

HOUSE BILL NO. 870

INTRODUCED BY D. BROWN, WALDRON

IN THE HOUSE

February 18, 1985	Introduced and referred to Committee on Local Government.
February 20, 1985	Fiscal Note requested.
February 23, 1985	Fiscal Note returned.
March 20, 1985	Committee recommend bill do not pass as amended.
	Objection to adverse committee report.
March 21, 1985	Bill printed and placed on members' desks.
March 26, 1985	Second reading, do pass as amended.
March 27, 1985	Correctly engrossed.
March 28, 1985	On motion, consideration on third reading passed until the 69th Legislative Day.
March 30, 1985	On motion, consideration on third reading passed for the day.
April 1, 1985	Third reading, passed.
	Transmitted to Senate.

IN THE SENATE

April 3, 1985	Introduced and referred to Committee on Taxation.
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April 17, 1985	Committee recommend bill be concurred in as amended. Report adopted.
April 18, 1985	Second reading, concurred in.
April 19, 1985	Third reading, concurred in. Ayes, 34; Noes, 16.
	Returned to House with amendments.

IN THE HOUSE

April 19, 1985	Received from Senate.
April 20, 1985	Second reading, pass consideration.
April 23, 1985	Second reading, amendments not concurred in.
	On motion, Conference Committee requested and appointed.
April 24, 1985	Conference Committee reported.
April 25, 1985	Conference Committee dissolved.
	On motion, new Conference Committee requested and appointed.
	New Conference Committee reported.
	New Conference Committee report adopted by Senate.
	Second reading, new Conference Committee report rejected.
	On motion, second new Conference Committee requested and appointed.

April 25, 1985

Second new Conference
Committee reported.

Second reading, second new
Conference Committee report
adopted.

Third reading, second new
Conference Committee report
adopted.

Second new Conference
Committee report adopted by
Senate.

Sent to enrolling.

Reported correctly enrolled.

HOUSE BILL NO. 870

INTRODUCED BY

Dave Brown Waldron

A BILL FOR AN ACT ENTITLED: "AN ACT INCREASING LIGHT VEHICLE LICENSING FEES; PROVIDING THAT A PORTION OF THE INCREASED FEE BE DISTRIBUTED TO THE LOCAL GOVERNMENT BLOCK GRANT PROGRAM TO BE USED FOR BLOCK GRANTS; PROVIDING FOR FUNDING OF DISTRICT COURTS FROM A SEPARATE FEE; AMENDING SECTIONS 61-3-509, 61-3-533, AND 61-3-536, MCA; AND PROVIDING A DELAYED EFFECTIVE DATE AND AN APPLICABILITY DATE."

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

Section 1. Section 61-3-509, MCA, is amended to read:

"61-3-509. Disposition of taxes and fees in lieu of tax. (1) ~~The~~ Except as provided in subsection (2), the county treasurer shall credit all taxes on motor vehicles, light vehicle license fees provided for in 61-3-532, and fees in lieu of tax on motor homes and travel trailers collected to a motor vehicle suspense fund, and at some time between March 1 and March 10 of each year and every 60 days thereafter, the county treasurer shall distribute the money in the motor vehicle suspense fund in the relative proportions required by the levies for state, county, school district, and municipal purposes in the same manner as

personal property taxes are distributed.

(2) The county treasurer shall credit each additional light vehicle license fee to a separate suspense fund. At the time he distributes the motor vehicle suspense fund, the treasurer shall distribute the suspense fund provided for in this subsection to the state treasurer for deposit in the local government block grant account provided for in 7-6-302. The funds distributed pursuant to this subsection must be used for the local government block grant program as provided in 7-6-304.

(3) The county treasurer shall credit each district court fee collected pursuant to 61-3-533(4) to a separate suspense fund. At the time he distributes the motor vehicle suspense fund, the treasurer shall distribute the suspense fund provided for in this subsection to the state treasurer for deposit in the general fund to be used [as provided in [sections 1 through 3] of Senate Bill No. 25]. Any amount not needed for funding district courts shall remain in the general fund."

