HOUSE BILL 57

Introduced by Cohen

7/13	Introduced
7/13	Referred to Taxation
7/13	First Reading
7/13	Fiscal Note Requested
7/15	Hearing
7/15	Fiscal Note Received
7/15	Fiscal Note Printed
	Died in Committee

52nd Legislature Special Session 7/92 LC 0097/01

Hause BILL NO. 57 1 2 INTRODUCED BY BY REQUEST OF THE DEPARTMENT OF REVENUE 3 ۵ 5 A BILL FOR AN ACT ENTITLED: "AN ACT CLARIFYING THAT AN OBJECTION TO A PROPERTY TAX CLASSIFICATION OR APPRAISAL MUST 6 7 FIRST BE HEARD BY THE DEPARTMENT OF REVENUE: REVISING THE PROCESS BY WHICH THE DEPARTMENT HANDLES AN OBJECTION; 8 REVISING THE PROCEDURE FOR APPEALS TO THE COUNTY AND STATE g 10 TAX APPEAL BOARDS: AMENDING SECTIONS 15-7-102, 15-7-111, AND 11 15-15-102, MCA; AND PROVIDING AN IMMEDIATE EFFECTIVE DATE AND AN APPLICABILITY DATE." 12 13 14 BE IT ENACTED BY THE LEGISLATURE OF THE STATE OF MONTANA: Section 1. Section 15-7-102, MCA, is amended to read: 15 16 "15-7-102. (Temporary) Notice of classification and 17 appraisal to owners -- appeals. (1) It shall be the duty of 18 the department of revenue, through its agent as specified in 19 subsection (2), to cause to be mailed to each owner and 20 purchaser under contract for deed a notice of the 21 classification of the land owned or being purchased by him

22 and the appraisal of the improvements on the land only if 23 one or more of the following changes pertaining to the land 24 or improvements have been made since the last notice:

25 (a) change in ownership;



(b) change in classification;

1

2

(c) change in valuation; or

3 (d) addition or subtraction of personal property4 affixed to the land.

(2) (a) The county--assessor department shall assign 5 6 each assessment to the correct owner or purchaser under 7 contract for deed and mail the notice of classification and 8 appraisal on a standardized form, adopted by the department, 9 containing sufficient information in a comprehensible manner designed to fully inform the taxpayer as 10 to the 11 classification and appraisal of his property and of changes 12 over the prior tax year.

13 (b) If the valuation of the property described in
14 subsection (1) increased from the prior tax year, the notice
15 must include the following information:

16 (i) the valuation of the property in the prior tax 17 year; and

18 (ii) a statement showing the amount of taxes that would 19 be due on the property in the current tax year if the 20 property were subject to the same mill levies imposed in the 21 prior tax year.

(3) If the owner of any land and improvements is
dissatisfied with the appraisal as it reflects the market
value of the property as determined by the department or
with the classification of his land or improvements, ne may

-2-

HO 57 Introduced Bill

submit request an assessment review by submitting his 1 objection in writing to the department's--agent department, 2 on forms provided by the department for that purpose, on or 3 Δ before the first Monday in June or 15 days after receiving notice of classification and appraisal from the 5 the department, whichever is later. The review must be conducted 6 informally and is not subject to the contested 7 case procedures of the Montana Administrative Procedure Act. In 8 9 an-objection-to-the-appraisal-of-the-property As part of the 10 review, the department may consider the actual selling price of the property, independent appraisals of the property, and 11 other relevant information presented by the taxpayer as 12 13 evidence--of in support of the taxpayer's opinion as to the market value of the property. The department shall give 14 15 reasonable notice to the taxpaver of the time and place of 16 hearing-and-hear-any-testimony-or-other--evidence--that--the taxpayer--may--desire-to-produce-at-that-time-and-afford-the 17 18 opportunity-to-other-interested-persons-to-produce--evidence 19 at--the--hearing the review. After the hearing review, the department shall determine the true and correct appraisal 20 21 and classification of the land or improvements and notify 22 the taxpayer of its determination. In the notification, the department must state its reasons for revising the 23 classification or appraisal. When the proper appraisal and 24 classification have been determined, the land shall be 25

.

LC 0097/01

classified and the improvements appraised in the manner
 ordered by the department.

3 (4) Whether a hearing <u>review</u> as provided in subsection 4 (3) is held or not, the department or its agent may not 5 adjust an appraisal or classification upon taxpayer's 6 objection unless:

7 (a) the taxpayer has submitted his objection in8 writing; and

9 (b) the department or its agent has stated its reason
10 in writing for making the adjustment.

11 (5) A taxpayer's written objection to a classification 12 or appraisal and the department's notification to the 13 taxpayer of its determination and the reason for that 14 determination are public records. Each-county-appraiser The 15 <u>department</u> shall make the records available for inspection 16 during regular office hours.

17 (6) (a) If any property owner feels aggrieved at by the 18 final classification and/or the appraisal made by the 19 department after the review provided for in subsection (3), 20 he shall have the right to appeal to the county tax appeal 21 board and then to the state tax appeal board, whose findings 22 shall be final subject to the right of review in the courts. 23 The property owner may appeal the--base--valuation--and--the classification--determination to the county tax appeal board 24 25 only those objections to the classification or appraisal

-3-

2

3

4

5

that were the subject of the review provided for in 1 subsection (3). A county tax appeal board or the state tax 2 3 appeal board may consider the actual selling price of the property, independent appraisals of the property, and other 4 relevant information presented by the taxpayer as evidence 5 6 of the market value of the property only if such evidence 7 was presented to the department at the review provided for in subsection (3). If the county tax appeal board or the 8 9 state tax appeal board determines that an adjustment should be made, the department shall adjust the base value of the 10 property in accordance with the board's order. If any 11 12 percentage adjustment required by the sales assessment ratio study provided in 15-7-111 is applied to the base value, the 13 14 valuation of the property for the current year must be the same as the board's determination of market value and the 15 property must continue to be assessed in the area designated 16 17 by the department.

