HOUSE JOINT RESOLUTION NO. 42

INTRODUCED BY VINCENT

IN THE HOUSE

	11/ 11/10 110051
MARCH 6, 1987	INTRODUCED AND REFERRED TO COMMITTEE ON BUSINESS & LABOR.
MARCH 20, 1987	COMMITTEE RECOMMEND BILL DO PASS. REPORT ADOPTED.
	PRINTING REPORT.
MARCH 25, 1987	SECOND READING, DO PASS.
MARCH 26, 1987	ENGROSSING REPORT.
	THIRD READING, PASSED. AYES, 94; NOES, 5.
	TRANSMITTED TO SENATE.
	IN THE SENATE
MARCH 27, 1987	INTRODUCED AND REFERRED TO COMMITTEE ON BUSINESS & INDUSTRY.
APRIL 1, 1987	COMMITTEE RECOMMEND BILL BE CONCURRED IN. REPORT ADOPTED.
APRIL 4, 1987	SECOND READING, CONCURRED IN.
APRIL 6, 1987	THIRD READING, CONCURRED IN. AYES, 38; NOES, 11.
	RETURNED TO HOUSE.
	IN THE HOUSE
APRIL 7, 1987	RECEIVED FROM SENATE.

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1	Touse Joint Resolution No. 42
2	INTRODUCED BY
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4	A JOINT RESOLUTION OF THE SENATE AND THE HOUSE OF
5	REPRESENTATIVES OF THE STATE OF MONTANA REQUESTING AN
6	INTERIM STUDY OF THE EFFECTS OF THE BUSINESS IMPROVEMENT
7	DISTRICT ACT AND OF MONTANA'S TAX INCENTIVES FOR SMALL
8	BUSINESSES; AND REQUIRING A REPORT TO THE 51ST LEGISLATURE.
9	
0	WHEREAS, the Business Improvement District Act, Title
.1	7, chapter 12, part 11, MCA, provides for the creation of
12	business improvement districts to promote the health,
13	safety, prosperity, security, and general welfare of the
14	inhabitants thereof and of the people of the state and to be
15	of special benefit to the property within a district created
16	pursuant to the Act; and
.7	WHEREAS, sections 15-31-124 through 15-31-127, MCA,
.8	provide incentives for economic development in the form of
9	tax credits for new or expanding industry that offers
20	additional job opportunities in Montana; and
21	WHEREAS, sections 15-30-162 and 15-31-123, MCA, allow
22	credits against individual income tax and corporate license
23	tax for investment in certain depreciable property to
24	stimulate capital investment by small businesses; and
25	WHEREAS, section 15-33-106, MCA, exempts from

2 capital gains or dividend income realized from an investment 3 in a small business investment company; and 4 WHEREAS, carefully designed and targeted tax incentives 5 have been shown to be significant considerations in business location decisions when used in conjunction with other 7 elements of sound economic development strategies; and WHEREAS, Montana's business tax incentives must be 8 9 assessed objectively to evaluate their significance in decisions to create new businesses and new jobs through 10 economic expansions and in attracting businesses to Montana. 11 12 NOW, THEREFORE, BE IT RESOLVED BY THE SENATE AND THE HOUSE 13 OF REPRESENTATIVES OF THE STATE OF MONTANA: 14 15 That an appropriate interim committee be assigned to 16 study the effectiveness of: 17 (1) the Business Improvement District Act, with 18 particular attention to: (a) determining the extent of use of the Act; 20 (b) assessing the degree of success of the Act in achieving its objectives where used; and 22 (c) proposing modifications to improve the effectiveness of the Act to increase its influence in a 23

individual income tax and corporation license tax any

(2) Montana's economic development tax incentives to

comprehensive economic development effort; and

- 1 determine if they are:
- 2 (a) useful as economic development tools;
- 3 (b) job intensive and properly targeted; and
- 4 (c) in need of modifications or improvements that will
- 5 enhance their value in encouraging growth of economic
- 6 opportunity in Montana.
- 7 BE IT FURTHER RESOLVED, that the committee report the
- 8 findings of the study to the 51st Legislature and, if
- 9 necessary, draft legislation to implement its
- 10 recommendations.

-End-

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SECOND READING HJR-42

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50th Legislature HJR 0042/02

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HJR 0042/02

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