

# Revenue Interim Committee

June 27

**2019**

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The work plan provides an outline of what RIC will work on throughout the interim and how much time will be allocated to each subject. It should provide guidance to the committee, staff, and the public over the next 15 months and serve as a blueprint for the interim.

*2019-2020  
Draft Interim  
Work Plan*

## Contents

Introduction .....	1
Committee Procedures and Public Participation .....	1
Members and Staff .....	2
How the RIC Plans its Work.....	2
RIC Statutory Duties and Obligations.....	3
Overview .....	3
General Duties of All Interim Committees/Revenue Interim Committee Statute .....	3
Required Reports from the Department of Revenue.....	4
Required Reports from Other State Agencies .....	5
Potential Work Plan Topics .....	8
Study Resolution Assigned to the RIC by the Legislature.....	8
1. House Joint Resolution No. 35: Study Montana’s State and Local Tax Systems.....	8
Optional Topics for RIC Work Plan .....	10
1. Member Topics .....	10
2. Legislative Finance Committee House Bill No. 715 Studies.....	10
3. Additional Member Topics.....	11
Proposed Meeting Schedule .....	12
Proposed Work Plan Timeline.....	12

## Introduction

This is the draft work plan for the Revenue Interim Committee (RIC) for the 2019-2020 interim. The draft work plan includes a description of potential committee activities and options for prioritizing those activities. A separate work plan decision matrix allows for side-by-side examination of options. Legislative Council guidelines require the committee to adopt a work plan by the second regular meeting of the interim.

## Committee Procedures and Public Participation

The RIC will operate under the Rules, Procedures, and Guidelines for Interim Committees adopted by the Legislative Council. As required by law, 10-day advance public notice will be given for all meetings and the public will be given an opportunity to comment on any matter that is within the jurisdiction of the committee. The Presiding Officer may establish time limits for public comments, if necessary. Interested persons may be added to the mailing list by visiting the RIC website. Agendas, memos, links, and other information can be found on the RIC website: <https://www.leg.mt.gov/committees/interim/2019rvic/>.

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### How the RIC Plans its Work

During the legislative interim, the RIC typically focuses on assigned study topics, oversight of programs and rulemaking activities of the Department of Revenue and the Montana Tax Appeal Board, and revenue estimating and monitoring.<sup>1</sup> The committee may also address issues of interest to committee members within the committee's assigned areas of taxation and revenue estimating and monitoring.

The Legislative Council assigned the Committee one study in the form of joint study resolutions ranked by legislators: [House Joint Resolution No. 35](#) (HJ 35), a study of Montana's state and local tax systems. This study ranked first among the polled studies.

The RIC establishes its work plan at the beginning of the interim. The primary constraint limiting the work plan for the interim is the number of issues that can be effectively addressed within the available time and resources of the committee members and its staff.

This 2019-2020 Draft Interim Work Plan is a decision-making tool to help committee members work together efficiently to set priorities and decide how and where to spend the RIC's limited time and resources. The work plan sets out a strategy for fulfilling the RIC's responsibilities throughout the 2019-2020 interim. Once the RIC collectively makes a decision on the work plan, it will become a blueprint for the interim. Staff will develop detailed work plans and timetables for each major study. The Draft RIC Work Plan Decision Matrix, a separate document, is a way to look at topic options side by side and allocate staff time according to member priorities. The matrix includes estimates for total staff time available to the RIC, but keep in mind that many topics also require meeting time for updates, panel presentations, and committee discussion.

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<sup>1</sup> The 2019 Legislature created a new Transportation Interim Committee and removed transportation-related duties from the previous Revenue and Transportation Interim Committee.

