

Staff Report

To: Board of Directors
From: Allison Segal
Date: September 25, 2025

Agenda Item: 5.7 Voted Mill Levy Transition

Attachments:

- 5.7.1 HB231-SB542 Summary
- 5.7.2 Resolution 13-04 (presenting the 2013 mill levy to voters)
- 5.7.3 Resolution 20-10 (presenting the 2020 mill levy to voters)
- 5.7.4 FY2026 Determination of Tax Revenue and Mill Levy Limitations - Option A
- 5.7.5 Mill Levy Transition – Option A (2013 Levy)
- 5.7.6 Mill Levy Transition – Option A (2020 Levy)
- 5.7.7 FY2026 Determination of Tax Revenue and Mill Levy Limitations - Option B
- 5.7.8 Mill Levy Transition – Option B (2013 Levy)
- 5.7.9 Mill Levy Transition – Option B (2020 Levy)

Recommendation:

Approve the resolutions (Item Nos. 5.7.5 and 5.7.6) to transition the voted mill levy to a dollar-based mill levy equal to the amount of property taxes assessed in fiscal year 2025 and thereafter subject to the provisions of 15-10-420(1)(a) MCA.

Discussion:

The 2025 Montana legislature revised tax rates and how a previously voted fixed mill levy is calculated. The agency has two voted mill levies that are affected by this new legislation. For each voted levy, there is a choice to either A – convert to a dollar-based levy subject to 15-10-420(1)(a) MCA or B – establish the 2025 mills as the new maximum number of mills to levy. Option A results in approximately \$307,000 more FY26 property tax income than Option B.

Financial Impact and Funding Source:

Option A FY26 Property Tax revenue is \$13,341,482.

DBE Certified: N/A

HB 231 & SB 542: Property Tax Changes Summary

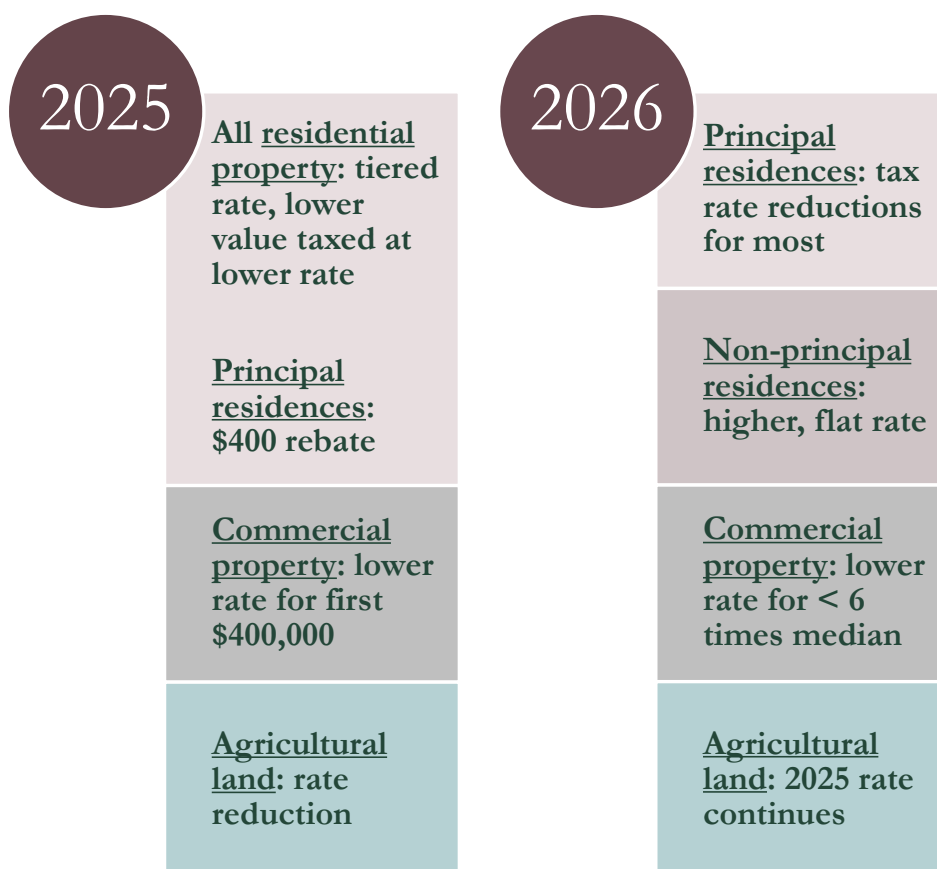
MEGAN MOORE - MAY 2025

After years of large increases in residential property values, the 2025 Legislature revised tax rates for residential, commercial, and agricultural property. Changing the tax rate that applies to a property's market value revises the taxable portion of a property's value and the amount of property taxes paid. These tax rate revisions are a balancing act, however, as lowering the tax rate for some properties shifts property taxes to properties that do not receive rate reductions.

LOWER RATES FOR RESIDENTIAL, COMMERCIAL, AG PROPERTY

The two bills that change tax rates for residential, commercial, and agricultural property are [House Bill 231](#) (HB 231) and [Senate Bill 542](#) (SB 542).¹ The bills phase in rate changes in tax years 2025 and 2026.

2025 AND 2026 TAX RATES AS COMPARED TO 2024 TAX RATES



¹ Most of the changes are contained in SB 542., but coordination language in HB 231 amends portions of SB 542.

TIERED RATES FOR RESIDENTIAL PROPERTY, BENEFITS FOR PRINCIPAL RESIDENCES

Graduated tax rates go into effect beginning in 2025 for residential and commercial properties with a lower tax rate applying to a portion of all properties and the rates increasing as property value increases.

2025: RATES BASED ON VALUE WITH REBATES FOR PRIMARY RESIDENCES

For tax year 2025, residential property is subject to three tiers with dividing lines at \$400,000 and \$1.5 million. The tax rates are: 0.76% for the first \$400,000 in value, 1.10% for the value greater than \$400,000 and up to \$1.5 million, and 2.20% for \$1.5 million in value and above. For multifamily rental dwellings with a market value greater than \$2 million, the maximum graduated rate is 1.89%.

