

HOUSE BILL NO. 99  
INTRODUCED BY SALES

IN THE HOUSE

JANUARY 7, 1987                   INTRODUCED AND REFERRED TO COMMITTEE  
ON STATE ADMINISTRATION.

JANUARY 8, 1987                   REREFERRED TO COMMITTEE  
ON LOCAL GOVERNMENT.

JANUARY 21, 1987                  COMMITTEE RECOMMEND BILL  
DO PASS AS AMENDED. REPORT ADOPTED.

JANUARY 22, 1987                  PRINTING REPORT.

JANUARY 23, 1987                  SECOND READING, DO PASS.

JANUARY 24, 1987                  ENGROSSING REPORT.

                                  THIRD READING, PASSED.

                                  TRANSMITTED TO SENATE.

IN THE SENATE

JANUARY 26, 1987                  INTRODUCED AND REFERRED TO COMMITTEE  
ON LOCAL GOVERNMENT.

FEBRUARY 6, 1987                  COMMITTEE RECOMMEND BILL BE  
CONCURRED IN. REPORT ADOPTED.

FEBRUARY 10, 1987                 SECOND READING, CONCURRED IN.

FEBRUARY 12, 1987                 THIRD READING, CONCURRED IN.  
AYES, 49; NOES, 1.

                                  RETURNED TO HOUSE.

IN THE HOUSE

FEBRUARY 17, 1987                 RECEIVED FROM SENATE.

                                  SENT TO ENROLLING.

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4 A BILL FOR AN ACT ENTITLED: "AN ACT AUTHORIZING RESORT  
5 COMMUNITIES TO ISSUE BONDS TO FUND CERTAIN PUBLIC  
6 FACILITIES; ALLOWING THE PLEDGE OF RESORT COMMUNITY TAX  
7 REVENUES AND OTHER REVENUES TO REPAY THE BONDS; AMENDING  
8 SECTION 7-6-4466, MCA; AND PROVIDING AN IMMEDIATE EFFECTIVE  
9 DATE AND A RETROACTIVE APPLICABILITY DATE."

10  
11 BE IT ENACTED BY THE LEGISLATURE OF THE STATE OF MONTANA:

12 Section 1. Section 7-6-4466, MCA, is amended to read:

13 "7-6-4466. Use of resort community tax revenues --  
14 bond issue -- pledge. (1) Unless otherwise restricted by the  
15 voter-approved tax authorization provided for in 7-6-4464, a  
16 resort community may appropriate and expend revenues derived  
17 from a resort tax for any activity, undertaking, or  
18 administrative service that the municipality is authorized  
19 by law to perform, including costs resulting from the  
20 imposition of the tax.

21 (2) A resort community may issue bonds to provide,  
22 install, or construct any of the public facilities,  
23 improvements, or undertakings authorized under 7-7-4101,  
24 7-7-4404, and 7-12-4102. Bonds issued under this section  
25 must be authorized by a resolution of the governing body,

1 stating the terms, conditions, and covenants of the  
2 municipality as the governing body considers appropriate.  
3 The bonds may be sold at a discount at a public or private  
4 sale.

5 (3) A resort community may pledge for repayment of  
6 bonds issued under this section the revenues derived from a  
7 resort tax, special assessments levied for and revenues  
8 collected from the facilities, improvements, or undertakings  
9 for which the bonds are issued, and any other source of  
10 revenue authorized by the legislature to be imposed or  
11 collected by the resort community. Such bonds do not  
12 constitute debt for purposes of any statutory debt  
13 limitation, provided that in the resolution authorizing the  
14 issuance of the bonds the municipality determines that the  
15 resort tax revenues, special assessments levied for and  
16 revenues from such facilities, improvements or undertakings,  
17 or other sources of revenue, if any, pledged to the payment  
18 of the bonds will be sufficient in each year to pay the  
19 principal thereof and interest thereon when due."

20 NEW SECTION. Section 2. Extension of authority. Any  
21 existing authority of the department of revenue to make  
22 rules on the subject of the provisions of this act is  
23 extended to the provisions of this act.

24 NEW SECTION. Section 3. Effective date --  
25 applicability. (1) This act is effective on passage and



LC 0267/01

1 approval.

2 (2) This act applies retroactively, within the meaning  
3 of 1-2-109, to taxable years beginning after December 31,  
4 1986.

-End-

RE-REFERRED AND  
APPROVED BY COMM.  
ON LOCAL GOVERNMENT

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21 REPAYMENT UNLESS THE MUNICIPALITY IN THE RESOLUTION  
22 AUTHORIZING ISSUANCE OF THE BONDS DETERMINES THAT IN ANY  
23 FISCAL YEAR THE ANNUAL REVENUES EXPECTED TO BE DERIVED FROM  
24 THE RESORT TAX, LESS THE AMOUNT REQUIRED TO REDUCE PROPERTY  
25 TAXES PURSUANT TO 7-6-4467, EQUALS AT LEAST 125% OF THE

1 AVERAGE AMOUNT OF THE PRINCIPAL AND INTEREST PAYABLE FROM  
2 THE RESORT TAX REVENUES ON THE BONDS, AND ANY OTHER  
3 OUTSTANDING BONDS PAYABLE FROM THE RESORT TAX EXCEPT ANY  
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