Section 2. Section 61-3-533, MCA, is amended to read:

"61-3-533. Schedule of fees for automobiles and light trucks. (1) Except as provided in subsection (3), the following schedule, based on vehicle age and weight, is used to determine the fee imposed by 61-3-532:

Vehicle Age

Weight

	<u>2,850</u>		<u>More than</u>	
	<u>Pounds</u>	<u>Additional</u>	<u>2,850</u>	<u>Additional</u>
	<u>or less</u>	<u>Fee</u>	<u>pounds</u>	<u>Fee</u>
Less than or equal to 4 years	\$70	<u>\$20</u>	\$90	<u>\$20</u>
More than 4 years and less than 8 years	40	<u>12.50</u>	50	<u>12.50</u>
8 years old and over	10	<u>7.50</u>	15	<u>7.50</u>

(2) (a) The fee for a light vehicle is determined by:

(i) multiplying the appropriate dollar amount from the table in subsection (1), but not the additional fee or district court fee, by the ratio of the PCE for the second quarter of the year prior to the year of licensing to the PCE for the second quarter of 1981; and

(ii) rounding the product thus obtained to the nearest whole dollar amount.

(b) "PCE" means the implicit price deflator for personal consumption expenditures as published quarterly in the Survey of Current Business by the bureau of economic analysis of the United States department of commerce.

(3) The light vehicle license fee for disabled

veterans qualifying under the provisions of 10-2-301 through 10-2-304 is \$5.

(4) Each light vehicle subject to subsection (1) is subject to a fee of \$5 to be used for funding district courts.

Section 3. Section 61-3-536, MCA, is amended to read:

"61-3-536. State aid for local government. (1) Each county treasurer shall compute:

(a) the total amount received during the period from January 1, 1981, to December 31, 1981, for property taxes on automobiles and trucks having a rated capacity of three-quarters of a ton or less, denoted CT;

(b) the total amount that would have been received during the same period if the license fee system, excluding the additional fee allocated to local governments under 61-3-509(2) and the district court fee provided for in 61-3-533(4) had been in effect, denoted CF; and

(c) the number of light vehicles registered in the county on December 31, 1981, denoted NC.

(2) The three quantities, CT, CF, and NC, shall be certified to the department of revenue by February 1, 1982. The department shall compute for each county a quantity called county revenue loss, denoted CRL, and county loss per vehicle, denoted CLV, and defined as follows:

(a) CRL = larger of:

1 (i) 0; or
 2 (ii) CT - CF;
 3 (b) CLV = CRL/NC.
 4 (3) In order to be eligible for reimbursement payment,
 5 a light vehicle must be such that it would have been subject
 6 to ad valorem tax if it had been registered prior to January
 7 1, 1982.

8 (4) Prior to February 1 of year denoted Y, the county
 9 treasurer shall determine and certify to the department the
 10 number of eligible light vehicles registered in the county
 11 on December 31 of the prior year, denoted NC(Y). Prior to
 12 March 1 of year Y, the department of revenue shall transmit
 13 to the department of commerce the amount of CLV x NC(Y) for
 14 each county.

15 (5) On March 1 of year Y, the department of commerce
 16 shall transmit to each county treasurer a warrant in the
 17 amount of CLV x NC(Y).

18 (6) Upon receipt of the payment provided for in
 19 subsection (5), the county treasurer shall credit the
 20 payment to a motor vehicle suspense fund and, at some time
 21 between March 15 and March 30, shall distribute the payment
 22 in the same manner as funds are distributed to the taxing
 23 jurisdictions as provided in 61-3-509."

24 NEW SECTION. Section 4. Coordination instruction. If
 25 Senate Bill No. 25 is not passed and approved, the bracketed

1 language in 61-3-509(3) is replaced with "pursuant to
 2 7-6-2352".

3 NEW SECTION. Section 5. Effective date --
 4 applicability. This act is effective January 1, 1986, and
 5 applies to light vehicles registered on or after January 1,
 6 1986.

