

## PRORATION CHART

Personal property brought into Montana any time during the year is subject to the property tax. The property tax is prorated based on the date the property enters the state.<sup>1</sup>

When personal property is subject to proration, the following percentages will be applied to the market value based on the number of months the property is subject to tax. A month means any part of a calendar month.

Months	Proration percentage
12	100
11	91.67
10	83.33
9	75
8	66.67
7	58.33
6	50
5	41.67
4	33.33
3	25
2	16.67
1	8.33

### Example:

An out-of-state contractor brings a 1982 John Deere motor scraper into the county on June 2. The machinery will be in the county for five months but the proration statute requires that it be taxed for the remaining months of the year = 7 months. Assuming that the market value is \$55,000, the calculation will be as follows.

$$\begin{aligned} \$55,000 \times 58.33\% &= 32,082 \text{ Prorated Market Value} \\ 32,082 \times 3\% &= 962 \text{ Taxable Value} \\ 962 \times \text{Mill Levy} &= \text{Tax} \end{aligned}$$

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<sup>1</sup> 15-24-301, MCA