



Revenue and Transportation Interim Committee

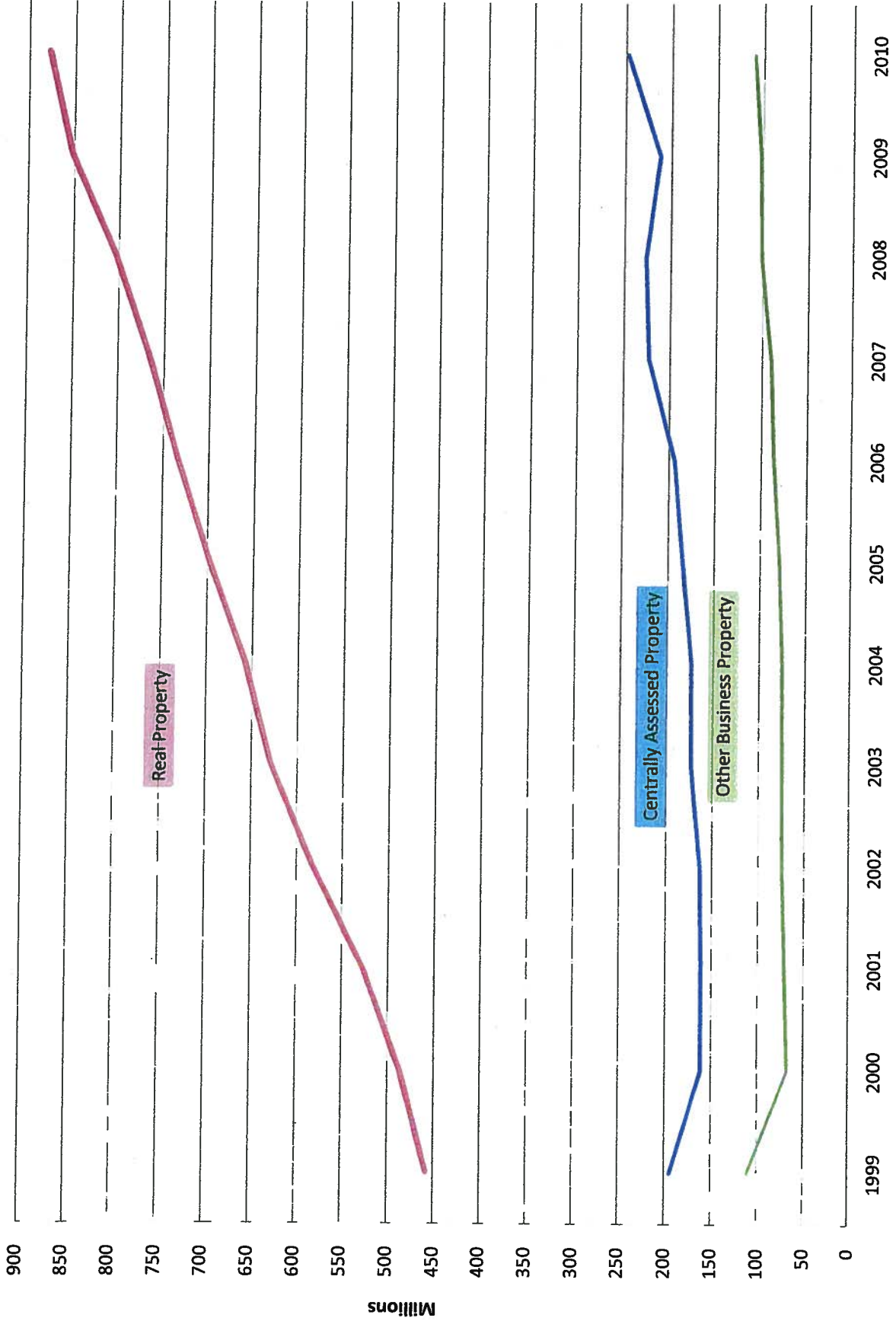
Trends in Property Taxation Related to SJR17 Study

