

1 HOUSE BILL NO. 11

2 INTRODUCED BY ZOOK

3 BY REQUEST OF THE DEPARTMENT OF COMMERCE AND THE OFFICE OF BUDGET AND PROGRAM
4 PLANNING5
6 A BILL FOR AN ACT ENTITLED: "AN ACT APPROPRIATING MONEY TO THE DEPARTMENT OF
7 COMMERCE FOR FINANCIAL ASSISTANCE TO LOCAL GOVERNMENT INFRASTRUCTURE PROJECTS
8 UNDER THE TREASURE STATE ENDOWMENT PROGRAM; AUTHORIZING GRANTS FROM THE TREASURE
9 STATE ENDOWMENT SPECIAL REVENUE ACCOUNT; PLACING CONDITIONS UPON GRANTS;
10 AUTHORIZING TREASURE STATE ENDOWMENT PROGRAM LOANS TO BE ADMINISTERED BY THE
11 DEPARTMENT OF NATURAL RESOURCES AND CONSERVATION; AND PROVIDING EFFECTIVE DATES."12
13 BE IT ENACTED BY THE LEGISLATURE OF THE STATE OF MONTANA:14
15 **NEW SECTION. Section 1. Appropriations from the treasure state endowment special revenue**
16 **account.** (1) There is appropriated to the department of commerce the interest earnings of the treasure
17 state endowment special revenue account to finance grants authorized by this section.18 (2) The funds appropriated in this section must be used by the department to make grants to the
19 local government entities listed in subsection (3) for the described purposes and in amounts not to exceed
20 the amounts set out in subsection (3). The appropriations are subject to the conditions set forth in
21 [sections 1 through 3] and described in the treasure state endowment program January 1997 report to the
22 55th legislature. The legislature, pursuant to 90-6-710, approves the grants listed in subsection (3), in the
23 order indicated in the list of projects. The department shall award funds up to the amounts approved in
24 this section based on the manner of disbursement set forth in [section 3] until available funds are expended.
25 The department shall provide funds not accepted or used by local governments to other local governments
26 whose projects have been authorized for grants as listed in subsection (3). When additional funds become
27 available for the grants listed in subsection (3), they must be awarded to projects as set forth in [section
28 3].

29 (3) The following are the authorized projects for grants in the order of their priority:

30 Applicant/ProjectMatching Grant

1	1.	Cascade (wastewater)	\$500,000
2	2.	Fort Peck Water and Sewer Dist. (water)	500,000
3	3.	Terry (wastewater)	500,000
4	4.	Judith Gap (wastewater)	130,000
5	5.	Glendive (water)	500,000
6	6.	Twin Bridges (water)	500,000
7	7.	East Missoula (wastewater)	500,000
8	8.	Glasgow (wastewater)	441,443
9	9.	Helena (wastewater)	500,000
10	10.	Richey (water)	264,340
11	11.	Hill County/Box Elder (wastewater)	462,000
12	12.	Valier (wastewater)	500,000
13	13.	Roundup (wastewater)	500,000
14	14.	Lewis and Clark County (bridge)	64,125
15	15.	Hamilton (wastewater)	500,000
16	16.	Missoula/Neighborhood (wastewater)	500,000
17	17.	Chinook (water)	313,555
18	18.	Fort Benton (water)	480,244
19	19.	Miles City (water)	136,000
20	20.	Lakeside (water)	500,000
21	21.	Neihart (water)	261,028
22	22.	Coram (water)	500,000
23	23.	Chouteau County/Highwood (water/wastewater)	420,000
24	24.	Billings/Neighborhood (wastewater)	280,000
25	25.	Jefferson County (solid waste)	128,915
26	26.	Red Lodge (water)	500,000
27	27.	Chester (water)	417,000
28	28.	Hardin (water/storm drain)	350,000
29	29.	Thompson Falls (water)	400,000
30	30.	Big Timber (wastewater)	500,000

1	31.	Ekalaka (wastewater)	85,150
2	32.	Culbertson (wastewater)	313,259
3	33.	Great Falls/Neighborhood (water)	440,000
4	34.	Bainville (water)	360,000
5	35.	Harlem (water/wastewater)	472,920
6	(4) If sufficient funds are available, this section constitutes a valid obligation of funds to the entities		
7	listed in subsection (3) for purposes of encumbering the treasure state endowment special revenue account		
8	funds received during the 1999 biennium under 17-7-302. However, a local government's entitlement to		
9	receive funds is dependent on the local government's compliance with the conditions described in [section		
10	3] and on the availability of funds.		

