

SENATE BILL 2

Introduced by Hammond

6/19	Introduced
6/19	Referred to Taxation
6/19	Fiscal Note Requested
6/21	Fiscal Note Received
6/22	Fiscal Note Printed
	Died in Committee

CONSTITUTIONAL AMENDMENT

1 SENATE BILL NO. 2
2 INTRODUCED BY HAMMOND
3 BY REQUEST OF THE GOVERNOR

4
5 A BILL FOR AN ACT ENTITLED: "AN ACT TO SUBMIT TO THE
6 QUALIFIED ELECTORS OF MONTANA AN AMENDMENT TO ARTICLE VIII
7 OF THE MONTANA CONSTITUTION TO REQUIRE AN AFFIRMATIVE VOTE
8 OF A MAJORITY OF THE ELECTORS TO ENACT OR INCREASE THE RATE
9 OF A STATE GENERAL SALES OR GROSS RECEIPTS TAX; AND
10 PROVIDING AN EFFECTIVE DATE."

11
12 BE IT ENACTED BY THE LEGISLATURE OF THE STATE OF MONTANA:
13 NEW SECTION. Section 1. Article VIII of The
14 Constitution of the State of Montana is amended by adding a
15 new section 15 that reads:

16 Section 15. State general sales or gross receipts tax
17 -- requirement for enactment or increase. (1) A state
18 general sales or gross receipts tax shall not be enacted or
19 its rate increased without an affirmative vote of a majority
20 of the qualified electors of Montana voting on the issue.

21 (2) A state general sales or gross receipts tax is a
22 statewide tax on the sale of all goods or services except
23 those specifically exempted, regardless of how the tax is
24 denominated or calculated.

25 NEW SECTION. Section 2. Effective date. If approved

1 by the electorate, this amendment is effective January 1,
2 1990.

3 NEW SECTION. Section 3. Submission to electorate.
4 This amendment shall be submitted to the qualified electors
5 of Montana at the general election to be held November 7,
6 1989, by printing on the ballot the full title of this act
7 and the following:

8 FOR requiring a majority vote of the Montana
9 electorate to enact or increase the rate of a
10 general sales or gross receipts tax.

11 AGAINST requiring a majority vote of the Montana
12 electorate to enact or increase the rate of a
13 general sales or gross receipts tax.

-End-



INTRODUCED BILL
SB 2

STATE OF MONTANA - FISCAL NOTE

Form BD-15

In compliance with a written request, there is hereby submitted a Fiscal Note for SB2, as introduced.

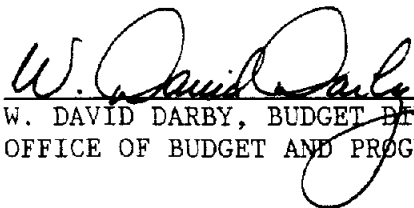
DESCRIPTION OF PROPOSED LEGISLATION:

A bill for an act entitled: "An act to submit to the qualified electors of Montana an amendment to Article VIII of the Montana Constitution to require an affirmative vote of a majority of the electors to enact or increase the rate of a state general sales or gross receipts tax; and providing an effective date."

FISCAL IMPACT:

Revenues: No fiscal impact

Expenditures: The general election on November 7, 1989 will necessitate the preparation and distribution of a voter information pamphlet. The cost to the Secretary of State in FY90 will be \$68,282 for operating costs (general fund). Mailing the pamphlet and other operating expenses will cost local governments \$337,017 in FY90 (local funds).



W. DAVID DARBY, BUDGET DIRECTOR
OFFICE OF BUDGET AND PROGRAM PLANNING

DATE 6/21/89



H.W. "SWEDE" HAMMOND, PRIMARY SPONSOR

DATE 6-21-89

Fiscal Note for SB2, as introduced

SB 2