-End-

STATE OF MONTANA

FISCAL NOTE

REQUEST NO. FNN469-85

Form BD-15

In compliance with a written request received February 20, 1985, there is hereby submitted a Fiscal Note for H.B. 870 pursuant to Title 5, Chapter 4, Part 2 of the Montana Code Annotated (MCA). Background information used in developing this Fiscal Note is available from the Office of Budget and Program Planning, to members of the Legislature upon request.

DESCRIPTION OF PROPOSED LEGISLATION:

An act increasing light vehicle licensing fees; providing that a portion of the increased fee be distributed to the local government block grant program to be used for block grants; providing for funding of district courts from a separate fee.

ASSUMPTIONS:

1. The proposed law will have no impact on fees collected on motor vehicles provided for under MCA 61-3-533.
2. Licensing of motor vehicles under the proposed and current laws is staggered; the proposed law would become effective halfway through FY86; therefore the proposed law will affect only half of all motor vehicles in FY86.
3. There are 649,466 motor vehicles registered in Montana counties (Division of Motor Vehicles data 2/20/85). This number will remain constant throughout the biennium.
4. The current light motor vehicle fee schedule will remain constant through FY86 and FY87.
5. The percentage of light motor vehicles in each fee category (Division of Motor Vehicles data 2/19/85) is as follows:

Less than 4 years	Over 2,850 lbs.	12.57%	Less than 4 years	Under 2,850 lbs.	10.25%
4 to 8 years old	Over 2,850 lbs.	13.89%	4 to 8 years old	Under 2,850 lbs.	7.82%
Over 8 years old	Over 2,850 lbs.	44.73%	Over 8 years old	Under 2,850 lbs.	10.74%

Revenue Impact	FY1986			FY1987		
	Current Law	Proposed Law	Difference	Current Law	Proposed Law	Difference
Light Vehicle Licensing Fees						
District Courts	\$ -0-	\$ 1,623,665	\$ 1,623,665	\$ -0-	\$ 3,247,330	\$ 3,247,330
Motor Vehicle Suspende	26,836,843	26,836,843	-0-	26,836,843	26,836,843	-0-
Local Gov. Block Grant	-0-	3,714,296	3,714,296	-0-	7,428,592	7,428,592
TOTAL	\$26,836,843	\$32,174,804	\$ 5,337,961	\$26,836,843	\$37,512,765	\$10,675,922

David L Hunter

BUDGET DIRECTOR
Office of Budget and Program Planning

Date: Feb 23, 1985

HB 870

<u>Expenditure Impact</u>	<u>FY 1986</u>	<u>FY 1987</u>
District Courts		
Revenue from this Proposal (HB870)	\$1,623,665	\$3,247,330
Expenditures per SB 25	<u>1,672,162</u>	<u>1,654,402</u>
Net Effect	(\$ 48,497)	\$1,592,928
Revenue Available to General Fund	\$ -0-	\$1,592,928

The Governor's Executive budget for the 1986-87 biennium proposed general fund monies of \$3,120,000 and \$3,000,000 for district courts and local government block grant funding, respectively. If this legislation were to pass, there would be adequate funds generated from this proposal to free these monies for other government operations.

EFFECT ON COUNTY OR OTHER LOCAL REVENUE OR EXPENDITURES:

This proposal will not affect the amount of revenue going from the motor vehicle suspense fund to local government because it does not alter the existing fee and reimbursement system. This proposal does, however, increase local revenue by providing increased funding for district courts and the local government block grant account.

LONG-RANGE EFFECTS OF PROPOSED LEGISLATION:

Future revenue under this proposal will depend on the number of light motor vehicles licensed in the state each year.

HB 0870/02
COMM.
ON LOCAL GOVERNMENT
RECOMMEND DO NOT PASS
AS AMENDED

OBJECTION RAISED TO
ADVERSE COMMITTEE REPORT

HOUSE BILL NO. 870

INTRODUCED BY D. BROWN, WALDRON

A BILL FOR AN ACT ENTITLED: "AN ACT INCREASING LIGHT VEHICLE LICENSING FEES; PROVIDING THAT A PORTION OF THE INCREASED FEE BE DISTRIBUTED TO THE LOCAL GOVERNMENT BLOCK GRANT PROGRAM TO BE USED FOR BLOCK GRANTS; PROVIDING FOR FUNDING OF DISTRICT COURTS FROM A SEPARATE FEE; AMENDING SECTIONS 61-3-509, 61-3-533, AND 61-3-536, MCA; AND PROVIDING A DELAYED EFFECTIVE DATE AND AN APPLICABILITY DATE."