11

12 **NEW SECTION. Section 2. Approval of grants -- completion of appropriation.** (1) The legislature,
13 pursuant to 90-6-701, approves grants for the projects identified in [section 1(3)].

14 (2) The approval of these grants completes an appropriation from the special revenue account
15 provided for in 17-5-703(4)(b).

16

17 **NEW SECTION. Section 3. Conditions and manner of disbursement of grant funds.** (1) The
18 disbursement of grant funds under [sections 1 through 3] for the grants specified in [section 1(3)] is subject
19 to the following conditions:

20 (a) The local government recipient must have a scope of work and budget for the project approved
21 by the department. The department may not approve amendments to the scope of work or budget
22 affecting priority activities or improvements that would materially alter the intent and circumstances under
23 which the application was originally ranked by the department and approved by the legislature.

24 (b) The local government recipient shall document that other matching funds required for
25 completion of the project have been firmly committed before the disbursement of the funds appropriated
26 in [section 1].

27 (c) The local government recipient must have satisfactorily complied with any conditions described
28 in the recommendation section of the project narrative in the treasure state endowment program project
29 evaluations and recommendations report submitted to, and approved by the 55th legislature, and with
30 conditions specified by the department in the notification of grant approval.

1 (d) The local government recipient must have executed a grant agreement with the department.

2 (e) The local government recipient must have satisfied other specific requirements considered
3 necessary by the department to accomplish the purpose of the project as evidenced by the application to
4 the department.

5 (2) The department shall disburse grant funds in the order of priority listed in [section 1] and
6 subject to the conditions in subsection (1), as treasure state endowment special revenue account interest
7 income is received during the 1999 biennium.

8 (3) A project approved in [section 1] may not receive grant funds until sufficient revenue has been
9 deposited in the treasure state endowment special revenue account and is available for that purpose.

10 (4) The department shall disburse funds as they become available each quarter in the order of
11 priority, for projects that have met the conditions in subsection (1), until all available funds are expended.

12 (5) In the event that construction bids received for a project are for an amount lower than the
13 projected cost of the project, the department shall establish a final project budget at the bid price, plus a
14 10% contingency. The department may, at its discretion, reduce the amount of funding to be provided in
15 proportion to all other project funding sources. In the alternative, the department may authorize the
16 construction of additional, directly related project components to enhance the overall project, in amounts
17 not to exceed the originally approved project budget.

18 (6) The department shall disburse grant funds on a reimbursement basis as grantees incur eligible
19 project costs.

20

21 **NEW SECTION. Section 4. Approval of treasure state loans.** The legislature approves four treasure
22 state endowment program loans for treasure state endowment program projects to be administered by the
23 department of natural resources and conservation pursuant to House Bill No. 8.

24

25 **NEW SECTION. Section 5. Effective dates.** (1) [Sections 2 through 4 and this section] are
26 effective on passage and approval.

27 (2) [Section 1] is effective July 1, 1997.