## RIC Statutory Duties and Obligations

### Overview

The RIC draws its statutory responsibilities from a number of sources identified below. As applied to the RIC, statutes require the committee to:

1. **Conduct interim studies** as assigned. The committee may recommend to the Legislative Council that a study be assigned to another committee or not be conducted.
2. **Review administrative rules** of the Department of Revenue (DOR) and the Montana Tax Appeal Board (MTAB).
3. **Review legislation** proposed by DOR and MTAB. Bills requested by an individual member of the Legislature are not subject to this requirement.
4. **Complete additional statutory duties** including:
  - a. preparing a **revenue estimate** by December 1 for introduction during each regular session of the Legislature in which a revenue bill is under consideration;
  - b. reviewing income tax credits as provided in [House Bill No. 723 \(Ch. 399\)](#); and
  - c. reviewing reports required to be submitted to the Committee.
5. **Monitor the operation of DOR and MTAB** with specific attention to the following:
  - a. identification of issues likely to require future legislative attention;
  - b. opportunities to improve existing law through the analysis of problems; and
  - c. the experiences of Montana's citizens with the agency and whether these experiences may be amenable to improvement through legislative action.
6. **(Committee driven):** Prepare bills and resolutions that, in the Committee's opinion, the welfare of the state may require for presentation to the next regular session.
7. **(Committee driven):** Compile, analyze, and furnish information bearing upon the Committee's assignment and relevant to existing or prospective legislation that the Committee determines to be pertinent to the adequate completion of its work.

### General Duties of All Interim Committees/Revenue Interim Committee Statute

5-5-215, MCA. General duties of all interim committees.

5-5-227, MCA. RIC oversight

" **5-5-227. Revenue interim committee — powers and duties — revenue estimating and use of estimates.**<sup>2</sup> (1) The revenue interim committee has administrative rule review, draft legislation review, program evaluation, and monitoring functions for the state tax appeal board established in 2-15-1015 and for the department of revenue and the entities attached to the department for administrative purposes, except the division of the department that administers the Montana Alcoholic Beverage Code.

(2) (a) The committee must have prepared by December 1 for introduction during each regular session of the legislature in which a revenue bill is under consideration an estimate of the amount of revenue projected to be available for legislative appropriation.

(b) The committee may prepare for introduction during a special session of the legislature in which a revenue bill or an appropriation bill is under consideration an estimate of the amount of projected revenue. The revenue estimate is considered a subject specified in the call of a special session under 5-3-101.

(3) The committee's estimate, as introduced in the legislature, constitutes the legislature's current revenue estimate until amended or until final adoption of the estimate by both houses. It is

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<sup>2</sup> Amendments to 5-5-227, MCA, have not yet been codified. This is a mock-up of how the section may appear after codification.

intended that the legislature's estimates and the assumptions underlying the estimates will be used by all agencies with responsibilities for estimating revenue or costs, including the preparation of fiscal notes.

(4) The legislative services division shall provide staff assistance to the committee. The committee may request the assistance of the staffs of the office of the legislative fiscal analyst, the legislative auditor, the department of revenue, and any other agency that has information regarding any of the tax or revenue bases of the state.

(5) The committee shall review tax credits [scheduled to expire]<sup>3</sup> as provided in [\[section 1 of House Bill No. 723\]](#).”

## **Required Reports from the Department of Revenue**

The Department of Revenue is required to provide 7 reports to the Revenue Interim Committee.

### **15-1-230, MCA**

Biennial report on the number and type of taxpayers claiming the credit for contributions to a qualified endowment under [15-30-2328](#), the total amount of the credit claimed, the total amount of the credit recaptured, and DOR's cost associated with administering the credit. Terminates Dec. 31, 2025.

### **15-6-232, MCA**

Biennial update of the review and determination process for exempt property in sections [15-6-231](#) and [15-6-232](#). Terminates Dec. 31, 2021.

### **15-7-111, MCA**

Report in the second year of each reappraisal cycle on the tax rates for the upcoming reappraisal cycle that will result in taxable value neutrality for each property class.

### **15-24-3211, MCA**

Biennial report on the use of the property tax abatements for gray water systems under [15-24-3202](#) and [15-24-3203](#).

