

HOUSE BILL 418

Introduced by Koehnke, et al.

1/25	Introduced
1/26	Referred to Business & Economic Development
2/02	Hearing
2/14	Tabled in Committee

1 HOUSE BILL NO. 418
2 INTRODUCED BY Tschinkel Paul Davis
3

4 A BILL FOR AN ACT ENTITLED: "AN ACT PROHIBITING A REGIONAL
5 NONPROFIT TOURISM CORPORATION OR NONPROFIT CONVENTION AND
6 VISITORS BUREAU FROM EXPENDING LODGING FACILITY USE TAX
7 MONEY FOR CERTAIN PROMOTIONAL MATERIALS UNLESS THESE
8 MATERIALS ARE PURCHASED FROM A BUSINESS SUBJECT TO TAXATION
9 BY THE STATE OF MONTANA; AND AMENDING SECTION 15-65-122,
10 MCA."
11

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

13 **Section 1.** Section 15-65-122, MCA, is amended to read:

14 "15-65-122. Qualification of nonprofit entities for
15 receipt of funds -- limitation on administrative-costs
16 expenditures. (1) The department of revenue shall provide
17 the council with quarterly reports of regional tax proceeds
18 and tax proceeds of cities and consolidated city-counties
19 that qualify for disbursement of funds under 15-65-121.

20 (2) No funds may be disbursed to a regional nonprofit
21 tourism corporation or nonprofit convention and visitors
22 bureau until that entity has submitted an annual marketing
23 plan to the council and that plan has been approved by the
24 council.

25 (3) A maximum of 20% of the funds received by a

1 regional nonprofit tourism corporation or nonprofit
2 convention and visitors bureau may be used for
3 administrative purposes as defined by the council.

4 (4) No funds received by a regional nonprofit tourism
5 corporation or nonprofit convention and visitors bureau may
6 be used for printed materials, production of audio or video
7 promotional materials, or collateral advertising materials
8 unless these materials are purchased from a business subject
9 to taxation by the state of Montana."

10 **NEW SECTION. Section 2.** Extension of authority. Any
11 existing authority to make rules on the subject of the
12 provisions of [this act] is extended to the provisions of
13 [this act].

-End-