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(2) The county treasurer shall credit each additional light vehicle license fee to a separate suspense fund. At the time he distributes the motor vehicle suspense fund, the treasurer shall distribute the suspense fund provided for in this subsection to the state treasurer for deposit in the local government block grant account provided for in 7-6-302. The funds distributed pursuant to this subsection must be used for the local government block grant program as provided in 7-6-304.

~~(3) The county treasurer shall credit each district court fee collected pursuant to 61-3-533(4) to a separate suspense fund. At the time he distributes the motor vehicle suspense fund, the treasurer shall distribute the suspense fund provided for in this subsection to the state treasurer for deposit in the general fund to be used (as provided in sections 1 through 3) of Senate Bill No. 25. Any amount not needed for funding district courts shall remain in the general fund."~~

Section 2. Section 61-3-533, MCA, is amended to read:
"61-3-533. Schedule of fees for automobiles and light trucks. (1) Except as provided in subsection (3), the following schedule, based on vehicle age and weight, is used to determine the fee imposed by 61-3-532:

Vehicle Age Weight



	<u>2,850</u>		<u>More than</u>	
	<u>Pounds</u>	<u>Additional</u>	<u>2,850</u>	<u>Additional</u>
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(ii) rounding the product thus obtained to the nearest whole dollar amount.

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(3) The light vehicle license fee for disabled

1 veterans qualifying under the provisions of 10-2-301 through
2 10-2-304 is \$5.

3 ~~(4) Each light vehicle subject to subsection (1) is~~
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5 ~~courts.~~

6 Section 3. Section 61-3-536, MCA, is amended to read:
7 "61-3-536. State aid for local government. (1) Each
8 county treasurer shall compute:

9 (a) the total amount received during the period from
10 January 1, 1981, to December 31, 1981, for property taxes on
11 automobiles and trucks having a rated capacity of
12 three-quarters of a ton or less, denoted CT;

13 (b) the total amount that would have been received
14 during the same period if the license fee system, excluding
15 the additional fee allocated to local governments under
16 61-3-509(2), and the district-court-fee provided for in
17 61-3-533(4) had been in effect, denoted CF; and

18 (c) the number of light vehicles registered in the
19 county on December 31, 1981, denoted NC.

20 (2) The three quantities, CT, CF, and NC, shall be
21 certified to the department of revenue by February 1, 1982.
22 The department shall compute for each county a quantity
23 called county revenue loss, denoted CRL, and county loss per
24 vehicle, denoted CLV, and defined as follows:

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 21 between March 15 and March 30, shall distribute the payment
 22 in the same manner as funds are distributed to the taxing
 23 jurisdictions as provided in 61-3-509."

24 ~~NEW SECTION: Section 4--Coordination instruction--if~~
 25 ~~Senate-Bill-No--25-is-not-passed-and-approved, the-bracketed~~

1 language--in--61-3-509(3)--is--replaced--with--"pursuant--to
 2 7-6-2352".
 3 NEW SECTION. Section 4. Effective date --
 4 applicability. This act is effective January 1, 1986, and
 5 applies to light vehicles registered on or after January 1,
 6 1986.

-End-

1 HOUSE BILL NO. 870

2 INTRODUCED BY D. BROWN, WALDRON

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4 A BILL FOR AN ACT ENTITLED: "AN ACT INCREASING LIGHT
5 VEHICLE LICENSING FEES; PROVIDING THAT A PORTION OF THE
6 INCREASED FEE BE DISTRIBUTED TO THE LOCAL GOVERNMENT BLOCK
7 GRANT PROGRAM TO BE USED FOR BLOCK GRANTS; ~~PROVIDING FOR~~
8 ~~FUNDING OF DISTRICT COURTS FROM A SEPARATE FEE~~; AMENDING
9 SECTIONS 61-3-509, 61-3-533, AND 61-3-536, MCA; AND
10 PROVIDING A DELAYED EFFECTIVE DATE AND, AN APPLICABILITY
11 DATE, AND A TERMINATION DATE."