28

-END-

1 HOUSE BILL NO. 11

2 INTRODUCED BY ZOOK

3 BY REQUEST OF THE DEPARTMENT OF COMMERCE AND THE OFFICE OF BUDGET AND PROGRAM
4 PLANNING5
6 A BILL FOR AN ACT ENTITLED: "AN ACT APPROPRIATING MONEY TO THE DEPARTMENT OF
7 COMMERCE FOR FINANCIAL ASSISTANCE TO LOCAL GOVERNMENT INFRASTRUCTURE PROJECTS
8 UNDER THE TREASURE STATE ENDOWMENT PROGRAM; AUTHORIZING GRANTS FROM THE TREASURE
9 STATE ENDOWMENT SPECIAL REVENUE ACCOUNT; PLACING CONDITIONS UPON GRANTS;
10 AUTHORIZING TREASURE STATE ENDOWMENT PROGRAM LOANS TO BE ADMINISTERED BY THE
11 DEPARTMENT OF NATURAL RESOURCES AND CONSERVATION; AND PROVIDING EFFECTIVE DATES."12
13 BE IT ENACTED BY THE LEGISLATURE OF THE STATE OF MONTANA:14
15 NEW SECTION. **Section 1. Appropriations from the treasure state endowment special revenue**
16 **account.** (1) There is appropriated to the department of commerce the interest earnings of the treasure
17 state endowment special revenue account to finance grants authorized by this section.18 (2) The funds appropriated in this section must be used by the department to make grants to the
19 local government entities listed in subsection (3) for the described purposes and in amounts not to exceed
20 the amounts set out in subsection (3). The appropriations are subject to the conditions set forth in
21 [sections 1 through 3] and described in the treasure state endowment program January 1997 report to the
22 55th legislature. The legislature, pursuant to 90-6-710, approves the grants listed in subsection (3), in the
23 order indicated in the list of projects. The department shall award funds up to the amounts approved in
24 this section based on the manner of disbursement set forth in [section 3] until available funds are expended.
25 The department shall provide funds not accepted or used by local governments to other local governments
26 whose projects have been authorized for grants as listed in subsection (3). When additional funds become
27 available for the grants listed in subsection (3), they must be awarded to projects as set forth in [section
28 3].

29 (3) The following are the authorized projects for grants in the order of their priority:

30 Applicant/ProjectMatching Grant

1	1.	Cascade (wastewater)	\$500,000
2	2.	Fort Peck Water and Sewer Dist. (water)	500,000
3	3.	Terry (wastewater)	500,000
4	4.	Judith Gap (wastewater)	130,000
5	5.	Glendive (water)	500,000
6	6.	Twin Bridges (water)	500,000
7	7.	East Missoula (wastewater)	500,000
8	8.	Glasgow (wastewater)	441,443 <u>500,000</u>
9	9.	Helena (wastewater)	500,000
10	10.	Richey (water)	264,340
11	11.	Hill County/Box Elder (wastewater)	462,000
12	12.	Valier (wastewater)	500,000
13	13.	Roundup (wastewater)	500,000
14	14.	Lewis and Clark County (bridge)	64,125
15	15.	Hamilton (wastewater)	500,000
16	16.	Missoula/Neighborhood (wastewater)	500,000
17	17.	Chinook (water)	313,555
18	18.	Fort Benton (water)	480,244
19	19.	Miles City (water)	136,000
20	20.	Lakeside (water)	500,000
21	21.	Neihart (water)	261,028
22	22.	Coram (water)	500,000
23	23.	Chouteau County/Highwood (water/wastewater)	420,000
24	24.	Billings/Neighborhood (wastewater)	280,000
25	25.	Jefferson County (solid waste)	128,915
26	26.	Red Lodge (water)	500,000
27	27.	Chester (water)	417,000
28	28.	Hardin (water/storm drain)	350,000
29	29.	Thompson Falls (water)	400,000
30	30.	Big Timber (wastewater)	500,000

1	31.	Ekalaka (wastewater)	85,150
2	32.	Culbertson (wastewater)	313,259
3	33.	Great Falls/Neighborhood (water)	440,000
4	34.	Bainville (water)	360,000
5	35.	Harlem (water/wastewater)	472,920

6 (4) If sufficient funds are available, this section constitutes a valid obligation of funds to the entities
7 listed in subsection (3) for purposes of encumbering the treasure state endowment special revenue account
8 funds received during the 1999 biennium under 17-7-302. However, a local government's entitlement to
9 receive funds is dependent on the local government's compliance with the conditions described in [section
10 3] and on the availability of funds.

11

12 **NEW SECTION. Section 2. Approval of grants -- completion of appropriation.** (1) The legislature,
13 pursuant to 90-6-701, approves grants for the projects identified in [section 1(3)].

14 (2) The approval of these grants completes an appropriation from the special revenue account
15 provided for in 17-5-703(4)(b).