The legislation also provides a one-time rebate for principal residences. The rebate is available to homeowners who owned and resided in their residence for at least 7 months in 2024 and is equal to property taxes paid up to a maximum of \$400.

The Department of Revenue (DOR) will mail information about the rebates by June 30, 2025. Homeowners must apply online or return a paper application between Aug. 15, 2025, and Oct. 1, 2025, to receive the rebate.

RESIDENTIAL PROPERTY TAX RATES

	Property Type/Value	Tax Rate
2024	All land, dwelling: first \$1.5 million	1.35%
	Dwelling: > \$1.5 million	1.89%
2025	First \$400,000	0.76%
	>\$400,000 to \$1.5 million	1.10%
	>\$1.5 million	2.20%
	Rental multifamily dwelling >\$2 million	Maximum graduated rate: 1.89%
2026	Principal residence or long-term rental:	
	≤ to median	0.76%
	> median to < 2 times median	0.90%
	2 times median to < 4 times median	1.10%
	4 times median or greater	1.90%
	Rental multifamily dwelling unit with qualified long-term rentals	1.10%
	Non-principal residence or non-long-term rental	1.90%
	Residence on qualified agricultural property	1.35%

2026: REDUCED TAX RATES FOR PRIMARY RESIDENCES, LONG-TERM RENTALS

The 2025 rebate and tax rates are temporary to allow time for DOR to implement a different graduated tax rate schedule for primary residences and long-term rentals in 2026.

Principal residences for which the owner receives a 2025 rebate automatically qualify for a reduced tax rate in 2026 if the property is still owned and occupied for 7 months of the year. Owners of long-term rentals also qualify for a reduced tax rate beginning in 2026 and may apply between December 1, 2025, and March 1, 2026. A long-term rental is a residence rented to tenants for periods of 28 days or more for at least 7 months each year.

The reduced tax rates for principal residences and long-term rentals are 0.76% for the value up to the statewide median residential value², 0.9% for the value between the median and two times the median, 1.10% for two times the median to four times the median, and 1.90% for the value greater than or equal to four times the median.

Rental multifamily dwellings used as long-term rentals will have a 1.10% tax rate. A residence on qualified agricultural property will be taxed at 1.35%. The tax rate for all other residential property will be 1.90%.

PRIMARY RESIDENCE TAX RATE COMPARISON, 2024 TO 2026

Year	Calculation	Taxable Value	Calculation	Taxable Value
	\$400,000 Market Value		\$800,000 Market Value	
2024	$\$400,000 \times 1.35\%$	\$5,400	$\$800,000 \times 1.35\%$	\$10,800
2025	$\$400,000 \times 0.76\%$	\$3,040	$\$400,000 \times 0.76\%$ + $\$400,000 \times 1.10\%$	\$7,440
2026	$\$395,400^* \times 0.76\%$ + $\$4,600 \times 0.90\%$	\$3,046	$\$395,400^* \times 0.76\%$ $\$395,400^* \times 0.90\%$ + $\$9,200 \times 1.10\%$	\$6,665

*Based on current estimate of statewide median residential value

COMMERCIAL AND INDUSTRIAL PROPERTIES SWITCH TO GRADUATED TAX RATES

Commercial and industrial property, like residential property, will move to a graduated rate structure.

For tax year 2025, the tax rate for the first \$400,000 of class four commercial and industrial property is 1.40% and the tax rate for additional value is 1.89%. In 2026, the rates change to 1.50% for the value that

² The estimated statewide median residential value for the 2025-2026 reappraisal cycle is \$395,400.

is less than six times the statewide median commercial and industrial value³ and 1.90% for the value above six times the median.

COMMERCIAL & INDUSTRIAL PROPERTY TAX RATES

	Property Value	Tax Rate
2024	All	1.89%
2025	\$400,000 or less	1.40%
	Greater than \$400,000	1.89%
2026	Less than 6 times median	1.50%
	6 times median or greater	1.90%

AGRICULTURAL LAND TAX RATES DECREASE BEGINNING IN 2025

Class three agricultural property will see tax rate reductions in 2025 that remain in effect for tax year 2026. The tax rate for qualified agricultural property, which includes parcels of 160 acres or more and smaller parcels that meet agricultural income requirements, will decrease from 2.16% in 2024 to 2.05% in 2025 and 2026.

The tax rate for nonqualified agricultural property is seven times the qualified agricultural property tax rate, resulting in a rate reduction from 15.12% to 14.35%. Nonqualified agricultural property is property between 20 acres and 160 acres for which DOR has not approved an agricultural property application.

AGRICULTURAL PROPERTY TAX RATES

	Qualified agricultural land	Non-qualified agricultural land
2024	2.16%	15.12%
2025/2026	2.05%	14.35%

³ The estimated statewide median commercial and industrial value for the 2025-2026 reappraisal cycle is \$356,000.

IMPACT ON TAX BILLS WILL VARY BY JURISDICTION, PROPERTY

Lower tax rates for many residential, commercial, and agricultural properties will reduce taxable values but that impact may be tempered by mill levy increases. Counties, cities, school districts, and special districts set mill levies to raise their budgeted revenue from the available taxable value in the jurisdiction. All taxpayers also pay 95 mills for K-12 education and 6 mills for the state university system. One mill raises \$1 per \$1,000 of taxable value.

Property Tax Calculation:

$$\text{Market Value} \times \text{Tax Rate} = \text{Taxable Value} \times \text{Mill Levies}/1000 = \text{Taxes}$$

State law limits how much revenue counties and cities can collect, while school budgets are largely driven by state funding formulas. Local taxing entities can raise revenue above the limits by requesting additional taxing authority from the voters.

There are two types of property tax levies:

- **Dollar-based levies** adjust the number of mills to raise a specified dollar amount.
- **Fixed mill levies** allow a taxing jurisdiction to levy a maximum number of mills.⁴

MILL INCREASES FOR DOLLAR-BASED LEVIES MAY SHIFT TAXES, TEMPER BENEFITS

Most general levies used by counties, cities, and schools are dollar-based levies. Lowering tax rates for certain classes of property reduces taxable value. Jurisdictions may increase mill levies to raise the same amount of revenue from the reduced taxable value.

