



Revenue and Transportation Interim Committee

60th Montana Legislature

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REVISED TENTATIVE AGENDA--REVENUE AND TRANSPORTATION COMMITTEE Thursday and Friday, February 7 and 8, 2008 Room 137, State Capitol, Helena, MT

Thursday, February 7, 2008
3 p.m. following subcommittee meetings

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

Public comment follows each agenda item.

- 3:00 1. Call to order--roll call--Sen. Jim Peterson, committee chair
- 3:05 2. Tax increment finance districts--issues and rules
 - a. Department of Revenue authority to adopt rules--Lee Heiman, staff attorney
 - b. Tax increment finance districts
 - i. background on tax increment finance districts--Alec Hansen, Montana League of Cities and Towns
 - ii. boundary changes--Bruce McCandless, assistant city administrator, Billings, and Chris Behan, director, Urban Renewal, Missoula
 - iii. base year taxable value--Colleen Balzarini, fiscal services director, Great Falls
 - c. Department of Revenue
 - d. public comment
- 5:00 3. Department of Revenue reports--Dan Bucks, director, DOR
 - a. update on property tax settlement with PPL Montana
 - b. tax compliance efforts
 - c. status of \$400 property tax rebate
 - d. progress reports on Orion property tax computer system and property reappraisal
 - e. other reports
 - f. public comment
 - 4. Public comment on topics within the purview of the committee
 - 5. Recess until Friday morning

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Friday, February 8, 2008, 8:30 a.m. Room 137, State Capitol

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

Public comment follows each agenda item.

- 8:30 1. Call to order -- roll call-- approval of December 6 and 7, 2007, committee meeting minutes--Sen. Jim Peterson, committee chair 8:35 2. Subcommittee reports SJR 31 subcommittee--Sen. Bob Story, subcommittee chair HB 488 subcommittee--Sen. Kim Gillan, subcommittee chair b. public comment c. 9:00 3. HJR 61 study of state income tax conformity with federal income tax law (part 1) review of federal conformity issues--Jeff Martin, committee staff b. alternative legal theories on conformity--2-year delegation of authority to Department of Revenue--Lee Heiman public comment c. d. committee discussion and recommendations **BREAK**
- 10:30 4. HJR 61 study (part 2)--update on recodifying certain provisions of individual and corporation income tax law--**Lee Heiman**
 - a. public comment
- 10:50 5. House Bill 9 from May 2007 Special Session
 - a. update on lawsuit challenging determination of relief multiple--Lee Heiman
 - discussion of factors that may be considered in determining whether to recommend changes to the property tax income tax credit relief multiple--Terry Johnson, Legislative Fiscal Division
 - c. public comment
- 11:30 6. Administrative rule review--**Lee Heiman**
 - a. public comment

LUNCH BREAK

- 1:00 7. Montana Department of Transportation relations with local governments
 - a. Escrow accounts for internal cost allocation, delay of projects, and local government certification--Ed Ullendalen, city commissioner, Billings, Bruce Bender, chief administrative officer, Missoula
 - b. Montana Department of Transportation--Jim Lynch, director, MDT
 - c. public comment

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- 2:00 8. Montana Department of Transportation reports--Jim Lynch, director, MDT
 - a. update on ethanol production tax credits
 - b. MDT prioritization of highway projects in 2008
 - c. Update on Highway 2
 - d. public comment
- 4:00 9. Consider requesting bill draft to clarify distribution of certain motor vehicle revenue (related to HB 737 from 2007 regular session)--Lee Heiman
 - 10. Agenda items for April 17-18 committee meeting--Jeff Martin
 - 11. Other business--member issues--confirm next meeting--instructions to staff
 - 12. Adjourn

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The committee webpage may be accessed through **leg.mt.gov** and following the "Committees" and "Interim" links. Links to the SJR 31 subcommittee on taxation and school funding and to the HB 488 property reappraisal subcommittee are found on the committee's homepage under "Subcommittees".

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