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4	A BILL FOR AN ACT ENTITLED: "AN ACT ESTABLISHING THAT THE COSTS TO A COUNTY OF
5	ADMINISTERING A RURAL SPECIAL IMPROVEMENT DISTRICT MAINTENANCE FUND ARE A COST OF
6	MAINTAINING THE DISTRICT; REQUIRING A MAINTENANCE DISTRICT BOARD OF TRUSTEES TO
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8	FOR THE COST; LIMITING THE COSTS FOR ADMINISTERING A MAINTENANCE DISTRICT; REQUIRING
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12	AMENDING SECTION 7-12-2161, MCA; AND PROVIDING AN EFFECTIVE DATE."
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14	WHEREAS, the administrative time involved with rural special improvement districts' maintenance
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16	WHEREAS, these districts benefit only the property owners within the districts' boundaries and not
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18	WHEREAS, many of the rural special improvement districts rely on the county to make the
19	maintenance decisions for the district; and
20	WHEREAS, the county receives no revenue for the administration and other costs involved with
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23	BE IT ENACTED BY THE LEGISLATURE OF THE STATE OF MONTANA:
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25	Section 1. Section 7-12-2161, MCA, is amended to read:
26	"7-12-2161. Payment of maintenance costs resolution for assessment and for change of
27	boundaries assessment for administrative costs. (1) It shall be is the duty of the board of county
28	commissioners to estimate, as near as practicable, the cost of maintaining, preserving, or repairing the
29	improvements in each district for each year beginning January 1 or such other another time as it may
30	appear necessary.



(2) Before the first Monday in September of each year, the board shall pass and finally adopt a
resolution levying and assessing all the property within the district with an amount equal to the whole cost
of maintaining, preserving, or repairing $\frac{1}{2}$ said $\frac{1}{2}$ improvements within the district. The assessment $\frac{1}{2}$ shall $\frac{1}{2}$ must
be proportioned as provided in 7-12-2108.

- (3) Said The resolution levying assessments to defray the cost of maintenance, preservation, or repair of such improvements shall must be prepared and certified to in substantially the same manner as near as may be to a resolution levying assessments for making, constructing, and installing the improvements in said the special improvement district.
- (4) The board shall have the power of changing may change by resolution, not more than once a year, the boundaries of any maintenance district.
- (5) The board shall include in the estimated cost of maintaining the district the lesser of \$500 or 5% of the annual assessment of the district. The amount determined by the board under this subsection is to defray the costs incurred by the county in administering the maintenance district and is a cost of maintenance. The board shall annually pay the amount determined under this subsection to the county treasurer for deposit in the county general fund."

NEW SECTION. Section 2. Effective date. [This act] is effective July 1, 1997.



STATE OF MONTANA - FISCAL NOTE

Fiscal Note for HB0317, as introduced

DESCRIPTION OF PROPOSED LEGISLATION:

An act establishing that the costs to a county of administering a rural special improvement district maintenance fund are a cost of maintaining the district.

ASSUMPTIONS:

- The board of county commissioners estimates the cost of maintaining special improvement districts (SID) each January 1.
- 2. The administration costs of administering a SID will become maintenance costs.

FISCAL IMPACT:

None.

EFFECT ON COUNTY OR OTHER LOCAL REVENUES OR EXPENDITURES:

This is a rural SID issue. By including administration in maintenance costs, administration expenses will be paid by the district rather than the general fund.

DAVE LEWIS, BUDGET DIRECTOR DATE
Office of Budget and Program Planning

KIM GILLAN, PRIMARY SPONSOR

1-24-9

DATE

Fiscal Note for HB0317, as introduced

HB 317

APPROVED BY COM ON LOCAL GOVERNMENT

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- (3) Said The resolution levying assessments to defray the cost of maintenance, preservation, or repair of such improvements shall must be prepared and certified to in substantially the same manner as near as may be to a resolution levying assessments for making, constructing, and installing the improvements in said the special improvement district.
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NEW SECTION. Section 2. Effective date. [This act] is effective July 1, 1997.

APPROVED BY COM ON LOCAL GOVERNMENT

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55th Legislature

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55th Legislature HB0317.02

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