

HOUSE BILL 589

Introduced by Toole, et al.

2/10	Introduced
2/10	Referred to Local Government
2/10	First Reading
2/16	Hearing
2/16	Tabled in Committee

1 *House* BILL NO. *589*
2 INTRODUCED BY *Edward Lee Duncan*
3 *Stanford* *Delge Rasm*

4 A BILL FOR AN ACT ENTITLED: "AN ACT REQUIRING A
5 MUNICIPALITY TO REIMBURSE A FIRE DISTRICT FOR REVENUE LOST
6 AS A RESULT OF ANNEXATION."
7

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

9 NEW SECTION. **Section 1.** Annexation of land within
10 rural fire district. If a municipality annexes land within
11 the boundaries of a rural fire district established in
12 accordance with Title 7, chapter 33, part 21, and if the
13 annexation decreases the tax revenue of the fire district by
14 at least 3%, the municipality shall pay an impact fee to the
15 fire district. The fee must be paid in five annual
16 installments commencing on or before December 1 of the year
17 following the fiscal year of annexation, according to the
18 following schedule:

- 19 (1) 100% of lost revenue the first year;
20 (2) 80% of lost revenue the second year;
21 (3) 60% of lost revenue the third year;
22 (4) 40% of lost revenue the fourth year; and
23 (5) 20% of lost revenue the fifth year.

24 NEW SECTION. **Section 2.** Codification instruction.
25 [Section 1] is intended to be codified as an integral part

1 of Title 7, chapter 2, part 47, and the provisions of Title
2 7, chapter 2, part 47, apply to [section 1].

-End-