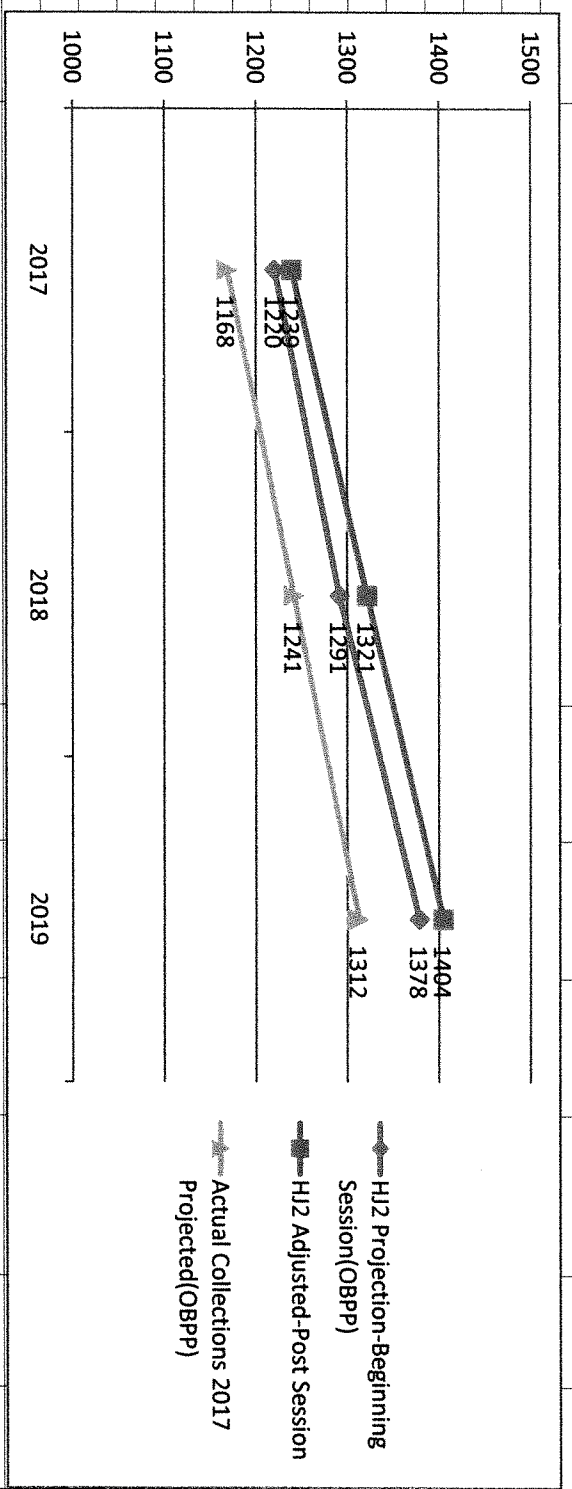


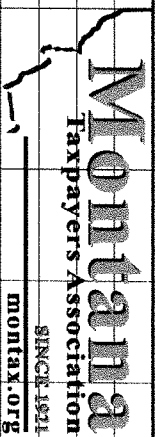
Submitted by:

Individual Income Tax

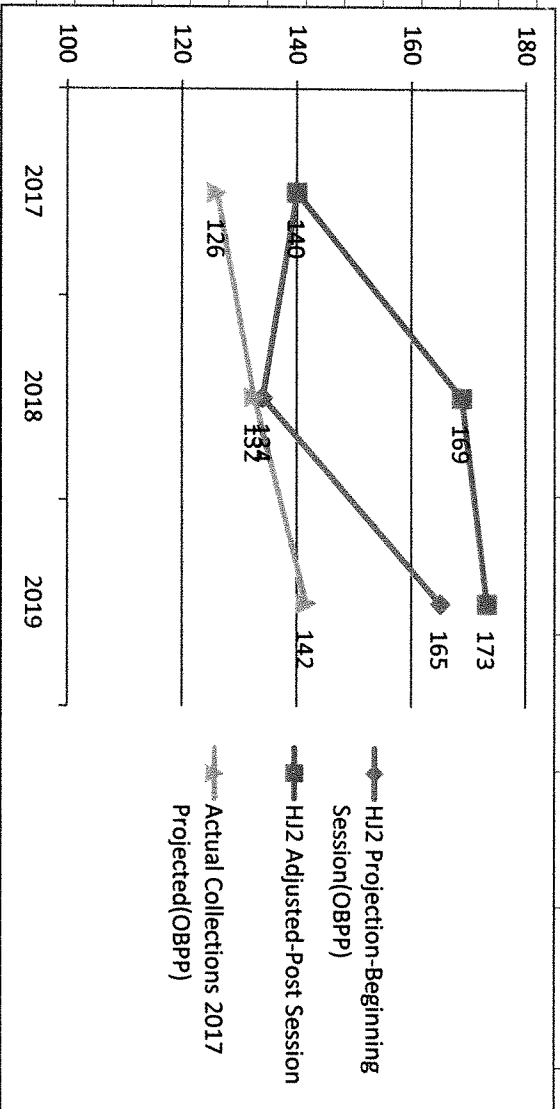


	2017	2018	2019	Total 17-19	A-C	B-C
A HJ2 Projection-Beginning Session(OBPP)	1220	1291	1378	3889		
B HJ2 Adjusted-Post Session	1239	1321	1404	3964		
C Actual Collections 2017 Projected(OBPP)	1168	1241	1312	3721	168	243

