

HOUSE BILL NO. 507

INTRODUCED BY B. BARKER, E. ALBUS, D. BEDEY, J. DARLING, D. FERN, J. FITZPATRICK, J. FULLER,  
S. GIST, G. HERTZ, L. JONES, S. KELLY, G. KMETZ, B. MERCER, M. NIKOLAKAKOS, G. NIKOLAKAKOS,  
G. OBLANDER, S. VANCE, M. VINTON, J. WINDY BOY, S. ESSMANN, G. PARRY

A BILL FOR AN ACT ENTITLED: "AN ACT SUBMITTING TO THE QUALIFIED ELECTORS OF MONTANA AN  
AMENDMENT TO ARTICLE VIII, SECTION 16, OF THE MONTANA CONSTITUTION TO PROVIDE FOR A  
4% SALES TAX AND USE TAX TO REDUCE PROPERTY TAXES THAT FUND K-12 EDUCATION; AND  
PROVIDING AN EFFECTIVE DATE."

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

~~Section 1. Article VIII, section 16, of The Constitution of the State of Montana is amended to read:~~

~~"Section 16. Limitation on sales tax or and use tax rates for education. The rate of legislature  
shall dedicate the net revenue from a general statewide sales tax or and use tax may not exceed of 4% to  
reduce property taxes that fund K-12 education unless appropriated for other purposes by a vote of three-  
fourths of the members of each house of the legislature."~~

**Section 1.** Article VIII, section 16, of The Constitution of the State of Montana is amended to read:

**"Section 16. Limitation on sales tax or use tax rates.** The rate of a general statewide sales tax or  
use tax may not exceed 4%. Sales tax revenue, less administrative costs, must be used solely to reduce  
property taxes for public schools and the Montana university system unless appropriated for other purposes by  
a vote of three-fourths of the members of each house of the legislature."

NEW SECTION. **Section 2. Two-thirds vote required.** Because [section 1] is a legislative proposal  
to amend the constitution, Article XIV, section 8, of the Montana constitution requires an affirmative roll call vote  
of two-thirds of all the members of the legislature, whether one or more bodies, for passage.

- 2025

Drafter: Megan Moore,

1        NEW SECTION. **Section 3.    Effective date.** If approved by the electorate, [this act] is effective July 1,  
2        2027.

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4           NEW SECTION. **Section 4. Submission to electorate.** [This act] shall be submitted to the qualified

5 electors of Montana at the general election to be held in November 2026 by printing on the ballot the full title of

6 [this act] and the following:

7      ☐ YES on Constitutional Amendment \_\_\_\_.

8            ☐ NO on Constitutional Amendment \_\_\_\_.

9 - END -