### **15-30-3112, MCA**

List of student scholarship organizations receiving contributions from businesses and individuals granted tax credits under [15-30-3111](#). Terminates Dec. 31, 2023.

### **15-31-322(2), MCA**

Biennial update on countries that may be considered tax havens under [15-31-322\(1\)\(f\)](#).

### **15-32-703(10), MCA**

Biennial report on the number and type of taxpayers claiming the credit for costs of investments in depreciable property used for storing or blending biodiesel with petroleum diesel, the total amount of credit claimed, and the DOR's cost of administering the credit.<sup>4</sup>

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<sup>3</sup> Amendments to House Bill No. 723 should have removed the reference to tax credits “scheduled to expire.” The original version of the bill terminated all tax credits on a rolling schedule.

<sup>4</sup> Senate Bill No. 226, creating the new Transportation Interim Committee, incorrectly directed that this report be provided to the Transportation Interim Committee. As this is a report on an income tax credit, the report should continue to be provided to the Revenue Interim Committee and staff will recommend a legislative change to fix the error.

## Required Reports from Other State Agencies

### Film Tax Credit Report

The Department of Commerce (DOC) is required to report no later than 6 months before the 2021 legislative session and each biennium thereafter on film tax credits, including the impact of the credits, the dollar amount of credits issued, the number of net new jobs created, the amount of compensation paid, and the economic impact of the film industry in the state. Required by [House Bill No. 293 \(Ch. 352\)](#).

### Receipts Less than Revenue Estimate Projection: 17-7-140(4), MCA

The Office of Budget and Program Planning is required to report upon determination of the budget director that an amount of actual or projected receipts will result in an amount less than the amount projected to be received in the revenue estimate.

### Medical Marijuana Reports

The Department of Public Health and Human Services and the Board of Medical Examiners are required to provide to the Revenue Interim Committee medical marijuana-related reports provided to the Children, Families, Health, and Human Services (CFHHS) Interim Committee under 50-46-343(6), MCA. The reports are for informational purposes only; the CFHHS Interim Committee has oversight over the medical marijuana program. Required by [Senate Bill No. 265 \(Ch. 292\)](#).

Statutory Duties and Obligations		
Monitor Assigned Agencies		
<b>Department of Revenue</b>	<b>0.002 FTE</b> <ul style="list-style-type: none"> <li>° Agency updates at each meeting on topics selected by agency, staff, and committee members</li> <li>° Quarterly reports from LFD on agency budget</li> </ul>	<b>0.0018 FTE</b> <ul style="list-style-type: none"> <li>° Agency updates at each meeting on topics selected by agency, staff, and committee members</li> </ul>
<b>Montana Tax Appeal Board</b>	<b>0.0015 FTE</b> <ul style="list-style-type: none"> <li>° Agency updates at each meeting on topics selected by agency, staff, and committee members</li> </ul>	<b>0.001 FTE</b> <ul style="list-style-type: none"> <li>° Agency updates at <i>alternating meetings</i> on topics selected by agency, staff, and committee members</li> </ul>
<b>Review administrative rules</b>	<b>0.09 FTE</b> <ul style="list-style-type: none"> <li>° Legal staff provides RIC a brief written description of each proposed or adopted rule prior to each meeting with issues of concern noted (Members to inform staff or Chair if they want more information)</li> <li>° Committee receives copies of rules from agencies for personal review</li> </ul>	<b>0.085 FTE</b> <ul style="list-style-type: none"> <li>° Legal staff provides RIC a brief written description of each proposed or adopted rule prior to each meeting with issues of concern noted (Members to inform staff or Chair if they want more information)</li> </ul>
<b>Review statutorily established advisory councils</b>	<b>0.005 FTE per advisory council</b> <ul style="list-style-type: none"> <li>° Review advisory council and make recommendations on retention or elimination</li> <li>° Advisory councils: Multistate Tax Compact advisory council, Agricultural Advisory Committee, Forest Lands Taxation Advisory Committee</li> </ul>	<b>0 FTE*</b> <ul style="list-style-type: none"> <li>*If no committee member requests review</li> </ul>

