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2 (3) The data described in subsection (2), if reported, must be related to the income and age of the
3 taxpayer whenever the information is available.

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6 (b) Based upon the purpose of the preferential treatment, the department shall outline the available
7 data necessary to determine the effectiveness of the preferential treatment.

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9 data, if available, from Wyoming, Idaho, North Dakota, and South Dakota and from any other state the
10 department may choose.

11 (6) The department shall identify in a separate section of the report any changes that have been
12 made or that are contemplated in property appraisal or assessment.

13 (7) The department may include a report, prepared by the department of transportation, showing
14 the selling price of gasoline at the wholesale level in prime market centers of Montana and in surrounding
15 states during the biennium, with indexes tabulated at sufficient intervals to show the comparative state
16 price structures.

17 (8) The department shall include the inheritance tax information required by 72-16-202 in a
18 separate section of the report."

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-END-

APPROVED BY COMMITTEE
ON TAXATION1
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SENATE BILL NO. 54

INTRODUCED BY Eck

BY REQUEST OF THE DEPARTMENT OF REVENUE

A BILL FOR AN ACT ENTITLED: "AN ACT ELIMINATING THE REQUIREMENT THAT THE DEPARTMENT OF REVENUE MAKE RECOMMENDATIONS FOR IMPROVEMENTS IN THE STATE'S SYSTEM OF TAXATION AND FOR ALTERNATIVE TAX MEASURES IN ITS BIENNIAL REPORTS; AND AMENDING SECTION 15-1-205, MCA."

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

Section 1. Section 15-1-205, MCA, is amended to read:

"15-1-205. Biennial report -- contents. (1) The department shall transmit to the governor 20 days before the meeting of the legislature and make available to the legislature a report of the department showing all the taxable property of the state, counties, and cities and its value, ~~in tabulated form, with recommendations for improvements in the system of taxation, together with alternative measures as may be formulated for the consideration of the legislature.~~ The department shall follow the provisions of 5-11-210 in preparing the report.

(2) The report or supplements to the report may also include:

- (a) the gross dollar amount of revenue loss attributable to:
 - (i) personal income and corporation license tax exemptions;
 - (ii) property tax exemptions for which application to the department is necessary;
 - (iii) deferral of income;
 - (iv) credits allowed against Montana personal income tax or Montana corporation license tax, reported separately;
 - (v) deductions from income; and
 - (vi) any other identifiable preferential treatment of income or property;
- (b) any change in tax revenue of the state or any unit of local government attributable to a change in federal tax law; and
- (c) any change in the revenue of any unit of local government attributable to a change in state tax

1 law.

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