(b) If a property owner feels aggrieved by either the 18 19 percentage adjustment or the area designation established by the department pursuant to 15-7-111, he may, within 60 days 20 21 of the date the rules provided for in subsection (7) are 22 adopted to implement 15-7-111(4)(b), file suit seeking a declaratory judgment action to review the department's 23 determination of the percentage adjustment or area 24 25 designation.

(c) The district court shall consolidate all such 1 actions brought by property owners into one proceeding. If the suit encompasses more than one judicial district, the venue for action is the first judicial district of Lewis and Clark County.

(d) During the pendency of the action, the court may 6 7 not restrain or enjoin the department from implementing 8 either the percentage adjustments or area designations made 9 by the department, but the court may direct that the 10 increase in the property owner's tax be paid into the 11 property tax protest fund of the county in which the 12 property is located. Upon final judgment, the court may 13 order all or a portion of the protested tax to be refunded to the property owner or such other remedy as the court 14 15 considers appropriate.

16 (7) The percentage adjustments, stratum, and area 17 designations must be adopted by administrative rule. An annual hearing must be held to accept testimony on the 18 19 percentage adjustments, stratum, and area designations. The 20 department shall present its findings and the proposed rules 21 to the revenue oversight committee.

22 15-7-102. (Effective July 1, 1993) Notice of 23 classification and appraisal to owners -- appeals. (1) It 24 shall be the duty of the department of revenue, through its 25 agent as specified in subsection (2), to cause to be mailed

-5-

LC 0097/01

LC 0097/01

to each owner and purchaser under contract for deed a notice of the classification of the land owned or being purchased by him and the appraisal of the improvements on the land only if one or more of the following changes pertaining to the land or improvements have been made since the last notice:

(a) change in ownership;

7

9

8 (b) change in classification;

(c) change in valuation; or

10 (d) addition or subtraction of personal property 11 affixed to the land.

12 (2) (a) The county--assessor department shall assign 13 each assessment to the correct owner or purchaser under 14 contract for deed and mail the notice of classification and 15 appraisal on a standardized form, adopted by the department, 16 containing sufficient information in a comprehensible manner 17 designed to fully inform the taxpayer as to the 18 classification and appraisal of his property and of changes 19 over the prior tax year.

(b) If the valuation of the property described in
subsection (1) increased from the prior tax year, the notice
must include the following information:

23 (i) the valuation of the property in the prior tax24 year; and

25 (ii) a statement showing the amount of taxes that would

be due on the property in the current tax year if the property were subject to the same mill levies imposed in the prior tax year.

(3) If the owner of any land and improvements is 4 5 dissatisfied with the appraisal as it reflects the market value of the property as determined by the department or 6 7 with the classification of his land or improvements, he may 8 submit request an assessment review by submitting his objection in writing to the department's-agent department, 9 on forms provided by the department for that purpose, on or 10 11 before the first Monday in June or 15 days after receiving the notice of classification and appraisal from the 12 13 department, whichever is later. The review must be conducted 14 informally and is not subject to the contested case 15 procedures of the Montana Administrative Procedure Act. In 16 an-objection-to-the-appraisal-of-the-property As part of the 17 review, the department may consider the actual selling price 18 of the property, independent appraisals of the property, and 19 other relevant information presented by the taxpayer as evidence-of in support of the taxpayer's opinion as to the 20 21 market value of the property. The department shall give 22 reasonable notice to the taxpayer of the time and place of 23 hearing--and--hear--any-testimony-or-other-evidence-that-the 24 taxpayer-may-desire-to-produce-at-that-time-and--afford--the opportunity--to-other-interested-persons-to-produce-evidence 25

-7-

-8-

LC 0097/01

1 at-the-hearing the review. After the hearing review, the 2 department shall determine the true and correct appraisal and classification of the land or improvements and notify 3 4 the taxpayer of its determination. In the notification, the 5 department must state its reasons for revising the 6 classification or appraisal. When the proper appraisal and 7 classification have been determined, the land shall be 8 classified and the improvements appraised in the manner 9 ordered by the department.

10 (4) Whether a hearing review as provided in subsection
11 (3) is held or not, the department or its agent may not
12 adjust an appraisal or classification upon taxpayer's
13 objection unless:

14 (a) the taxpayer has submitted his objection in 15 writing; and

15 (b) the department or its agent has stated its reason 17 in writing for making the adjustment.

18 (5) A taxpayer's written objection to a classification 19 or appraisal and the department's notification to the 20 taxpayer of its determination and the reason for that 21 determination are public records. Each-county-appraiser The 22 department shall make the records available for inspection 23 during regular office hours.

(6) (a) If any property owner feels aggrieved at by the
 <u>final</u> classification and/or the appraisal made by the

1 department after the review provided for in subsection (3), he shall have the right to appeal to the county tax appeal 2 board and then to the state tax appeal board, whose findings 3 4 shall be final subject to the right of review in the courts. 5 The property owner may appeal the base-valuation-and-the elassification-determination to the county tax appeal board 6 7 only those objections to the classification or appraisal that were the subject of the review provided for in 8 9 subsection (3). A county tax appeal board or the state tax 10 appeal board may consider the actual selling price of the 11 property, independent appraisals of the property, and other 12 relevant information presented by the taxpayer as evidence 13 of the market value of the property only if such evidence 14 was presented to the department at the review provided for 15 in subsection (3). If the county tax appeal board or the 16 state tax appeal board determines that an adjustment should 17 be made, the department shall adjust the base value of the 18 property in accordance with the board's order. If any 19 percentage adjustment required by the sales assessment ratio 20 study provided in 15-7-111 is applied to the base value, the 21 valuation of the property for the current year must be the 22 same as the board's determination of market value and the 23 property must continue to be assessed in the area designated 24 by the department.