<b>Review agency legislation</b>	<b>0.005 FTE</b>	
	° Committee reviews proposals from the DOR and MTAB and decides if staff should draft legislation for preintroduction	
<b>Department of Revenue Required Reports</b>	<b>0.023 FTE (assuming 2 reports result in legislation)</b>	<b>0.007 FTE (total all DOR reports)</b>
<b>Qualified endowment tax credit</b>	°Have staff provide background info on report topic in advance of receiving report °Review report °Make recommendations about whether to keep receiving report °Make recommendations about topic of report (based on content of report) °Request legislation based on recommendations	°Review report provided by Department of Revenue
<b>Update of review and determination of exempt property</b>		
<b>Tax rates for upcoming reappraisal cycle</b>		
<b>Use of property tax abatements for gray water systems</b>		
<b>List of SSOs receiving contributions from entities granted tax credits</b>		
<b>Update of countries that may be considered tax havens</b>		
<b>Taxpayers claiming biodiesel storing or blending tax credit</b>		
<b>Other Agency Required Reports</b>		
<b>Film tax credits</b>	<b>0.012 FTE</b>	<b>0.002 FTE</b>
	° Option in right column ° Request legislation to achieve DOC or committee recommendations	° Committee reviews Department of Commerce-contracted film tax credit report, receives DOC recommendations, and decides whether to make additional Committee recommendations
<b>Receipts Less Than Revenue Projections</b>	<b>As needed/0.002 FTE</b>	
	° Committee receives report of receipts less than projected revenue and, within 20 days, provides budget director with recommendations on amount of receipts.	
<b>Medical Marijuana Reports</b>	<b>0.002 FTE</b>	<b>0.001 FTE</b>
	° Committee receives reports in packet and requests agency presentation of reports at some or all meetings	° Committee receives reports in meeting packet, no meeting time scheduled for presentations except upon request of the committee

<b>Other Statutory Duties</b>		
<b>Revenue estimating and monitoring</b>	<p align="center"><b>0.005 FTE</b></p> <ul style="list-style-type: none"> <li>° Reports in right column</li> <li>° Receive presentations from economists and forecasters in September 2020 in preparation for November adoption of revenue estimate</li> </ul>	<p align="center"><b>0.001 FTE</b></p> <ul style="list-style-type: none"> <li>° FYE 2019 Quarterly Report (9/19)</li> <li>° YTD GF Revenue Collections (12/19)</li> <li>° FY 2020 Quarterly Report (3/20)</li> <li>° FY 2020 General Fund Update (5/20)</li> <li>° 2023 Biennium Revenue Outlook and FY 2020 Quarterly Report (7/20)</li> <li>° FYE 2020 Quarterly Report (9/20)</li> <li>° 2023 Biennium Revenue Estimate and Comparison to Executive (11/20)</li> </ul>
<b>Review tax credits</b> <ul style="list-style-type: none"> <li>°income taxes imposed by foreign states or countries</li> <li>°credit for contractor’s gross receipts</li> <li>°new or expanded manufacturing</li> <li>°alternative energy system</li> <li>°energy-conserving expenditures</li> <li>°elderly homeowners and renters</li> </ul>	<p align="center"><b>0.15 FTE</b></p> <ul style="list-style-type: none"> <li>°Options in right column</li> <li>°Review other states for similar credits and compare to Montana</li> <li>°Have staff draft a report summarizing the credit review, including recommendations</li> <li>°Request committee legislation to make recommended changes</li> </ul>	<p align="center"><b>0.09 FTE</b></p> <ul style="list-style-type: none"> <li>°Review credits at each meeting (with follow-up at following meeting as needed)</li> <li>°Overview of credit including legislative history, intended purpose</li> <li>°Analysis of who benefits from credit (incl. non-residents) and timing of costs and benefits</li> <li>°Analysis of whether credit changes taxpayer decisions (look to before credit existed)</li> <li>°Consider impacts of elimination of credit</li> <li>°Consider economic impact of credit</li> <li>°Include recommendation about whether to revise or repeal credit and whether to review again</li> </ul>