Submitted by:



Corporation Income Tax



	2017	2018	2019	Total 17-19	A-C	B-C
A H12 Projection-Beginning Session(OBPP)	140	134	165	439		
B H12 Adjusted-Post Session	140	169	173	482		
C Actual Collections 2017 Projected(OBPP)	126	132	142	400	39	82

OBPP General Fund Revenue Forecast Relative to HJR 2 (Adjusted for Legislation)
September 5, 2017



Revenue Category	FY 2017		FY 2018		FY 2019		Biennium Difference
	Actual	HJR 2 Difference	Forecast	HJR 2 Difference	Forecast	HJR 2 Difference	
MAJOR TAXES							
Individual Income Tax	\$118,622	(\$70,229)	\$128,341	(\$79,400)	\$132,398	(\$91,920)	(\$17,132)
Property Tax	\$260,222	(\$0,728)	\$276,711	(\$0,411)	\$283,011	(\$3,122)	(\$3,339)
Vehicle Taxes and Fees	\$109,119	(\$1,651)	\$112,960	(\$0,776)	\$116,400	\$1,165	\$1,099
Corporation License Tax	\$128,399	(\$13,985)	\$132,400	(\$36,277)	\$141,059	(\$31,891)	(\$67,086)
Insurance Premiums Tax	\$75,596	\$73,411	\$77,779	\$1,779	\$79,811	(\$0,088)	\$1,711
Video Gambling License Tax	\$59,996	\$59,228	\$60,900	\$61,900	\$62,415	\$64,512	(\$3,072)
Total Major Taxes	\$1,799,115	\$1,889,001	\$1,901,150	\$2,017,955	\$1,995,611	\$2,122,513	(\$126,922)
NATURAL RESOURCE TAXES							
Oil and Gas Production Taxes	\$46,333	\$45,229	\$43,004	\$49,904	\$40,779	\$48,911	(\$8,131)
U.S. Mineral Royalties	\$17,322	(\$19,225)	\$16,322	\$20,900	\$16,113	\$21,229	(\$5,109)
Coal Severance Tax	\$13,800	\$13,588	\$14,116	\$13,811	\$13,999	\$14,300	(\$0,301)
Metaliferous Mines Tax	\$4,804	\$4,411	\$5,332	\$4,277	\$5,449	\$4,166	\$1,277
Electrical Energy Tax	\$4,311	\$4,445	\$4,611	\$4,444	\$4,500	\$4,512	(\$0,012)
Wholesale Energy Transactions Tax	\$3,446	\$3,544	\$3,499	\$3,511	\$3,444	\$3,544	(\$0,100)
Total Natural Resource Taxes	\$90,007	\$90,511	\$96,833	\$96,647	\$94,277	\$96,666	(\$2,389)
INTEREST EARNINGS							
Coal Trust Interest Earnings	\$19,800	\$19,999	\$17,899	\$19,688	\$17,228	\$19,007	(\$1,779)
Treasury Cash Account Interest	\$5,609	\$4,277	\$6,517	\$7,788	\$16,116	\$15,511	\$0,665
Total Interest Earnings	\$25,409	\$24,224	\$24,416	\$27,476	\$33,344	\$34,517	(\$1,173)
LIQUOR TAXES							
Liquor Excise and License Taxes	\$20,377	\$21,366	\$21,779	\$22,277	\$22,866	\$23,222	(\$0,356)
Liquor Profits	\$11,775	\$11,500	\$12,500	\$12,088	\$13,119	\$12,588	\$0,611
Beer Tax	\$3,000	\$3,005	\$3,004	\$3,007	\$3,004	\$3,008	(\$0,004)
Wine Tax	\$2,433	\$2,448	\$2,449	\$2,528	\$2,566	\$2,677	(\$0,111)
Total Liquor Taxes	\$37,585	\$38,339	\$39,822	\$40,000	\$41,564	\$41,555	(\$0,009)
TOBACCO TAXES							
Cigarette Tax	\$30,556	\$30,922	\$30,844	\$30,655	\$30,613	\$30,466	\$0,166
Tobacco Products Tax	\$6,225	\$6,622	\$6,488	\$6,811	\$6,611	\$7,000	(\$0,389)
Tobacco Settlement	\$3,344	\$3,100	\$2,899	\$2,622	\$2,833	\$2,600	\$0,233
Total Tobacco Taxes	\$40,125	\$40,644	\$40,231	\$40,088	\$40,027	\$40,066	\$0,011
SALES TAXES							
Telecommunications Excise Tax	\$15,800	\$16,099	\$14,977	\$15,577	\$14,115	\$14,977	(\$0,862)
Institutional Reimbursements	\$14,266	\$14,116	\$11,911	\$15,172	\$12,022	\$14,777	(\$2,722)
Health Care Facility Utilization Fees	\$4,633	\$4,599	\$4,228	\$4,311	\$4,225	\$4,777	(\$0,011)
Accommodations Tax	\$21,788	\$22,200	\$23,220	\$23,400	\$23,116	\$24,777	(\$0,299)
Rental Car/Sales Tax	\$3,400	\$3,311	\$3,422	\$3,366	\$3,533	\$3,666	(\$0,133)
Total Sales Taxes	\$59,886	\$60,335	\$57,844	\$62,355	\$59,010	\$62,388	(\$3,277)
OTHER TAXES AND REVENUES							
Lottery	\$9,622	\$12,366	\$10,177	\$12,366	\$10,655	\$12,366	(\$1,722)
Highway Patrol Fines	\$3,999	\$4,100	\$3,977	\$4,115	\$4,077	\$4,119	(\$0,112)
Investment Licenses and Permits	\$7,733	\$7,455	\$7,733	\$7,666	\$8,011	\$7,999	\$0,011
Contractors' Gross Receipts Tax	\$3,088	\$2,555	\$3,088	\$2,544	\$3,116	\$2,533	\$0,644
Driver's License Fee	\$4,311	\$4,944	\$4,377	\$4,344	\$4,600	\$5,011	(\$0,411)
Rail Car Tax	\$3,779	\$3,399	\$3,544	\$3,644	\$3,588	\$3,911	(\$0,322)
Other Revenue	\$57,344	\$45,000	\$47,644	\$46,055	\$48,033	\$47,322	\$0,711
Total Other Taxes and Revenues	\$88,238	\$79,800	\$80,511	\$80,766	\$82,100	\$83,300	(\$1,200)
TOTAL GENERAL FUND REVENUE	\$2,141,409	\$2,216,944	\$2,233,277	\$2,364,622	\$2,336,244	\$2,480,005	(\$143,761)

