

SB 87 INTRODUCED BY GAGE
PROVIDES THAT LIGHT VEHICLE LICENSE FEE FOR VEHICLE
 8 YEARS OLD OR OLDER REMAINS SAME AMOUNT EACH
 YEAR AND IS SET BY VEHICLE AGE AND WEIGHT

1/12 INTRODUCED
1/12 REFERRED TO TAXATION
1/12 FISCAL NOTE REQUESTED
1/16 HEARING
1/16 FISCAL NOTE RECEIVED
3/06 TABLED IN COMMITTEE

1 INTRODUCTION BY Senate BILL NO. 87

2 A BILL FOR AN ACT ENTITLED: "AN ACT PROVIDING THAT THE
3 LIGHT VEHICLE LICENSE FEE FOR A VEHICLE 8 YEARS OLD OR OLDER
4 REMAINS THE SAME AMOUNT EACH YEAR AND IS SET BY VEHICLE AGE
5 AND WEIGHT; AMENDING SECTION 61-3-533, MCA; AND PROVIDING AN
6 APPLICABILITY DATE AND AN EFFECTIVE DATE."

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

8 Section 1. Section 61-3-533, MCA, is amended to read:

9 "61-3-533. (Temporary) Schedule of fees for
10 automobiles and light trucks. (1) Except as provided in
11 subsection (3), the following schedule, based on vehicle age
12 and weight, is used to determine the fee imposed by
13 61-3-532:

Vehicle Age	Weight	Weight	Weight	Weight	Weight	Weight	Weight
		More		More		More	
Less than	2,850	Block	District	Than	Block	District	
or equal	Pounds	Grant	Court	2,850	Grant	Court	
to	or Less	Fee	Fee	Pounds	Fee	Fee	
4							
years	\$70	\$6	\$7	\$90	\$7.50	\$7	

1	More than 4						
2	years and						
3	less than						
4	8 years	40	3	5	50	4	5
5	8 years old						
6	and over	10	1.50	2.50	15	2	2.50

7 (2) (a) The fee for a light vehicle less than 8 years
8 old is determined by:

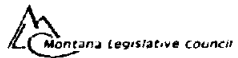
9 (i) multiplying the appropriate dollar amount from the
10 table in subsection (1), but not the block grant fee or the
11 district court fee, by the ratio of the PCE for the second
12 quarter of the year prior to the year of licensing to the
13 PCE for the second quarter of 1981; and

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

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

20 (3) The fee for a light vehicle 8 years old or older
21 is the appropriate dollar amount set forth in the table in
22 subsection (1).

23 (4) The light vehicle license fee for disabled
24 veterans qualifying under the provisions of 61-3-451 through
25 61-3-455 is \$8, with \$3 of the fee earmarked for district



1 courts.

2 61-3-533. (Effective July 1, 1987) Schedule of fees
3 for automobiles and light trucks. (1) Except as provided in
4 subsection (3), the following schedule, based on vehicle age
5 and weight, is used to determine the fee imposed by
6 61-3-532:

7 Vehicle Age	8 Weight	
	9 2,850 Pounds or Less	10 More Than 2,850 Pounds
11 Less than or equal to 4 years	\$70	\$90
12 More than 4 years and less than 8 years	40	50
13 8 years old and over	10	15

14 (2) (a) The fee for a light vehicle less than 8 years
15 old is determined by:

16 (i) multiplying the appropriate dollar amount from the
17 table in subsection (1) by the ratio of the PCE for the
18 second quarter of the year prior to the year of licensing to
19 the PCE for the second quarter of 1981; and

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

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

1 (3) The fee for a light vehicle 8 years old or older
2 is the appropriate dollar amount set forth in the table in
3 subsection (1).

4 ~~(3)~~(4) The light vehicle license fee for disabled
5 veterans qualifying under the provisions of 61-3-451 through
6 61-3-455 is \$5."

7 NEW SECTION. Section 2. Extension of authority. Any
8 existing authority of the department of revenue or the
9 department of justice to make rules on the subject of the
10 provisions of this act is extended to the provisions of this
11 act.

12 NEW SECTION. Section 3. Applicability. This act
13 applies to vehicles registered after June 30, 1987.

14 NEW SECTION. Section 4. Effective date. This act is
15 effective July 1, 1987.

-End-

STATE OF MONTANA - FISCAL NOTE

Form BD-15

In compliance with a written request, there is hereby submitted a Fiscal Note for SB087, as introduced.

DESCRIPTION OF PROPOSED LEGISLATION:

An act providing that the light vehicle license fee for a vehicle 8 years old or older remains the same amount each year and is set by vehicle age and weight; amending section 61-3-533, MCA; and providing an applicability date and an effective date.

ASSUMPTIONS:

1. Motor vehicle fees under the current law will be \$33,567,000 in FY88 and \$36,252,000 in FY89.
2. In accordance with MCA 61-3-509, taxes and fees on motor vehicles are distributed in relative proportions required by mill levies for state, county, school districts, and municipalities.
3. Mill levy distribution:

	<u>FY88</u>	<u>FY89</u>
University	.019896	.019100
School Equalization	.149230	.143261
Other	.830874	.837639
4. There will be 667,386 fee paid light motor vehicles in the state in FY 88 and 689,165 in FY 89.
5. 10.2251 percent of all light motor vehicles will be over 8 years old and weigh less than 2,850 pounds.
6. 41.5807 percent of all light motor vehicles will be over 8 years old and weigh more than 2,850 pounds.

David L. Hunter DATE 1/15/87

DAVID L. HUNTER, BUDGET DIRECTOR
Office of Budget and Program Planning

Delwyn Gage DATE 4/16/87

DELWYN GAGE, PRIMARY SPONSOR

Fiscal Note for SB087, as introduced.

SB 87

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FISCAL IMPACT:
Revenue Impact:

	<u>FY88</u>			<u>FY89</u>		
	<u>Current Law</u>	<u>Proposed Law</u>	<u>Difference</u>	<u>Current Law</u>	<u>Proposed Law</u>	<u>Difference</u>
Vehicle Fees	\$33,567,000	\$32,252,261	(\$1,314,739)	\$36,252,000	\$34,537,328	(\$1,714,672)
University levy	\$ 667,849	\$ 641,691	(\$ 26,158)	\$ 692,413	\$ 659,663	(\$ 32,750)
School Equal. Levy	\$ 5,009,203	\$ 4,813,005	(\$ 196,198)	\$ 5,193,498	\$ 4,947,852	(\$ 245,646)
Other Levies *	\$27,889,948	\$26,797,565	(\$1,092,383)	\$30,366,089	\$28,929,813	(\$1,436,276)

*Local Government Impact

EFFECT ON COUNTY OR OTHER LOCAL REVENUE OR EXPENDITURES:

The proposal would decrease revenues to local governments by \$1,092,383 in FY88 and \$1,436,276 in FY89.

LONG-RANGE EFFECTS OF PROPOSED LEGISLATION:

N/A

TECHNICAL OR MECHANICAL DEFECTS IN PROPOSED LEGISLATION OR CONFLICTS WITH EXISTING LEGISLATION:

N/A