## Potential Work Plan Topics

### Study Resolution Assigned to the RIC by the Legislature

#### 1. House Joint Resolution No. 35: Study Montana's State and Local Tax Systems

##### Legislative Poll Ranking: #1

**Background:** The [HJ 35](#) study is intended to be a comprehensive study of the state's state and local tax systems. The Legislature has not conducted such a study in many years and the economy, population, and demographics of the state are changing. The study will focus on whether to revise the state's current tax structure to reflect the current economy, stabilize state revenue, promote long-term economic prosperity, reflect principles of sound tax policy, ensure a fair and equitable tax structure, and allow Montana to compete for jobs and investments.

The study resolution requests appointment of a subcommittee to undertake the study for the purposes of including non-legislators. The resolution includes a list of the types of subcommittee members that may be considered for appointment. The expectation is that the entire committee will be appointed to the subcommittee along with the non-legislative subcommittee members.

**Preliminary Approach:** Because HJ 35 is a large undertaking, the suggested approach for this study is adoption of a general study plan at the organizational meeting and narrowing the scope of the study after receiving more information at the September meeting. The proposed timeline is as follows:

- June 2019: Adopt preliminary study approach, appoint subcommittee, conduct public survey before September meeting;
- September 2019: Preliminary research and evaluations in listed topic areas; adopt more detailed study plan;
- December 2019: Detailed evaluations of selected taxes on identified topic areas and parameters;
- January 2020: Continue detailed evaluations, begin identifying tax sources for possible policy changes, request research on alternatives;
- March 2020: Continue identifying tax sources for possible policy changes, review requested research;
- May 2020: Review research, request revised research, request legislation;
- July 2020: Review and revise legislation, review draft final report;
- September 2020: Adopt legislation and final report.

The following table outlines four topics and three options for the Committee to consider for the HJ 35 study. The four topic areas are derived from the study resolution. The three options represent Committee and staff time to be spent on the study and can be summarized as follows:

- Option C focuses on evaluating sources of revenue and preparing a report to summarize the evaluations with suggestions for additional research;
- Option B includes Option C and calls for identifying sources of revenue that may benefit from policy changes;
- Option A includes Options B and includes development of policy proposals in the form of legislation.

The Committee is not expected to select from the three options at the organizational meeting. However, if there are topics (rows) that are not of interest, the Committee could remove or narrow the topics. The preliminary research presented in September is intended to help the Committee focus within the topic areas and define specific research requests. The Committee may choose to mix and match the topics and the options, delving more deeply into some topics and focusing some topics on certain tax types.

Topic	Option A	Option B	Option C
FTE	0.7 FTE	0.52 FTE	0.35 FTE
<b>General Overview of Tax System</b>	°Option B °Develop alternative policies for underperforming tax sources	°Option C °Rate Montana’s current tax system using the principles through staff research, public input, committee discussion. °Identify tax sources that are underperforming	°Review NCSL principles for evaluating state tax sources °Evaluate Montana’s tax system using the principles °Conduct public survey on certain principles
<b>Revenue Reliability</b>	°Option B °Develop alternative tax policies to promote revenue reliability	°Option C °Identify revenue sources with reliability concerns	°Evaluate reliability of Montana’s sources of revenue
<b>Changing Economy and Demographics</b>	°Option B °Develop alternative tax policies due to changing economy and demographics	°Option C °Identify tax sources to be revised due to the changing economy and demographics	°Review research on changing economy and demographics °Evaluate tax source performance relative to the changing economy and demographics
<b>Local Government</b>	°Option B °Develop alternative tax policies for local governments	°Option C °Update report on local government sources of revenue °Identify revisions to the local government tax system	°Identify local government challenges (panel discussions)
<b>Other</b>	°Option B °Develop alternative policies	°Option C °Identify relevant tax sources	°Background presentation
<b>Deliverables</b>	°Option B °Policy proposals to address identified revisions (legislation)	°Option C °Identification of possible revisions to the tax system	°Report evaluating Montana’s tax system with recommendations for further research