16

17 **NEW SECTION. Section 3. Conditions and manner of disbursement of grant funds.** (1) The
18 disbursement of grant funds under [sections 1 through 3] for the grants specified in [section 1(3)] is subject
19 to the following conditions:

20 (a) The local government recipient must have a scope of work and budget for the project approved
21 by the department. The department may not approve amendments to the scope of work or budget
22 affecting priority activities or improvements that would materially alter the intent and circumstances under
23 which the application was originally ranked by the department and approved by the legislature.

24 (b) The local government recipient shall document that other matching funds required for
25 completion of the project have been firmly committed before the disbursement of the funds appropriated
26 in [section 1].

27 (c) The local government recipient must have satisfactorily complied with any conditions described
28 in the recommendation section of the project narrative in the treasure state endowment program project
29 evaluations and recommendations report submitted to, and approved by the 55th legislature, and with
30 conditions specified by the department in the notification of grant approval.

1 (d) The local government recipient must have executed a grant agreement with the department.

2 (e) The local government recipient must have satisfied other specific requirements considered
3 necessary by the department to accomplish the purpose of the project as evidenced by the application to
4 the department.

5 (2) The department shall disburse grant funds in the order of priority listed in [section 1] and
6 subject to the conditions in subsection (1), as treasure state endowment special revenue account interest
7 income is received during the 1999 biennium.

8 (3) A project approved in [section 1] may not receive grant funds until sufficient revenue has been
9 deposited in the treasure state endowment special revenue account and is available for that purpose.

10 (4) The department shall disburse funds as they become available each quarter in the order of
11 priority, for projects that have met the conditions in subsection (1), until all available funds are expended.

12 (5) In the event that construction bids received for a project are for an amount lower than the
13 projected cost of the project, the department shall establish a final project budget at the bid price, plus a
14 10% contingency. The department may, at its discretion, reduce the amount of funding to be provided in
15 proportion to all other project funding sources. In the alternative, the department may authorize the
16 construction of additional, directly related project components to enhance the overall project, in amounts
17 not to exceed the originally approved project budget.

18 (6) The department shall disburse grant funds on a reimbursement basis as grantees incur eligible
19 project costs.

20
21 **NEW SECTION. Section 4. Approval of treasure state loans.** The legislature approves four treasure
22 state endowment program loans for treasure state endowment program projects to be administered by the
23 department of natural resources and conservation pursuant to House Bill No. 8.

24
25 **NEW SECTION. Section 5. Effective dates.** (1) [Sections 2 through 4 and this section] are
26 effective on passage and approval.

27 (2) [Section 1] is effective July 1, 1997.

28 -END-

1 HOUSE BILL NO. 11

2 INTRODUCED BY ZOOK

3 BY REQUEST OF THE DEPARTMENT OF COMMERCE AND THE OFFICE OF BUDGET AND PROGRAM
4 PLANNING5
6 A BILL FOR AN ACT ENTITLED: "AN ACT APPROPRIATING MONEY TO THE DEPARTMENT OF
7 COMMERCE FOR FINANCIAL ASSISTANCE TO LOCAL GOVERNMENT INFRASTRUCTURE PROJECTS
8 UNDER THE TREASURE STATE ENDOWMENT PROGRAM; AUTHORIZING GRANTS FROM THE TREASURE
9 STATE ENDOWMENT SPECIAL REVENUE ACCOUNT; PLACING CONDITIONS UPON GRANTS;
10 AUTHORIZING TREASURE STATE ENDOWMENT PROGRAM LOANS TO BE ADMINISTERED BY THE
11 DEPARTMENT OF NATURAL RESOURCES AND CONSERVATION; AND PROVIDING EFFECTIVE DATES."12
13 BE IT ENACTED BY THE LEGISLATURE OF THE STATE OF MONTANA:14
15 NEW SECTION. **Section 1. Appropriations from the treasure state endowment special revenue**
16 **account.** (1) There is appropriated to the department of commerce the interest earnings of the treasure
17 state endowment special revenue account to finance grants authorized by this section.18 (2) The funds appropriated in this section must be used by the department to make grants to the
19 local government entities listed in subsection (3) for the described purposes and in amounts not to exceed
20 the amounts set out in subsection (3). The appropriations are subject to the conditions set forth in
21 [sections 1 through 3] and described in the treasure state endowment program January 1997 report to the
22 55th legislature. The legislature, pursuant to 90-6-710, approves the grants listed in subsection (3), in the
23 order indicated in the list of projects. The department shall award funds up to the amounts approved in
24 this section based on the manner of disbursement set forth in [section 3] until available funds are expended.
25 The department shall provide funds not accepted or used by local governments to other local governments
26 whose projects have been authorized for grants as listed in subsection (3). When additional funds become
27 available for the grants listed in subsection (3), they must be awarded to projects as set forth in [section
28 3].

29 (3) The following are the authorized projects for grants in the order of their priority:

30 Applicant/ProjectMatching Grant

1	1.	Cascade (wastewater)	\$500,000
2	2.	Fort Peck Water and Sewer Dist. (water)	500,000
3	3.	Terry (wastewater)	500,000
4	4.	Judith Gap (wastewater)	130,000
5	5.	Glendive (water)	500,000
6	6.	Twin Bridges (water)	500,000
7	7.	East Missoula (wastewater)	500,000
8	8.	Glasgow (wastewater)	441,443 <u>500,000</u>
9	9.	Helena (wastewater)	500,000
10	10.	Richey (water)	264,340
11	11.	Hill County/Box Elder (wastewater)	462,000
12	12.	Valier (wastewater)	500,000
13	13.	Roundup (wastewater)	500,000
14	14.	Lewis and Clark County (bridge)	64,125
15	15.	Hamilton (wastewater)	500,000
16	16.	Missoula/Neighborhood (wastewater)	500,000
17	17.	Chinook (water)	313,555
18	18.	Fort Benton (water)	480,244
19	19.	Miles City (water)	136,000
20	20.	Lakeside (water)	500,000
21	21.	Neihart (water)	261,028
22	22.	Coram (water)	500,000
23	23.	Chouteau County/Highwood (water/wastewater)	420,000
24	24.	Billings/Neighborhood (wastewater)	280,000
25	25.	Jefferson County (solid waste)	128,915
26	26.	Red Lodge (water)	500,000
27	27.	Chester (water)	417,000
28	28.	Hardin (water/storm drain)	350,000
29	29.	Thompson Falls (water)	400,000
30	30.	Big Timber (wastewater)	500,000

1	31.	Ekalaka (wastewater)	85,150
2	32.	Culbertson (wastewater)	313,259
3	33.	Great Falls/Neighborhood (water)	440,000
4	34.	Bainville (water)	360,000
5	35.	Harlem (water/wastewater)	472,920

6 (4) If sufficient funds are available, this section constitutes a valid obligation of funds to the entities
7 listed in subsection (3) for purposes of encumbering the treasure state endowment special revenue account
8 funds received during the 1999 biennium under 17-7-302. However, a local government's entitlement to
9 receive funds is dependent on the local government's compliance with the conditions described in [section
10 3] and on the availability of funds.

11
12 **NEW SECTION. Section 2. Approval of grants -- completion of appropriation.** (1) The legislature,
13 pursuant to 90-6-701, approves grants for the projects identified in [section 1(3)].

14 (2) The approval of these grants completes an appropriation from the special revenue account
15 provided for in 17-5-703(4)(b).

16
17 **NEW SECTION. Section 3. Conditions and manner of disbursement of grant funds.** (1) The
18 disbursement of grant funds under [sections 1 through 3] for the grants specified in [section 1(3)] is subject
19 to the following conditions:

20 (a) The local government recipient must have a scope of work and budget for the project approved
21 by the department. The department may not approve amendments to the scope of work or budget
22 affecting priority activities or improvements that would materially alter the intent and circumstances under
23 which the application was originally ranked by the department and approved by the legislature.

24 (b) The local government recipient shall document that other matching funds required for
25 completion of the project have been firmly committed before the disbursement of the funds appropriated
26 in [section 1].

27 (c) The local government recipient must have satisfactorily complied with any conditions described
28 in the recommendation section of the project narrative in the treasure state endowment program project
29 evaluations and recommendations report submitted to, and approved by the 55th legislature, and with
30 conditions specified by the department in the notification of grant approval.

1 (d) The local government recipient must have executed a grant agreement with the department.

