

1 House BILL NO. 127
 2 INTRODUCED BY Larson
 3 Eck McLean Rich

4 A BILL FOR AN ACT ENTITLED: "AN ACT ALLOWING COUNTIES TO IMPOSE A 2-MILL TAX ON ALL LAND
 5 AND IMPROVEMENTS IN A RURAL IMPROVEMENT DISTRICT OR UTILITY DISTRICT, TO BE USED TO
 6 DEFRAY THE COST OF INITIAL OR ONGOING CAPITAL IMPROVEMENTS."

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 8 BE IT ENACTED BY THE LEGISLATURE OF THE STATE OF MONTANA:
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10 **NEW SECTION. Section 1. Tax levy for capital improvements -- hearing.** (1) The board of county
 11 commissioners may by resolution, after a public hearing, assess and levy a tax on the taxable valuation of
 12 each parcel of land and improvement on the land in a rural improvement district of the kind described in
 13 Title 7, chapter 12, or in a utility district of the kind described in Title 7, chapter 13, not to exceed 2 mills
 14 on each dollar of taxable valuation, to be used to defray the initial or ongoing capital improvements,
 15 including property acquisition, construction of improvements, equipment purchase, and costs related to the
 16 planning, designing, and financing of a rural improvement district or utility district.

17 (2) The tax in subsection (1) may be levied in addition to any other source of revenue available to
 18 a county to finance a rural improvement district or utility district.
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20 **NEW SECTION. Section 2. Codification instruction.** [Section 1] is intended to be codified as an
 21 integral part of Title 7, chapter 12, and the provisions of Title 7, chapter 12, apply to [section 1].
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-END-



HB 127
INTRODUCED BILL

STATE OF MONTANA - FISCAL NOTE

Fiscal Note for HB0127, as introduced

DESCRIPTION OF PROPOSED LEGISLATION:

An act allowing counties to impose a 2-mill tax on all land and improvements in a rural improvement district or utility district, to be used to defray the cost of initial or ongoing capital improvements.

FISCAL IMPACT:

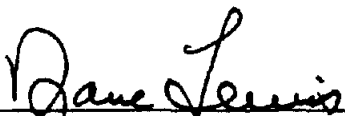
The proposal has no impact on state revenues or expenditures.


EFFECT ON COUNTY OR OTHER LOCAL REVENUES OR EXPENDITURES:

This proposal will affect local government revenues to the extent that the 2 mill levy is utilized by county commissions.

TECHNICAL NOTES:

The proposal may conflict with the I-105 property tax limitation (15-10-412, MCA). While rural improvement districts are specifically exempt from I-105 (15-10-412(9)(a),MCA), utility districts of the kind described in Title 7, chapter 13, may be subject to I-105.

 1-13-95
DAVE LEWIS, BUDGET DIRECTOR DATE
Office of Budget and Program Planning


DON LARSON, PRIMARY SPONSOR DATE
Fiscal Note for HB0127, as introduced

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