



AN ACT GENERALLY REVISING LAWS RELATED TO PROVIDING A FAMILY TRANSFER DIVISION OF LAND; CLARIFYING THAT DIVISIONS OF LAND BY GIFT, SALE, OR AGREEMENT ARE SUBJECT TO REVIEW UNDER TITLE 76, CHAPTERS 5 AND 6; CLARIFYING THAT DIVISIONS OF LAND TRANSFERRED TO THE LANDOWNER'S IMMEDIATE FAMILY ARE SUBJECT TO CERTAIN ZONING REGULATIONS AND MINIMUM LOT SIZES; ALLOWING CERTAIN BOUNDARY RELOCATIONS; PROHIBITING SUBSEQUENT TRANSFERS OF DIVISIONS OF LAND FROM A LANDOWNER'S IMMEDIATE FAMILY FOR 2 YEARS; PROVIDING A PENALTY; AMENDING SECTIONS 76-3-105 AND 76-3-207, MCA; AND PROVIDING AN IMMEDIATE EFFECTIVE DATE.

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

**Section 1.** Section 76-3-105, MCA, is amended to read:

**"76-3-105. Violations.** Except as provided in 76-3-207, any person who violates any provision of this chapter or any local regulations adopted pursuant thereto shall be guilty of a misdemeanor and punishable by a fine of not less than \$100 or more than \$500 or by imprisonment in a county jail for not more than 3 months or by both fine and imprisonment. Each sale, lease, or transfer of each separate parcel of land in violation of any provision of this chapter or any local regulation adopted pursuant thereto shall be deemed a separate and distinct offense."

**Section 2.** Section 76-3-207, MCA, is amended to read:

**"76-3-207. Divisions or aggregations of land exempted from review but subject to survey requirements and zoning regulations -- exceptions -- fees for examination of division -- limits on transfer.** (1) Except as provided in subsection (2), unless the method of disposition is adopted for the purpose of evading this chapter, the following divisions or aggregations of tracts of record of any size, regardless of the

resulting size of any lot created by the division or aggregation, are not subdivisions under this chapter but are subject to the surveying requirements of 76-3-401 for divisions or aggregations of land other than subdivisions and are subject to applicable zoning regulations adopted under Title 76, chapter 2:

- (a) divisions made outside of platted subdivisions for the purpose of relocating common boundary lines between adjoining properties;
- (b) divisions made outside of platted subdivisions for the purpose of a single gift or sale in each county to each member of the landowner's immediate family;
- (c) divisions made outside of platted subdivisions by gift, sale, or agreement to buy and sell in which the landowner enters into a covenant for the purposes of this chapter with the governing body that runs with the land and provides that the divided land will be used exclusively for agricultural purposes, subject to the provisions of 76-3-211;
- (d) for five or fewer lots within a platted subdivision, the relocation of common boundaries;
- (e) divisions made for the purpose of relocating a common boundary line between a single lot within a platted subdivision and adjoining land outside a platted subdivision. A restriction or requirement on the original platted lot or original unplatted parcel continues to apply to those areas.
- (f) aggregation of parcels or lots when a certificate of survey or subdivision plat shows that the boundaries of the original parcels have been eliminated and the boundaries of a larger aggregate parcel are established. A restriction or requirement on the original platted lot or original unplatted parcel continues to apply to those areas.

(2) Notwithstanding the provisions of subsection (1);

(a) within a platted subdivision filed with the county clerk and recorder, a division, redesign, or rearrangement of lots that results in an increase in the number of lots or that redesigns or rearranges six or more lots must be reviewed and approved by the governing body before an amended plat may be filed with the county clerk and recorder. ~~is;~~

allowed if

(b) relocating common boundary lines between adjoining properties located within a zoning district is allowed provided the adjoining properties are owned by the same person or entity;

(c) a division of land exempted under subsection (1)(b) that is also located in a zoning district is

allowed if each family transfer parcel created by the division is at least 5 acres, unless the zoning district allows for smaller lot sizes; and

(d) a division of land transferred to an immediate family member pursuant to subsection (1)(b) may be owned jointly with that immediate family member's spouse.

(3) (a) Subject to subsection (3)(b), a division of land may not be made under this section unless the county treasurer has certified that all real property taxes and special assessments assessed and levied on the land to be divided have been paid.

(b) (i) If a division of land includes centrally assessed property and the property taxes applicable to the division of land are not specifically identified in the tax assessment, the department of revenue shall prorate the taxes applicable to the land being divided on a reasonable basis. The owner of the centrally assessed property shall ensure that the prorated real property taxes and special assessments are paid on the land being sold before the division of land is made.

(ii) The county treasurer may accept the amount of the tax prorated pursuant to this subsection (3)(b) as a partial payment of the total tax that is due.

(4) The governing body may examine a division or aggregation of land to determine whether or not the requirements of this chapter apply to the division or aggregation and may establish reasonable fees, not to exceed \$200, for the examination.

(5) An immediate family member or the spouse of an immediate family member who receives a division of land pursuant to subsection (1)(b) may not transfer or otherwise convey the division of land for a period of 2 years after the date of the division unless the governing body sets a period of less than 2 years. A governing body may authorize variances from these requirements to address hardship situations.

(6) If a governing body can prove by documented evidence in a court of competent jurisdiction that a person has knowingly attempted to evade subdivision regulations through the use of a division of land pursuant to subsection (1)(b), that person is subject to a civil penalty of \$5,000 for each division of land, payable to the governing body."

**Section 3. Effective date.** [This act] is effective on passage and approval.

- END -

I hereby certify that the within bill,  
SB 231, originated in the Senate.

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Secretary of the Senate

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President of the Senate

Signed this \_\_\_\_\_ day  
of \_\_\_\_\_, 2021.

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Speaker of the House

Signed this \_\_\_\_\_ day  
of \_\_\_\_\_, 2021.

SENATE BILL NO. 231

INTRODUCED BY M. BLASDEL, J. ELLSWORTH, W. GALT, C. KNUDSEN

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