

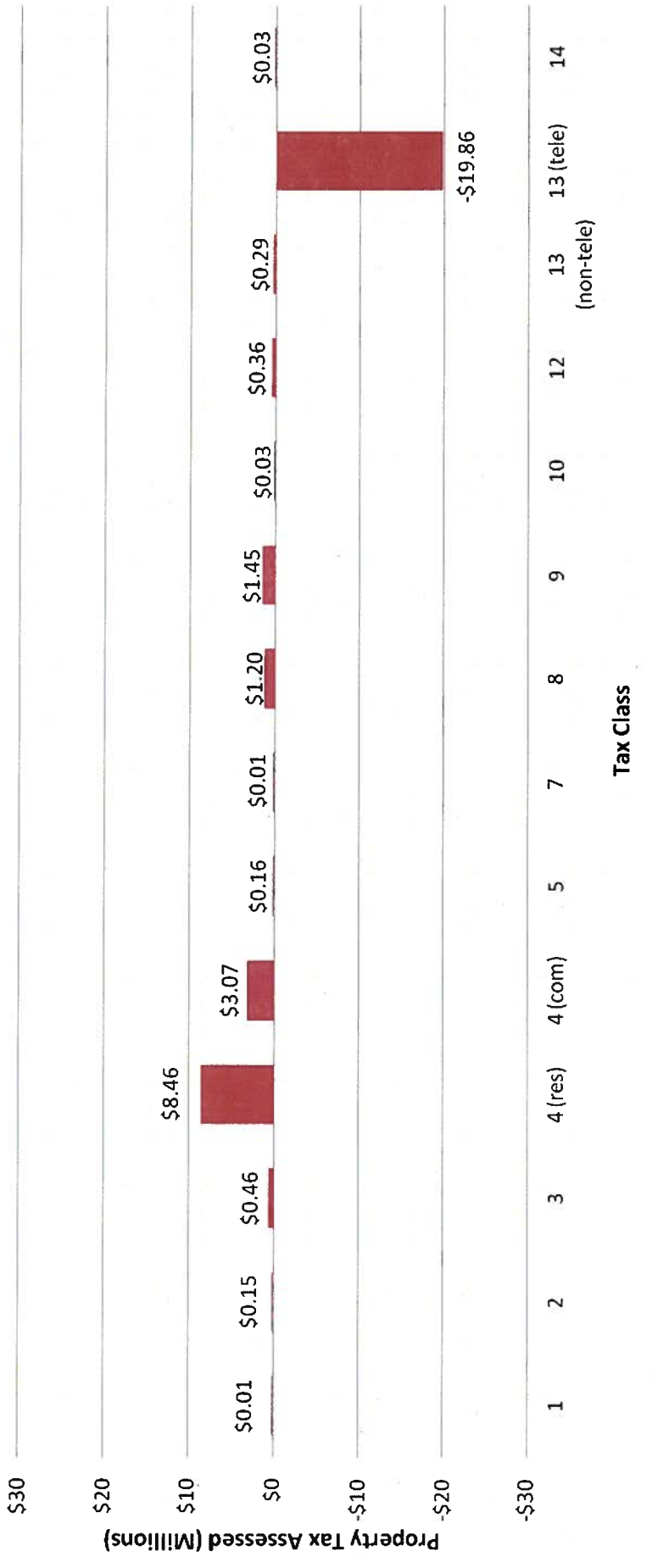
Estimated Property Tax Shift of Reducing Telecommunication Property Value to 2011 Industry Target Levels

plus

Analysis in Context of 1999 Telecommunication Property Tax Rate Cut

July 19, 2012

FY 2012 Estimated Property Tax Shift of Reducing Telecom Property Value to 2011 Industry Target Levels



Estimated Total Annual Property Tax Shift of 1999 Telecom Tax Cut Plus Reduction of Telecom Property Value to 2011 Industry Target Levels



■ Current Tax Shift Due to 1999 Law Change
■ Tax Shift Due to Reduction of Telecom Property Valuation to Reflect Actual Protected Taxes

**Estimated Total Annual Cost of RTET and Property Tax Shift From Reduced
Telecommunication Property Rates (1999) and Industry Proposed Valuation (2011)
TY 2011**

Tax Change	Cost Per Main Street Business Owner	
	Cost Per Homeowner	Business Owner
1999 Property Tax Shift	\$51	\$164
1999 RTET	<u>\$48</u>	<u>\$6</u>
<i>1999 Law Change Total Impact</i>	\$99	\$170
2012 Industry Property Tax Cut Target	\$23	\$72
Total	\$123	\$242

Estimate of FY 2012 Taxes Assessed
Estimated Partial Annual Cost of Newly Sought Reductions in Property Valuations for
Telecommunication Property
Impact on Funding for County and City Governments (School District Impact Not Yet Calculated)

<u>County/City</u>	<u>Reduction in Telecom Property Taxes Assessed</u>	<u>Cost per Homeowner</u>	<u>Cost per Business Owner</u>
Cascade County	-\$308,720	\$4	\$14
Great Falls	-\$339,974	\$9	\$31
Total	-\$648,694	\$13	\$45
Yellowstone County	-\$1,128,664	\$8	\$26
Billings ¹	-\$1,220,634	\$18	\$57
Total	-\$2,349,299	\$26	\$83
Missoula County	-\$547,680	\$8	\$19
Missoula	-\$578,149	\$16	\$39
Total	-\$1,125,828	\$24	\$59
Lewis And Clark County	-\$1,086,528	\$21	\$51
Helena	-\$836,395	\$40	\$97
Total	-\$1,922,922	\$61	\$148
Gallatin County	-\$235,220	\$3	\$6
Bozeman	-\$244,541	\$10	\$20
Total	-\$479,761	\$13	\$26
Flathead County	-\$395,605	\$5	\$10
Kalispell	-\$112,449	\$7	\$21
Total	-\$508,054	\$12	\$31
Silver Bow County ²	-\$320,606	\$6	\$17

¹ Assuming that due to the size of the impact there will be a voter approved levy

² Silver Bow county is incorporated with Butte