

## Property Tax 6 Mill

### Statutory Reference

Tax Rate – [15-10-108, MCA](#)

Tax Distribution – [15-10-108, MCA](#)

Date Due – Half of taxes due November 30<sup>th</sup> and half are due May 31<sup>st</sup> ([15-16-102\(1\), MCA](#)), county treasurers must remit to the Department of Revenue within the first 20 days of each month money received in the previous month ([15-1-504\(1\), MCA](#))

### Applicable Tax Rates

Each property class has its own tax rate, which is applied to the assessed value to produce a taxable value. For every \$1,000 in taxable value, 6 mills generate \$6 in state property taxes.

**Collection Frequency:** Monthly with significant state deposits in December and June

**Distribution:** All proceeds are deposited into the university system 6 mill levy state special revenue account.

### Summary of Legislative Action

[House Bill 156](#) - This bill exempts pollution control and carbon sequestration equipment placed in service after January 1, 2014 (TY 2015) from property taxation. Equipment related to the sequestration of carbon dioxide placed in service after January 1, 2014 is granted a 50% reduction in tax rates for the first 15 years.

[Senate Bill 157](#) – This is the property reappraisal bill that changes the reappraisal cycle from a six-year cycle to a two-year cycle for class 3 and class 4; adjusts the rates at which the market value of property is taxed to maintain taxable value neutrality between residential, agricultural, and commercial, properties on a statewide basis; extends the base period of the data for the valuation of forest land; and revises Montana's Property Tax Assistance Program and Montana Disabled Veteran Property Tax Relief Program.

Property Tax: 6 Mill – Legislation Passed by 64th Legislature State Special Revenue Impact (\$ Millions)			
Bill Number and Short Title	FY 2015	FY 2016	FY 2017
HB0156 Revise tax laws related to pollution control equipment	-	(\$0.004)	(\$0.009)
SB0157 Generally revise tax reappraisal laws	-	0.685	0.569
Total State Special Revenue Impact	-	\$0.681	\$0.560

**Revenue Estimate Methodology:** Explained in the methodology section under [Property Tax](#).

**Revenue Estimate Assumptions**

This section contains the assumptions used to generate the revenue estimates contained in House Joint Resolution 2. It does not reflect changes, if any, enacted by the 2015 Legislature.

FY	6 Mill Total Tax \$ Millions	6 Mill GF Tax \$ Millions	Taxable Value \$ Millions	TIF Value \$ Millions	Abatments Value \$ Millions
A 2002	\$12.298	-	\$1,698.239	\$30.530	\$3.880
A 2003	12.011	-	1,718.653	30.803	3.870
A 2004	11.374	-	1,733.674	33.562	3.188
A 2005	12.245	-	1,779.930	27.767	4.088
A 2006	11.952	-	1,857.815	25.464	4.137
A 2007	12.517	-	1,950.685	28.830	18.855
A 2008	13.313	-	2,053.789	30.120	18.099
A 2009	14.422	-	2,123.061	25.752	20.021
A 2010	14.771	-	2,234.603	32.014	23.706
A 2011	14.839	-	2,325.021	41.946	27.058
A 2012	15.459	-	2,410.924	46.300	25.369
A 2013	16.216	-	2,466.347	46.054	20.225
A 2014	16.156	-	2,521.972	48.039	20.681
F 2015	16.032	-	2,543.202	45.187	20.855
F 2016	15.774	-	2,495.340	44.216	20.463
F 2017	16.432	-	2,599.355	47.541	21.315

**Revenue Projection**
