



**Revenue and Transportation Interim Committee**  
**62nd Montana Legislature**

**SENATE MEMBERS**

CHRISTINE KAUFMANN--Vice Chair  
RON ERICKSON  
JEFF ESSMANN  
KIM GILLAN  
JIM PETERSON  
BRUCE TUTVEDT

**HOUSE MEMBERS**

ROY HOLLANDSWORTH--Chair  
DICK BARRETT  
CYDNIE (CARLIE) BOLAND  
BRIAN HOVEN  
SUE MALEK  
MIKE MILLER

**COMMITTEE STAFF**

JEFF MARTIN, Lead Staff  
JARET COLES, Staff Attorney  
FONG HOM, Secretary

**REVISED AGENDA**  
**Monday and Tuesday, September 26-27, 2011**  
**Room 137, State Capitol**

*Agenda times are approximate. Some items may take more or less time than is indicated.*

**Monday, September 26, 2011**

- 9:00 1. Call to order -- roll call -- approval of minutes from June 15-16 meeting -- **Rep. Roy Hollandsworth, Committee Chair**
- 9:05 2. Revenue topics -- **Terry Johnson, Legislative Fiscal Division**
- a. Revenue collection update
  - b. significant assumptions for major revenue sources
  - c. public comment
- 10:30 3. Department of Revenue reports - - **Dan Bucks, Director, Department of Revenue**
- a. HB 142 review of advisory councils--statutory provision for advisory council under the multistate compact
  - b. sales/assessment follow-up from June meeting
  - c. update on services to citizens and local governments
  - d. legislative implementation
  - e. litigation and appeals
  - f. emerging issues
  - g. public comment
- 11:15 4. Department of Transportation reports -- **Tim Reardon, Director, Department of Transportation**
- a. update, including responses to questions from June meeting, on transportation of oil equipment modules
  - b. status of federal funding of transportation programs
  - c. public comment

**LUNCH**

*Continued*

- 1:15 5. HJR 13 study of individual income taxes
  - a. background report on federal and state income tax provisions -- **Jaret Coles, staff attorney**
  - b. analysis of Montana individual income tax credits -- **Stephanie Morrison, Legislative Fiscal Division**
  - c. public comment
  - d. committee work session to focus study and identify areas of interest
  - e. public comment
  
- 3:45 6. Overview of SB 199 and SB 411 changes to uniform penalty and interest provisions -- **Jeff Martin, committee staff**
  - a. committee discussion of possible legislation to combine proposals
  - b. public comment
  
- 4:00 7. Administrative rule review -- **Jaret Coles**
  
- 4:45 8. Public comment on any topic within committee's purview

*Recess until Tuesday morning*

**Tuesday, September 27, 2011**

- 8:00 1. Call to order -- roll call
  
- 8:05 2. SJR 17 study of valuing centrally assessed property and industrial property
  - a. background report on Montana property tax structure and unit valuation -- **Jeff Martin, committee staff**
  - b. Department of Revenue procedures for valuing centrally assessed property and industrial property -- **Department of Revenue**
  - c. taxpayer requirements to report operating and financial information for centrally assessed property to Department of Revenue
    - i. telecommunications -- **Nancy Riedel, Director of State Tax Policy, and Mike Mupo, Director of Property Tax, Verizon**
    - ii. public utility -- **Norm Ross, Tax Director, PacifiCorp**
    - iii. pipelines -- **Steve Poulson, Senior Property Tax Advisor, TransCanada Pipelines**
  - d. public comment
  - e. committee work session on focus of study and areas of interest
  - f. public comment

*Continued*

- 11:00 3. SJR 23 study of tax exemptions for nonprofit organization (will extend into afternoon after lunch break)
- a. background report on Montana tax exemptions for nonprofit organizations and tax treatment of nonprofit organizations in other states -- **Megan Moore, committee staff**
  - b. application and review for nonprofit property tax exemption -- **Department of Revenue**
  - c. application and review for nonprofit income tax exemption -- **Department of Revenue**
  - d. summary of activities of 2003-04 Property Tax Exemption Committee -- **Department of Revenue**
  - e. overview of tax status of hospital property -- **Bob Olsen, Montana Hospital Association**
  - f. public comment
  - g. committee work session on focus of study and areas of interest
  - h. public comment

***LUNCH***

- 1:00 4. Continuation of SJR 23 study
- 3:00 5. Public comment on any other topic within the committee's jurisdiction
- 3:15 6. Other business -- schedule next meeting -- instructions to staff
7. Adjourn

The Montana Legislative Services Division will make reasonable accommodations for persons with disabilities who wish to participate in this public hearing. If you require an accommodation, please contact Jeff Martin, Legislative Research Analyst, at (406) 444-3595 or [jmartin@mt.gov](mailto:jmartin@mt.gov) at least 5 working days before the meeting to discuss the nature of the accommodation that you need.

**The Revenue and Transportation Interim Committee website address is [www.leg.mt.gov/rtic](http://www.leg.mt.gov/rtic).**