

SENATE BILL NO. 246

INTRODUCED BY PINSONEAULT, NORMAN, FULLER  
BY REQUEST OF THE DEPARTMENT OF STATE LANDS

IN THE SENATE

|                  |  |
|------------------|--|
| January 25, 1985 | Introduced and referred to<br>Committee on Taxation. |
| February 4, 1985 | Committee recommend bill do pass.<br>Report adopted. |
| February 5, 1985 | Bill printed and placed on<br>members' desks.        |
| February 6, 1985 | Second reading, do pass.                             |
| February 7, 1985 | Considered correctly engrossed.                      |
| February 8, 1985 | Third reading, passed.<br>Ayes, 50; Noes, 0.         |
|                  | Transmitted to House.                                |

IN THE HOUSE

|                   |   |
|-------------------|---|
| February 27, 1985 | Introduced and referred to<br>Committee on Taxation.          |
| March 20, 1985    | Committee recommend bill be<br>concurrent in. Report adopted. |
| March 23, 1985    | Second reading, concurred in.                                 |
| March 25, 1985    | Third reading, concurred in.<br>Returned to Senate.           |

IN THE SENATE

March 25, 1985

Received from House.

March 26, 1985

Sent to enrolling.

Reported correctly enrolled.

1 *Senate* BILL NO. *246*  
 2 INTRODUCED BY *Kim Reynolds, Norman, Fuller*  
 3 BY REQUEST OF THE DEPARTMENT OF STATE LANDS  
 4

5 A BILL FOR AN ACT ENTITLED: "AN ACT REQUIRING INCOME FROM  
 6 STATE LANDS NOT HELD IN TRUST TO BE CREDITED TO THE GENERAL  
 7 FUND UNLESS OTHER DISPOSITION IS PROVIDED BY LAW; AMENDING  
 8 SECTION 77-3-436, MCA."

9  
 10 BE IT ENACTED BY THE LEGISLATURE OF THE STATE OF MONTANA:

11 Section 1. Section 77-3-436, MCA, is amended to read:  
 12 "77-3-436. Disposition of royalties and other money.  
 13 All fees, rentals, penalties, royalties, and bonuses  
 14 collected for or under state oil and gas leases shall be  
 15 paid to the department and credited as follows:

- 16 (1) All fees and penalties shall be credited to the  
 17 state general fund.  
 18 (2) All rentals shall be credited to the income fund  
 19 of the grant to which the lands under each lease belong.  
 20 (3) All moneys collected as royalties and bonuses  
 21 shall be credited to the permanent fund arising from the  
 22 grant to which the land under each particular lease belongs  
 23 and become and forever remain an inseparable and inviolable  
 24 part thereof. However, all royalties and bonuses collected  
 25 from the lands forming part of the capitol building grant

1 shall be available as income, the same as all other receipts  
 2 from such lands.

3 (4) All moneys received as rentals, royalties, and  
 4 bonuses for or under leases on state lands and not held in  
 5 trust for the public schools of the state or for any state  
 6 institution shall be credited one-half to the state general  
 7 fund and one-half to the state permanent revenue fund unless  
 8 other disposition is provided by law."

9 NEW SECTION. Section 2. Extension of authority. Any  
 10 existing authority of the department of state lands to make  
 11 rules on the subject of the provisions of this act is  
 12 extended to the provisions of this act.

-End-

APPROVED BY COMMITTEE  
ON TAXATION

1 *Senate* BILL NO. *246*  
2 INTRODUCED BY *Pie Russell, Norman, Fuller*  
3 BY REQUEST OF THE DEPARTMENT OF STATE LANDS  
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