

MINUTES OF THE MEETING  
NATURAL RESOURCE SUBCOMMITTEE  
49TH LEGISLATURE SPECIAL SESSION III

June 11, 1986

The meeting of the Natural Resource Subcommittee was called to order by Chairman Rex Manuel on June 11, 1986 at 8:35 a.m. in Room 317 of the State Capitol.

ROLL CALL: All members were present.

Tape 1:A:002

DEPARTMENT OF NATURAL RESOURCE AND CONSERVATION:

Van Jamison, Administrator of the Energy Division, handed out a revised table 2 from page C-49 of the LFA's budget book. It is marked as Exhibit A. He stated that included in their operating expenses for the biennium is a proposed reduction in the program which provides grants and loans to research development and demonstration commercialized renewable energy and provide grants to state building for energy conservation retrofits to a program that is limited over the course of the next three (3) years to providing energy conservation retrofit funding to state buildings.

Carl Schweitzer, LFA, explained that part of one of the governor's proposals is to redirect \$1,143,000 of alternative energy funds to the general fund. It is listed in Issue 3. He further explained that \$1,000,000 of it will be going at the beginning of the fiscal year and the other \$143,000 will be going at some point later on in the fiscal year when they have the cash available. This leaves a balance of \$654,000 which the department will be taking their 5% out of so not all of that will be available for state building retrofits. Mr. Jamison stated that they will be providing \$607,759 for the state building grants. This will leave them a balance of approximately \$47,000 in the account.

Director's Office:

Larry Fasbender, Director of DNRC, stated that \$2,000,000 was taken out that did go to Science and Technology. He further stated that they are introducing legislation that would make it very clear that they have the discretion to take those programs to defer the loan and grant program and use it in the building retrofit program which the legislation passed last session. Representative Nathe asked Mr. Fasbender if it wouldn't be better to take \$607,759 and put it in the general fund and forget about the retrofit program. Mr. Fasbender thinks that it is important to do the retrofitting in the buildings that have high energy loss which would pay off in short term.

Mr. Fasbender also stated that the legislation is the one that approves the amendment that any energy savings would revert to an account that would reduce the general fund. They hoped that this would revert back into the fund so that it would increase the amount of funds they would have available to do energy retrofits.

Carl Schweitzer, LFA, explained what the governor's issue 2 is proposing. He stated that there is \$200,000 RIT that was appropriated in an administrative account to administer the RIT program and the Governor is proposing to take \$200,000 out of the \$277,000 and redirecting that to the general fund. The other portion would be to take \$300,000 out of an account called the Environment Contingency Fund. The bottom line is that the Governor recommended that the 5% be changed to 1.8% which would accomplish taking \$300,000 out of that account. The LFA's reasoning is that you would have to reduce the 5% to about 0% and leave nothing in the account. The bottom line is that there is \$300,000 available and if you take the \$300,000 that you would have to take the \$175,000 out of the Water Development program which would then reduce the amount that would be available for grants if an emergency came up and you needed the money. Carl handed out Exhibit B and explained what the LFA had done to come up with their figures.

Mr. Fasbender stated that he doesn't think there is any disagreement to the amount of money that is available but rather how you want to use it. It's available to be used either in the loan grant program or it's available to be appropriated to the general fund. His department felt it would be better to take the \$300,000 out of the Environmental Contingency Fund and use it for general fund purposes. He stated that at some point in time it would be important for this committee and the Long Range Planning committee to get together and go through a full discussion on what the effects might be so that both committees would have an understanding of how the program works and where they might want to go from there.

Discussion was held on the Resource Indemnity Trust Fund.

(455)

Carl explained to the committee the LFA's Issue 1. After a lengthy discussion it was decided that this committee and the Long-Range Planning committee would have to get together and discuss this issue. Carl said that Issue 2 might be an option that the legislature may want to do away with since it hasn't really been utilized since 1979. The amount of money that it involved is \$27,143. Mr. Jamison explained to the committee why he thought it should not be abolished. Discussion was held on Issue 2. Representative Spaeth asked if we eliminate this program until we need it could we start it back up without too much disruption. Mr. Jamison answered him by saying that they would retain the computer capability. He also said that if current conditions remain they would be able to start it up again.