Where to set mill levies is a decision for each taxing jurisdiction. Mill decisions are based on several factors, including revenue needs, the mix of property types within the jurisdiction, the amount of new property that can pick up some tax burden, and local preferences.

The impact on properties with reduced taxable values and increased mill levies depends on the relative size of the value reductions and mill increases. Mill increases shift taxes to properties with 2025 or 2026 values that are the same or higher than 2024 values.

⁴ The 2025 Legislature enacted [House Bill 20](#), which requires all new voted levies to be dollar-based levies.

FIXED MILLS MUST BE RECALCULATED UNDER NEW LEGISLATION

The reduced tax rates for certain residential, commercial, and agricultural property will reduce taxable values and decrease revenue from fixed mill levies. This affects two cities with charters that limit the number of mills — Billings and Sunburst — and voted fixed mill levies in other taxing jurisdictions. The 2025 legislation requires taxing jurisdictions to recalculate these fixed mill levies.

The cities with fixed mills in their charters must levy the number of mills in 2025 that will raise the amount of revenue collected in 2024. The 2025 mill levy then becomes the new maximum levy and the city may levy no more than the 2025 mills.

Local governments with fixed mill levies that are not part of a charter, such as voted levies for fire protection or public safety, must also set the 2025 mill levy to raise the revenue collected in 2024. After 2025, there are two options for the mill levy: convert the levy to a dollar-based levy subject to the maximum mill levy calculation in [15-10-420\(1\)\(a\)](#)⁵ or retain the 2025 mill levy as the new maximum levy.

RECALCULATION OF FIXED MILL LEVIES REQUIRED UNDER 2025 LEGISLATION

Charter

- 2025: Levy mills to raise 2024 revenue
- 2026: 2025 mills are new max

Other Fixed Levy

- 2025: Levy mills to raise 2024 revenue
- 2026:
 - convert to dollar-based levy subject to 15-10-420(1)(a); or
 - 2025 mills are new max

If a court of final disposition finds the recalculation requirements invalid, the legislation provides for a 4-year reimbursement for fixed mill levies through the entitlement share payment.

⁵ [Senate Bill No. 117](#), enacted in 2025 and effective for 2026, revises the maximum mill levy calculation in 15-10-420.

Missoula Urban Transportation District

Resolution Number 13-04

A RESOLUTION CALLING FOR AN ELECTION TO AUTHORIZE AN INCREASE IN THE GENERAL MILL LEVY BY 14.5 MILLS WITH INCREASED FUNDING FOR THE MISSOULA URBAN TRANSPORTATION DISTRICT TO BOTH MAINTAIN AND IMPROVE UPON MOUNTAIN LINE BUS SERVICES

WHEREAS, the Missoula Urban Transportation District was created in June 1976; and

WHEREAS, Mountain Line, part of the Missoula Urban Transportation District, started operations in 1977; and

WHEREAS a mill levy increase has not been asked of the voters within the Missoula Urban Transportation District for the specific purpose of providing bus service to the community for more than 35 years since Mountain Line was created; and

WHEREAS, since its first full year of operations in 1978 Mountain Line has provided more than 22 million rides, with fiscal year 2012 being a record ridership year of 943,809 passengers; and

WHEREAS, Mountain Line, as a trusted community partner, helps get employees to work, ensures that Missoula's seniors and people with disabilities can remain independent, and transports students to campus; and

WHEREAS, Mountain Line benefits the whole Missoula community by reducing the number of vehicle trips, helping to reduce air pollution, as well as parking and traffic congestion, and is dedicated to increasing its efficiency and ridership for the coming years; and

WHEREAS, through a community planning process, involving extensive public outreach, there is a desire for improvements to transportation services for all riders including more and improved transportation services to seniors and people with disabilities, extended bus service to the late evening hours, and increased bus frequency resulting in an improved and more convenient Mountain Line service with reduced wait times; and

WHEREAS, the Missoula Urban Transportation District needs additional funding to both maintain existing Mountain Line services long term, and to make the desired improvements; and

WHEREAS, Resolution 13-04 supersedes in its entirety Resolution 13-01 in an effort to more clearly define how mill levy funds will be utilized; and

WHEREAS, the Missoula Urban Transportation District notifies the County Elections Office that the District desires a mail ballot election;

NOW, THEREFORE BE IT RESOLVED that the Missoula Urban Transportation District Board of Directors places the following referendum language on the November 5, 2013, general election ballot:

Shall the Missoula Urban Transportation District be authorized to increase the general mill levy 14.5 mills, raising approximately \$1.7 million annually to maintain and improve Mountain Line bus services, including: additional improved service for seniors and people with disabilities; extending bus service during evening hours; increasing bus frequency for reduced wait times; and to acquire necessary equipment. The District has not requested a mill increase since it was created in 1976. The requested levy is permanent, increasing taxes on a home valued at \$100,000 by \$19.11 annually, and on a home valued at \$200,000 by \$38.24 annually.

NOW, THEREFORE BE IT FURTHER RESOLVED that the FOR and AGAINST state as follows:

FOR a levy increase of 14.5 mills to improve Mountain Line bus service for seniors, people with disabilities; extend night service; and increase bus frequency.

AGAINST a levy increase of 14.5 mills to improve Mountain Line bus service for seniors, people with disabilities; extend night service; and increase bus frequency.

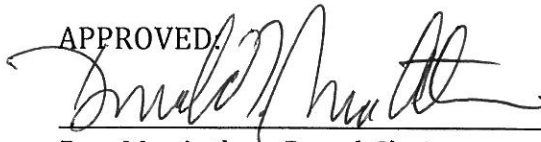
PASSED by the Missoula Urban Transportation District Board of Directors this 22nd day of August, 2013.