25 (b) If a property owner feels aggrieved by either the

-9-

-10-

percentage adjustment or the area designation established by the department pursuant to 15-7-111, he may, within 60 days of the date the rules provided for in subsection (7) are adopted to implement 15-7-111(4)(b), file suit seeking a declaratory judgment action to review the department's determination of the percentage adjustment or area designation.

8 (c) The district court shall consolidate all such
9 actions brought by property owners into one proceeding. If
10 the suit encompasses more than one judicial district, the
11 venue for action is the first judicial district of Lewis and
12 Clark County.

13 (d) During the pendency of the action, the court may 14 not restrain or enjoin the department from implementing either the percentage adjustments or area designations made 15 16 by the department, but the court may direct that the 17 increase in the property owner's tax be paid into the 18 property tax protest fund of the county in which the 19 property is located. Upon final judgment, the court may order all or a portion of the protested tax to be refunded 20 21 to the property owner or such other remedy as the court 22 considers appropriate.

15-7-102. (Effective January 1, 1994) Notice of
 classification and appraisal to owners -- appeals. (1) It
 shall be the duty of the department of revenue, through its

agent as specified in subsection (2), to cause to be mailed to each owner and purchaser under contract for deed a notice of the classification of the land owned or being purchased by him and the appraisal of the improvements on the land conly if one or more of the following changes pertaining to the land or improvements have been made since the last notice:

- 8 (a) change in ownership;
- 9 (b) change in classification;

10 (c) change in valuation; or

11 (d) addition or subtraction of personal property 12 affixed to the land.

13 (2) The county--assessor department shall assign each 14 assessment to the correct owner or purchaser under contract for deed and mail the notice of classification and appraisal 15 16 on a standardized form, adopted by the department, 17 containing sufficient information in a comprehensible manner designed to fully inform the taxpayer as to the 18 19 classification and appraisal of his property and of changes over the prior tax year. 20

21 (3) If the owner of any land and improvements is 22 dissatisfied with the appraisal as it reflects the market 23 value of the property as determined by the department or 24 with the classification of his land or improvements, he may 25 submit request an assessment review by submitting his

-11-

-12-

objection in writing to the department's--agent department, 1 on forms provided by the department for that purpose, on or 2 3 before the first Monday in June or 15 days after receiving 4 the notice of classification and appraisal from the department, whichever is later. The review must be conducted 5 б informally and is not subject to the contested case 7 procedures of the Montana Administrative Procedure Act. In 8 an-objection-to-the-appraisal-of-the-property As a part of 9 the review, the department may consider the actual selling 10 price of the property, independent appraisals of the 11 property, and other relevant information presented by the 12 taxpayer as-evidence-of in support of the taxpayer's opinion 13 as to the market value of the property. The department shall 14 give reasonable notice to the taxpayer of the time and place 15 of hearing-and-hear-any-testimony-or-other-evidence-that-the 16 taxpayer-may-desire-to-produce-at-that-time-and--afford--the 17 opportunity--to-other-interested-persons-to-produce-evidence 18 at-the-hearing the review. After the hearing review, the 19 department shall determine the true and correct appraisal and classification of the land or improvements and notify 20 21 the taxpayer of its determination. In the notification, the 22 department must state its reasons for revising the 23 classification or appraisal. When the proper appraisal and 24 classification have been determined, the land shall be 25 classified and the improvements appraised in the manner LC 0097/01

1 ordered by the department.

2 (4) Whether a hearing review as provided in subsection
3 (3) is held or not, the department or its agent may not
4 adjust an appraisal or classification upon taxpayer's
5 objection unless:

6 (a) the taxpayer has submitted his objection in7 writing; and

8 (b) the department or its agent has stated its reason9 in writing for making the adjustment.

10 (5) A taxpayer's written objection to a classification 11 or appraisal and the department's notification to the 12 taxpayer of its determination and the reason for that 13 determination are public records. Each-county-appraiser The 14 <u>department</u> shall make the records available for inspection 15 during regular office hours.

16 (6) If any property owner feels aggrieved at by the final classification and/or the appraisal made by the 17 18 department after the review provided for in subsection (3), 19 he shall have the right to appeal to the county tax appeal 20 board and then to the state tax appeal board, whose findings 21 shall be final subject to the right of review in the courts. 22 The property owner may appeal the -- base -- valuation -- and -- the 23 classification--determination to the county tax appeal board 24 only those objections to the classification or appraisal 25 that were the subject of the review provided for in

-13-

-14-

1 subsection (3). A county tax appeal board or the state tax 2 appeal board may consider the actual selling price of the 3 property, independent appraisals of the property, and other relevant information presented by the taxpayer as evidence 4 of the market value of the property only if such evidence 5 6 was presented to the department at the review provided for in subsection (3). If the county tax appeal board or the 7 8 state tax appeal board determines that an adjustment should 9 be made, the department shall adjust the base value of the 10 property in accordance with the board's order."

Section 2. Section 15-7-111, MCA, is amended to read: 11 12 "15-7-111. (Temporary) Periodic revaluation of taxable property -- publication of sales assessment ratio studies --13 14 appeal of revaluations -- public hearing. (1) The department 15 of revenue shall administer and supervise a program for the 16 revaluation of all taxable property within the state at 17 least every 5 years. A comprehensive written reappraisal 18 plan shall be promulgated by the department. The reappraisal plan adopted shall provide that all property in each county 19 shall be revalued at least every 5 years. The department 20 21 shall furnish a copy of the plan and all amendments to the 22 plan to the board of county commissioners in each county. 23 (2) The new values determined during a revaluation 24 cycle must be provided to the taxpayers at the end of the until 1 year following the completion of the revaluation
 cycle.

