Montana Department of Revenue

Mike Kadas
Director

Steve Bullock
Governor

Memorandum

To: Mike Kadas, Director
Montana Department of Revenue

From: Eric Dale, Tax Policy and Research
Montana Department of Revenue

Date: July 6, 2015

Subject: Small Business Impact Analysis of Rule Implementation for SB 122

SB 122 provides an exemption to statewide property tax mills and other business equipment taxes for any persons, or corporation, engaged in the manufacture of small arms ammunition components, which only includes propellants, primers and cartridge cases.

The proposed new rule in MAR 42-2-953 defines a process for property taxpayers to apply for the property tax exemption.

There are currently no known manufacturers of small arms propellants, primers, or cartridge cases in the State of Montana. Therefore, the proposed rule is expected to have no significant fiscal impact to the State of Montana or any small businesses operating in the state.