(B:255) Issue 3 is the Major Facility Siting Bureau Funding. Carl explained what this bureau involves. He stated that as an option they could eliminate the general fund portion of this by going back and looking at the acts and see if they could be adjusted so that more cost could be put on the people that use these capabilities that the department has or else go to just a part-time staff. Larry Fasbender commented that it is difficult to keep good people on staff if they are going to be hired only part-time. Mr. Jamison passed out a revised table 4 which is marked as Exhibit C. He told the committee that what they have done in the past is if the money is appropriated to them and they don't need it they will revert it. He went on to say that the first steps they would take would be to eliminate their project staff, and substitute project money for the general fund.

At this time the Department of Natural Resource and Conservation was interrupted briefly so the Department of Public Service Commission could be heard.

Tape 1:A:002

DEPARTMENT OF PUBLIC SERVICE COMMISSION:

Carl, LFA, stated that the 5% cut totaled \$85,584 which would basically eliminate all commission travel and require that all public hearings be held in Helena. The cut would also delay the computer program development for the case management system. Carl asked Mr. Jarvis, Chairman of the PSC, if this is still the areas they are planning on cutting with the 5%. He replied that those are the areas. Carl went through and explained what the LFA's issues would involve.

Director's Office: (055)

Clyde Jarvis, Chairman of PSC, handed out Exhibit D to the committee. He stated that they are in agreement that something needs to be done to balance the budget and they are willing to cooperate. He said they are in agreement with the Governor and the LFA except for two exceptions. One is the travel budget. Mr. Jarvis explained that they have taken the hearings out of Helena and taken them to the people and they believe that without this money to travel they are forcing people from any part of the state into Helena for a hearing. He further explained to the committee that this would be a severe hardship on those people to appear in Helena and bring their witnesses with them. The other exception that they would like to keep is the money to provide them to continue to participate before the Federal Energy Regulatory Commission in Washington D.C. in the Williston - Basin Montana Dakota Utility Pipeline Case that's still pending.

Senator Smith asked Mr. Jarvis if what he was saying was they are not willing to take a cut in every one of their budgets? Mr. Jarvis replied that they are willing to take it but they don't want to.

Ben Havdahl, Montana Motors Carriers Association, stated that he is concerned about raising the stamp fee to \$10. The purpose of the stamp is to provide the PSC with identification and registration of every regulated motor carrier. He handed out a sample identification card to the committee. It is marked as Exhibit E. The \$5 stamp fee collects in Montana about \$1,090,000 a year. That is 67% of the total PSC budget.

Representative Cohen, representing the Montana Solid Waste Contractors Association, stated that they think that it is important that the PSC have the ability to travel around the state to hold hearings.

Senator Boylan asked if this 5% cut would eliminate all travel? Mr. Jarvis stated that it would eliminate all travel in and out of the state.

Senator Smith asked if what they were doing by eliminating this part in their budget they are going to continue activities without any cuts in some other budget? Mr. Jarvis said that in looking at their budget there are items so close you don't cut.

Senator Lane asked if there was some other way they could cut instead of taking it all out of the travel budget? Mr. Jarvis replied that the next thing they would have to look at would be people and they certainly don't want to do that.

Representative Spaeth asked the committee to ask the PSC to come up with other options to avoid cutting all of their travel. Mr. Jarvis said they would be happy to do that but in cutting the travel budget part way then they are going to be put in a position of saying we will go to your town for your hearing but we won't go to this town. Senator Smith commented that they are not asking you to make those kind of decisions.

There being no further business before this department the Department of Natural Resource and Conservation was called upon again.

The meeting was opened to the public for their opinions or comments.

Tape 2:A:002

Issue 1 Gov. 5% cut: Carl informed the committee that there has been a change in the general fund amount. The total amount of the general fund cut would be \$241,378 and the total for the state special fund would be \$228,242. There were no comments on this issue.

Issue 2 Gov: George Ochenski, representing the Montana Environmental Information Center, stated that their main concern is that the Environmental Contingency Fund gets used for a variety of environmental emergencies. He also stated that they believe that it is unconstitutional to use the RIT for general fund purposes. Mr. Fasbender commented that 6% of the RIT money does go to the Department of Health for hazardous waste.

5% contingency is the account set up to handle problems that come up on emergency basis. The 5% is what they are proposing to take \$300,000 out of. Representative Swift asked if the fund is reimbursed when the cause is determined. Mr. Fasbender answered by saying that would be the idea.

Issue 3 Gov: There were no comments or questions.

Issue 1 LFA: Senator Smith asked if this will replace all general fund monies? Carl Schweitzer, LFA, said that it should within the engineering bureau. Representative Manuel informed the committee that the LFA and the department were going to present to the committee one set of figures on this.

Issue 2 LFA: There were no comments.

Issue 3 LFA: Representative Manuel asked Mr. Fasbender if there would have to be a bill on the governor's proposals or is it the prerogative of the Appropriations committee to do this without one. He replied that there will be amendments to HB 500 and there will also be a bill addressing the change of the Water Development Program. George Ochenski suggested transferring \$200,000 RIT interest from the \$277,000 DNRC appropriation to administer the Resource Indemnity Trust Program. He stated that unless they have the \$200,000 in their budget there is no way they will be able to administer that grants program. Representative Cohen read a statement prepared by Bob Lane, Legal Council for Leo Barry who was director for DNRC in January of 1974. He said that this statement seems to indicate that there is suppose to be constitutional protections for the RIT. "In summary the argument is that once the RIT fund was given constitutional status the purpose of the trust is protected against future legislatures." He stated that he thinks that we are seeing a kind of maneuver to protect that money and to use it as it was intended to be used.

Presented to the committee was a quick summary of the budget amendments in the Energy Division. These amendments are marked as Exhibit F.

There being no further business before this department the committee recessed for lunch.

Tape 1:A:002 1:00 p.m.

DEPARTMENT OF FISH, WILDLIFE AND PARKS:

Director's Office:

Jim Flynn, Director of the Department of Fish, Wildlife and Parks, commented on the 5% budget cut. He stated that all cuts would be applied to all agencies. He also stated that they had reviewed all the earmarked sources to see which ones might be able to address the general fund problem and

even if they weren't they would be reduced in similar manner with other agencies and the money would be diverted to the general fund account. He explained how this would have an affect on the 1987 legislature.

Representative Spaeth recommended that the Department of FW&P be exempted from the 5% budget cut because of the licenses income.

Senator Boylan stated that with resource management in the state we should start looking in other directions. He further stated that the department and the state of Montana should come up with some good benefits with the resource management and that they should take advantage of the good resources that are in the state of Montana.

Senator Smith stated that he agreed with Representative Spaeth in that if the state employees get a salary cut the Department of FW&P employees get one also as they are too state employees. He also went along with the 5% cut in the general fund money.

(175) Representative Spaeth made a motion to the 5% deficiency not apply to any of the budget items within the Fish and Game that it apply to any general fund money and that it will be consistent with other agencies where the wages are concerned. Senator Smith seconded the motion.

Carl, LFA, clarified that it applied to only the general fund which would be subject to reduction and all other fees shall not be cut.

Representative Spaeth amended his motion. Senator Smith seconded the amended motion. The motion Carried.

Carl explained Issue 2. This recommendation was to take the coal tax interest and put it in place of the general fund. The money from the coal tax goes into a trust fund and then 1/3 interest from that trust fund goes to cultural projects and 2/3 goes to parks. Basically what the Governor is saying is that all that money should be used for operations.

Jim Flynn handed out Exhibit G and explained what they had done. He stated that the Long Range Planning Subcommittee decided to either agree with the LFA projections and only authorize the projects that could be covered or to agree with the FW&P estimates and only include that number or just leave the projects on the books, which is what they did.

Further discussion was held.

1:B:002 Robert VanDerVere from Helena spoke in favor of the Department of Fish, Wildlife and Parks. He commented that they were doing an excellant job.

Jim Flynn closed with a few comments.

There being no further business before this department the meeting was closed.

EXECUTIVE ACTION:

DEPARTMENT OF FISH, WILDLIFE AND PARKS:

Representative Nathe made a motion to transfer the general fund money and replace it with the coal tax trust fund interest. Representative Swift seconded the motion. The motion CARRIED.

Representative Nathe made a motion to accept the Governor's recommendation of putting a cap on the body of the parks land acquisition trust and that this be the diversion that this go into the fund for the next three years. The motion was seconded by Senator Smith. The motion CARRIED.

Tape 1:A:002 Executive Action

DEPARTMENT OF PUBLIC SERVICE COMMISSION:

Representative Nathe made a motion that the PSC has to come up with the 5% but that not all of it can come from their travel budget. The motion was seconded by Senator Smith. The motion CARRIED.

DEPARTMENT OF NATURAL RESOURCE AND CONSERVATION:

Representative Swift made a motion to accept the general fund 5% budget cut. Representative Nathe seconded the motion. The motion CARRIED.

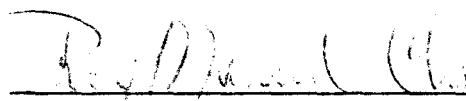
Representative Nathe made a motion to transfer the \$1,143,000 to the general fund. Representative Swift seconded the motion. The motion CARRIED.

Representative Nathe made a motion to transfer \$300,000 of the \$607,000 that is committed for state buildings to transfer it to the \$1,143,000. Representative Swift seconded the motion. The motion CARRIED with Representative Manuel voting no.

Representative Nathe made a motion to cut 50% of the \$27,143. Senator Smith seconded the motion. The motion CARRIED.

Natural Resource Subcommittee  
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ADJOURNMENT: There being no further business before this committee the meeting was adjourned at 3:45 p.m..

  
\_\_\_\_\_  
REX MANUEL, Chairman

## NATURAL RESOURCES

Date June 11, 1986

[illegible]

Table 2  
Renewable Energy and Conservation Program - 1987 Biennium Budget

Balance Available July 1, 1985		\$ 641,238*
Revenue estimate for Fiscal 1986 and 1987		
Coal Tax	\$1,968,728	
Loan Repayments	<u>445,000</u>	
Total Revenue		\$2,413,728
Accruals deobligated at end of FY 86		<u>626,035</u>
Total Funds Available		\$3,681,001
Centralized Services Division Appropriation		[152,753]
Operating Expenses		
Administration	\$ 478,945	
Contracted Services	97,553	
Match for Federal Grants	<u>229,150</u>	
Total Operating Expenses		[805,648]
Grants Awarded to 6/01/86		
State Building	\$ 287,528	
Renewable Energy and Conservation Grants	<u>637,226</u>	
Total Grants Awarded		[924,754]
Balance before reallocation to general fund		\$1,797,846
Transfer of \$1,143,000 in Governor's Issue 3		[1,143,000]
Balance Available for State Building Retrofits in FY 87		\$ 654,846

\*The balance does not include the \$2,000,000 appropriated to science and technology.

# RESOURCE INDEMNITY TRUST INTEREST FUNDS

Page 2

Exhibit B  
6-11-86

Section 15-38-202, MCA, allocates thirty percent of the interest for water development and 6 percent for the Montana Hazardous Waste Act. The balance of funds, 64 percent, plus the fiscal 1985 fund balance was appropriated by the Forty-ninth Legislature in three appropriation bills - HB 500, HB 952, and HB 922. The total estimated RIT interest funds available and their distribution in the 1987 biennium are summarized in table 2.

Table 2  
Resource Indemnity Trust (RIT) Interest Earnings/Distribution  
1987 Biennium

	Fiscal 1986	Fiscal 1987
Beginning Fund Balance	\$2,176,069	\$ 616,075
Estimated RIT Interest Earnings *	5,732,666	6,309,929
Total Funds Available	\$7,908,735	\$6,926,004
Appropriations and Transfers		
Statutory: Hazardous Waste - 6%	\$ 343,960	\$ 378,596
Water Development - 30%	1,719,800	1,892,978
HB 500: Reclamation, DSL	622,355	-0-
Forestry, DSL	704,555	-0-
Conservation Districts, DNRC	361,184	-0-
Water Resources, DNRC	784,470	-0-
Bureau of Mines and Geology	300,000	-0-
Forestry Experiment Station	552,308	-0-
UM Organized Research	278,728	-0-
Silicosis Benefits, DHES	615,600	580,800
Oil and Gas Regulating, DNRC	10,000	10,000
HB 952: Comprehensive Water Policy Development	188,700	45,000
HB 922: 5% Environmental Contingency Fund	-0-	308,139
Grant Administration - DNRC	8,000	269,000
Grants, Prioritized	803,000	3,395,476
Total Appropriations	\$ 7,292,660	\$6,879,989
Ending Fund Balance	\$ 616,075	\$ 46,015

\*Based on revised estimates. Interest rate projections on new securities have been revised downward, as have estimates of tax collections due to declining mineral and oil production, resulting in lower investment yields. Post-session estimated interest revenues for the biennium were \$13.0 million. The revised biennial estimate is \$12.0 million, a difference of \$1.0 million.

Exhibit C  
6-11-86

Table 4  
Facility Siting Bureau Financing

<u>Funding Source</u>	<u>Fiscal 1984</u>	<u>Fiscal 1985</u>	<u>FY86 (4/30-86)</u>
General Fund	\$230,412	\$203,460	\$ 94,144
Siting Fees	226,016	176,022	114,127
Other Funds	<u>15,881</u>	<u>13,648</u>	<u>18,180</u>
Total Expended	<u>\$472,309</u>	<u>\$393,130</u>	<u>\$226,451</u>
Percent General Fund	48.8	51.8	41.6
Percent Siting Fees	47.9	44.8	50.4
Percent Other Funds	3.3	3.4	8.0

Exhibit L  
6-11-86

AGENCY: 4201 Public Service Regulation  
PROGRAM: 01 Public Service Regulation Program  
Fiscal Year 1987

	<u>Reduction</u>
Computerization	43,117
Training	5,000
Pipeline Consultant	<u>11,232</u>
Total	<u>59,349</u>
Contracted Services	8,303
Supplies & Materials	2,166
Communications	4,050
Travel	4,250
Rent	2,315
Repair & Maintenance	679
Other Expense	<u>506</u>
Total	<u>22,269</u>
Equipment	<u>3,966</u>
Total	<u>3,966</u>
5% Total	<u>85,584</u>

Reduction is achieved by taking an additional 5% out of all catagories except Equipment which is more than 5% to make up the total reduction.

FORM D

UNIFORM IDENTIFICATION CAB CARD

Operating Motor Carrier

41-1016830

Exhibit E

6-11-86

ICC Operating Authority Number MC\_\_\_\_\_

Name of Carrier\_\_\_\_\_

Street\_\_\_\_\_

City\_\_\_\_\_State\_\_\_\_\_

Vehicle

Type\_\_\_\_\_ \* Make\_\_\_\_\_

Tractor-Truck-Bus-Driveaway

\* Year\_\_\_\_\_ \* Serial No.\_\_\_\_\_

\*\* State of Vehicle Registration\_\_\_\_\_

\* Name of Owner of Vehicle\_\_\_\_\_

The above described vehicle or driveaway operation is being operated or conducted under authority granted by the Interstate Commerce Commission to the above described motor carrier. Where required by State law, such vehicle or driveaway operation has been registered with each State whose current identification stamp or number is placed on the reverse side of this card and there has been filed with each such State (to the extent required by such State) the information authorized by Section 202(b) (2) of the Interstate Commerce Act [49 U.S.C., Sec. 11506] and the rules and regulations promulgated thereunder.

The above described vehicle or driveaway operation has been identified in conformity with the rules and regulations of the Interstate Commerce Commission.

I, the undersigned, under penalty for false statement, do hereby certify that the above information is true and correct and that I am authorized to execute this document on behalf of the above carrier. (Federal penalties, maximum of \$10,000 or imprisonment for five years, or both, 18 U.S. Code 1001; State penalties as prescribed by law.)

Signature\_\_\_\_\_

Title\_\_\_\_\_

Date Executed\_\_\_\_\_

This card expires at 12:01 A.M., February 1, 19\_\_\_\_, or\_\_\_\_\_,  
19\_\_\_\_, whichever is earlier.

\* Not applicable to driveaway operations.

\*\* If the State of vehicle registration changes during the period this cab card is effective, the motor carrier shall immediately indicate the change above by marking out the name of the State listed and inserting the name of the new State of vehicle registration in lieu thereof. This change shall be initialed by an official of the motor carrier.

This form determined by the National Association of Regulatory Utility Commissioners and promulgated by the Interstate Commerce Commission pursuant to the provisions of Section 202(b) (2) of the Interstate Commerce Act [49 U.S.C., Sec. 11506].

Alabama	Alaska	Arizona	Arkansas	California	Colorado
Connecticut	Delaware	District of Columbia	Florida	Georgia	Hawaii
Idaho	Illinois	Indiana	Iowa	Kansas	Kentucky
Louisiana	Maine	Maryland	Massachusetts	Michigan	Minnesota
Mississippi	Missouri	Montana	Nebraska	Nevada	New Hampshire

New Jersey	New Mexico	New York	North Carolina	North Dakota	Ohio
Oklahoma	Oregon	Pennsylvania	Rhode Island	South Carolina	South Dakota
Tennessee	Texas	Utah	Vermont	Virginia	Washington
West Virginia	Wisconsin	Wyoming			

## BUDGET AMENDMENTS

Agency Request No. 87-07 is for \$42,596 in federal funds for the Super Good Cents Program. The purpose of the Super Good Cents Program is to educate builders on energy-efficient housing construction.

Agency Request No. 87-08 is for \$10,000 in federal funds. The Bonneville Power Administration has agreed to reimburse state agencies for travel expenses to enable the agencies to participate in meetings on regional issues, policies and programs.

Agency Request No. 87-12 is for an additional \$54,674 federal funds in the Bonneville Power Administration, Technical Assistance Program. These are carryover funds from FY 86.

Agency Request No. 87-13 is for an additional \$108,780 federal funds in the U.S. Department of Energy, Energy Extension Service Program. These are carryover funds from FY 86. A 20 percent match from the Alternative Energy Program is required by this program. The \$21,756 match is included in the budget presented to the Legislature for the Alternative Energy Program.

Agency Request No. 87-14 is for \$10,900 in federal oil overcharge funds. These are carryover funds from FY 86.

Exhibit G  
FW & P  
6-11-86

6/10/86

REPLACE GENERAL FUND WITH COAL TAX

CORPUS  
CAPPED AT  
FY 86 LEVEL

Cash Forward to FY 87	\$ 279,000
Earnings FY 87	<u>1,191,000</u>
Cash Available FY 87	\$1,470,000
Coal Tax Base OPS FY 87	(711,945)
95% Gen. Fund Replace	(411,000)
Purchase Ft. Benton Museum	<u>(125,000)</u>
Total Expenditures	(\$1,247,945)
<hr/>	
Cash Forward to FY 88	\$ 222,055
Earnings FY 88	<u>1,191,000</u>
Cash Available FY 88	\$1,413,055
Coal Tax Base OPS (Return to FY-87 Level)	(750,000)
95% Gen. Fund Replace. x 1.04	(428,000)
Purchase Lake Elmo (assumes \$277,500 LWCF Match)	<u>(322,500)</u>
Total Expenditures FY 88	(\$1,500,500)
<hr/>	
Cash Forward to FY 89	(87,445)
Earnings FY 89	<u>1,191,000</u>
Cash Available FY 89	\$1,103,555
Coal Tax Base OPS x 1.04	(780,000)
Gen. Fund Replace. x 1.04	<u>(445,000)</u>
Total Expenditures FY 89	(\$1,225,000)
Balance End FY 89	(\$ 121,445)

114/41/1

IMPACTS ON PARK SYSTEM  
OF  
REPLACING 95% GENERAL FUND  
WITH COAL TAX

I. Reduced Capital Program for FY 87  
(except purchase Ft. Benton Museum,  
Lake Elmo) Present Capital Authority Eliminated