## Optional Topics for RIC Work Plan

### 1. Member Topics

**Authority:** Member requests

**Background:** The items in the following table were suggested by RIC committee members or referred to staff by committee members. The suggested topics are optional and should be prioritized by the Committee.

Topic	Source	Option A	Option B
Monitor implementation of <a href="#">Senate Bill No. 253</a> : auction of tax deeds for property with a dwelling	Constituent referred to staff by Sen. Blasdel	<b>0.015 FTE</b> °Panel on implementation of SB 253 including treasurers and tax lien investors °Request suggestions for revisions or alternatives to policy in SB 253	<b>0.001 FTE</b> °Request update from county treasurers on implementation of SB 253
Other			

### 2. Legislative Finance Committee House Bill No. 715 Studies

**Authority:** 5-5-227, MCA. RIC oversight

**Background:** [House Bill No. 715](#) (HB 715) requires the Legislative Finance Committee (LFC) to undertake two studies.

Section 5 of the bill requires a study of the “long-term future budget and revenue needs with changing economics and demographics.” The study is to be conducted by 6 members of the LFC and four people appointed by the LFC chair and vice chair. The bill describes the study as follows:

“(4) Subject to direction provided by the committee, the study shall include but is not limited to:

- (a) identifying structural revenue challenges with economic, demographic, and geographical variability considerations;
- (b) exploring revenue sufficiency for long-term potential expenditures, including but not limited to the following:
  - (i) health care costs, consumption, and funding;
  - (ii) K-12 inflationary increases;
  - (iii) higher education;
  - (iv) pensions;
  - (v) state infrastructure;
  - (vi) natural resource revenue funded programs; and
  - (vii) local government spending including infrastructure; and
- (c) proposing potential solutions and possible legislation for consideration by the 2021 legislature.”

The Legislative Finance Committee [work plan](#) describes the HB 715 study activities as follows:

**“HB 715 Financial Modernization and Risk Analysis (MaRA)** – assumed to be January-September 2020  
 This study is a separate committee with six members from the LFC and four other members. It will take the data compiled from work from last interim, HB 715 Budget Stabilization Observations, and other interim committee input to analyze how Montana can move its financial plan forward with the changing economy.”

As the interim committee that specializes in tax policy and with responsibility for revenue estimating, the Committee may wish to request updates from the Legislative Fiscal Division (LFD) on the HB 715 study and to provide the Legislative Finance Committee updates on the HJ 35 study.

Section 6 of HB 715 provides for a long-term budget stabilization study. The bill describes the study as follows:

- “(2) Subject to direction provided by the legislative finance committee the study may include but is not limited to research related to the following topics:
- (a) budget stress tests, including pension stress testing, revenue volatility, revenue trends, expenditure trends, and expenditure volatility;
  - (b) local government expenditures and funding;
  - (c) financial sustainability of revenue sources supporting natural resource programs, education programs, and Medicaid and the children's health insurance program; and
  - (d) personal services budgeting practices.”

The Legislative Finance Committee [sent a letter](#) to the Committee asking for “assistance in developing questions, assumptions and understanding budget pressures, opportunities, and risks for the first part of the HB 715 studies.” The letter asks for time on the September 2019 meeting agenda for Legislative Fiscal Division staff to explain the work already completed for the study and for the Committee to give feedback to LFD. The letter also suggests that the Committee may wish to take public comment on the feedback to be offered to LFD.