ATTEST:



Eric Hines, Board Secretary

APPROVED:



Don MacArthur, Board Chairman

Missoula Urban Transportation District

Resolution No. 20-10

A Resolution of the Board of Directors Authorizing Submitting to the Qualified Electors of the Missoula Urban Transportation District the Question of Shall the Missoula Urban Transportation District be authorized to increase the mill levy by 20 mills – raising approximately 3 million dollars a year for the purpose of expanding Mountain Line bus service to increase route frequency, and to provide service 7 days and 7 nights per week on most routes – including full weekends. It would provide funding to deliver essential service for seniors and people with disabilities, and to enhance the Zero-Fare program. The requested levy is permanent, increasing taxes on a home valued at \$100,000 by \$27 annually and on a home valued at \$200,000 by \$54 annually.

WHEREAS, the Missoula Urban Transportation District was created in June 1976; and

WHEREAS, Mountain Line, operated by the Missoula Urban Transportation District, started operations in 1977; and

WHEREAS a mill levy increase has not been asked of the voters within the Missoula Urban Transportation District for the specific purpose of providing bus service to the community more than once since Mountain Line was created; and

WHEREAS, Mountain Line has provided an average of 1.5 million rides annually since the debut of Phase 2 service enhancements and the Zero-Fare program in 2015; and

WHEREAS, Mountain Line, as a trusted community partner, helps get employees to work, ensures that Missoula's seniors and people with disabilities can remain independent, and transports students to campus; and

WHEREAS, Mountain Line benefits the whole Missoula community by reducing the number of vehicle trips, helping to reduce air pollution, as well as parking and traffic congestion, and is dedicated to increasing its efficiency and ridership for the coming years; and

WHEREAS, through a community planning process, involving extensive public outreach, there is a desire for improvements to transportation services for all riders including more and improved transportation services to seniors and people with disabilities, extended bus service to the late evening hours and weekends, and increased bus frequency resulting in an improved and more convenient Mountain Line service with reduced wait times; and

WHEREAS, the Missoula Urban Transportation District needs additional funding to both expand Mountain Line services and enhance its Zero-Fare program, and to make the desired improvements; and

WHEREAS, the Missoula Urban Transportation District notifies the County Elections Office that the District desires a mail ballot election;

NOW, THEREFORE BE IT RESOLVED that the Missoula Urban Transportation District Board of Directors places the following referendum language on the November 3, 2020, general election ballot:

Shall the Missoula Urban Transportation District be authorized to increase the mill levy by 20 mills – raising approximately 3 million dollars a year for the purpose of expanding Mountain Line bus service to increase route frequency, and to provide service 7 days and 7 nights per week on most routes – including full weekends. It would provide funding to deliver essential service for seniors and people with disabilities, and to enhance the Zero-Fare program. The requested levy is permanent, increasing taxes on a home valued at \$100,000 by \$27 annually and on a home valued at \$200,000 by \$54 annually.

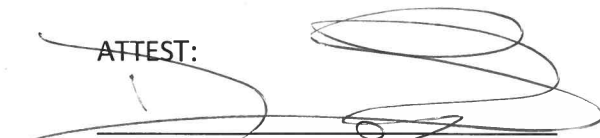
NOW, THEREFORE BE IT FURTHER RESOLVED that the **FOR** and **AGAINST** state as follows:

FOR a levy increase of 20 mills to improve Mountain Line service for seniors and people with disabilities; extend night and weekend service; enhance Zero-Fare.

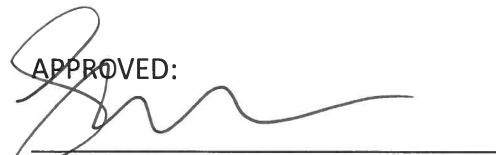
AGAINST a levy increase of 20 mills to improve Mountain Line service for seniors and people with disabilities; extend night and weekend service; enhance Zero-Fare.

PASSED by the Missoula Urban Transportation District Board of Directors this 6th day of August, 2020.

ATTEST:


Doug Odegaard, Board Secretary

APPROVED:


Jesse Dodson, Board Chair

Determination of Tax Revenue and Mill Levy Limitations

Section 15-10-420, MCA
Aggregate of all Funds
FYE June 30, 2026
MUTD

Preparer

Notes:

(To print Preparer Notes highlight column and choose "Print Selection".
To print Levy Comp form choose "Print Active Sheet")

below to view instructions	Reference Line		Enter amounts in yellow cells	Auto-Calculation (If completing manually enter amounts as instructed)
(1) Instructions	(1)	Enter Ad valorem tax revenue <u>ACTUALLY assessed in the prior year</u> (from Prior Year's form Line 17)	\$ 3,948,383	\$ 3,948,383
(2) Instructions	(2)	Add: Current year inflation adjustment @ 2.11%		\$ 83,311
(3) Instructions	(3)	Subtract: Ad valorem tax revenue <u>ACTUALLY assessed in the prior year</u> for Class 1 and 2 property, (net and gross proceeds) (from Prior Year's form Line 20)- (enter as negative)		\$ -
(4) Instructions	(4)	Adjusted ad valorem tax revenue		\$ 4,031,694
		= (1) + (2) + (3)		
(5) Instructions	(5)	ENTERING TAXABLE VALUES Enter 'Total Taxable Value' - from Department of Revenue <i>Certified Taxable Valuation Information</i> form, line # 2	\$ 237,025,086	\$ 237,025,086
(6) Instructions	(6)	Subtract: 'Total Incremental Value' of all tax increment financing districts (TIF Districts) - from Department of Revenue <i>Certified Taxable Valuation Information</i> form, line # 6 (enter as negative)	\$ (25,194,277)	\$ (25,194,277)
(7) Instructions	(7)	Taxable value per mill (after adjustment for removal of TIF per mill incremental district value)		\$ 211,830,809
		= (5) + (6)		
(8) Instructions	(8)	Subtract: 'Total Value of Newly Taxable Property' - from Department of Revenue <i>Certified Taxable Valuation Information</i> form, line # 3 (enter as negative)	\$ (3,848,960)	\$ (3,848,960)
(9) Instructions	(9)	Subtract: 'Taxable Value of Net and Gross Proceeds, (Class 1 & 2 properties)' - from Department of Revenue <i>Certified Taxable Valuation Information</i> form, line # 5 (enter as negative)		\$ -
(10) Instructions	(10)	Adjusted Taxable value per mill		\$ 207,981,849
		= (7) + (8) + (9)		
(11) Instructions	(11)	CURRENT YEAR calculated mill levy		19.38
		= (4) / (10)		
(12) Instructions	(12)	CURRENT YEAR calculated ad valorem tax revenue		\$ 4,105,281
		= (7) x (11)		
(13) Instructions	(13)	CURRENT YEAR AUTHORIZED LEVY/ASSESSMENT Enter total number of carry forward mills from prior year (from Prior Year's form Line 22)	0.00	0.00
(14) Instructions	(14)	Total current year authorized mill levy, including Prior Years' carry forward mills		19.38
		= (11) + (13)		
(15) Instructions	(15)	Total current year authorized ad valorem tax revenue assessment		\$ 4,105,281
		= (7) x (14)		
(16) Instructions	(16)	CURRENT YEAR ACTUALLY LEVIED/ASSESSED Enter number of mills actually levied in current year (Number should equal total <u>non-voted</u> mills, which includes the number of carry forward mills, actually imposed per the final approved current year budget document. <u>Do Not</u> include voted or permissive mills imposed in the current year.)	19.38	19.38
(17) Instructions	(17)	Total ad valorem tax revenue actually assessed in current year		\$ 4,105,281
		= (7) x (16)		
(18) Instructions	(18)	RECAPITULATION OF ACTUAL: Ad valorem tax revenue actually assessed		\$ 4,030,688
		= (10) x (16)		
(19) Instructions	(19)	Ad valorem tax revenue actually assessed for newly taxable property		\$ 74,593
(20) Instructions	(20)	Ad valorem tax revenue actually assessed for Class 1 & 2 properties (net-gross proceeds)		\$ -
(21) Instructions	(21)	Total ad valorem tax revenue actually assessed in current year		\$ 4,105,281
		= (18) + (19) + (20)		
(22) Instructions	(22)	Total carry forward mills that may be levied in a subsequent year (Number should be equal to or greater than zero. A (negative) number indicates an over levy.)		0.00
		= (14) - (16)		