3 (3) A taxpayer shall appeal the new value in advance of 4 its placement on the tax rolls by filing requesting an 5 appeal assessment review pursuant to $\frac{15-15-102}{15-7-102}$ 6 before the first Monday in June or 15 days after receiving 7 notice of the new valuation amount, whichever is later, or 8 be barred from appealing for untimeliness.

9 (4) (a) For the taxable year beginning January 1, 1990, 10 and for every taxable year thereafter, the department shall 11 conduct a stratified sales assessment ratio study of all 12 residential land and improvements, agricultural l-acre 13 homesites and improvements, and commercial land and 14 improvements. Residential improvements include condominiums 15 but do not include mobile homes or housetrailers that are 16 not taxed as an improvement as defined in 15-1-101. The 17 sales assessment ratio based on property sales finalized and recorded by no later than November 1 must be used to 18 19 determine appraisals for the immediately succeeding tax 20 year.

(b) (i) For tax year 1991, if the result of the
stratified sales assessment ratio study performed pursuant
to subsection (4)(a) on residential property for tax year
1990 shows for any area an assessment level of less than
80%, the department shall perform a reappraisal of the

-15-

revaluation cycle but may not be placed on the tax rolls

25

residential property in the area. The reappraisal must be performed using a computer-assisted mass appraisal system based on the market approach to value, using comparable sales of similar property. If insufficient sales are available for market modeling, the department shall reappraise the property using the cost approach to value.

7 (ii) For tax year 1992, if the result of the stratified sales assessment ratio study performed pursuant to 8 9 subsection (4)(a) on residential property for tax year 1991 shows for any area an assessment level of less than 80% or a 10 11 coefficient of dispersion with respect to the value weighted 12 mean ratio of more than 20%, rounded to the nearest 0.1%, and an adjustment multiplier of 1.01 or greater, the 13 14 department shall perform a reappraisal of the residential 15 property in the area. The reappraisal must be performed 16 using the same criteria provided in subsection (4)(b)(i).

17 (iii) For tax year 1993, if the result of the stratified 18 sales assessment ratio study performed pursuant to 19 subsection (4)(a) on residential property for tax year 1992 20 shows for any area an adjustment multiplier of 1.01 or greater, the department shall perform a reappraisal of the 21 22 residential property in the area. The reappraisal must be 23 performed using the same criteria provided in subsection 24 (4)(b)(i).

25 (iv) For those areas subject to reappraisal under the

provisions of subsection (4)(b)(i) for tax year 1992, the 1 department shall compare the stratified sales assessment 2 ratio study performed in 1991 to the 1991 assessed value to 3 determine whether the area will be subject to further 4 appraisal. If that comparison of residential property shows 5 for the area a coefficient of dispersion with respect to the 6 value weighted mean ratio of more than 20%, rounded to the 7 8 nearest 0.1%, and an adjustment multiplier of 1.01 or 9 greater, the department shall reappraise the area. The reappraisal must be performed using the same criteria 10 provided in subsection (4)(b)(i). 11

12 (5) The study required in subsection (4) must be based13 on:

14 (a) commonly accepted statistical standards and 15 methodology;

16 (b) a statistically valid sample of sales, using data 17 from realty transfer certificates filed for up to 3 taxable 18 years prior to the year the study is made, taking into 19 account the dates of the included sales in the statistical 20 analysis; and

(c) the assessments and sales for areas of the state
that are economically, demographically, and geographically
similar in order to determine the sales assessment ratios
for a specific area.

25 (6) For purposes of conducting the study required by

-18-

-17-

LC 0097/01

1 subsection (4), the department shall partition the state 2 into as many as 100 areas for residential property and as 3 many as 20 areas for commercial property. The areas must 4 contain statistically sufficient numbers of sales and be as 5 economically and demographically homogeneous as reasonably 6 practicable.

7 (7) The department shall use the following procedure to8 validate sales information:

9 (a) Department staff who did not participate in the 10 determination of appraised values are required to review the 11 sales transactions evidenced by a realty transfer 12 certificate. The review must be conducted to determine 13 whether each sale used in the study was a valid, 14 arm's-length transaction. Only valid, arm's-length sales may 15 be used in the sales assessment ratio study.

(b) The 16 sales information entered in the computer-assisted appraisal is considered 17 system confidential, as provided in 15-7-308. However, 18 the department shall annually publish a report containing the 19 20 results of all sales assessment ratio studies done in each 21 of the areas described in subsection (6). The report containing the results of the study must be made available 22 23 to the public by request or by general disclosure.

24 (c) The department shall exclude from the sales25 assessment ratio study any parcels in which the improvements

.

have been remodeled, reconstructed, or expanded between the
 time of the assessment and the time of the sales.

3 (d) The department shall exclude sales assessment4 ratios of less than 50% or greater than 200%.

5 (8) (a) The department shall have equalized property 6 values throughout the state and may not make further 7 adjustments to values under this section when the 8 assessments for each stratum within each area identified in 9 subsection (6) are rescaled to bring all ratios to within 10 plus or minus 5% of common value 1 and when the sample size 11 produces a standard error of less than 5%.

12 (b) Under the method described in subsection (8)(a),
13 taxable property in each area is considered revalued for
14 each tax year, based on the results of the sales assessment
15 ratio study and the adjustments required by that study.

16 (c) Assessments in an area are considered equalized
17 under subsection (8)(a) if the ratio for the area is within
18 plus or minus 5% of common value 1.

19 (9) If the results of the stratified sales assessment 20 ratio study required under this section show an increase in 21 the percentage adjustment in excess of 10% in an area 22 designation, the department shall conduct a public hearing 23 in that area designation to present information showing the 24 reasons for the increase.

