



GOVERNOR'S OFFICE OF  
BUDGET AND PROGRAM PLANNING

## Fiscal Note 2023 Biennium

**Bill #** SB0212

**Title:** Revise laws related to property tax bills

**Primary Sponsor:** Osmundson, Ryan

**Status:** As Introduced

- Significant Local Gov Impact     
  Needs to be included in HB 2     
  Technical Concerns  
 Included in the Executive Budget     
  Significant Long-Term Impacts     
  Dedicated Revenue Form Attached

### FISCAL SUMMARY

	<u>FY 2022</u> <u>Difference</u>	<u>FY 2023</u> <u>Difference</u>	<u>FY 2024</u> <u>Difference</u>	<u>FY 2025</u> <u>Difference</u>
<b>Expenditures:</b>				
General Fund	\$0	\$0	\$0	\$0
State Special Revenue	\$0	\$0	\$0	\$0
<b>Revenue:</b>				
General Fund	\$0	\$0	\$0	\$0
State Special Revenue	\$0	\$0	\$0	\$0
<b>Net Impact-General Fund Balance:</b>	<u>\$0</u>	<u>\$0</u>	<u>\$0</u>	<u>\$0</u>

**Description of fiscal impact:** SB 212 requires county treasurers to itemize property tax bills by mill levy type, as well as provide additional information on inflation, property tax changes, and income changes. SB 212 charges the Department of Revenue to provide county Treasurers information on changes in inflation and income.

### FISCAL ANALYSIS

#### Assumptions:

#### **Department of Revenue**

1. The department will fulfill the obligations to provide the ten-year Consumer Price Index (CPI) change and income growth rates to county treasurers within existing resources. As a result, there is no fiscal impact to the department.

<b><u>Fiscal Impact:</u></b>	<b><u>FY 2022 Difference</u></b>	<b><u>FY 2023 Difference</u></b>	<b><u>FY 2024 Difference</u></b>	<b><u>FY 2025 Difference</u></b>
FTE	0.00	0.00	0.00	0.00
<b><u>Expenditures:</u></b>				
Personal Services	\$0	\$0	\$0	\$0
<b>TOTAL Expenditures</b>	<b>\$0</b>	<b>\$0</b>	<b>\$0</b>	<b>\$0</b>
<b><u>Funding of Expenditures:</u></b>				
General Fund (01)	\$0	\$0	\$0	\$0
State Special Revenue (02)	\$0	\$0	\$0	\$0
<b>TOTAL Funding of Exp.</b>	<b>\$0</b>	<b>\$0</b>	<b>\$0</b>	<b>\$0</b>
<b><u>Revenues:</u></b>				
General Fund (01)	\$0	\$0	\$0	\$0
State Special Revenue (02)	\$0	\$0	\$0	\$0
<b>TOTAL Revenues</b>	<b>\$0</b>	<b>\$0</b>	<b>\$0</b>	<b>\$0</b>
<b><u>Net Impact to Fund Balance (Revenue minus Funding of Expenditures):</u></b>				
General Fund (01)	\$0	\$0	\$0	\$0
State Special Revenue (02)	\$0	\$0	\$0	\$0

**Effect on County or Other Local Revenues or Expenditures:**

**Department of Revenue**

1. The department is responsible for assessing property value statewide and for certifying county taxable value. Counties issue local tax bills based on taxable value and local jurisdiction property tax millage. The requirements of SB 212 change local billing notices. This may impose a cost on counties.

**Technical Notes:**

**Department of Administration**

1. The statement added in 15-16-101(2)(b) last line, "The department of administration shall provide to county treasurers the information on property taxes levied, "would need to be amended to "The department of revenue....".
2. An effective date allowing the treasurers enough time to implement system changes is needed.

**Office of Budget and Program Planning**

3. This bill may impose costs on local jurisdictions that exceed \$10,000 per 1-2-112 (4)(b), MCA.

		KA	2/15/21
<i>Sponsor's Initials</i>	<i>Date</i>	<i>Budget Director's Initials</i>	<i>Date</i>