THE	SENATE
February 14, 1985	Introduced and referred to Committee on Taxation.
April 8, 1985	Committee recommend bill be concurred in as amended.
April 10, 1985	Second reading, concurred in.
	Segregated from Committee of the Whole Report.
	On motion, taken from second reading and rereferred to Committee on Taxation.

April 15, 1985 Committee recommend bill be concurred in as amended. Report adopted. Second reading, concurred in. April 17, 1985 April 18, 1985 Third reading, concurred in. Ayes, 49; Noes, 0. Returned to House with amendments. IN THE HOUSE April 19, 1985 Received from Senate. Second reading, amendments concurred in. April 22, 1985 Third reading, amendments concurred in. Sent to enrolling. Reported correctly enrolled.

1	HOUSE BILL NO. 625
2	INTRODUCED BY
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4	A BILL FOR AN ACT ENTITLED: "AN ACT TO PROVIDE ADDITIONAL
5	ALTERNATIVES FOR THE ASSESSMENT OF COSTS FOR STREET
6	MAINTENANCE DISTRICTS; AMENDING SECTIONS 7-12-4421,
7	7-12-4422, 7-12-4425, AND 7-12-4428, MCA; REPEALING SECTIONS
8	7-12-4423 AND 7-12-4424, MCA; AND PROVIDING AN EFFECTIVE
9	DATE."
10	
11	BE IT ENACTED BY THE LEGISLATURE OF THE STATE OF MONTANA:
12	Section 1. Section 7-12-4421, MCA, is amended to read:
13	"7-12-4421. Choice in manner of making assessments.
14	The assessments for the costs and expenses of maintaining
15	streets, alleys, and public places shall be made against all
16	of the property embraced within each maintenance district by
17	one of the three methods provided in 7-12-4422 through
18	7-12-4424."
19	Section 2. Section 7-12-4422, MCA, is amended to read:
20	"7-12-4422. Assessment of costs area option.
21	frontage, lot, and taxable valuation options. The city
22	council shall assess the percentage of the cost of
23	maintenance established in 7-12-4425 against the entire
24	district as follows:
25	(1) Each each lot or parcel of land within such

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1	district shall $\underline{\text{may}}$ be assessed for that part of the whole
2	cost which its area bears to the area of the entire
3	district, exclusive of streets, avenues, alleys, and public
4	places- <u>;</u>
5	(2) each lot or parcel of land within such district
6	abutting upon a street upon which maintenance is done may be
7	assessed for that part of the cost which its street frontage
8	bears to the street frontage of the entire district;
9	(3) if the city council determines that the benefits
0	derived from the maintenance by each lot or parcel are
1	substantially equivalent, the cost may be assessed equally
2	to each lot or parcel located within the district without
3	regard to the area of the lot or parcel;
4	(4) each lot or parcel of land, including the
5	improvements thereon, may be assessed for that part of the
6	cost of the district which its taxable valuation bears to
7	the total taxable valuation of the property of the district;
8	<u>or</u>
9	(5) by using any combination of the assessment options
0	provided in subsections (1) through (4)."
1	Section 3. Section 7-12-4425, MCA, is amended to read:
2	"7-12-4425. Resolution for assessment of costs of
3	maintenance. (1) The city council shall estimate, as near as
4	practicable, the cost of maintenance in each established

district annually, not later than the second Monday in

- 1 August. The council shall pass and finally adopt a
- 2 resolution specifying the district assessment option and
- 3 levying and assessing all the property within the several
- 4 districts with an amount equal to not less than 75% of the
- 5 entire cost of said work.
- 6 (2) The resolution levying the assessment to defray
- 7 the cost of maintenance shall contain or refer to a list in
- 8 which shall be described the lot or parcel of land assessed,
 - with the name of the owner thereof if known, and the amount
- 10 levied thereon set opposite.

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- 11 (3) Such resolution shall be kept on file in the
- 12 office of the city clerk."
- 13 Section 4. Section 7-12-4428, MCA, is amended to read:
- 14 "7-12-4428. Assessment of costs of improvements and
- 15 maintenance of improvements. Cities and towns are authorized
- 16 to assess the cost of the work, improvements, and
- 17 maintenance authorized by 7-12-4405 against the property in
- 18 maintenance districts in the manner and as provided in
- 19 7-12-4421 through--7-12-4424 and 7-12-4422 to meet the
- 20 payments required to be made each year."
- 21 NEW SECTION. Section 5. Repealer. Sections 7-12-4423
- 22 and 7-12-4424, MCA, are repealed.
- 23 NEW SECTION. Section 6. Effective date. This act is
- 24 effective July 1, 1985.

-End-

APPROVED BY COMM. ON LOCAL GOVERNMENT

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21	frontage, lot, and taxable valuation options. The city
22	council shall assess the percentage of the cost of
23	maintenance established in 7-12-4425 against the entire
24	district as follows:
25	(1) Each each lot or parcel of land within such

1	district shall may be assessed for that part of the whole
2	cost which its area bears to the area of the entire
3	district, exclusive of streets, avenues, alleys, and public
4	places+:
5	(2) each lot or parcel of land within such district
6	abutting upon a street upon which maintenance is done may be
7	assessed for that part of the cost which its street frontage
8	bears to the street frontage of the entire district;
9	(3) if the city council determines that the benefits
10	derived from the maintenance by each lot or parcel are
11	substantially equivalent, the cost may be assessed equally
12	to each lot or parcel located within the district without
13	regard to the area of the lot or parcel;
14	(4) each lot or parcel of land, including the
15	improvements thereon, may be assessed for that part of the
16	cost of the district which its taxable valuation bears to
17	the total taxable valuation of the property of the district;
18	<u>or</u>
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20	provided in subsections (1) through (4)."
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23	maintenance. (1) The city council shall estimate, as near as
24	practicable, the cost of maintenance in each established

district annually, not later than the second Monday in

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- 1 August. The council shall pass and finally adopt a
- 2 resolution specifying the district assessment option and
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- 5 entire cost of said work.
- 6 (2) The resolution levying the assessment to defray
- 7 the cost of maintenance shall contain or refer to a list in
- 8 which shall be described the lot or parcel of land assessed,
- 9 with the name of the owner thereof if known, and the amount
- 10 levied thereon set opposite.
- 11 (3) Such resolution shall be kept on file in the
- 12 office of the city clerk."
- 13 Section 4. Section 7-12-4428, MCA, is amended to read:
- 14 "7-12-4428. Assessment of costs of improvements and
- 15 maintenance of improvements. Cities and towns are authorized
- 16 to assess the cost of the work, improvements, and
- maintenance authorized by 7-12-4405 against the property in
- 18 maintenance districts in the manner and as provided in
- 19 7-12-4421 through--7-12-4424 and 7-12-4422 to meet the
- 20 payments required to be made each year."
- 21 NEW SECTION. Section 5. Repealer. Sections 7-12-4423
- 22 and 7-12-4424, MCA, are repealed.
- 23 NEW SECTION. Section 6. Effective date. This act is
- 24 effective July 1, 1985.

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trict shall may be assessed for that part of the whole t which its area bears to the area of the entire trict, exclusive of streets, avenues, alleys, and public cest; (2) each lot or parcel of land within such district tting upon a street upon which maintenance is done may be essed for that part of the cost which its street frontage rs to the street frontage of the entire district; (3) if the city council determines that the benefits ived from the maintenance by each lot or parcel are stantially equivalent, the cost may be assessed equally each lot or parcel located within the district without ard to the area of the lot or parcel; OR (4)--each--lot--or--parcel--of--land,---including---the rovements-thereon,--may-be-assessed-for-that-part-of-the t-of-the-district-which-its-taxable--valuation--bears--to -total-taxable-valuation-of-the-property-of-the-district;

(4) EACH LOT OR PARCEL OF LAND, INCLUDING THE ROVEMENTS THEREON, MAY BE ASSESSED FOR THAT PART OF THE T OF THE DISTRICT WHICH ITS TAXABLE VALUATION BEARS TO TOTAL TAXABLE VALUATION OF THE PROPERTY OF THE DISTRICT; 23 <u>OR</u> 24 t5) (5) by using any combination of the assessment

25

options provided in subsections (1) through (4)(3)(4)."

- 1 Section 3. Section 7-12-4425, MCA, is amended to read: 2 "7-12-4425. Resolution for assessment of costs of 3 maintenance. (1) The city council shall estimate, as near as practicable, the cost of maintenance in each established 5 district annually, not later than the second Monday in August. The council shall pass and finally adopt a resolution specifying the district assessment option and levying and assessing all the property within the several 9 districts with an amount equal to not less than 75% of the 10 entire cost of said work.
 - (2) The resolution levying the assessment to defray the cost of maintenance shall contain or refer to a list in which shall be described the lot or parcel of land assessed, with the name of the owner thereof if known, and the amount levied thereon set opposite.

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- (3) Such resolution shall be kept on file in the office of the city clerk."
- 18 Section 4. Section 7-12-4428, MCA, is amended to read: "7-12-4428. Assessment of costs of improvements and 19 maintenance of improvements. Cities and towns are authorized 20 to assess the cost of the work, improvements, and 21 22 maintenance authorized by 7-12-4405 against the property in maintenance districts in the manner and as provided in 23 7-12-4421 through--7-12-4424 and 7-12-4422 to meet the 24 payments required to be made each year." 25

- 1 NEW SECTION. Section 5. Repealer. Sections 7-12-4423
- 2 and 7-12-4424, MCA, are repealed.
- 3 <u>NEW SECTION.</u> Section 6. Effective date. This act is 4 effective July 1, 1985.

~End-

-3- HB 625 -4- HB 625

SENATE STANDING COMMITTEE REPORT

	April	. 5, 19
MR. PRESIDENT		
We, your committee on	Taxation	
having had under consideration		
thirdreading copy (blue) color		
(Senator Hager)		
INCREASED ASSESSMENT OPTIONS FOR	R STREET MAINTENANCE	DISTRICTS.
Respectfully report as follows: That	ouse Bill	No. 625
be amended as follows:		
1. Title, line 6.		
Following: "DISTRICTS;" Insert: "REVISING THE METHOD OF MEATONS" Following: "SECTIONS" Insert: "7-12-4407,"	ASURING PROTEST VOTE	'S;"
2. Page 3. Following: line 25 Insert: "Section 5. Section 7-12-4	ainst ordinance for ing-property-owners on-council-against-twritten protest against filed by owners on ance district having representing not lation of property wit against passage of less than 50% of the ct, then no further	improvementsprotest-in he-passage-of nst passage f property g a taxable ess than 50% hin the dis- the proposed owners of action shall
AND AS AMENDED BE CONCURRED IN		
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Senator Thomas E. Towe,

Chairman.

STANDING COMMITTEE POPORT

SENATE

April 15, 19.85

MR. PRESIDENT

We, your committee on Taxation

Senate Taxation Committee

on HB

having had under consideration.....Standing Committee Report of April 15...... No...625....

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(Senator Hager)

INCREASED ASSESSMENT OPTIONS FOR STREET MAINTENANCE DISTRICTS.

Senate Taxation Committee on HB
Respectfully report as follows: That. Standing Committee Report of April 15 No. 625

Amendment No. 2

Strike: All inserted material in its entirety

Insert: "Section 5. Section 7-12-4407, MCA is amended to read:

"7-12-4407. Protest against ordinance for improvements. If 40%-or-more-of-the-abutting-property-owners-protest in-writing-to-said-city-or-town-council-against-the passage-of-said-proposed-ordinance; then-no-further action-shall-be-taken-upon-the-proposed-district-for l-year: no further action shall be taken upon the proposed district for l-year if a written protest against passage of the proposed ordinance is filed by:

- (1) Owners of property within the proposed maintenance district having a taxable valuation, when aggregated, representing not less than 50% of the total taxable valuation of property within the district;
- (2) Not less than 50% of the owners of property within the district; or
- (3) Owners of property within the proposed maintenance district having projected assessments, when aggregated, representing not less than 50% of the total projected assessments for property within the district."

AND AS AMENDED
BE CONCURRED IN

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Senator Thomas E. Towe,

Chairman.

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5	ALTERNATIVES FOR THE ASSESSMENT OF COSTS FOR STREET
6	MAINTENANCE DISTRICTS; REVISING THE METHOD OF MEASURING
7	PROTEST VOTES; AMENDING SECTIONS 7-12-4407, 7-12-4421,
8	7-12-4422, 7-12-4425, AND 7-12-4428, MCA; REPEALING SECTIONS
9	7-12-4423 AND 7-12-4424, MCA; AND PROVIDING AN EFFECTIVE
10	DATE."
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14	"7-12-4421. Choice in manner of making assessments.
15	The assessments for the costs and expenses of maintaining
16	streets, alleys, and public places shall be made against all
17	of the property embraced within each maintenance district by
18	one of the three methods provided in 7-12-4422 through
19	7-12-4424."
20	Section 2. Section 7-12-4422, MCA, is amended to read:
21	"7-12-4422. Assessment of costs area option,
22	frontage, lot, and taxable valuation options. The city
23	council shall assess the percentage of the cost of
24	maintenance established in 7-12-4425 against the entire
25	district as follows:

HOUSE BILL NO. 625

1	(1) Each each lot or parcel or land within such
2	district shall may be assessed for that part of the whole
3	cost which its area bears to the area of the entire
4	district, exclusive of streets, avenues, alleys, and public
5	places-:
6	(2) each lot or parcel of land within such district
7	abutting upon a street upon which maintenance is done may be
8	assessed for that part of the cost which its street frontage
9	bears to the street frontage of the entire district;
10	(3) if the city council determines that the benefits
11	derived from the maintenance by each lot or parcel are
12	substantially equivalent, the cost may be assessed equally
13	to each lot or parcel located within the district without
14	regard to the area of the lot or parcel; OR
15	+4}eachlotorparcelofland,includingthe
16	improvements-thereon;-may-be-assessed-for-that-partofthe
17	costofthedistrict-which-its-taxable-valuation-bears-to
18	the-total-taxable-valuation-of-the-property-of-the-district;
19	<u>or</u>
20	(4) EACH LOT OR PARCEL OF LAND, INCLUDING THE
21	IMPROVEMENTS THEREON, MAY BE ASSESSED FOR THAT PART OF THE
22	COST OF THE DISTRICT WHICH ITS TAXABLE VALUATION BEARS TO
23	THE TOTAL TAXABLE VALUATION OF THE PROPERTY OF THE DISTRICT;

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 $\underline{\mathsf{OR}}$

(5)(4)(5) by using any combination of the assessment

options	provided	in	subsections	(1)	through	444434141	Pŧ
Operons	PLOVIDEG	T 11	200266610112	1 1 1	CHLOUGH	てサナモコナ(4)。	

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- (3) Such resolution shall be kept on file in the office of the city clerk."

Section 4. Section 7-12-4428, MCA, is amended to read: "7-12-4428. Assessment of costs of improvements and maintenance of improvements. Cities and towns are authorized to assess the cost of the work, improvements, and maintenance authorized by 7-12-4405 against the property in maintenance districts in the manner and as provided in 7-12-4421 through--7-12-4424 and 7-12-4422 to meet the

-3-

2 SECTION-5---SECTION-7-12-4407--MCA7-IS-AMENDED-TO-READ-3 "7-12-4407;--Protest-----for improvements.---If--46%--or--more--of--the-abutting-property owners-protest-in-writing--to--said--city--or--town--council against -- the -- passage -- of -- said-proposed - ordinance a -written protest-against-passage-of-the-proposed-ordinance--is--filed by--owners--of--property--within--the--proposed--maintenance district--having--a--taxable--valuation; --when---aggregated; representing---not--less--than--50%--of--the--total--taxable 10 valuation-of-property--within--the--district--or--a--written 11 protest--against--passage-of-the-proposed-ordinance-is-filed 12 by-not-less-than-50%-of-the-owners-of--property--within--the 13 14 district, -- then -- no -- further -- action - shall-be-taken - upon - the 15 proposed-district-for-1-year-" SECTION 5. SECTION 7-12-4407, MCA, IS AMENDED TO READ: 16 "7-12-4407. Protest 17 against ordinance improvements. If-40%-or-more-of-the-abutting-property-owners 18 protest--in-writing-to-said-city-or-town-council-against-the 20 passage-of-said-proposed-ordinance,-then-no--further--action 21 shall--be--taken--upon--the-proposed-district-for-l-year. No 22 further action shall be taken upon the proposed district for 1 year if a written protest against passage of the proposed 23 ordinance is filed by: (1) owners of property within the proposed maintenance 25

payments required to be made each year."

HB 625

1	district having a taxable valuation, when aggregated
2	representing not less than 50% of the total taxable
3	valuation of property within the district;
4	(2) not less than 50% of the owners of property within
5	the district; or
6	(3) owners of property within the proposed maintenance
7	district having projected assessments, when aggregated,
8	representing not less than 50% of the total projected
9	assessments for property within the district."
.0	NEW SECTION. Section 6. Repealer. Sections 7-12-4423
.1	and 7-12-4424, MCA, are repealed.
2	NEW SECTION. Section 7. Effective date. This act is
٠.	effective July 1, 1985.

-End-