25 15-7-111. (Effective July 1, 1993) Periodic revaluation

LC 0097/01

of taxable property -- public hearing. (1) The department of 1 2 revenue shall administer and supervise a program for the revaluation of all taxable property within the state at 3 least every 3 years. A comprehensive written reappraisal 4 plan shall be promulgated by the department. The reappraisal 5 6 plan adopted shall provide that all property in each county shall be revalued at least every 3 years. The department 7 8 shall furnish a copy of the plan and all amendments to the plan to the board of county commissioners in each county. 9

10 (2) (a) Residential improvements include condominiums
11 but do not include mobile homes or housetrailers that are
12 not taxed as an improvement as defined in 15-1-101.

13 (b) (i) For tax year 1991, if the result of the stratified sales assessment ratio study performed on 14 residential property for tax year 1990 shows for any area an 15 assessment level of less than 80%, the department shall 16 perform a reappraisal of the residential property in the 17 18 area. The reappraisal must be performed using a computer-assisted mass appraisal system based on the market 19 20 approach to value, using comparable sales of similar 21 property. If insufficient sales are available for market modeling, the department shall reappraise the property using 22 23 the cost approach to value.

24 (ii) For tax year 1992, if the result of the stratified25 sales assessment ratio study performed on residential

property for tax year 1991 shows for any area an assessment 1 2 level of less than 80% or a coefficient of dispersion with respect to the value weighted mean ratio of more than 20%, 3 rounded to the nearest 0.1%, and an adjustment multiplier of 4 1.01 or greater, the department shall perform a reappraisal 5 6 of the residential property in the area. The reappraisal 7 must be performed using the same criteria provided in subsection (2)(b)(i). 8

9 (iii) For tax year 1993, if the result of the stratified 10 sales assessment ratio study performed on residential 11 property for tax year 1992 shows for any area an adjustment 12 multiplier of 1.01 or greater, the department shall perform 13 a reappraisal of the residential property in the area. The 14 reappraisal must be performed using the same criteria 15 provided in subsection (2)(b)(i).

16 (iv) For those areas subject to reappraisal under the 17 provisions of subsection (2)(b)(i) for tax year 1992, the department shall compare the stratified sales assessment 18 ratio study performed in 1991 to the 1991 assessed value to 19 20 determine whether the area will be subject to further 21 appraisal. If that comparison of residential property shows 22 for the area a coefficient of dispersion with respect to the value weighted mean ratio of more than 20%, rounded to the 23 nearest 0.1%, and an adjustment multiplier of 1.01 or 24 25 greater, the department shall reappraise the area. The

-22-

1 reappraisal must be performed using the same criteria
2 provided in subsection (2)(b)(i).

3 (3) If the results of the stratified sales assessment 4 ratio study required under this section show an increase in 5 the percentage adjustment in excess of 10% in an area 6 designation, the department shall conduct a public hearing 7 in that area designation to present information showing the 8 reasons for the increase.

9 15-7-111. (Effective January 1, 1994) Periodic 10 revaluation of taxable property. The department of revenue 11 shall administer and supervise a program for the revaluation 12 of all taxable property within the state at least every 3 13 years. A comprehensive written reappraisal plan shall be 14 promulgated by the department. The reappraisal plan adopted 15 shall provide that all property in each county shall be revalued at least every 3 years. The department shall 16 furnish a copy of the plan and all amendments to the plan to 17 18 the board of county commissioners in each county."

Section 3. Section 15-15-102, MCA, is amended to read: "15-15-102. Application for reduction in valuation. No reduction may be made in the valuation of property unless <u>either</u> the party-affected <u>taxpayer aggrieved</u> by the result of the department of revenue's review under 15-7-102(3) or his the taxpayer's agent makes and files with the county tax appeal board on-or-before-the-first-Monday--in--June--or--15 1 days---after---receiving--a--notice--of--classification--and 2 appraisal-from-the--department--of--revenue--or--its--agent; 3 whichever--is--later; a written application for reduction 4 within 15 days after receiving the department's decision. 5 The application shall state the post-office address of the 6 applicant, shall specifically describe the property 7 involved, and shall state the facts upon which it is claimed 8 the reduction should be made."

<u>NEW SECTION.</u> Section 4. Coordination instruction. If
[LC 96] is passed and approved and if it includes a
provision amending section 14, Chapter 680, Laws of 1991,
then the amendments that (this act) makes to the first two
versions of 15-7-102 are void.

14NEW SECTION.Section 5. Effectivedate--15applicability. [This act] is effective on passage and16approval and applies to objections submitted under1715-7-102(3) after December 31, 1992.

-End-

-23-

-24-

STATE OF MONTANA - FISCAL NOTE

Form BD-15

In compliance with a written request, there is hereby submitted a Fiscal Note for HB0057, as introduced.

DESCRIPTION OF PROPOSED LEGISLATION:

An act clarifying that an objection to a property tax classification or appraisal must first be heard by the Department of Revenue; revising the process by which the department handles an objection; revising the procedure for appeals to the county and state tax appeal boards; and providing an immediate effective date and an applicability date.

FISCAL IMPACT:

The proposal has no impact on Department of Revenue expenditures or revenues.

DATE

STEVE YEAKEL, BUDGET DIRECTOR Office of Budget and Program Planning

BEN COHEN, PRIMARY

Fiscal Note for HB0057, as introduced

LC 0099/01

52nd Legislature Special Session 7/92

l BILL NO

4 A BILL FOR AN ACT ENTITLED: "AN ACT PROHIBITING THE 5 DEPARTMENT OF HEALTH AND ENVIRONMENTAL SCIENCES FROM ISSUING 6 A PERMIT FOR THE INCINERATION OF SOLID WASTES OR HAZARDOUS 7 WASTES OR FOR THE USE OF HAZARDOUS WASTE-DERIVED FUEL; AND 8 PROVIDING AN IMMEDIATE EFFECTIVE DATE."

