

Land Classification Working Group Recommendations - Montana Department of Revenue - Eliminate Non-Qual Estimated Impact (PD 33)

**Estimated TY 2023 Statewide Impact of Eliminating Non-Qualified Agricultural Classification**

Statewide	Current Law (TY 2023)				Proposed Law (TY 2023)			
	Market Value	Taxable Value	Mills	Taxes	Market Value	Taxable Value	Mills	Taxes
<b>Class 3 Agricultural</b>	<b>\$6,719,226,968</b>	<b>\$153,138,556</b>	<b>521.85</b>	<b>\$79,915,943</b>	<b>\$15,077,175,316</b>	<b>\$257,452,461</b>	<b>480.52</b>	<b>\$123,712,095</b>
<i>Per Acre</i>	<i>\$134.12</i>	<i>\$3.06</i>	<i>521.85</i>	<i>\$1.595</i>	<i>\$300.95</i>	<i>\$5.14</i>	<i>480.52</i>	<i>\$2.469</i>
Qualified	\$6,657,364,296	\$143,785,012	525.21	\$75,517,297	\$6,657,364,296	\$143,785,012	519.76	\$74,733,039
<i>Per Acre</i>	<i>\$135.99</i>	<i>\$2.94</i>	<i>525.21</i>	<i>\$1.54</i>	<i>\$135.99</i>	<i>\$2.94</i>	<i>519.76</i>	<i>\$1.53</i>
Non-Qualified	\$61,862,672	\$9,353,544	470.27	\$4,398,646	\$8,419,811,020	\$113,667,449	430.90	\$48,979,056
<i>Per Acre</i>	<i>\$54.00</i>	<i>\$8.16</i>	<i>470.27</i>	<i>\$3.84</i>	<i>\$7,349.61</i>	<i>\$99.22</i>	<i>430.90</i>	<i>\$42.75</i>
<b>Class 4</b>	<b>\$236,275,658,285</b>	<b>\$3,394,260,934</b>	<b>501.40</b>	<b>\$1,701,874,834</b>	<b>\$236,275,658,285</b>	<b>\$3,394,260,934</b>	<b>494.05</b>	<b>\$1,676,929,163</b>
Residential	\$202,836,198,594	\$2,766,492,868	487.26	\$1,348,003,189	\$202,836,198,594	\$2,766,492,868	479.73	\$1,327,180,226
<i>Median Value</i>	<i>\$325,000</i>	<i>\$4,387.50</i>	<i>487.26</i>	<i>\$2,137.86</i>	<i>\$325,000</i>	<i>\$4,387.50</i>	<i>479.73</i>	<i>\$2,104.83</i>
Commercial	\$33,439,459,691	\$627,768,066	563.70	\$353,871,646	\$33,439,459,691	\$627,768,066	557.13	\$349,748,937
<i>Median Value</i>	<i>\$435,286</i>	<i>\$8,226.91</i>	<i>563.70</i>	<i>\$4,637.49</i>	<i>\$435,286</i>	<i>\$8,226.91</i>	<i>557.13</i>	<i>\$4,583.46</i>
<b>Class 8 Business Equipment</b>	<b>\$14,081,322,232</b>	<b>\$201,290,444</b>	<b>527.68</b>	<b>\$106,216,148</b>	<b>\$14,081,322,232</b>	<b>\$201,290,444</b>	<b>522.49</b>	<b>\$105,171,768</b>
<b>Class 1&amp;2 Proceeds</b>	<b>\$1,137,449,533</b>	<b>\$38,101,781</b>	<b>477.12</b>	<b>\$18,179,211</b>	<b>\$1,137,449,533</b>	<b>\$38,101,781</b>	<b>471.76</b>	<b>\$17,974,799</b>
<b>All Other Property</b>	<b>\$15,312,932,172</b>	<b>\$898,793,494</b>	<b>474.01</b>	<b>\$426,038,200</b>	<b>\$15,312,932,172</b>	<b>\$898,793,494</b>	<b>469.12</b>	<b>\$421,645,578</b>
<b>Total</b>	<b>\$273,526,589,190</b>	<b>\$4,685,585,209</b>	<b>497.74</b>	<b>\$2,332,224,336</b>	<b>\$281,884,537,538</b>	<b>\$4,789,899,114</b>	<b>489.66</b>	<b>\$2,345,433,404</b>