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

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16 tax. (1) The Except as provided in subsection (2), the
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3 light vehicle license fee to a separate suspense fund. At
4 the time he distributes the motor vehicle suspense fund, the
5 treasurer shall distribute the suspense fund provided for in
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7 local government block grant account provided for in
8 7-6-302. The funds distributed pursuant to this subsection
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20 Section 2. Section 61-3-533, MCA, is amended to read:

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22 trucks. (1) Except as provided in subsection (3), the
23 following schedule, based on vehicle age and weight, is used
24 to determine the fee imposed by 61-3-532:

25 Vehicle Age

Weight

THIRD READING

HB 870

	<u>2,850</u>		<u>More than</u>	
	<u>Pounds</u>	<u>Additional</u>	<u>2,850</u>	<u>Additional</u>
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(2) (a) The fee for a light vehicle is determined by:

(i) multiplying the appropriate dollar amount from the table in subsection (1), but not the additional fee or ~~district--court--fee~~, by the ratio of the PCE for the second quarter of the year prior to the year of licensing to the PCE for the second quarter of 1981; and

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1 ~~Senate Bill No. 25 is not passed and approved, the bracketed~~
 2 ~~language in 61-3-509(3) is replaced with "pursuant to~~
 3 ~~7-6-2352".~~

4 NEW SECTION. Section 4. Effective date --
 5 applicability -- TERMINATION. (1) This act is effective
 6 January JULY 1, 1986 1985, and applies to light vehicles
 7 registered on or after January JULY 1, 1986 1985.

8 (2) THIS ACT TERMINATES JULY 1, 1987.

-End-

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(ii) rounding the product thus obtained to the nearest whole dollar amount.

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(3) The light vehicle license fee for disabled

1 veterans qualifying under the provisions of 10-2-301 through
 2 10-2-304 is \$5.

3 ~~(4) Each light vehicle subject to subsection (1) is~~
 4 ~~subject to a fee of \$5 to be used for funding district~~
 5 ~~courts."~~

6 Section 3. Section 61-3-536, MCA, is amended to read:
 7 "61-3-536. State aid for local government. (1) Each
 8 county treasurer shall compute:

9 (a) the total amount received during the period from
 10 January 1, 1981, to December 31, 1981, for property taxes on
 11 automobiles and trucks having a rated capacity of
 12 three-quarters of a ton or less, denoted CT;

13 (b) the total amount that would have been received
 14 during the same period if the license fee system, excluding
 15 the additional fee allocated to local governments under
 16 61-3-509(2), and the district court fee provided for in
 17 61-3-533(4) had been in effect, denoted CF; and

18 (c) the number of light vehicles registered in the
 19 county on December 31, 1981, denoted NC.

20 (2) The three quantities, CT, CF, and NC, shall be
 21 certified to the department of revenue by February 1, 1982.
 22 The department shall compute for each county a quantity
 23 called county revenue loss, denoted CRL, and county loss per
 24 vehicle, denoted CLV, and defined as follows:

25 (a) CRL = larger of:

1 (i) 0; or
 2 (ii) CT - CF;
 3 (b) CLV = CRL/NC.
 4 (3) In order to be eligible for reimbursement payment,
 5 a light vehicle must be such that it would have been subject
 6 to ad valorem tax if it had been registered prior to January
 7 1, 1982.

8 (4) Prior to February 1 of year denoted Y, the county
 9 treasurer shall determine and certify to the department the
 10 number of eligible light vehicles registered in the county
 11 on December 31 of the prior year, denoted NC(Y). Prior to
 12 March 1 of year Y, the department of revenue shall transmit
 13 to the department of commerce the amount of CLV x NC(Y) for
 14 each county.