9

10 WHEREAS, efforts are underway to locate facilities in 11 Montana that would incinerate solid wastes or hazardous 12 wastes and to locate other facilities that burn hazardous 13 waste-derived fuels; and

14 WHEREAS, the Legislature is concerned that current state 15 law does not provide adequate protection for the human and 16 physical environment, including impacts to public health, 17 safety, and welfare and property values, from the impacts of 18 solid waste or hazardous waste incinerator facilities or 19 other facilities that burn hazardous waste-derived fuels; 20 and

21 WHEREAS, the Legislature desires to fully consider the 22 impacts of solid waste and hazardous waste incinerators or 23 other facilities that burn hazardous waste-derived fuels 24 during the 53rd Regular Session.

25

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

<u>NEW SECTION.</u> Section 1. Moratorium on solid and
hazardous waste incinerator permits. Until October 1, 1993,
the department may not issue a permit under 75-2-215 for a
solid or hazardous waste incinerator.

6 <u>NEW SECTION.</u> Section 2. Moratorium on certain solid 7 waste facility permits. Until October 1, 1993, the 8 department may not issue a license under 75-10-221 for a 9 solid waste facility if the applicant also requires a permit 10 under 75-2-215 for the same facility.

11 <u>NEW SECTION.</u> Section 3. Moratorium on certain 12 hazardous waste facility permits. Until October 1, 1993, the 13 department may not issue a permit under 75-10-406 for a 14 boiler or industrial furnace that burns hazardous waste or 15 hazardous waste-derived fuel.

16 <u>NEW SECTION.</u> Section 4. Codification instruction. (1) 17 [Section 1] is intended to be codified as an integral part 18 of Title 75, chapter 2, part 2, and the provisions of Title 19 75, chapter 2, part 2, apply to [section 1].

(2) [Section 2] is intended to be codified as an
integral part of Title 75, chapter 10, part 2, and the
provisions of Title 75, chapter 10, part 2, apply to
[section 2].

24 (3) [Section 3] is intended to be codified as an
25 integral part of Title 75, chapter 10, part 4, and the



,

1 provisions of Title 75, chapter 10, part 4, apply to
2 {section 3}.

3 <u>NEW SECTION.</u> Section 5. Severability. If a part of 4 [this act] is invalid, all valid parts that are severable 5 from the invalid part remain in effect. If a part of [this 6 act] is invalid in one or more of its applications, the part 7 remains in effect in all valid applications that are 8 severable from the invalid applications.

9 <u>NEW SECTION.</u> Section 6. Effective date. [This act] is

10 effective on passage and approval.

-End-

52nd Legislature Special Session 7/92

APPROVED BY COMM. ON Natural resources

HOUSE BILL NO. 58 1 INTRODUCED BY MADISON, BARNHART, O'KEEFE, SOUTHWORTH 2 З A BILL FOR AN ACT ENTITLED: "AN ACT PROHIBITING THE A DEPARTMENT OF HEALTH AND ENVIRONMENTAL SCIENCES FROM ISSUING 5 A--PERMIT CERTAIN PERMITS FOR THE INCINERATION OF SOLID 6 WASTES OR HAZARDOUS WASTES OR FOR THE USE OF HAZARDOUS 7 WASTE-DERIVED FUEL: AND PROVIDING AN IMMEDIATE EFFECTIVE 8 DATE." 9 10 WHEREAS, efforts are underway to locate facilities in 11 Montana that would incinerate solid wastes or hazardous 12 wastes and to locate other facilities that burn hazardous 13 waste-derived fuels; and 14 WHEREAS, the Legislature is concerned that current state 15

15 WHEREAS, the begislature is concerned once entropy of the line of the human and 16 law does not provide adequate protection for the human and 17 physical environment, including impacts to public health, 18 safety, and welfare and property values, from the impacts of 19 solid waste or hazardous waste incinerator facilities or 20 other facilities that burn hazardous waste-derived fuels; 21 and

WHEREAS, the Legislature desires to fully consider the
 impacts of solid waste and hazardous waste incinerators or
 other facilities that burn hazardous waste-derived fuels
 during the 53rd Regular Session.

ntana Legislative Counci

1 2 BE IT ENACTED BY THE LEGISLATURE OF THE STATE OF MONTANA: 3 NEW SECTION. Section 1. Moratorium on certain solid 4 and hazardous waste incinerator permits. Until EXCEPT FOR REMEDIAL ACTIONS PURSUANT TO TITLE 75, CHAPTER 10, PART 7, 5 6 OR CORRECTIVE ACTIONS PURSUANT TO 75-10-405(2)(C) OR 7 75-10-416, UNTIL October 1, 1993, the department may not 8 issue a permit under TO A SOLID OR HAZARDOUS WASTE INCINERATOR SUBJECT TO THE REQUIREMENTS OF 75-2-215 for-a 9 10 solid-or-hazardous-waste-incinerator. NEW SECTION. Section 2. Moratorium on certain solid 11 waste facility permits. Until EXCEPT FOR REMEDIAL ACTIONS 12 13 PURSUANT TO TITLE 75, CHAPTER 10, PART 7, OR CORRECTIVE ACTIONS PURSUANT TO 75-10-405(2)(C) OR 75-10-416, UNTIL 14 15 October 1, 1993, the department may not issue a license under 75-10-221 for a solid waste facility if the applicant 16 17 also-requires-a-permit-under FACILITY IS ALSO SUBJECT TO THE REQUIREMENTS OF 75-2-215 for-the-same-facility. 18 NEW SECTION, Section 3. Moratorium 19 OB. certain 20 hazardous waste facility permits. Until October 1, 1993, the

21 department may not issue a permit under 75-10-406 for a
22 boiler or industrial furnace that burns hazardous waste or
23 hazardous waste-derived fuel.

24 <u>NEW SECTION.</u> Section 4. Codification instruction. (1)
25 [Section 1] is intended to be codified as an integral part

-2-

HB 0058/02

SECOND READING

of Title 75, chapter 2, part 2, and the provisions of Title
 75, chapter 2, part 2, apply to [section 1].

