

Director Brendan Beatty

## **MEMORANDUM**

TO: Doug Roehm, Business Tax Valuation Bureau (DOR)

**FROM:** Dylan Cole, Tax Policy and Research

**DATE:** September 8, 2021

**RE:** Statewide Avg. Mill Levy on Commercial and Industrial Property to be Applied to

Car Lines in Tax Year 2021

The statewide average mill levies on commercial and industrial property for Tax Year 2020 was **583.32**.

This memorandum is regarding 15-23-214, MCA, which states that the Department of Revenue shall compute the tax on railroad car company property by multiplying the taxable value of the property by the average levy. 15-23-211, MCA, defines average levy as the average statewide rate of taxation on commercial and industrial property

This calculation is based on taxable values and mill levies from tax year 2020.

Included with this memo is an attachment with supporting work.

Attachment: TY2020 carline statewide average mill calculation.

- 1. Under the tab heading '2020 Average Mills' is a table of valuation and estimated taxes paid by all property owners for tax year 2020. At the bottom of this table is the value of commercial and industrial property. The total taxes paid by commercial and industrial property (column P) is divided by the total taxable value of commercial and industrial property (column F) and multiplied by 1,000 to derive the statewide average mill levy for commercial and industrial property.
- 2. Under the tab heading 'Mill Levy Calculation' is the summary table.

Cc: Ed Caplis Melissa Quigley

Grace Gilmore Angie Haller

## Calculation of Average Statewide Rate of Taxation on Commercial and Industrial Property

Taxes Levied - Commercial

Property \$820,116,178

Taxable Value - Commercial

Property \$1,405,940,481

Statewide Average

Levy <u>583.32</u>

For State, County, School, City/Town, and Miscellaneous Districts

Department of Revenue

Office of Tax Policy and Research

Dylan Cole

9/8/2021