15 (5) On March 1 of year Y, the department of commerce
 16 shall transmit to each county treasurer a warrant in the
 17 amount of CLV x NC(Y).

18 (6) Upon receipt of the payment provided for in
 19 subsection (5), the county treasurer shall credit the
 20 payment to a motor vehicle suspense fund and, at some time
 21 between March 15 and March 30, shall distribute the payment
 22 in the same manner as funds are distributed to the taxing
 23 jurisdictions as provided in 61-3-509."

24 ~~NEW SECTION: Section 4. Coordination instruction. If~~
 25 ~~Senate Bill No. 25 is not passed and approved, the bracketed~~

1 ~~language in 61-3-509(3) is replaced with "pursuant to~~
 2 ~~7-6-2352".~~

3 NEW SECTION. Section 4. Effective date --
 4 applicability -- TERMINATION. (1) This act is effective
 5 January JULY 1, 1986 1985, and applies to light vehicles
 6 registered on or after January JULY 1, 1986 1985.

7 (2) THIS ACT TERMINATES JULY 1, 1987.

-End-

SENATE

STANDING COMMITTEE REPORT

Page 1 of 2.

April 17, 1985

HB 870
Page 2 of 2.

April 17, 1985

MR. PRESIDENT

We, your committee on Taxation
 having had under consideration House Bill No. 870
third reading copy (blue)
color
 (Senator Halligan)

INCREASED LIGHT VEHICLE FEE TO LOCAL GOVERNMENT FOR PUBLIC SAFETY PROGRAMS.

Respectfully report as follows: That House Bill No. 870

be amended as follows:

1. Title, line 10.
 Following: "AND"
 Strike: "AND"
 Insert: "AND"

2. Title, line 11.
 Following: "DATE"
 Strike: ", AND A TERMINATION DATE"

3. Page 3, line 6.
 Strike: "\$6"
 Insert: "\$12"
 Strike: "\$7.50"
 Insert: "\$14"

4. Page 3, line 10.
 Strike: "3"
 Insert: "6"
 Strike: "4"
 Insert: "7"

(continued)

5. page 6, line 4.
 Following: "applicability"
 Strike: "--termination"
 Following: " : "
 Strike: "(1)"

6. Page 6, line 7.
 Strike: subsection (2) in its entirety

KB

AND AS AMENDED
BE CONCURRED IN

DO PASS

DO NOT PASS

continued

TET

Chairman.

Thomas E. Cooney, Chairman

HOUSE BILL NO. 870

INTRODUCED BY D. BROWN, WALDRON

A BILL FOR AN ACT ENTITLED: "AN ACT INCREASING LIGHT VEHICLE LICENSING FEES; PROVIDING THAT A PORTION OF THE INCREASED FEE BE DISTRIBUTED TO THE LOCAL GOVERNMENT BLOCK GRANT PROGRAM TO BE USED FOR BLOCK GRANTS; PROVIDING FOR FUNDING OF DISTRICT COURTS FROM A SEPARATE FEE; AMENDING SECTIONS 61-3-509, 61-3-533, AND 61-3-536, MCA; AND PROVIDING A DELAYED EFFECTIVE DATE AND AN APPLICABILITY DATE AND A TERMINATION DATE."

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

Section 1. Section 61-3-509, MCA, is amended to read:

"61-3-509. Disposition of taxes and fees in lieu of tax. (1) The Except as provided in subsection (2), the county treasurer shall credit all taxes on motor vehicles, light vehicle license fees provided for in 61-3-532, and fees in lieu of tax on motor homes and travel trailers collected to a motor vehicle suspense fund, and at some time between March 1 and March 10 of each year and every 60 days thereafter, the county treasurer shall distribute the money in the motor vehicle suspense fund in the relative proportions required by the levies for state, county, school district, and municipal purposes in the same manner as

personal property taxes are distributed.