Option A	Option B	Option C	Option D
0.02 FTE	0.002 FTE	0.001 FTE	
<ul style="list-style-type: none"> <li>◦Option B</li> <li>◦RIC staff to monitor HB 715 studies by attending LFC meetings</li> <li>◦RIC staff to provide updates to LFC on HJ 35 study</li> </ul>	<ul style="list-style-type: none"> <li>◦Option C</li> <li>◦Receive LFD updates on HB 715 studies at each meeting</li> <li>◦Take public comment on feedback given on HB 715 budget stabilization assumptions</li> </ul>	<ul style="list-style-type: none"> <li>◦LFD update on HB 715 budget stabilization study at 9/19 meeting</li> <li>◦Provide feedback to LFD on HB 715 budget stabilization assumptions</li> </ul>	<b>No Action</b>

### 3. Additional Member Topics

**Authority:** Member requests

**Background:** Committee members may suggest additional topics at the meeting.

## Proposed Meeting Schedule

The proposed meeting schedule includes an organizational meeting, 6 regular meeting dates, a meeting to adopt the revenue estimate in November 2020, and an optional meeting in January 2020 as part of Legislative Council’s “Legislative Week” concept. The committee should review the proposed dates, make changes as necessary, and adopt a meeting schedule.

- June 27, 2019 (organizational)
- September 5-6, 2019
- December 3-4, 2019
- January 14, 2020 (Legislative Week additional meeting)
- March 19-20, 2020
- May 12-13, 2020
- July 20-21, 2020
- September 11, 2020
- November 19, 2020 (Revenue estimate only)

## Proposed Work Plan Timeline

This timeline provides an outline of how the RIC will accomplish the items in its work plan. The timeline will be updated to reflect work plan decisions and the adoption of a more specific HJ 35 study plan in September.

Date	Activities	Tasks/Policy Decisions
June 27, 2019 (Meeting 1)	<ul style="list-style-type: none"> <li>➤ Organizational</li> <li>➤ Agency Monitoring</li> <li>➤ HJ 35</li> <li>➤ Revenue Estimating &amp; Monitoring</li> </ul>	<ul style="list-style-type: none"> <li>• Elect officers</li> <li>• Review, revise, and adopt work plan</li> <li>• Adopt meeting dates</li> <li>• Agency introductions</li> <li>• Administrative rule review</li> <li>• Introduce principles for evaluating state tax sources</li> <li>• Discuss approach to HJ 35 and appointment of subcommittee</li> <li>• Adopt preliminary study plan</li> <li>• FY 2019 General Fund Update</li> </ul>
September 5-6, 2019 (Meeting 2)	<ul style="list-style-type: none"> <li>➤ Organizational</li> <li>➤ Agency Monitoring</li> <li>➤ HJ 35</li> </ul>	<ul style="list-style-type: none"> <li>• Review final work plan and meeting dates</li> <li>• Agency updates</li> <li>• Administrative rule review</li> <li>• Evaluate tax system using NCSL principles</li> <li>• Evaluate reliability of Montana’s sources of revenues</li> <li>• Review survey results</li> <li>• Presentations on changing economy and demographics</li> <li>• Local government taxation panels</li> <li>• Scope study and adopt detailed study plan</li> </ul>