	Coal Tax	LWCF
Misc. Park Imp.	\$ 13,404	\$13,404
Council Grove Imp.	6,492	6,492
Rosebud Battlefield Imp.	20,000	- 0 -
Elkhorn Building Stabilization	20,000	- 0 -
Parker Homestead Imp.	10,000	- 0 -
Misc. Inholding Acq.	62,258	- 0 -
Pageville School Acq.	20,000	- 0 -
Move Sign Shop	10,000	- 0 -
Glen Lake Dump Study	45,000	45,000
Lake Elmo Imp.	12,000	12,000
Kleffner Ranch Option	30,000	- 0 -
Les Mason IMP	180,000	180,000
Spring Meadow	126,000	62,500
	<u>\$555,154</u>	<u>\$319,396</u>

II. Five percent budget cuts per letter to Dave Hunter April 15, 1986.

III. Lake Elmo Purchase

1983 Legislature authorized purchase of Lake, 60 - foot perimeter and 11 acres land; total 80 acres for \$1,000,000. It also authorized a lease/option on 42 acres for \$100,000. Option must be exercised by July 14, 1987 at a cost of \$600,000.

Financing arranged as follows:.

<u>1983</u>	
\$ 956,000	Cash
144,000	Land Trade
<u>\$1,100,000</u>	Purchase 80 acres plus option

<u>1987</u>	
\$ 600,000	Purchase 42 acres

LWCF program allows donated land value to be used as in kind match in lieu of State dollar for Capital projects.

The value of the Phase II purchase is estimated to be \$1.2 million (subject to verification by appraisal). Therefore:

\$1,200,000	Land Value Phase II
600,000	Land Cost Phase II
<u>\$ 600,000</u>	Donated Value Phase II

These donations can be used to match projects previously listed for FY 86/87 and 88/88.

This funding option would allow us to do the Capital Improvement projects shown in VI. below.

IV. Coal Tax EPP Eliminated.

Overtime Pay           \$34,000  
 Pantiel Park Maint.  
 and Weed Control       \$42,200

V. FY 88/89 Capital Projects Eliminated.

	<u>Coal Tax</u>	<u>LWCF</u>
Beartooth Site Control	30,000	30,000
Bannack Mill and Pond Rehab.	20,000	20,000
Bannack Group Use	6,750	6,750
Lake Elmo Site Imp.	71,250	71,250
Canyon Ferry Water System	6,450	6,450
Giant Springs Imp.	50,000	50,000
East Gallatin Imp.	96,500	96,500
Canyon Ferry Latrine	21,000	21,000
Replacements		
L.C. Cave Road	38,000	
Clark's Lookout Imp.	28,500	28,500
Total	\$368,450	\$330,450

VI. Capital Projects added back using Lake Elmo and LWCF Donation Match

Big Arm and West Shore	\$ 62,000
Water & Sanitary Facilities	
Deadman's Basin	40,000
Caretaker, Etc.	
Yellow Bay Site Control	7,500
Canyon Ferry Silos	15,000
Caretaker	
Wayfarers Site Control	10,000
Whitefish Site Control	10,000
Wildhorse Island Admin. Dock	8,000
Sophie Lake and	
Old Steel Bridge Site Control	30,000
Chief Looking Glass	32,500
Caretaker	
Bannack Wells	6,000
Cooney Site Control	89,500
Misc. Park Imp.	26,800
Total	\$337,300

## VISITORS' REGISTER

COMMITTEE

BILL NO. \_\_\_\_\_

DATE \_\_\_\_\_

SPONSOR \_\_\_\_\_

NAME (please print)	RESIDENCE	SUPPORT	OPPOSE
GEORGE GCHENSKI	MT. ENV. INF) CNTR		
Ben Cohen	Whitish		
J. Brunner MMDA	Power		
Valley Edge	Bozeman - Int 40		
Jane Holzer	Conrad		
Jimmy Oleg	BSC		
Ben Hobson	MMCA		
Ru Alex	DBP		
St. D. Montague	HD 96		
Ralph Airdy	HD 60		

IF YOU CARE TO WRITE COMMENTS, ASK SECRETARY FOR WITNESS STATEMENT FORM.

PLEASE LEAVE PREPARED STATEMENT WITH SECRETARY.