(2) The county treasurer shall credit each additional light vehicle license fee to a separate suspense fund. At the time he distributes the motor vehicle suspense fund, the treasurer shall distribute the suspense fund provided for in this subsection to the state treasurer for deposit in the local government block grant account provided for in 7-6-302. The funds distributed pursuant to this subsection must be used for the local government block grant program as provided in 7-6-304.

~~(3) The county treasurer shall credit each district court fee collected pursuant to 61-3-533(4) to a separate suspense fund. At the time he distributes the motor vehicle suspense fund, the treasurer shall distribute the suspense fund provided for in this subsection to the state treasurer for deposit in the general fund to be used as provided in sections 1 through 3 of Senate Bill No. 25. Any amount not needed for funding district courts shall remain in the general fund.~~

Section 2. Section 61-3-533, MCA, is amended to read:

"61-3-533. Schedule of fees for automobiles and light trucks. (1) Except as provided in subsection (3), the following schedule, based on vehicle age and weight, is used to determine the fee imposed by 61-3-532:

Vehicle Age Weight



	<u>2,850</u>		<u>More than</u>	
	<u>Pounds</u>	<u>Additional</u>	<u>2,850</u>	<u>Additional</u>
	<u>or less</u>	<u>Fee</u>	<u>pounds</u>	<u>Fee</u>
Less than or equal to 4 years	\$70	\$20 <u>\$6</u>	\$90	\$20 <u>\$7.50</u>
		<u>\$12</u>		<u>\$14</u>
More than 4 years and less than 8 years	40	\$2.50 <u>\$ 6</u>	50	\$2.50 <u>4 7</u>
8 years old and over	10	7.50 <u>1.50</u>	15	7.50 <u>2</u>

(2) (a) The fee for a light vehicle is determined by:

(i) multiplying the appropriate dollar amount from the table in subsection (1), but not the additional fee or district-court-fee, by the ratio of the PCE for the second quarter of the year prior to the year of licensing to the PCE for the second quarter of 1981; and

(ii) rounding the product thus obtained to the nearest whole dollar amount.

(b) "PCE" means the implicit price deflator for personal consumption expenditures as published quarterly in the Survey of Current Business by the bureau of economic analysis of the United States department of commerce.

(3) The light vehicle license fee for disabled veterans qualifying under the provisions of 10-2-301 through 10-2-304 is \$5.

~~(4) -- Each light vehicle subject to subsection (1) is subject to a fee of \$5 to be used for funding district courts. "~~

Section 3. Section 61-3-536, MCA, is amended to read:

"61-3-536. State aid for local government. (1) Each county treasurer shall compute:

(a) the total amount received during the period from January 1, 1981, to December 31, 1981, for property taxes on automobiles and trucks having a rated capacity of three-quarters of a ton or less, denoted CT;

(b) the total amount that would have been received during the same period if the license fee system, excluding the additional fee allocated to local governments under 61-3-509(2), and the district-court-fee provided for in 61-3-533(4) had been in effect, denoted CF; and

(c) the number of light vehicles registered in the county on December 31, 1981, denoted NC.

(2) The three quantities, CT, CF, and NC, shall be certified to the department of revenue by February 1, 1982. The department shall compute for each county a quantity called county revenue loss, denoted CRL, and county loss per vehicle, denoted CLV, and defined as follows:

1 (a) CRL = larger of:
 2 (i) 0; or
 3 (ii) CT - CF;
 4 (b) CLV = CRL/NC.
 5 (3) In order to be eligible for reimbursement payment,
 6 a light vehicle must be such that it would have been subject
 7 to ad valorem tax if it had been registered prior to January
 8 1, 1982.
 9 (4) Prior to February 1 of year denoted Y, the county
 10 treasurer shall determine and certify to the department the
 11 number of eligible light vehicles registered in the county
 12 on December 31 of the prior year, denoted NC(Y). Prior to
 13 March 1 of year Y, the department of revenue shall transmit
 14 to the department of commerce the amount of CLV x NC(Y) for
 15 each county.
 16 (5) On March 1 of year Y, the department of commerce
 17 shall transmit to each county treasurer a warrant in the
 18 amount of CLV x NC(Y).
 19 (6) Upon receipt of the payment provided for in
 20 subsection (5), the county treasurer shall credit the
 21 payment to a motor vehicle suspense fund and, at some time
 22 between March 15 and March 30, shall distribute the payment
 23 in the same manner as funds are distributed to the taxing
 24 jurisdictions as provided in 61-3-509."