	<ul style="list-style-type: none"> <li>➤ Tax Credit Review</li> <li>➤ Revenue Estimating &amp; Monitoring</li> </ul>	<ul style="list-style-type: none"> <li>• Income taxes imposed by foreign states or countries</li> <li>• Credit for contractor's gross receipts</li> <li>• FYE 2017 General Fund Revenue</li> </ul>
December 3-4, 2019 (Meeting 3)	<ul style="list-style-type: none"> <li>➤ Agency Monitoring</li> <li>➤ HJ 35</li> <li>➤ Tax Credit Review</li> <li>➤ Revenue Estimating &amp; Monitoring</li> </ul>	<ul style="list-style-type: none"> <li>• Agency updates</li> <li>• Administrative rule review</li> <li>• Continue evaluation of selected tax sources on parameters identified by committee (more detail after September scoping)</li> <li>• New or expanded manufacturing</li> <li>• YTD GF Revenue Collections</li> </ul>
January 14, 2020 (Legislative Week) (Meeting 4)	<ul style="list-style-type: none"> <li>➤ HJ 35</li> </ul>	<ul style="list-style-type: none"> <li>• Continue evaluation of selected tax sources on parameters identified by committee (more detail after September scoping)</li> <li>• Begin identifying tax sources that may be revised</li> </ul>
March 19-20, 2020 (Meeting 5)	<ul style="list-style-type: none"> <li>➤ Agency Monitoring</li> <li>➤ HJ 35</li> <li>➤ Tax Credit Review</li> <li>➤ Revenue Estimating &amp; Monitoring</li> </ul>	<ul style="list-style-type: none"> <li>• Agency updates</li> <li>• Administrative rule review</li> <li>• Continue identifying tax sources that may be revised</li> <li>• Begin developing policy alternatives (request research)</li> <li>• Alternative energy system</li> <li>• Energy-conserving expenditures</li> <li>• FY 2020 Quarterly Report</li> </ul>
May 12-13, 2020 (Meeting 6)	<ul style="list-style-type: none"> <li>➤ Agency Monitoring</li> <li>➤ Required Reports</li> <li>➤ HJ 35</li> <li>➤ Tax Credit Review</li> <li>➤ Revenue Estimating &amp; Monitoring</li> </ul>	<ul style="list-style-type: none"> <li>• Agency updates</li> <li>• Administrative rule review</li> <li>• DOR required reports: qualified endowment tax credit, biodiesel blending and storage tax credit, student scholarship organizations</li> <li>• Review research on policy alternatives and refine research requests</li> <li>• Request legislation</li> <li>• Elderly homeowners and renters</li> <li>• FY 2020 General Fund Update</li> </ul>

<p>July 20-21, 2020 (Meeting 7)</p>	<ul style="list-style-type: none"> <li>➤ Agency Monitoring</li> <li>➤ Required Reports</li> <li>➤ HJ 35</li> <li>➤ Tax Credit Review</li> <li>➤ Revenue Estimating &amp; Monitoring</li> </ul>	<ul style="list-style-type: none"> <li>• Agency updates</li> <li>• Administrative rule review</li> <li>• Agency bill draft requests</li> <li>• DOR required reports: tax haven report, property tax abatements for gray water systems, public listing of exempt property</li> <li>• Department of Commerce film tax credit report</li> <li>• Review and revise requested legislation</li> <li>• Review draft final report</li> <li>• Follow-up as needed</li> <li>• 2023 Biennium Revenue Outlook and FY 2020 Quarterly Report</li> </ul>
<p>September 11, 2020 (Meeting 8)</p>	<ul style="list-style-type: none"> <li>➤ Agency Monitoring</li> <li>➤ HJ 35</li> <li>➤ Tax Credit Review</li> <li>➤ Revenue Estimating &amp; Monitoring</li> </ul>	<ul style="list-style-type: none"> <li>• Agency updates</li> <li>• Administrative rule review</li> <li>• Final review and adoption of legislation</li> <li>• Adopt final report</li> <li>• Final review of any legislation requested</li> <li>• FYE 2020 Quarterly Report</li> </ul>
<p>November 19, 2020 (Meeting 9)</p>	<ul style="list-style-type: none"> <li>➤ Agency Monitoring</li> <li>➤ Required Reports</li> <li>➤ Revenue Estimating &amp; Monitoring</li> </ul>	<ul style="list-style-type: none"> <li>• Administrative rule review</li> <li>• DOR tax rates that will result in taxable value neutrality report</li> <li>• 2023 Biennium Revenue Estimate and Comparison to Executive</li> </ul>

**Ongoing:** Receive medical marijuana-related reports and schedule as agenda items if that option is chosen by the committee.