3 (2) [Section 2] is intended to be codified as an 4 integral part of Title 75, chapter 10, part 2, and the 5 provisions of Title 75, chapter 10, part 2, apply to 6 [section 2].

7 (3) [Section 3] is intended to be codified as an 8 integral part of Title 75, chapter 10, part 4, and the 9 provisions of Title 75, chapter 10, part 4, apply to 10 [section 3].

11 <u>NEW SECTION.</u> Section 5. Severability. If a part of 12 [this act] is invalid, all valid parts that are severable 13 from the invalid part remain in effect. If a part of [this 14 act] is invalid in one or more of its applications, the part 15 remains in effect in all valid applications that are 16 severable from the invalid applications.

17 <u>NEW SECTION.</u> Section 6. Effective date. [This act] is
18 effective on passage and approval.

-End-

2

HB 0058/03

52nd Legislature Special Session 7/92 HB 0058/03

HOUSE BILL NO. 58 1 1 2 INTRODUCED BY MADISON, BARNHART, O'KEEFE, SOUTHWORTH 2 BE IT ENACTED BY THE LEGISLATURE OF THE STATE OF MONTANA: 3 NEW SECTION. Section 1. Moratorium on certain solid 3 A BILL FOR AN ACT ENTITLED: "AN ACT PROHIBITING THE 4 4 and hazardous waste incinerator permits. (1) Until EXCEPT 5 DEPARTMENT OF HEALTH AND ENVIRONMENTAL SCIENCES FROM ISSUING 5 FOR REMEDIAL ACTIONS PURSUANT TO TITLE 75, CHAPTER 10, PART 6 A--PERMIT CERTAIN PERMITS FOR THE INCINERATION OF SOLID 7, OR CORRECTIVE ACTIONS PURSUANT TO 75-10-405(2)(C) OR 6 7 WASTES OR HAZARDOUS WASTES OR FOR THE USE OF HAZARDOUS 7 75-10-416, UNTIL October 1, 1993, the department may not 8 WASTE-DERIVED FUEL; AND PROVIDING AN IMMEDIATE EFFECTIVE 8 issue a permit under TO A SOLID OR HAZARDOUS WASTE DATE." 9 9 INCINERATOR SUBJECT TO THE REQUIREMENTS OF 75-2-215 for-a 10 10 solid-or-hazardous-waste-incinerator. 11 WHEREAS, efforts are underway to locate facilities in 11 (2) NOTWITHSTANDING THE PROVISIONS OF (1), THE Montana that would incinerate solid wastes or hazardous 12 12 DEPARTMENT SHALL PROCEED IN A REASONABLE AND TIMELY MANNER 13 wastes and to locate other facilities that burn hazardous 13 IN ADOPTING RULES IMPLEMENTING 75-2-215 AND IN PROCESSING 14 waste-derived fuels; and 14 AIR QUALITY PERMIT APPLICATIONS REQUIRED UNDER 75-2-211 FOR 15 WHEREAS, the Legislature is concerned that current state 15 SOLID OR HAZARDOUS WASTE INCINERATORS. 16 law does not provide adequate protection for the human and 16 NEW SECTION, Section 2. Moratorium on certain solid 17 physical environment, including impacts to public health, 17 waste facility permits. (1) Until EXCEPT FOR REMEDIAL 18 safety, and welfare and property values, from the impacts of 18 ACTIONS PURSUANT TO TITLE 75, CHAPTER 10, PART 7, OR 19 solid waste or hazardous waste incinerator facilities or CORRECTIVE ACTIONS PURSUANT TO 75-10-405(2)(C) OR 75-10-416, 19 20 other facilities that burn hazardous waste-derived fuels; 20 UNTIL October 1, 1993, the department may not issue a 21 and 21 license under 75-10-221 for a solid waste facility if the 22 WHEREAS, the Legislature desires to fully consider the 22 applicant--also--requires--a--permit--under FACILITY IS ALSO 23 impacts of solid waste and hazardous waste incinerators or 23 SUBJECT TO THE REQUIREMENTS OF 75-2-215 for--the--same 24 other facilities that burn hazardous waste-derived fuels 24 facility. 25 during the 53rd Regular Session.

25 (2) NOTWITHSTANDING THE PROVISIONS OF (1), THE

-2- HB 58 THIRD READING AS AMENDED

Nontana (equilative Counci

 DEPARTMENT
 SHALL
 PROCEED IN A REASONABLE AND TIMELY MANNER

 IN
 PROCESSING SOLID
 WASTE
 APPLICATIONS
 REQUIRED
 UNDER

 3
 75-10-221.
 Image: Comparison of the second se

4 <u>NEW SECTION.</u> Section 3. Moratorium on certain 5 hazardous waste facility permits. (1) Until October 1, 1993, 6 the department may not issue a permit under 75-10-406 for a 7 boiler or industrial furnace that burns hazardous waste or 8 hazardous waste-derived fuel.

9 (2) NOTWITHSTANDING THE PROVISIONS OF (1), THE
 10 DEPARTMENT SHALL PROCEED IN A REASONABLE AND TIMELY MANNER
 11 IN ADOPTING RULES IMPLEMENTING 75-10-406 AND IN PROCESSING
 12 APPLICATIONS REQUIRED UNDER 75-10-406.

<u>NEW SECTION.</u> Section 4. Codification instruction. (1)
(Section 1) is intended to be codified as an integral part
of Title 75, chapter 2, part 2, and the provisions of Title
75, chapter 2, part 2, apply to [section 1].

17 (2) [Section 2] is intended to be codified as an 18 integral part of Title 75, chapter 10, part 2, and the 19 provisions of Title 75, chapter 10, part 2, apply to 20 [section 2].

(3) [Section 3] is intended to be codified as an
integral part of Title 75, chapter 10, part 4, and the
provisions of Title 75, chapter 10, part 4, apply to
(section 3).