Revised 6/2021

Total Non-Voted Property Taxes	\$	4,105,281.00	19.38
Permissive Medical Levy	\$	804,598.00	3.80
1st Voted Mills	\$	3,357,518.00	16.01
2nd Voted Mills	\$	4,632,740.00	22.08
	\$	12,900,137.00	61.27
Entitlement Share	\$	441,344.75	

If you convert mills to dollars from now on you would use the 15-10-420 method of calculating your voted mills benefited by the inflation factor

Determination of Tax Revenue and Mill Levy Limitations

Section 15-10-420, MCA

1st Voted Levy

FYE June 30, 2026

MUTD

Preparer

Notes:

(To print Preparer Notes highlight column and choose 'Print Selection'.
To print Levy Comp form choose 'Print Active Sheet')

below to view instructions	Reference Line		Enter amounts in yellow cells	AUTO-CALCULATION (If completing manually enter amounts as instructed)
(1) Instructions	(1)	Enter Ad valorem tax revenue ACTUALLY assessed in the prior year (from Prior Year's form Line 17)	\$ 3,229,078	\$ 3,229,078
(2) Instructions	(2)	Add: Current year inflation adjustment @ 2.11%		\$ 68,134
(3) Instructions	(3)	Subtract: Ad valorem tax revenue ACTUALLY assessed in the prior year for Class 1 and 2 property, (net and gross proceeds) (from Prior Year's form Line 20)- (enter as negative)		\$ -
(4) Instructions	(4)	Adjusted ad valorem tax revenue		\$ 3,297,212
	= (1) + (2) + (3)			
(5) Instructions	(5)	ENTERING TAXABLE VALUES. Enter 'Total Taxable Value' - from Department of Revenue <i>Certified Taxable Valuation Information</i> form, line # 2	\$ 237,025,086	\$ 237,025,086
(6) Instructions	(6)	Subtract: 'Total Incremental Value' of all tax increment financing districts (TIF Districts) - from Department of Revenue <i>Certified Taxable Valuation Information</i> form, line # 6 (enter as negative)	\$ (25,194,277)	\$ (25,194,277)
(7) Instructions	(7)	Taxable value per mill (after adjustment for removal of TIF per mill incremental district value)		\$ 211,830.809
	= (5) + (6)			
(8) Instructions	(8)	Subtract: 'Total Value of Newly Taxable Property' - from Department of Revenue <i>Certified Taxable Valuation Information</i> form, line # 3 (enter as negative)	\$ (3,848,960)	\$ (3,848,960)
(9) Instructions	(9)	Subtract: 'Taxable Value of Net and Gross Proceeds, (Class 1 & 2 properties)' - from Department of Revenue <i>Certified Taxable Valuation Information</i> form, line # 5 (enter as negative)		\$ -
(10) Instructions	(10)	Adjusted Taxable value per mill		\$ 207,981.849
	= (7) + (8) + (9)			
(11) Instructions	(11)	CURRENT YEAR calculated mill levy		15.85
	= (4) / (10)			
(12) Instructions	(12)	CURRENT YEAR calculated ad valorem tax revenue		\$ 3,357,518
	= (7) x (11)			
(13) Instructions	(13)	CURRENT YEAR AUTHORIZED LEVY/ASSESSMENT Enter total number of carry forward mills from prior year (from Prior Year's form Line 22)	0.00	0.00
(14) Instructions	(14)	Total current year authorized mill levy, including Prior Years' carry forward mills		15.85
	= (11) + (13)			
(15) Instructions	(15)	Total current year authorized ad valorem tax revenue assessment		\$ 3,357,518
	= (7) x (14)			
(16) Instructions	(16)	CURRENT YEAR ACTUALLY LEVIED/ASSESSED Enter number of mills actually levied in current year (Number should equal total <u>non-voted</u> mills, which includes the number of carry forward mills, actually imposed per the final approved current year budget document. <u>Do Not</u> include voted or permissive mills imposed in the current year.)	15.85	15.85
(17) Instructions	(17)	Total ad valorem tax revenue actually assessed in current year		\$ 3,357,518
	= (7) x (16)			
(18) Instructions	(18)	RECAPITULATION OF ACTUAL: Ad valorem tax revenue actually assessed		\$ 3,296,512
	= (10) x (16)			
(19) Instructions	(19)	Ad valorem tax revenue actually assessed for newly taxable property		\$ 61,006
(20) Instructions	(20)	Ad valorem tax revenue actually assessed for Class 1 & 2 properties (net-gross proceeds)		\$ -
(21) Instructions	(21)	Total ad valorem tax revenue actually assessed in current year		\$ 3,357,518
	= (18) + (19) + (20)			
(22) Instructions	(22)	Total carry forward mills that may be levied in a subsequent year (Number should be equal to or greater than zero. A (negative) number indicates an over levy.)		0.00
	= (14) - (16)			