1 SENATE BILL NO. 407

2 INTRODUCED BY DEPRATU

3

4 A BILL FOR AN ACT ENTITLED: "AN ACT CREATING THE MONTANA ECONOMIC DEVELOPMENT TAX
 5 ACT; PROVIDING FOR A LIMITED 4 PERCENT SALES TAX AND USE TAX ON CERTAIN PROPERTY AND
 6 SERVICES; REDUCING INDIVIDUAL INCOME TAX RATES; ESTABLISHING A CAPITAL GAINS CREDIT;
 7 PROVIDING FOR COLLECTION OF THE LIMITED SALES TAX AND USE TAX; PROVIDING FOR
 8 DISTRIBUTION OF THE LIMITED SALES TAX AND USE TAX REVENUE; CLARIFYING THE DEFINITION OF
 9 "CONSUMER PRICE INDEX" RELATING TO INDIVIDUAL INCOME TAX PROVISIONS; AMENDING
 10 INDIVIDUAL INCOME TAX EXEMPTIONS; LIMITING THE INDIVIDUAL INCOME TAX DEDUCTION FOR
 11 FEDERAL INCOME TAX PAID; AMENDING THE INDIVIDUAL INCOME TAX STANDARD DEDUCTION;
 12 ALLOWING RESIDENTS A CREDIT AGAINST INDIVIDUAL INCOME TAXES FOR THEIR SHARE OF TAXES
 13 IMPOSED AND PAID TO ANOTHER STATE OR COUNTRY BY A PARTNERSHIP OF WHICH THE RESIDENT
 14 IS A PARTNER; TEMPORARILY INCREASING THE CIGARETTE TAX FROM 18 CENTS TO 70 60 70 CENTS
 15 ON A PACK OF CIGARETTES AND DEPOSITING THE AMOUNT FROM THE INCREASE IN THE STATE
 16 GENERAL FUND REVISING THE DISTRIBUTION OF THE CIGARETTE TAX; ADJUSTING THE CIGARETTE
 17 INSIGNIA DISCOUNTS; INCREASING THE TAX ON TOBACCO PRODUCTS FROM 12.5 PERCENT TO 25
 18 PERCENT; PROVIDING FOR A TAX ON EACH OUNCE OF MOIST SNUFF; ADJUSTING THE WHOLESALER'S
 19 DISCOUNT FOR TOBACCO PRODUCTS; AMENDING SECTIONS 13-37-218, 15-30-101, 15-30-103,
 20 15-30-112, 15-30-121, 15-30-122, 15-30-124, AND 15-30-142, 16-11-111, 16-11-114, 16-11-119, 16-11-201,
 21 16-11-202, AND 16-11-206, MCA; AND PROVIDING DELAYED EFFECTIVE DATES AND, AND AN
 22 APPLICABILITY DATE DATES, AND A TERMINATION DATE."

23

24 BE IT ENACTED BY THE LEGISLATURE OF THE STATE OF MONTANA:

25

26 NEW SECTION. Section 1. Short title. [This act] may be cited as the "Montana Economic
 27 Development Tax Act".

28

29 NEW SECTION. Section 2. Definitions. For purposes of [sections 2 through ~~41-40~~ 39], unless the
 30 context requires otherwise, the following definitions apply: