

FIRST REGULAR SESSION

[PERFECTED]

HOUSE COMMITTEE SUBSTITUTE FOR

HOUSE BILL NO. 142

99TH GENERAL ASSEMBLY

0625H.03P

D. ADAM CRUMBLISS, Chief Clerk

AN ACT

To repeal section 153.030, RSMo, and to enact in lieu thereof one new section relating to property taxation of telephone companies.

Be it enacted by the General Assembly of the state of Missouri, as follows:

Section A. Section 153.030, RSMo, is repealed and one new section enacted in lieu thereof, to be known as section 153.030, to read as follows:

153.030. 1. All bridges over streams dividing this state from any other state owned, used, leased or otherwise controlled by any person, corporation, railroad company or joint stock company, and all bridges across or over navigable streams within this state, where the charge is made for crossing the same, which are now constructed, which are in the course of construction, or which shall hereafter be constructed, and all property, real and tangible personal, owned, used, leased or otherwise controlled by telegraph, telephone, electric power and light companies, electric transmission lines, pipeline companies and express companies shall be subject to taxation for state, county, municipal and other local purposes to the same extent as the property of private persons.

2. And taxes levied thereon shall be levied and collected in the manner as is now or may hereafter be provided by law for the taxation of railroad property in this state, and county commissions, county boards of equalization and the state tax commission are hereby required to perform the same duties and are given the same powers, including punitive powers, in assessing, equalizing and adjusting the taxes on the property set forth in this section as the county commissions and boards of equalization and state tax commission have or may hereafter be empowered with, in assessing, equalizing, and adjusting the taxes on railroad property; and an authorized officer of any such bridge, telegraph, telephone, electric power and light companies,

EXPLANATION — Matter enclosed in bold-faced brackets [thus] in the above bill is not enacted and is intended to be omitted from the law. Matter in **bold-face** type in the above bill is proposed language.

18 electric transmission lines, pipeline companies, or express company or the owner of any such toll
19 bridge, is hereby required to render reports of the property of such bridge, telegraph, telephone,
20 electric power and light companies, electric transmission lines, pipeline companies, or express
21 companies in like manner as the authorized officer of the railroad company is now or may
22 hereafter be required to render for the taxation of railroad property.

23 3. On or before the fifteenth day of April in the year 1946 and each year thereafter an
24 authorized officer of each such company shall furnish the state tax commission and county clerks
25 a report, duly subscribed and sworn to by such authorized officer, which is like in nature and
26 purpose to the reports required of railroads under chapter 151 showing the full amount of all real
27 and tangible personal property owned, used, leased or otherwise controlled by each such
28 company on January first of the year in which the report is due.

29 4. If any telephone company assessed pursuant to chapter 153 has a microwave relay
30 station or stations in a county in which it has no wire mileage but has wire mileage in another
31 county, then, for purposes of apportioning the assessed value of the distributable property of such
32 companies, the straight line distance between such microwave relay stations shall constitute
33 miles of wire. In the event that any public utility company assessed pursuant to this chapter has
34 no distributable property which physically traverses the counties in which it operates, then the
35 assessed value of the distributable property of such company shall be apportioned to the physical
36 location of the distributable property.

37 **5. (1) Notwithstanding any provision of law to the contrary, beginning January 1,**
38 **2018, a telephone company shall make a one-time election within the tax year to be**
39 **assessed:**

40 **(a) Using the methodology for property tax purposes as provided under this**
41 **section; or**

42 **(b) Using the methodology for property tax purposes as provided under this section**
43 **for property consisting of land and buildings and be assessed for all other property**
44 **exclusively using the methodology utilized under section 137.122.**

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46 **If a telephone company begins operations, including a merger of multiple telephone**
47 **companies, after the effective date of this section, it shall make its one-time election to be**
48 **assessed using the methodology for property tax purposes as described under paragraph**
49 **(b) of subdivision (1) of this subsection within the year in which the telephone company**
50 **begins its operations. A telephone company which fails to make a timely election shall be**
51 **deemed to have elected to be assessed using the methodology for property tax purposes as**
52 **provided under subsections 1 to 4 of this section.**

53 **(2) The provisions of this subsection shall not be construed to change the original**
54 **assessment jurisdiction of the state tax commission.**

55 **(3) Nothing in subdivision (1) of this subsection shall be construed as applying to**
56 **any other utilities.**

57 **(4) (a) The provisions of this subdivision shall ensure that school districts may**
58 **avoid any fiscal impact as a result of a telephone company being assessed under the**
59 **provisions of paragraph (b) of subdivision (1) of this subsection. If a school district's**
60 **current operating levy is below the greater of its most recent voter-approved tax rate or the**
61 **most recent voter-approved tax rate as adjusted under subdivision (2) of subsection 5 of**
62 **section 137.073, it shall comply with section 137.073.**

63 **(b) Beginning January 1, 2018, any school district currently operating at a tax rate**
64 **equal to the greater of the most recent voter-approved tax rate or the most recent**
65 **voter-approved tax rate as adjusted under subdivision (2) of subsection 5 of section 137.073**
66 **that receives less tax revenue from a specific telephone company under this subsection, on**
67 **or before January 31 of the year following the tax year in which the school district received**
68 **less revenue from a specific telephone company, may by resolution of the school board**
69 **impose a fee, as determined under this subsection, in order to obtain such revenue. The**
70 **resolution shall include all facts that support the imposition of the fee. If the school district**
71 **receives voter approval to raise its tax rate, the district shall no longer impose the fee**
72 **authorized in this paragraph.**

73 **(c) Any fee imposed under paragraph (b) of this subdivision shall be determined**
74 **by taking the difference between the telephone company valuations in the tax year in**
75 **question as determined by the state tax commission under paragraph (d) of this**
76 **subdivision, applied to the apportionment process in subsection 2 of section 151.150 to**
77 **determine the amount of the fee to be paid to the school district by a telephone company**
78 **in such year. The school district shall issue a billing, as provided in this subdivision, to any**
79 **such telephone company. A telephone company shall have forty-five days after receipt of**
80 **a billing to remit its payment of its portion of the fees to the school district.**
81 **Notwithstanding any other provision of law, the issuance or receipt of such fee shall not be**
82 **used:**

83 **a. In determining the amount of state aid that a school district receives under**
84 **section 163.031;**

85 **b. In determining the amount that may be collected under a property tax levy by**
86 **such district; or**

87 **c. For any other purpose.**

88

89 **For the purposes of accounting, a telephone company that issues a payment to a school**
90 **district under this subsection shall treat such payment as a tax.**

91 **(d) When establishing the valuation of a telephone company assessed under**
92 **paragraph (b) of subdivision (1) of this subsection, the state tax commission shall also**
93 **determine the difference between the assessed value of a telephone company if:**

94 **a. Assessed under paragraph (b) of subdivision (1) of this subsection; and**

95 **b. Assessed exclusively under subsections 1 to 4 of this section.**

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97 **The state tax commission shall then apportion such amount to each county and provide**
98 **such information to any school district making a request for such information. This**
99 **subsection shall expire when no school districts are eligible for a fee.**

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