December 9, 2011

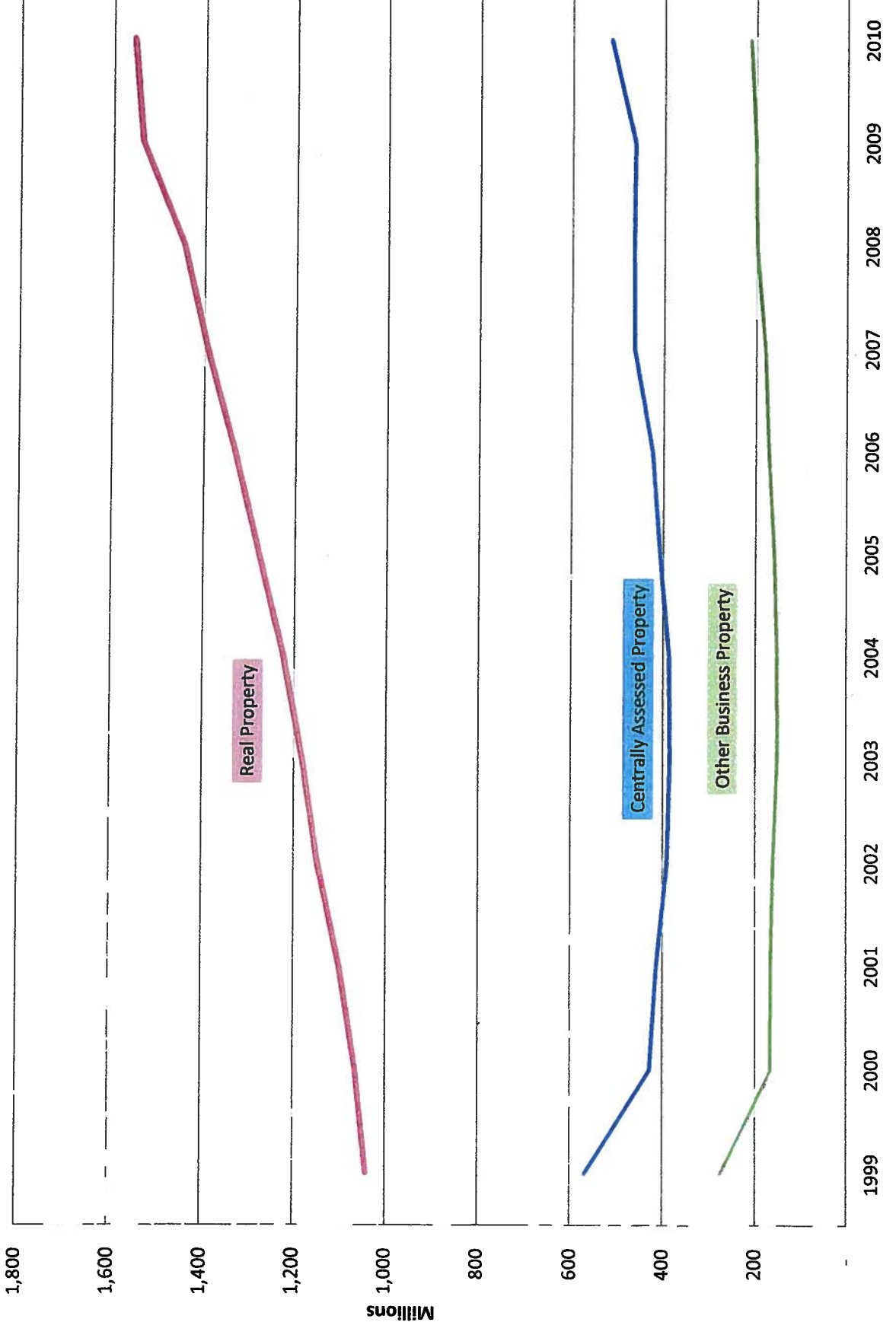
Assessed Value of Property Under Title 15 MCA



Estimated Taxes Paid 1999 to 2010



Taxable Value of Property Under Title 15 MCA

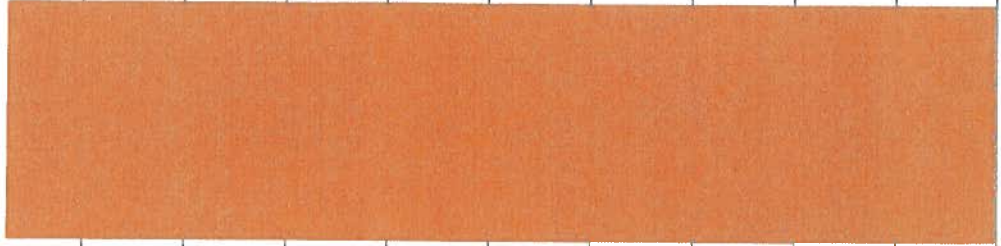


Who Pays The Property Tax in Montana

Based on TY2010 Values

Residential Property
48.62%

50.00%
45.00%
40.00%
35.00%
30.00%
25.00%
20.00%
15.00%
10.00%
5.00%
0.00%



Centrally Assessed/Utilities
21.36%



Commercial Property
15.83%

Personal Property
7.39%

Ag/Forest Land
6.15%

6.15%



Mining
0.65%

0.00%

Table 1

Estimated Change in Property Taxes Owed If the Actual Purchase Price of BNSF Was Used to Value the Company

	Actual TY2010 Taxes	Estimated Taxes	Shift in Taxes
Class 1	1,261,359	1,238,536	(22,823)
Class 2	6,771,689	6,649,163	(122,526)
Class 3	73,158,564	71,834,848	(1,323,716)
Class 4	603,867,331	592,941,081	(10,926,251)
Class 4	196,539,491	192,983,346	(3,556,145)
Class 5	17,702,391	17,382,087	(320,303)
Class 7	851,666	836,257	(15,410)
Class 8	91,794,255	90,133,349	(1,660,906)
Class 9	141,356,255	138,798,584	(2,557,671)
Class 10	3,201,136	3,143,215	(57,921)
Class 12	25,929,304	47,930,839	22,001,535
Class 13	75,579,074	74,211,562	(1,367,512)
Class 14	3,888,215	3,817,863	(70,353)
Total Taxes	1,241,900,729	1,241,900,729	0

Table 2

Estimated Change in Property Taxes Owed If the Valuation of Centrally Assessed Property was Changed

	Actual TY2010 Taxes	Estimated Taxes	Shift in Taxes
Class 1	1,261,359	1,398,060	136,701
Class 2	6,771,689	7,505,580	733,891
Class 3	73,158,564	81,087,225	7,928,661
Class 4	603,867,331	669,312,290	65,444,958
Class 4	196,539,491	217,839,730	21,300,239
Class 5	17,702,391	19,620,912	1,918,521
Class 7	851,666	943,967	92,301
Class 8	91,794,255	101,742,585	9,948,330
Class 9	141,356,255	78,337,967	(63,018,287)
Class 10	3,201,136	3,548,063	346,928
Class 12	25,929,304	14,369,714	(11,559,590)
Class 13	75,579,074	41,885,030	(33,694,043)
Class 14	3,888,215	4,309,606	421,391
Total Taxes	1,241,900,729	1,241,900,729	0