25 NEW-SECTION: Section 4:--Coordination-instruction--if

1 ~~Senate-Bill-No-25-is-not-passed-and-approved, the bracketed~~
 2 ~~language--in--61-3-509(3)--is--replaced--with--"pursuant--to~~
 3 ~~7-6-2352".~~
 4 NEW SECTION. Section 4. Effective date --
 5 applicability ~~---~~TERMINATION. ~~(1)~~ This act is effective
 6 January JULY 1, 1986 1985, and applies to light vehicles
 7 registered on or after ~~January~~ JULY 1, 1986 1985.
 8 ~~(2)--THIS-ACT-TERMINATES-JULY-1-1987-~~

-End-

CONFERENCE COMMITTEE REPORT

Report No. 1.....

.....April 24 1985

MR. SPEAKER

We, your _____ Conference Committee on

House Bill 870, reference copy (salmon),

met and considered _____ Senate Taxation Committee amendments of

April 17.

We recommend as follows:

- 1. Title, line 10.
Strike: "AND"
Insert: ",
- 2. Title, line 11.
Following: "DATE"
Insert: ", AND A TERMINATION DATE"
- 3. Page 3, line 7.
Strike: "\$12"
Insert: "\$6"
Strike: "\$14"
Insert: "\$7.50"
- 4. Page 3, line 11.
Strike: "6"
Insert: "3"
Strike: "7"
Insert: "4"

(CONTINUED)

And that this Conference Committee report be adopted.

FOR THE SENATE

W. H. Helligan

HULLIGAN, CHM.

Bob Brown

B. BROWN

ECK

ADOPT REJECT

FOR THE HOUSE

Andy Brown

ANDY

Dave Brown

D. BROWN

Bob Gilbert

GILBERT

Norm Wallin

WALLIN

- 5. Page 6, line 5.
Following: "~~TERMINATION~~"
Insert: "--termination"
Following: "~~11~~"
Insert: "(1)"
- 6. Page 6, following line 8.
Insert: "(2) This act terminates July 1, 1987."

CONFERENCE COMMITTEE REPORT

Report No. 1

AND WITHOUT RECOMMENDATION

April 24 1985

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Following: "~~TERMINATION~~"
Insert: "--termination"
Following: "~~(1)~~"
Insert: "(1)"
4. Page 6, following line 8.
Insert: "(2) This act terminates July 1, 1987."

And that this Conference Committee report be adopted.

FOR THE SENATE


HALLIGAN, CHM


B. BROWN

ECK

ADOPT REJECT

FOR THE HOUSE


ADDY


D. BROWN

GILBERT

WALLIN

1 HOUSE BILL NO. 870

2 INTRODUCED BY D. BROWN, WALDRON

3
4 A BILL FOR AN ACT ENTITLED: "AN ACT INCREASING LIGHT
5 VEHICLE LICENSING FEES; PROVIDING THAT A PORTION OF THE
6 INCREASED FEE BE DISTRIBUTED TO THE LOCAL GOVERNMENT BLOCK
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9 SECTIONS 61-3-509, 61-3-533, AND 61-3-536, MCA; AND
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11 APPLICABILITY DATE, AND A TERMINATION DATE, AND A
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3 ~~language in 61-3-509(3) is replaced with "pursuant to~~
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5 NEW SECTION. Section 4. Effective date --
6 applicability ~~---TERMINATION~~ -- TERMINATION. ~~(1)~~ (1) This
7 act is effective ~~January~~ JULY 1, ~~1986~~ 1985, and applies to
8 light vehicles registered on or after ~~January~~ JULY 1, ~~1986~~
9 1985.

10 ~~(2) THIS ACT TERMINATES JULY 1, 1987.~~

11 (2) THIS ACT TERMINATES JULY 1, 1987.

-End-