	Change-\$				Change-%			
	Market Value	Taxable Value	Mills	Taxes	Market Value	Taxable Value	Mills	Taxes
<b>Class 3 Agricultural</b>	<b>\$8,357,948,348</b>	<b>\$104,313,905</b>	<b>-41.33</b>	<b>\$43,796,152</b>	<b>124.39%</b>	<b>68.12%</b>	<b>-7.92%</b>	<b>54.80%</b>
<i>Per Acre</i>	<i>\$166.83</i>	<i>\$2.08</i>	<i>-41.33</i>	<i>\$0.874</i>	<i>124.39%</i>	<i>68.12%</i>	<i>-7.92%</i>	<i>54.80%</i>
Qualified	\$0	\$0	-5.45	-\$784,258	0.00%	0.00%	-1.04%	-1.04%
<i>Per Acre</i>	<i>\$0.00</i>	<i>\$0.00</i>	<i>-5.45</i>	<i>-\$0.02</i>	<i>0.00%</i>	<i>0.00%</i>	<i>-1.04%</i>	<i>-1.04%</i>
Non-Qualified	\$8,357,948,348	\$104,313,905	-39.37	\$44,580,410	13510.49%	1115.23%	-8.37%	1013.50%
<i>Per Acre</i>	<i>\$7,295.61</i>	<i>\$91.06</i>	<i>-39.37</i>	<i>\$38.91</i>	<i>13510.49%</i>	<i>1115.23%</i>	<i>-8.37%</i>	<i>1013.50%</i>
<b>Class 4</b>	<b>\$0</b>	<b>\$0</b>	<b>-7.35</b>	<b>-\$24,945,671</b>	<b>0.00%</b>	<b>0.00%</b>	<b>-1.47%</b>	<b>-1.47%</b>
Residential	\$0	\$0	-7.53	-\$20,822,963	0.00%	0.00%	-1.54%	-1.54%
<i>Median Value</i>	<i>\$0</i>	<i>\$0.00</i>	<i>-7.53</i>	<i>-\$33.02</i>	<i>0.00%</i>	<i>0.00%</i>	<i>-1.54%</i>	<i>-1.54%</i>
Commercial	\$0	\$0	-6.57	-\$4,122,708	0.00%	0.00%	-1.17%	-1.17%
<i>Median Value</i>	<i>\$0</i>	<i>\$0.00</i>	<i>-6.57</i>	<i>-\$54.03</i>	<i>0.00%</i>	<i>0.00%</i>	<i>-1.17%</i>	<i>-1.17%</i>
<b>Class 8 Business Equipment</b>	<b>\$0</b>	<b>\$0</b>	<b>-5.19</b>	<b>-\$1,044,380</b>	<b>0.00%</b>	<b>0.00%</b>	<b>-0.98%</b>	<b>-0.98%</b>
<b>Class 1&amp;2 Proceeds</b>	<b>\$0</b>	<b>\$0</b>	<b>-5.36</b>	<b>-\$204,412</b>	<b>0.00%</b>	<b>0.00%</b>	<b>-1.12%</b>	<b>-1.12%</b>
<b>All Other Property</b>	<b>\$0</b>	<b>\$0</b>	<b>-4.89</b>	<b>-\$4,392,622</b>	<b>0.00%</b>	<b>0.00%</b>	<b>-1.03%</b>	<b>-1.03%</b>
<b>Total</b>	<b>\$8,357,948,348</b>	<b>\$104,313,905</b>	<b>-8.08</b>	<b>\$13,209,068</b>	<b>3.06%</b>	<b>2.23%</b>	<b>-1.62%</b>	<b>0.57%</b>