Determination of Tax Revenue and Mill Levy Limitations

Section 15-10-420, MCA

2nd Voted Levy

FYE June 30, 2026

MUTD

Preparer

Notes:

(To print Preparer Notes highlight column and choose 'Print Selection'.
To print Levy Comp form choose 'Print Active Sheet')

below to view instructions	Reference Line	Enter amounts in yellow cells	AUTO-CALCULATION (If completing manually enter amounts as instructed)
(1) Instructions	(1) Enter Ad valorem tax revenue <u>ACTUALLY assessed in the prior year</u> (from Prior Year's form Line 17)	\$ 4,453,901	\$ 4,453,901
(2) Instructions	(2) Add: Current year inflation adjustment @ 2.11%		\$ 93,977
(3) Instructions	(3) Subtract: Ad valorem tax revenue <u>ACTUALLY assessed in the prior year</u> for Class 1 and 2 property, (net and gross proceeds) (from Prior Year's form Line 20)- (enter as negative)		\$ -
(4) Instructions	(4) Adjusted ad valorem tax revenue = (1) + (2) + (3)		\$ 4,547,878
(5) Instructions	(5) <u>ENTERING TAXABLE VALUES</u> Enter 'Total Taxable Value' - from Department of Revenue <i>Certified Taxable Valuation Information</i> form, line # 2	\$ 237,025,086	\$ 237,025,086
(6) Instructions	(6) Subtract: 'Total Incremental Value' of all tax increment financing districts (TIF Districts) - from Department of Revenue <i>Certified Taxable Valuation Information</i> form, line # 6 (enter as negative)	\$ (25,194,277)	\$ (25,194,277)
(7) Instructions	(7) Taxable value per mill (after adjustment for removal of TIF per mill incremental district value) = (5) + (6)		\$ 211,830.809
(8) Instructions	(8) Subtract: 'Total Value of Newly Taxable Property' - from Department of Revenue <i>Certified Taxable Valuation Information</i> form, line # 3 (enter as negative)	\$ (3,848,960)	\$ (3,848,960)
(9) Instructions	(9) Subtract: 'Taxable Value of Net and Gross Proceeds, (Class 1 & 2 properties)' - from Department of Revenue <i>Certified Taxable Valuation Information</i> form, line # 5 (enter as negative)		\$ -
(10) Instructions	(10) Adjusted Taxable value per mill = (7) + (8) + (9)		\$ 207,981.849
(11) Instructions	(11) CURRENT YEAR calculated mill levy = (4) / (10)		21.87
(12) Instructions	(12) CURRENT YEAR calculated ad valorem tax revenue = (7) x (11)		\$ 4,632,740
(13) Instructions	(13) <u>CURRENT YEAR AUTHORIZED LEVY/ASSESSMENT</u> Enter total number of carry forward mills from prior year (from Prior Year's form Line 22)	0.00	0.00
(14) Instructions	(14) Total current year authorized mill levy, including Prior Years' carry forward mills = (11) + (13)		21.87
(15) Instructions	(15) Total current year authorized ad valorem tax revenue assessment = (7) x (14)		\$ 4,632,740
(16) Instructions	(16) <u>CURRENT YEAR ACTUALLY LEVIED/ASSESSED</u> Enter number of mills actually levied in current year (Number should equal total <u>non-voted</u> mills, which includes the number of carry forward mills, actually imposed per the final approved current year budget document. <u>Do Not</u> include voted or permissive mills imposed in the current year.)	21.87	21.87
(17) Instructions	(17) Total ad valorem tax revenue actually assessed in current year = (7) x (16)		\$ 4,632,740
(18) Instructions	(18) <u>RECAPITULATION OF ACTUAL:</u> Ad valorem tax revenue actually assessed = (10) x (16)		\$ 4,548,563
(19) Instructions	(19) Ad valorem tax revenue actually assessed for newly taxable property		\$ 84,177
(20) Instructions	(20) Ad valorem tax revenue actually assessed for Class 1 & 2 properties (net-gross proceeds)		\$ -
(21) Instructions	(21) Total ad valorem tax revenue actually assessed in current year = (18) + (19) + (20)		\$ 4,632,740
(22) Instructions	(22) Total carry forward mills that may be levied in a subsequent year (Number should be equal to or greater than zero. A (negative) number indicates an over levy.) = (14) - (16)		0.00

RESOLUTION NO. 25-XX

RESOLUTION ESTABLISHING THE METHOD OF LEVYING VOTED MILLS AS REQUIRED BY LAWS 2025, CHAPTERS 674 AND 767 PASSED IN THE 69TH MONTANA LEGISLATIVE SESSION.

WHEREAS, Laws 2025, Chapters 674 and 767 passed in the 69th Montana Legislative Session requires that a taxing entity with a local mill levy limit of a specific number of mills that may be imposed that was authorized by the voters before May 13, 2025, shall elect one of two methods to recalculate those mill levies.

WHEREAS, a taxing entity may either elect to: (a) transition a voted mill levy to a dollar-based mill levy equal to the amount of property taxes assessed in fiscal year 2025 and thereafter subject to the provisions of 15-10-420(1)(a); or (b) levy the number of mills in fiscal year 2026 that will generate the amount of property taxes assessed in fiscal year 2025. In fiscal years after 2026, the local government may levy an amount not to exceed the number of mills levied in fiscal year 2026.

WHEREAS, the Missoula Urban Transportation District has the following mill levy authorized by the voters before May 13, 2025:

14.50 mills to improve Mountain Line bus service for seniors, people with disabilities; extend night service; and increase bus frequency authorized by voters on November 5, 2013.

