

SENATE BILL NO. 175

INTRODUCED BY GAGE

IN THE SENATE

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| JANUARY 16, 1993 | INTRODUCED AND REFERRED TO COMMITTEE ON TAXATION. |
| | FIRST READING. |
| JANUARY 28, 1993 | COMMITTEE RECOMMEND BILL DO PASS. REPORT ADOPTED. |
| JANUARY 29, 1993 | PRINTING REPORT. |
| | SECOND READING, DO PASS. |
| JANUARY 30, 1993 | ENGROSSING REPORT. |
| | THIRD READING, PASSED. AYES, 41; NOES, 1. |
| | TRANSMITTED TO HOUSE. |

IN THE HOUSE

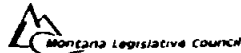
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|-------------------|--------------------------------------------------------------|
| FEBRUARY 1, 1993 | INTRODUCED AND REFERRED TO COMMITTEE ON TAXATION. |
| | FIRST READING. |
| FEBRUARY 12, 1993 | COMMITTEE RECOMMEND BILL BE CONCURRED IN. REPORT ADOPTED. |
| MARCH 2, 1993 | SECOND READING, CONCURRED IN. |
| MARCH 5, 1993 | THIRD READING, CONCURRED IN. AYES, 86; NOES, 14. |
| | RETURNED TO SENATE. |

IN THE SENATE

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| MARCH 8, 1993 | RECEIVED FROM HOUSE. |
| | SENT TO ENROLLING. |
| | REPORTED CORRECTLY ENROLLED. |

1 Senate BILL NO. 175
2 INTRODUCED BY _____
3
4 A BILL FOR AN ACT ENTITLED: "AN ACT EXEMPTING THE FIRST
5 1,000 TONS OF TRAVERTINE AND BUILDING STONE PRODUCTION FROM
6 PROPERTY TAXATION; AMENDING SECTION 15-6-208, MCA; AND
7 PROVIDING AN APPLICABILITY DATE."
8
9 BE IT ENACTED BY THE LEGISLATURE OF THE STATE OF MONTANA:
10 **Section 1.** Section 15-6-208, MCA, is amended to read:
11 "15-6-208. Mineral ~~exemptions~~. (1) One-half of the
12 contract sales price of coal sold by a coal producer who
13 extracts less than 50,000 tons of coal in a calendar year is
14 exempt from taxation.
15 (2) Metal mines producing less than 20,000 tons of ore
16 in a taxable year ~~shall be~~ are exempt from property taxation
17 on one-half of the merchantable value.
18 (3) New production, as defined in 15-23-601, is exempt
19 from taxation for the first 12 months of production as
20 provided in 15-23-612.
21 (4) The first 1,000 tons of travertine and building
22 stone extracted from a mine in a taxable year are exempt
23 from property taxation."
24 NEW SECTION. **Section 2.** Applicability. [This act]
25 applies to tax years beginning after December 31, 1993.

-End-



SB 175
INTRODUCED BILL

STATE OF MONTANA - FISCAL NOTE

Form BD-15

In compliance with a written request, there is hereby submitted a Fiscal Note for SB0175, as introduced.

DESCRIPTION OF PROPOSED LEGISLATION:

An act exempting the first 1,000 tons of travertine and building stone production from property taxation; and providing an applicability date.

ASSUMPTIONS:

1. Currently, there is one travertine producer in Montana (MDOR).
2. Total travertine production in Montana is approximately 1,000 tons per year (MDOR).

FISCAL IMPACT:

Expenditures:

There is no impact on Department of Revenue expenditures under the proposed legislation.

Revenues:

The total revenue decrease to both state and local governments is less than \$1,000 per year under the proposed legislation.

David Lewis 1-28-93
DAVID LEWIS, BUDGET DIRECTOR DATE
Office of Budget and Program Planning

Delwyn Gabe 1-28-93
DELWYN GABE, PRIMARY SPONSOR DATE

Fiscal Note for SB175, as introduced

SB 175

APPROVED BY COMMITTEE
ON TAXATION

1 Senate BILL NO. 175
2 INTRODUCED BY

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4 A BILL FOR AN ACT ENTITLED: "AN ACT EXEMPTING THE FIRST
5 1,000 TONS OF TRAVERTINE AND BUILDING STONE PRODUCTION FROM
6 PROPERTY TAXATION; AMENDING SECTION 15-6-208, MCA; AND
7 PROVIDING AN APPLICABILITY DATE."

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

10 **Section 1.** Section 15-6-208, MCA, is amended to read:

11 "15-6-208. Mineral exemptions. (1) One-half of the
12 contract sales price of coal sold by a coal producer who
13 extracts less than 50,000 tons of coal in a calendar year is
14 exempt from taxation.

15 (2) Metal mines producing less than 20,000 tons of ore
16 in a taxable year ~~shall be~~ are exempt from property taxation
17 on one-half of the merchantable value.

18 (3) New production, as defined in 15-23-601, is exempt
19 from taxation for the first 12 months of production as
20 provided in 15-23-612.

21 (4) The first 1,000 tons of travertine and building
22 stone extracted from a mine in a taxable year are exempt
23 from property taxation."

24 NEW SECTION. **Section 2.** Applicability. [This act]
25 applies to tax years beginning after December 31, 1993.

-End-



SB 175
SECOND READING

APPROVED BY COMMITTEE
ON TAXATIONSenate BILL NO. 175

INTRODUCED BY _____

A BILL FOR AN ACT ENTITLED: "AN ACT EXEMPTING THE FIRST 1,000 TONS OF TRAVERTINE AND BUILDING STONE PRODUCTION FROM PROPERTY TAXATION; AMENDING SECTION 15-6-208, MCA; AND PROVIDING AN APPLICABILITY DATE."

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

Section 1. Section 15-6-208, MCA, is amended to read:

"15-6-208. Mineral exemptions. (1) One-half of the contract sales price of coal sold by a coal producer who extracts less than 50,000 tons of coal in a calendar year is exempt from taxation.

(2) Metal mines producing less than 20,000 tons of ore in a taxable year shall be are exempt from property taxation on one-half of the merchantable value.

(3) New production, as defined in 15-23-601, is exempt from taxation for the first 12 months of production as provided in 15-23-612.

(4) The first 1,000 tons of travertine and building stone extracted from a mine in a taxable year are exempt from property taxation."

NEW SECTION. Section 2. Applicability. (This act) applies to tax years beginning after December 31, 1993.

-End-

**SB 175**
THIRD READING

1 SENATE BILL NO. 175

2 INTRODUCED BY GAGE

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4 A BILL FOR AN ACT ENTITLED: "AN ACT EXEMPTING THE FIRST
5 1,000 TONS OF TRAVERTINE AND BUILDING STONE PRODUCTION FROM
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22 stone extracted from a mine in a taxable year are exempt
23 from property taxation."

24 NEW SECTION. **Section 2. Applicability.** [This act]
25 applies to tax years beginning after December 31, 1993.

-End-



SB 175
REFERENCE BILL