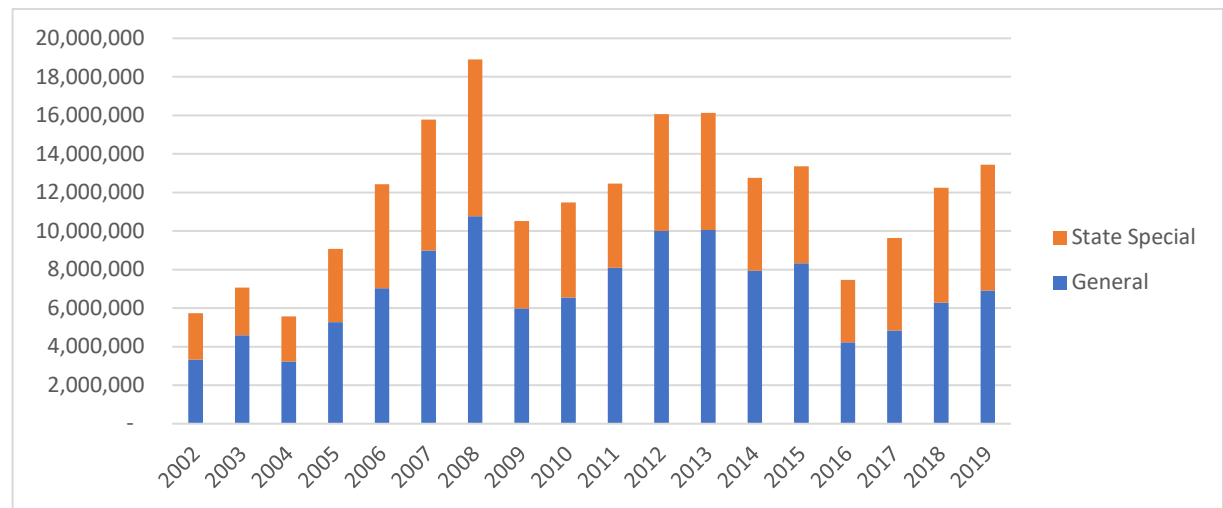


HJ 35: METAL MINES LICENSE TAX

GENERAL FUND RANK: #20

REVENUE COLLECTION HISTORY



METAL MINES LICENSE TAX OVERVIEW

The metalliferous mines tax is collected on mines that produce gold, silver, copper, lead, and other metals and precious or semiprecious gems or stones. The tax is levied on the gross value of the product less an exemption of the first \$250,000. The rate is 1.81% for concentrates and 1.6% for dore, bullion, matte, and other concentrates sold for final processing.

DISTRIBUTION OF METAL MINES LICENSE TAX REVENUE

Entity	Through FY27	After FY27
General Fund	47%	57%
Counties experiencing impacts from hard-rock mining	35%	25%
Hard-Rock Mining Reclamation Debt Service	8.5%	8.5%
Natural Resource Operations account	7%	7%
Hard-Rock Mining Impact Trust account	2.5%	2.5%

MAJOR LEGISLATIVE ACTIONS, 2001-2019

Year	Bill	Description	Estimated General Fund Impact*
Aug. 2002	<u>HB 10</u>	Increases metal mines license tax distribution to the General Fund for FY03 to 65% and eliminates the distribution to the Reclamation and Development Grants Program for that year	Fiscal note not available
Aug. 2002	<u>SB 30</u>	Revises timing of payment of metal mines license tax (to reduce General Fund shortfall)	Fiscal note not available
2003	<u>SB 460</u>	Revises deductions allowed for computing taxable gross proceeds; changes tax rate for concentrates sold for final processing from 1.81% to 1.6%	(\$173,459)
2005	<u>HB 700</u>	Reallocates distribution of metal mines license tax by decreasing General Fund distribution to 57% and increasing county distribution to 25%	(\$92,000)
2015	<u>SB 20</u>	Reallocates distribution of metal mines license tax until FY28 by decreasing General Fund distribution to 47% and increasing county distribution to 35%	(\$1,406,000)

*General Fund fiscal impact is from fiscal note and is for first year in which legislation is fully implemented.