NOW THEREFORE BE IT RESOLVED, by the Missoula Urban Transportation District, that:

1) The November 5, 2013 mill levy will be transitioned to a dollar-based mill levy equal to the total authorized ad valorem tax revenue assessment in fiscal year 2025 and thereafter subject to the provisions of 15-10-420(1)(a); and

2) The total authorized ad valorem tax revenue assessed in fiscal year 2025 for the November 5, 2013 mill levy was \$3,229,078.00; and

3) Hereafter, the Missoula Urban Transportation District may levy up to \$3,229,078.00 plus the rate of inflation provided for in Section 15-10-420(1)(a) MCA; and

4) For fiscal year 2026, the Missoula Urban Transportation District will levy \$3,357,518.00 for the November 5, 2013 voted mill levy."

PASSED AND ADOPTED THIS _____ DAY OF _____, 2025

Board Chair, Sebastian Strauss

For the Missoula Urban Transportation District

ATTEST:

Clerk,

RESOLUTION NUMBER: 2025-XX

RESOLUTION ESTABLISHING THE METHOD OF LEVYING VOTED MILLS AS REQUIRED BY LAWS 2025, CHAPTERS 674 AND 767 PASSED IN THE 69TH MONTANA LEGISLATIVE SESSION.

WHEREAS, Laws 2025, Chapters 674 and 767 passed in the 69th Montana Legislative Session requires that a taxing entity with a local mill levy limit of a specific number of mills that may be imposed that was authorized by the voters before May 13, 2025, shall elect one of two methods to recalculate those mill levies.

WHEREAS, a taxing entity may either elect to: (a) transition a voted mill levy to a dollar-based mill levy equal to the amount of property taxes assessed in fiscal year 2025 and thereafter subject to the provisions of 15-10-420(1)(a); or (b) levy the number of mills in fiscal year 2026 that will generate the amount of property taxes assessed in fiscal year 2025. In fiscal years after 2026, the local government may levy an amount not to exceed the number of mills levied in fiscal year 2026.

WHEREAS, the Missoula Urban Transportation District has the following mill levy authorized by the voters before May 13, 2025:

20.00 mills to improve Mountain Line service for seniors and people with disabilities; extend night and weekend service; and enhance Zero-Fare authorized by voters on November 3, 2020.

NOW THEREFORE BE IT RESOLVED, by the Missoula Urban Transportation District, that:

1) The November 3, 2020 mill levy will be transitioned to a dollar-based mill levy equal to the total authorized ad valorem tax revenue assessment in fiscal year 2025 and thereafter subject to the provisions of 15-10-420(1)(a); and

2) The total authorized ad valorem tax revenue assessed in fiscal year 2025 for the November 3, 2020 mill levy was \$4,453,901.00; and

3) Hereafter, the Missoula Urban Transportation District may levy up to \$4,453,901.00 plus the rate of inflation provided for in Section 15-10-420(1)(a) MCA; and

4) For fiscal year 2026, the Missoula Urban Transportation District will levy \$4,632,740.00 for the November 3, 2020 voted mill levy.”

PASSED AND ADOPTED THIS _____ DAY OF _____, 2025

Board Chair, Sebastian Strauss

For the Missoula Urban Transportation District

ATTEST:

Clerk,

Determination of Tax Revenue and Mill Levy Limitations

Section 15-10-420, MCA
Aggregate of all Funds
FYE June 30, 2026
MUTD

Preparer

Notes:

(To print Preparer Notes highlight column and choose 'Print Selection'.
To print Levy Comp form choose 'Print Active Sheet')

below to view instructions	Reference Line		Enter amounts in yellow cells	Auto-Calculation (if completing manually enter amounts as instructed)
(1) Instructions	(1)	Enter Ad valorem tax revenue <u>ACTUALLY assessed in the prior year</u> (from Prior Year's form Line 17)	\$ 3,948,383	\$ 3,948,383
(2) Instructions	(2)	Add: Current year inflation adjustment @ 2.11%		\$ 83,311
(3) Instructions	(3)	Subtract: Ad valorem tax revenue <u>ACTUALLY assessed in the prior year</u> for Class 1 and 2 property, (net and gross proceeds) (from Prior Year's form Line 20)- (enter as negative)		\$ -
(4) Instructions	(4)	Adjusted ad valorem tax revenue		\$ 4,031,694
		= (1) + (2) + (3)		
(5) Instructions	(5)	ENTERING TAXABLE VALUES Enter 'Total Taxable Value' - from Department of Revenue <i>Certified Taxable Valuation Information</i> form, line # 2	\$ 237,025,086	\$ 237,025,086
(6) Instructions	(6)	Subtract: 'Total Incremental Value' of all tax increment financing districts (TIF Districts) - from Department of Revenue <i>Certified Taxable Valuation Information</i> form, line # 6 (enter as negative)	\$ (25,194,277)	\$ (25,194,277)
(7) Instructions	(7)	Taxable value per mill (after adjustment for removal of TIF per mill incremental district value)		\$ 211,830,809
		= (5) + (6)		
(8) Instructions	(8)	Subtract: 'Total Value of Newly Taxable Property' - from Department of Revenue <i>Certified Taxable Valuation Information</i> form, line # 3 (enter as negative)	\$ (3,848,960)	\$ (3,848,960)
(9) Instructions	(9)	Subtract: 'Taxable Value of Net and Gross Proceeds, (Class 1 & 2 properties)' - from Department of Revenue <i>Certified Taxable Valuation Information</i> form, line # 5 (enter as negative)		\$ -
(10) Instructions	(10)	Adjusted Taxable value per mill		\$ 207,981,849
		= (7) + (8) + (9)		
(11) Instructions	(11)	CURRENT YEAR calculated mill levy		19.38
		= (4) / (10)		
(12) Instructions	(12)	CURRENT YEAR calculated ad valorem tax revenue		\$ 4,105,281
		= (7) x (11)		
(13) Instructions	(13)	CURRENT YEAR AUTHORIZED LEVY/ASSESSMENT Enter total number of carry forward mills from prior year (from Prior Year's form Line 22)	0.00	0.00
(14) Instructions	(14)	Total current year authorized mill levy, including Prior Years' carry forward mills		19.38
		= (11) + (13)		
(15) Instructions	(15)	Total current year authorized ad valorem tax revenue assessment		\$ 4,105,281
		= (7) x (14)		
(16) Instructions	(16)	CURRENT YEAR ACTUALLY LEVIED/ASSESSED Enter number of mills actually levied in current year (Number should equal total <u>non-voted</u> mills, which includes the number of carry forward mills, actually imposed per the final approved current year budget document. <u>Do Not</u> include voted or permissive mills imposed in the current year.)	19.38	19.38
(17) Instructions	(17)	Total ad valorem tax revenue actually assessed in current year		\$ 4,105,281
		= (7) x (16)		
(18) Instructions	(18)	RECAPITULATION OF ACTUAL: Ad valorem tax revenue actually assessed		\$ 4,030,688
		= (10) x (16)		
(19) Instructions	(19)	Ad valorem tax revenue actually assessed for newly taxable property		\$ 74,593
(20) Instructions	(20)	Ad valorem tax revenue actually assessed for Class 1 & 2 properties (net-gross proceeds)		\$ -
(21) Instructions	(21)	Total ad valorem tax revenue actually assessed in current year		\$ 4,105,281
		= (18) + (19) + (20)		
(22) Instructions	(22)	Total carry forward mills that may be levied in a subsequent year (Number should be equal to or greater than zero. A (negative) number indicates an over levy.)		0.00
		= (14) - (16)		

