



## Revenue and Transportation Interim Committee

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### 62nd Montana Legislature

#### SENATE MEMBERS

CHRISTINE KAUFMANN--Vice Chair  
RON ERICKSON  
JEFF ESSMANN  
KIM GILLAN  
JIM PETERSON  
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#### HOUSE MEMBERS

ROY HOLLANDSWORTH--Chair  
DICK BARRETT  
CYDNIE (CARLIE) BOLAND  
BRIAN HOVEN  
SUE MALEK  
MIKE MILLER

#### COMMITTEE STAFF

MEGAN MOORE, Lead Staff  
JARET COLES, Staff Attorney  
FONG HOM, Secretary

### TENTATIVE AGENDA Thursday and Friday, July 19-20, 2012 Room 102, State Capitol

#### Thursday, July 19

*Agenda times are approximate and may take more or less time than indicated.  
Public comment is taken after each agenda item.*

- 8:30 1. Call to order -- roll call -- approval of minutes from April 26 meeting -- **Rep. Roy Hollandsworth, Committee Chair**
- 8:35 2. Department of Transportation reports -- **Tim Reardon, Director**
  - a. Report on refund of taxes paid on biodiesel (required by 15-70-369)
  - b. Report required by 61-10-154
  - c. Update on federal highway bill
- 9:00 3. Agency bill draft requests -- **Department of Transportation**
  - Action item: Does the committee authorize the drafting of the MDT proposals?
- 9:10 4. Discussion of review of individual income tax relief multiple (required by 15-30-2336) -- **Megan Moore, committee staff**
- 9:20 5. HB 142 review of required reports and advisory councils -- **Megan Moore**
  - a. Multistate Tax Compact Advisory Council
  - b. Department of Revenue Biennial report
  - c. Action item: Does the committee wish to retain or eliminate these advisory councils/reports?
- 9:30 6. Update on Legislative Council and Legislative Finance Committee action on options for revising rules related to revenue estimating process -- **Susan Fox, Executive Director, Legislative Services Division**
- 10:00 7. Discussion of revenue estimating process -- **Megan Moore**
  - a. Action item: Committee request for revenue estimate bill draft
  - b. Action item: Date of revenue estimating meeting

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- 10:30 8. Report on biodiesel blending and storage credit (required by 15-32-703, MCA) -- **Eric Dale, Economist, Department of Revenue**

***BREAK***

- 11:00 9. Department of Revenue reports -- **Dan Bucks, Director**
- a. Litigation update: AllTel case
  - b. Research topics update
  - c. Emerging issues

***LUNCH***

- 1:00 10. Administrative rule review -- **Jaret Coles, Legislative Staff Attorney**

- 1:20 11. Agency bill draft proposals -- **Department of Revenue**
- Action item: Does the committee authorize the drafting of the DOR proposals?

- 2:00 12. Committee consideration of requesting bill drafts to: (**Megan Moore**)
- a. correct distribution to Missoula TIF (15-1-121)
  - b. change "corporate income tax" to "corporate license tax" (15-6-138)
  - c. obsolete references to local government severance tax
  - d. repeal Title 15, chapter 24, part 24
  - e. Action item: Does the committee wish to draft these as committee bills?

***BREAK***

- 2:30 13. Countries considered tax havens in 15-31-322, MCA
- a. Update of countries that may be considered tax havens (required by 15-31-322, MCA) -- **Dan Bucks, Director, Department of Revenue**
  - b. "Apportioning Income of Multinational Enterprises Among the States Where the Income is Earned/Derived" -- **Michael J. McIntyre, Professor of Law, Wayne State University** (tentative)
  - c. Luxembourg's inclusion in list of tax havens -- **Jean-Paul Senninger, Ambassador to the United States from Luxembourg**

- 4:00 14. Public comment on any topic within the committee's purview

Adjourn

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**Friday, July 20**

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- 8:00 1. SJR 23 study of nonprofit income and property tax exemptions outline of final report --  
**Megan Moore**
- a. public comment
  - b. findings
  - c. recommendations
- 8:20 2. HJR 13 income tax study
- a. Taxpayer compliance costs -- **Krystal Stewart, Anderson ZurMuehlen**
  - b. Enforcement and auditing costs -- **Department of Revenue**
  - c. outline of final report -- **Megan Moore**
    - i. public comment
    - ii. findings
    - iii. recommendations
- 9:15 3. SJR 17 study of valuing centrally assessed property
- a.. Large industrial property taxation overview -- **Megan Moore**
    - i. Trends in valuation and property taxes paid -- **Department of Revenue**
    - ii Industry perspective -- **Dave Galt, Executive Director, Montana Petroleum Association**
  - b. "A Comparative Study of Montana's Centrally Assessed Property Taxation Statutes and Methodology" -- **Kristen Juras, Professor, University of Montana Law School**
  - c. "A National Perspective on Montana's Unit Valuation Methods -- **Brent Eyre, Certified Appraiser, American Society of Appraisers** (tentative)
  - d. Alternative approaches to the current appeals process -- **Megan Moore**
  - e. public comment
  - f. committee discussion of next steps
- 12:00 4. Public comment on any topic within the committee's purview
- Other business, member topics, agenda items for September meeting

Adjourn

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**The Revenue and Transportation Interim Committee website is <http://leg.mt.gov/rtic>.**

