

Amendment - 2nd Reading-yellow - Requested by: Daniel Zolnikov - (S) Committee of the Whole

- 2025

69th Legislature 2025

Drafter: Jaret Coles,

SB0302.001.001

SENATE BILL NO. 302

INTRODUCED BY D. ZOLNIKOV

A BILL FOR AN ACT ENTITLED: "AN ACT REVISING TAX APPEAL PROCEDURE LAWS; PROVIDING FOR INFORMAL REVIEW OF RESIDENTIAL PROPERTY TAX DISPUTES AT THE MONTANA TAX APPEAL BOARD; AMENDING SECTION 15-2-301, MCA; AND PROVIDING AN APPLICABILITY DATE."

BE IT ENACTED BY THE LEGISLATURE OF THE STATE OF MONTANA:

Section 1. Section 15-2-301, MCA, is amended to read:

"15-2-301. Appeal of county tax appeal board decisions. (1) (a) The county tax appeal board shall mail a copy of its decision to the taxpayer and to the property assessment division of the department of revenue.

(b) If the appearance provisions of 15-15-103 have been complied with, a person or the department on behalf of the state or any municipal corporation aggrieved by the action of the county tax appeal board may appeal to the Montana tax appeal board by filing with the Montana board a notice of appeal within 30 calendar days after the receipt of the decision of the county board. The notice must specify the action complained of and the reasons assigned for the complaint.

(c) Notice of acceptance of an appeal must be given to the county board by the Montana board.

(d) The Montana board shall set the appeal for hearing either in its office in the capital or at the county seat as the Montana board considers advisable to facilitate the performance of its duties or to accommodate parties in interest.

(e) The Montana board shall give to the appellant and to the respondent at least 15 calendar days' notice of the time and place of the hearing.

(2) (a) At the time of giving notice of acceptance of an appeal, the Montana board may require the county board to certify to it the minutes of the proceedings resulting in the action and all testimony taken in connection with its proceedings.

Amendment - 2nd Reading-yellow - Requested by: Daniel Zolnikov - (S) Committee of the Whole

- 2025

69th Legislature 2025

Drafter: Jaret Coles,

SB0302.001.001

1 (b) The Montana board may, in its discretion, determine the appeal on the record if all parties
2 receive a copy of the transcript and are permitted to submit additional sworn statements, or the Montana board
3 may hear further testimony.

4 (c) For industrial property that is assessed annually by the department, the Montana board's
5 review must be de novo and conducted in accordance with the contested case provisions of the Montana
6 Administrative Procedure Act.

7 (d) For the purpose of expediting its work, the Montana board may refer any appeal to one of its
8 members or to a designated hearings officer. The board member or hearings officer may exercise all the
9 powers of the Montana board in conducting a hearing and shall, as soon as possible after the hearing, report
10 the proceedings, together with a transcript or a tape recording of the hearing, to the Montana board. The
11 Montana board shall determine the appeal on the record.

12 (3) (a) Except as provided in subsection (3)(b), the Montana tax appeal board shall consider an
13 independent appraisal provided by the taxpayer if the appraisal meets standards set by the Montana board of
14 real estate appraisers and the appraisal was conducted within 6 months of the valuation date. If the Montana
15 board does not use the appraisal provided by the taxpayer in conducting the appeal, the Montana board shall
16 provide to the taxpayer the reason for not using the appraisal.

17 (b) If the appeal is an appeal of the valuation of residential property, the Montana board shall
18 consider an independent appraisal provided by the taxpayer if the appraisal meets standards set by the
19 Montana board of real estate appraisers and uses values obtained within the timeframe provided for in
20 subsection (3)(a). The appraisal that is provided by the taxpayer is presumed to establish assessed value in the
21 Montana board proceeding unless the department provides sufficient evidence to rebut the presumption of
22 correctness, including another independent appraisal or other compelling valuation evidence. The Montana
23 board shall address the taxpayer's independent appraisal and the department's valuation evidence in the
24 decision.

25 (4) In every hearing at a county seat throughout the state, the Montana board or the member or
26 hearings officer designated to conduct a hearing may employ a competent person to electronically record the
27 testimony received. The cost of electronically recording testimony may be paid out of the general appropriation

Amendment - 2nd Reading-yellow - Requested by: Daniel Zolnikov - (S) Committee of the Whole

- 2025

69th Legislature 2025

Drafter: Jaret Coles,

SB0302.001.001

1 for the board.

2 (5) Except as provided in subsection (2)(c) regarding industrial property, in connection with any
3 appeal under this section, the Montana board is not bound by common law and statutory rules of evidence or
4 rules of discovery and may affirm, reverse, or modify any decision. To the extent that this section is in conflict
5 with the Montana Administrative Procedure Act, this section supersedes that act. The Montana board may not
6 amend or repeal any administrative rule of the department. The Montana board shall give an administrative rule
7 full effect unless the Montana board finds a rule arbitrary, capricious, or otherwise unlawful.

8 (6) The decision of the Montana board is final and binding on all interested parties and not subject
9 to a rehearing unless reversed or modified by judicial review. Proceedings for judicial review of a decision of the
10 Montana board under this section are subject to the provisions of 15-2-303 and the Montana Administrative
11 Procedure Act to the extent that it does not conflict with 15-2-303.

12 (7) Sections 15-6-134 and 15-7-111 may not be construed to prevent the department from
13 implementing an order to change the valuation of property.

14 (8) If the appeal involves class four residential property, a person satisfying the requirements in
15 subsection (1)(b) may make an election to have the Montana board consider the appeal on an informal basis. If
16 an informal review is elected, the decision of the Montana board is final and binding on all parties, including the
17 department, and is not subject to reconsideration or an appeal to district court by the taxpayer or the
18 department."

19
20 **NEW SECTION. Section 2. Applicability.** [This act] applies to Montana tax appeal board
21 proceedings filed on or after [the effective date of this act].

22 - END -