25 NEW SECTION. Section 5. Severability. If a part of

1 [this act] is invalid, all valid parts that are severable
2 from the invalid part remain in effect. If a part of [this
3 act] is invalid in one or more of its applications, the part
4 remains in effect in all valid applications that are
5 severable from the invalid applications.

- 6 <u>NEW SECTION.</u> Section 6. Effective date. [This act] is
- 7 effective on passage and approval.

-End-

HB 58

-4-

52nd Legislature Special Session 7/92

1

2

21

and

3 A BILL FOR AN ACT ENTITLED: "AN ACT PROHIBITING THE 4 DEPARTMENT OF HEALTH AND ENVIRONMENTAL SCIENCES FROM ISSUING 5 A--PERMIT CERTAIN PERMITS FOR THE INCINERATION OF SOLID 6 7 WASTES OR HAZARDOUS WASTES OR FOR THE USE OF HAZARDOUS WASTE-DERIVED FUEL: AND PROVIDING AN IMMEDIATE EFFECTIVE 8 9 DATE." 10 11 WHEREAS, efforts are underway to locate facilities in 12 Montana that would incinerate solid wastes or hazardous

HOUSE BILL NO. 58 INTRODUCED BY MADISON, BARNHART, O'KEEFE, SOUTHWORTH

13 wastes and to locate other facilities that burn hazardous 14 waste-derived fuels; and 15 WHEREAS, the Legislature is concerned that current state 16 law does not provide adequate protection for the human and 17 physical environment, including impacts to public health, 18 safety, and welfare and property values, from the impacts of 19 solid waste or hazardous waste incinerator facilities or 20 other facilities that burn hazardous waste-derived fuels;

22 WHEREAS, the Legislature desires to fully consider the 23 impacts of solid waste and hazardous waste incinerators or 24 other facilities that burn hazardous waste-derived fuels 25 during the 53rd Regular Session.



1 2 BE IT ENACTED BY THE LEGISLATURE OF THE STATE OF MONTANA: 3 NEW SECTION. Section 1. Moratorium on certain solid and hazardous waste incinerator permits. (1) Until EXCEPT 4 5 FOR REMEDIAL ACTIONS PURSUANT TO TITLE 75, CHAPTER 10, PART 7, OR CORRECTIVE ACTIONS PURSUANT TO 75-10-405(2)(C) OR 75-10-416, UNTIL October 1, 1993, the department may not issue a permit under TO A SOLID OR HAZARDOUS WASTE 8 9 INCINERATOR SUBJECT TO THE REQUIREMENTS OF 75-2-215 for-a 10 solid-or-hazardous-waste-incinerator. 11 (2) NOTWITHSTANDING THE PROVISIONS OF (1), THE 12 DEPARTMENT SHALL PROCEED IN A REASONABLE AND TIMELY MANNER IN ADOPTING RULES IMPLEMENTING 75-2-215 AND IN PROCESSING 13 14 AIR QUALITY PERMIT APPLICATIONS REQUIRED UNDER 75-2-211 FOR 15 SOLID OR HAZARDOUS WASTE INCINERATORS. 16 NEW SECTION. Section 2. Moratorium on certain solid 17 waste facility permits. (1) Until EXCEPT FOR REMEDIAL 18 ACTIONS PURSUANT TO TITLE 75, CHAPTER 10, PART 7, OR 19 CORRECTIVE ACTIONS PURSUANT TO 75-10-405(2)(C) OR 75-10-416, 20 UNTIL October 1, 1993, the department may not issue a 21 license under 75-10-221 for a solid waste facility if the 22 applicant--also--requires--a--permit--under FACILITY IS ALSO 23 SUBJECT TO THE REQUIREMENTS OF 75-2-215 for--the--same

24 facility.

6

7

(2) NOTWITHSTANDING THE PROVISIONS OF (1). 25 THE

-2-

HB 58

 DEPARTMENT
 SHALL
 PROCEED IN A REASONABLE AND TIMELY MANNER

 IN
 PROCESSING
 SOLID
 WASTE
 AFPLICATIONS
 REQUIRED
 UNDER

 3
 75-10-221.
 Image: Solid with the solid state of the

4 <u>NEW SECTION.</u> Section 3. Moratorium on certain 5 hazardous waste facility permits. (1) Until October 1, 1993, 6 the department may not issue a permit under 75-10-406 for a 7 boiler or industrial furnace that burns hazardous waste or 8 hazardous waste-derived fuel.

9 (2) NOTWITHSTANDING THE PROVISIONS OF (1), THE 10 DEPARTMENT SHALL PROCEED IN A REASONABLE AND TIMELY MANNER 11 IN ADOPTING RULES IMPLEMENTING 75-10-406 AND IN PROCESSING 12 APPLICATIONS REQUIRED UNDER 75-10-406.

NEW SECTION. Section 4. Codification instruction. (1)
(Section 1) is intended to be codified as an integral part
of Title 75, chapter 2, part 2, and the provisions of Title
75, chapter 2, part 2, apply to [section 1].

17 (2) [Section 2] is intended to be codified as an
18 integral part of Title 75, chapter 10, part 2, and the
19 provisions of Title 75, chapter 10, part 2, apply to
20 [section 2].

(3) [Section 3] is intended to be codified as an
integral part of Title 75, chapter 10, part 4, and the
provisions of Title 75, chapter 10, part 4, apply to
(section 3).

25 NEW SECTION. Section 5. Severability. If a part of

-3-

[this act] is invalid, all valid parts that are severable
 from the invalid part remain in effect. If a part of [this
 act] is invalid in one or more of its applications, the part
 remains in effect in all valid applications that are
 severable from the invalid applications.

<u>NEW SECTION.</u> Section 6. Effective date. [This act] is
effective on passage and approval.

-End-

-4-