Revised 6/2021

Total Non-Voted Property Taxes	\$ 4,105,281.00
Permissive Medical Levy	\$ 804,598.00
1st Voted Mills	\$ 3,229,078.36
2nd Voted Mills	\$ 4,453,901.18
	\$ 12,592,858.54
Entitlement Share	\$ 441,344.75

19.38

3.80

15.24

21.03

59.45

Using this method you would be restricted to using the same number of mills needed to generate the dollar value of the voted levies in FY 26 for the remaining life of the levy

RESOLUTION NUMBER: 2025-

RESOLUTION ESTABLISHING THE METHOD OF LEVYING VOTED MILLS AS REQUIRED BY LAWS 2025, CHAPTERS 674 AND 767 PASSED IN THE 69TH MONTANA LEGISLATIVE SESSION.

WHEREAS, Laws 2025, Chapters 674 and 767 passed in the 69th Montana Legislative Session requires that a taxing entity with a local mill levy limit of a specific number of mills that may be imposed that was authorized by the voters before May 13, 2025, shall elect one of two methods to recalculate those mill levies.

WHEREAS, a taxing entity may either elect to: (a) transition a voted mill levy to a dollar-based mill levy equal to the amount of property taxes assessed in fiscal year 2025 and thereafter subject to the provisions of 15-10-420(1)(a); or (b) levy the number of mills in fiscal year 2026 that will generate the amount of property taxes assessed in fiscal year 2025. In fiscal years after 2026, the local government may levy an amount not to exceed the number of mills levied in fiscal year 2026.

WHEREAS, the Missoula Urban Transportation District has the following mill levy authorized by the voters before May 13, 2025:

14.50 mills to improve Mountain Line bus service for seniors, people with disabilities; extend night service; and increase bus frequency authorized by voters on November 5, 2013.

NOW THEREFORE BE IT RESOLVED, by the Missoula Urban Transportation District, that:

1) The November 5, 2013 mill levy will be reset for fiscal year 2026 to the number of mills that will generate the total authorized ad valorem tax revenue assessment for the November 5, 2013 mill levy in fiscal year 2025; and

2) The amount of authorized ad valorem property taxes revenue assessed in fiscal year 2025 for the November 5, 2013 mill levy was \$3,229,078.00; and

3) The number of mills that will generate \$3,229,078.00 in fiscal year 2026 is 15.24; and

4) Hereafter, the Missoula Urban Transportation District may levy up to 15.24 mills; and

5) For fiscal year 2026, the Missoula Urban Transportation District will levy 15.24 mills for the November 5, 2013 voted mill levy."

PASSED AND ADOPTED THIS _____ DAY OF _____, 2025

Board Chair, Sebastian Strauss

For the Missoula Urban Transportation District

ATTEST:

Clerk,

RESOLUTION NUMBER: 2025-

RESOLUTION ESTABLISHING THE METHOD OF LEVYING VOTED MILLS AS REQUIRED BY LAWS 2025, CHAPTERS 674 AND 767 PASSED IN THE 69TH MONTANA LEGISLATIVE SESSION.

WHEREAS, Laws 2025, Chapters 674 and 767 passed in the 69th Montana Legislative Session requires that a taxing entity with a local mill levy limit of a specific number of mills that may be imposed that was authorized by the voters before May 13, 2025, shall elect one of two methods to recalculate those mill levies.

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WHEREAS, the Missoula Urban Transportation District has the following mill levy authorized by the voters before May 13, 2025:

20.00 mills to improve Mountain Line service for seniors and people with disabilities; extend night and weekend service; and enhance Zero-Fare authorized by voters on November 3, 2020.

NOW THEREFORE BE IT RESOLVED, by the Missoula Urban Transportation District, that:

1) The November 3, 2020 mill levy will be reset for fiscal year 2026 to the number of mills that will generate the total authorized ad valorem tax revenue assessment for the November 3, 2020 mill levy in fiscal year 2025; and

2) The amount of authorized ad valorem property taxes revenue assessed in fiscal year 2025 for the November 3, 2020 mill levy was \$4,453,901.00; and

3) The number of mills that will generate \$4,453,901.00 in fiscal year 2026 is 21.03; and

4) Hereafter, the Missoula Urban Transportation District may levy up to 21.03 mills; and

5) For fiscal year 2026, the Missoula Urban Transportation District will levy 21.03 mills for the November 3, 2020 voted mill levy."

PASSED AND ADOPTED THIS _____ DAY OF _____, 2025

Board Chair, Sebastian Strauss

For the Missoula Urban Transportation District

ATTEST:

Clerk,