2 (e) The local government recipient must have satisfied other specific requirements considered
3 necessary by the department to accomplish the purpose of the project as evidenced by the application to
4 the department.

5 (2) The department shall disburse grant funds in the order of priority listed in [section 1] and
6 subject to the conditions in subsection (1), as treasure state endowment special revenue account interest
7 income is received during the 1999 biennium.

8 (3) A project approved in [section 1] may not receive grant funds until sufficient revenue has been
9 deposited in the treasure state endowment special revenue account and is available for that purpose.

10 (4) The department shall disburse funds as they become available each quarter in the order of
11 priority, for projects that have met the conditions in subsection (1), until all available funds are expended.

12 (5) In the event that construction bids received for a project are for an amount lower than the
13 projected cost of the project, the department shall establish a final project budget at the bid price, plus a
14 10% contingency. The department may, at its discretion, reduce the amount of funding to be provided in
15 proportion to all other project funding sources. In the alternative, the department may authorize the
16 construction of additional, directly related project components to enhance the overall project, in amounts
17 not to exceed the originally approved project budget.

18 (6) The department shall disburse grant funds on a reimbursement basis as grantees incur eligible
19 project costs.

20
21 **NEW SECTION. Section 4. Approval of treasure state loans.** The legislature approves four treasure
22 state endowment program loans for treasure state endowment program projects to be administered by the
23 department of natural resources and conservation pursuant to House Bill No. 8.

24
25 **NEW SECTION. Section 5. Effective dates.** (1) [Sections 2 through 4 and this section] are
26 effective on passage and approval.

27 (2) [Section 1] is effective July 1, 1997.

28 -END-

1 HOUSE BILL NO. 11

2 INTRODUCED BY ZOOK

3 BY REQUEST OF THE DEPARTMENT OF COMMERCE AND THE OFFICE OF BUDGET AND PROGRAM
4 PLANNING
56 A BILL FOR AN ACT ENTITLED: "AN ACT APPROPRIATING MONEY TO THE DEPARTMENT OF
7 COMMERCE FOR FINANCIAL ASSISTANCE TO LOCAL GOVERNMENT INFRASTRUCTURE PROJECTS
8 UNDER THE TREASURE STATE ENDOWMENT PROGRAM; AUTHORIZING GRANTS FROM THE TREASURE
9 STATE ENDOWMENT SPECIAL REVENUE ACCOUNT; PLACING CONDITIONS UPON GRANTS;
10 AUTHORIZING TREASURE STATE ENDOWMENT PROGRAM LOANS TO BE ADMINISTERED BY THE
11 DEPARTMENT OF NATURAL RESOURCES AND CONSERVATION; AND PROVIDING EFFECTIVE DATES."
1213 BE IT ENACTED BY THE LEGISLATURE OF THE STATE OF MONTANA:
1415 **NEW SECTION. Section 1. Appropriations from the treasure state endowment special revenue**
16 **account. (1) There is appropriated to the department of commerce the interest earnings of the treasure**
17 **state endowment special revenue account to finance grants authorized by this section.**18 (2) The funds appropriated in this section must be used by the department to make grants to the
19 local government entities listed in subsection (3) for the described purposes and in amounts not to exceed
20 the amounts set out in subsection (3). The appropriations are subject to the conditions set forth in
21 [sections 1 through 3] and described in the treasure state endowment program January 1997 report to the
22 55th legislature. The legislature, pursuant to 90-6-710, approves the grants listed in subsection (3), in the
23 order indicated in the list of projects. The department shall award funds up to the amounts approved in
24 this section based on the manner of disbursement set forth in [section 3] until available funds are expended.
25 The department shall provide funds not accepted or used by local governments to other local governments
26 whose projects have been authorized for grants as listed in subsection (3). When additional funds become
27 available for the grants listed in subsection (3), they must be awarded to projects as set forth in [section
28 3].

