Senate BILL NO. 66

INTRODUCED BY __

4 A BILL FOR AN ACT ENTITLED: "AN ACT TO DEFINE LOCAL
5 GOVERNMENTAL UNITS TO INCLUDE INDIAN TRIBES FOR THE RECEIPT
6 OF COAL IMPACT FUNDS; AMENDING SECTIONS 50-1801, 50-1807,
7 AND 50-1809. Receme 1947.

BE IT ENACTED BY THE LEGISLATURE OF THE STATE OF MONTANA:

Section 1. Section 50-1801, R.C.M. 1947, is amended to read as follows:

"50-1801. Purpose <u>Definitions and purpose</u>. (1) As used in this chapter, "local governmental units" includes but are not limited to counties, towns, school districts and Indian tribes.

governmental units which have been required to expand the provision of public services as a consequence of large-scale development of coal mines and coal-using energy complexes, to assist in the construction and reconstruction of designated portions of highways which serve the area affected by such large-scale development, to support county land planning, and to Invest a portion of the tax revenue from coal mines in a permanent fund, the income from which shall be used for the support of public schools throughout

I the state.™

Section 2. Section 50-1807, R.C.N. 1947, is amended to read as follows:

m50-1807. Priorities for impact grants. (1) The department of community affairs shall designate counties, towns, school districts, <u>Indian tribes</u>, and other governmental units which have had or expect to have an increase in estimated population of at least ten-percent (10%) during any three (3) years since 1972 as a result of the impact of coal development. The coal board shall, subject to the appropriations of the legislature, award at least fifty percent (50%) of all grants awarded to governmental units and state agencies for meeting the needs caused by coal development each year to these designated governmental units.

- (2) Attention should be given by the coal board to the need for community planning before the full impact is realized. Applicants should be able to show how their request reasonably fits into an over-oll overall plan for the orderly management of the existing or contemplated growth problems.
- 22 (3) All funds placed in the local impact and 23 educational trust fund account established under this act. 24 subject to the limitations imposed by section 50-1810. 25 shall be subject to appropriations by the legislature for

use related to local impact or for transfer to a permanent
trust for education.

Section 3. Section 50-1809, R.C.M. 1947, is amended to read as follows:

5 #50-1809. Applications for grants. The governing body of a city, town, county, or school district, Ingian tribe, 7 or any other local or state governmental unit or agency may 8 apply for a grant to enable it to provide governmental 9 services which are needed as a direct consequence of coal 10 development. The coal board shall prescribe the form for 11 applications. Applicants shall describe the nature of their 12 proposed expenditures and the time involved. The board may 13 commit itself to the expenditure of funds for more than one tly year for a single project, as long as the grant does not 14 15 extend over more than ten-(10) years and does not exceed 16 reasonable revenue expectations. No state agency may 17 receive grants which exceed five-percent-(5%) of the money allocated to the board." 18

-End-

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the state."

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2	INTRODUCED BY TOWE
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5	GOVERNMENTAL UNITS TO INCLUDE INDIAN TRIBES FOR THE RECEIPT
6	OF COAL IMPACT FUNDS; AMENDING SECTIONS 50-1801, 50-1807,
7	AND 50-1309; R.C.M. 1947.M
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9	BE IT ENACTED BY THE LEGISLATURE OF THE STATE OF MONTANA:
10	Section 1. Section 50-1801, R.C.M. 1947, is amended to
11	read as follows:
12	*50-1801. Purpose Definitions and purpose. (1) As used
13	in this chapter. "local governmental units" includes but are
14	not limited to counties, towns, school districts and Indian
15	tribes.
16	(2) The purposes of this act are to assist local
17	governmental units which have been required to expand the
18	provision of public services as a consequence of large-scale
19	development of coal mines and coal-using energy complexes.
20	to assist in the construction and reconstruction of
21	designated portions of highways which serve the area
22	affected by such large-scale development, to support county
23	land planning, and to invest a portion of the tax revenue
24	from coal mines in a permanent fund, the income from which
25	shall be used for the support of public schools throughout

CENATE DILL NO

2 Section 2. Section 50-1807, R.C.M. 1947, is amended to read as follows: 3 "50-1807. Priorities for impact grants. (1) The 5 department of community affairs shall designate counties, towns, school districts, Indian tribes, and other 7 governmental units which have had or expect to have an increase in estimated population of at least ten-percent (10%) during any three-(3) years since 1972 as a result of the impact of coal development. The coal board shall, 10 subject to the appropriations of the legislature, award at 11 12 least fifty percent (50%) of all grants awarded to governmental units and state agencies for meeting the needs 13 14 caused by coal development each year to these designated governmental units. 15 (2) Attention should be given by the coal board to the 16 17 need for community planning before the full impact is 18 realized. Applicants should be able to show how their request reasonably fits into an over-all overall plan for 19 the orderly management of the existing or contemplated 20 21 growth problems. 22 (3) All funds placed in the local impact and 23 educational trust fund account established under this act,

subject to the limitations imposed by section 50-1810. shall be subject to appropriations by the legislature for

use related to local impact or for transfer to a permanent
trust for education.**

3 Section 3. Section 50-1809, R.C.M. 1947, is amended to 4 read as follows:

5 *50-1809. Applications for grants. The governing body of a city, town, county, or school district. Indian_tribe. 6 7 or any other local or state governmental unit or agency may apply for a grant to enable it to provide governmental 8 9 services which are needed as a direct consequence of coal 10 development. The coal board shall prescribe the form for 11 applications. Applicants shall describe the nature of their 12 proposed expenditures and the time involved. The board may 13 commit itself to the expenditure of funds for more than one 14 †1) year for a single project, as long as the grant does not 15 extend over more than ten-{10} years and does not exceed 16 reasonable revenue expectations. No state agency may 17 receive grants which exceed five-percent-15%) of the money 18 allocated to the board."

-End-

STATE OF MONTANA

REQUEST NO. __29-77

FISCAL NOTE

Form BD-1	
n compliance with a written request received <u>January 10</u> , 19, 17, there is hereby submitted a Fiscal Note or <u>Senate Bill 66</u> pursuant to Chapter 53, Laws of Montana, 1965 - Thirty-Ninth Legislative Assembly. Background information used in developing this Fiscal Note is available from the Office of Budget and Program Planning, to members of the Legislature upon request.	
DESCRIPTION OF LEGISLATION:	
Senate Bill 66 is an act to include Indian tribes as recipients of coal impact funds.	
FISCAL IMPACT:	
No increase in expenditures are required to implement the proposed legislation. Coal tax revenue estimates and available impact funds vary with the degree of coal production. Subject to the appropriations authority set by the legislature, the coal board must award at least 50% of all coal grants to governmental units having large-scale impact caused by coal development.	
The proposed legislation has no effect upon the available revenue but would broaden the number of potential applicants.	

It should be noted that the more potential recipients there are, the less money available per recipient.

TECHNICAL NOTE:

public services in the two tribal areas.

The material on lines 12, 13, 14 and 15 of Senate Bill 66 is new material which does not now appear in the codes and should be underlined.

The only foreseen Indian tribes affected by this bill are the Crow Indian Tribe and possibly the Northern Cheyenne Indian Tribe. The potential size of the impact grants depends upon the degree of coal development and the current quality of

BUDGET DIRECTOR

Office of Budget and Program Planning