MONTANA
DEPARTMENT OF
REVENUE

GOVERNOR GREG GIANFORTE
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TO:	Doug Roehm, BIT Angie Haller, BIT
FROM:	Dylan Cole, Tax Policy and Research
DATE:	June 20, 2025
RE:	Tax Year 2025 Class 12 Taxable Percentage Rate
CC:	Brendan Beatty Ralph Franklin Julia Pattin Paula Gilbert Jason Lay Sherri Diemert Bryce Kaatz Scott Mendenhall Ryan Evans Derek Bell Robin Rude Eric Bryson Kelly Lynch

The tax year 2025 taxable percentage rate for class 12 property is estimated to be **2.82%**.

Per 15-6-145, MCA, the Department of Revenue shall calculate the taxable percentage rate for class 12 property annually by:

1. conducting a sales assessment ratio for class 4 commercial and industrial property;
2. adjusting the total class 4 commercial and industrial taxable value with the sales ratio;
3. adding this product to the taxable value of other non-class 12 commercial property; and
4. dividing this adjusted total taxable value by the total statewide market value of all non-class 12 commercial property.

The Tax Year 2024 sales assessment ratio of class 4 commercial and industrial property is 91.68%. The actual assessed value for class 4 commercial and industrial property is divided by the sales prices to determine a sales ratio. The table on the following page contains the sales ratio information.

Class 4
Commercial & Industrial Adjustments

Class 4 Market Value TY 2024	
Number of Valid Sales	983
Assessed Value	$985.495
Sales Value	$1,074.897
Sales Ratio	**91.68%**

Because the certification of TY 2025 property values occurs in August of 2025, the information used in this computation is certified TY 2024 values. Given the anticipated decrease in commercial and industrial property tax rates from SB 542 and HB 231 of the 2025 Legislature, commercial and industrial values are sourced from preliminary TY 2025 data. Once the TY 2025 certification is complete, the department will recalculate the class 12 percentage, and if the recalculated percentage differs from 2.82% by more than 5%, the department will provide notification of the new class twelve percentage by September 1, 2025.

The following table showing the contribution of each class of property to the class 12 taxable percentage rate:

Class 12 Tax Rate - Tax Year 2025

Class of Property	Market Value	Taxable Value	Sales Ratio	Adj. Taxable Value	Eff. Tax Rate
Class 4 Commercial and Industrial	$40,100.618	$700.020	91.68%	$641.80	1.60%
Class 7	$0.227	$0.018	100.00%	$0.02	8.00%
Class 8	$7,959.236	$195.487	100.00%	$195.487	2.46%
Class 9	$5,128.366	$611.188	100.00%	$611.188	11.92%
Class 13	$2,197.630	$129.914	100.00%	$129.914	5.91%
Class 14	$1,251.489	$20.938	100.00%	$20.938	1.67%
Class 15	$204.422	$2.775	100.00%	$2.775	1.36%
Class 16	$0.000	$0.000	100.00%	$0.000	N/A
Class 17	$62.338	$0.561	100.00%	$0.561	0.90%
Total Commercial and Industrial	**56,904.326**	**N/A**		**1,602.680**	**2.82%**

Please contact Dylan Cole at (444-6634 dylan.cole@mt.gov) or Eric Dale at (444-3531 edale@mt.gov) if you have any questions.