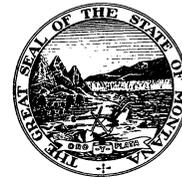




Dan Bucks  
Director

# Montana Department of Revenue



Brian Schweitzer  
Governor

## **Advisory Council Working Group on Local Government Issues** **Summary of Revenue and Transportation Interim** **Committee (RTIC) Action Items** **October 2010**

The RTIC has completed most of its work related to the Department of Revenue and tax administration, though the committee has one final meeting on Friday, November 19, 2010.

The following is a summary of the action items, as defined by bill draft requests, that the committee has approved for the 2011 legislative session and those that the committee did not approve.

### **Committee Bill Drafts Approved:**

- Public disclosure of real estate sales price for class four residential property - LC8001 (Report attached)
- Public disclosure of real estate sales price for class four commercial property - LC8002 (Report attached...same as above)
- *The following bills were proposed by legislative staff as housekeeping matters in the attached staff memo:*  
[http://leg.mt.gov/content/Committees/Interim/2009\\_2010/Revenue\\_and\\_Transportation/Meeting\\_Documents/April29&30%202010/LEGISLATIONRECOMMENDATIONS\\_10APRIL.pdf](http://leg.mt.gov/content/Committees/Interim/2009_2010/Revenue_and_Transportation/Meeting_Documents/April29&30%202010/LEGISLATIONRECOMMENDATIONS_10APRIL.pdf) ... all were approved as committee bills
  - LC 4000 - Repeal inoperative business equipment property tax reimbursement
  - LC 4001 - Repeal Montana Capital Company Act
  - LC 4003 - Correct an adjusted tax rate under the extended property tax assistance program for tax year 2014
  - LC 4004 - Reduce the withholding tax rate for lottery winnings
  - LC 8889 - Clarify provisions of the entitlement share payment program
  - LC 8890 - Correct the terminology describing agency liquor stores

### **Committee Bill Drafts Not Approved:**

- Revise the property reappraisal process from a six-year cycle to a one-year "annual" valuation process (Report attached)
- Reduce the tax rate on class four property between reappraisal cycles for property that experiences a market value decrease LC 0147 (Fiscal analysis attached)
- Create a commercial property reappraisal advisory committee
- Establish a circuit breaker income tax credit for low income property tax payers LC 4005 (Fiscal analysis attached)
- Revise the income threshold levels & percentage multipliers under the property tax assistance programs LC 4006 (Fiscal analysis attached)