29 (3) The following are the authorized projects for grants in the order of their priority:

30 Applicant/ProjectMatching Grant

1	1.	Cascade (wastewater)	\$500,000
2	2.	Fort Peck Water and Sewer Dist. (water)	500,000
3	3.	Terry (wastewater)	500,000
4	4.	Judith Gap (wastewater)	130,000
5	5.	Glendive (water)	500,000
6	6.	Twin Bridges (water)	500,000
7	7.	East Missoula (wastewater)	500,000
8	8.	Glasgow (wastewater)	441,443 500,000
9	9.	Helena (wastewater)	500,000
10	10.	Richey (water)	264,340
11	11.	Hill County/Box Elder (wastewater)	462,000
12	12.	Valier (wastewater)	500,000
13	13.	Roundup (wastewater)	500,000
14	14.	Lewis and Clark County (bridge)	64,125
15	15.	Hamilton (wastewater)	500,000
16	16.	Missoula/Neighborhood (wastewater)	500,000
17	17.	Chinook (water)	313,555
18	18.	Fort Benton (water)	480,244
19	19.	Miles City (water)	136,000
20	20.	Lakeside (water)	500,000
21	21.	Neihart (water)	261,028
22	22.	Coram (water)	500,000
23	23.	Chouteau County/Highwood (water/wastewater)	420,000
24	24.	Billings/Neighborhood (wastewater)	280,000
25	25.	Jefferson County (solid waste)	128,915
26	26.	Red Lodge (water)	500,000
27	27.	Chester (water)	417,000
28	28.	Hardin (water/storm drain)	350,000
29	29.	Thompson Falls (water)	400,000
30	30.	Big Timber (wastewater)	500,000

1	31.	Ekalaka (wastewater)	85,150
2	32.	Culbertson (wastewater)	313,259
3	33.	Great Falls/Neighborhood (water)	440,000
4	34.	Bainville (water)	360,000
5	35.	Harlem (water/wastewater)	472,920

6 (4) If sufficient funds are available, this section constitutes a valid obligation of funds to the entities
7 listed in subsection (3) for purposes of encumbering the treasure state endowment special revenue account
8 funds received during the 1999 biennium under 17-7-302. However, a local government's entitlement to
9 receive funds is dependent on the local government's compliance with the conditions described in [section
10 3] and on the availability of funds.

11

12 **NEW SECTION. Section 2. Approval of grants -- completion of appropriation.** (1) The legislature,
13 pursuant to 90-6-701, approves grants for the projects identified in [section 1(3)].

14 (2) The approval of these grants completes an appropriation from the special revenue account
15 provided for in 17-5-703(4)(b).

16

17 **NEW SECTION. Section 3. Conditions and manner of disbursement of grant funds.** (1) The
18 disbursement of grant funds under [sections 1 through 3] for the grants specified in [section 1(3)] is subject
19 to the following conditions:

20 (a) The local government recipient must have a scope of work and budget for the project approved
21 by the department. The department may not approve amendments to the scope of work or budget
22 affecting priority activities or improvements that would materially alter the intent and circumstances under
23 which the application was originally ranked by the department and approved by the legislature.

24 (b) The local government recipient shall document that other matching funds required for
25 completion of the project have been firmly committed before the disbursement of the funds appropriated
26 in [section 1].

27 (c) The local government recipient must have satisfactorily complied with any conditions described
28 in the recommendation section of the project narrative in the treasure state endowment program project
29 evaluations and recommendations report submitted to, and approved by the 55th legislature, and with
30 conditions specified by the department in the notification of grant approval.

1 (d) The local government recipient must have executed a grant agreement with the department.

2 (e) The local government recipient must have satisfied other specific requirements considered
3 necessary by the department to accomplish the purpose of the project as evidenced by the application to
4 the department.

5 (2) The department shall disburse grant funds in the order of priority listed in [section 1] and
6 subject to the conditions in subsection (1), as treasure state endowment special revenue account interest
7 income is received during the 1999 biennium.

8 (3) A project approved in [section 1] may not receive grant funds until sufficient revenue has been
9 deposited in the treasure state endowment special revenue account and is available for that purpose.

10 (4) The department shall disburse funds as they become available each quarter in the order of
11 priority, for projects that have met the conditions in subsection (1), until all available funds are expended.

12 (5) In the event that construction bids received for a project are for an amount lower than the
13 projected cost of the project, the department shall establish a final project budget at the bid price, plus a
14 10% contingency. The department may, at its discretion, reduce the amount of funding to be provided in
15 proportion to all other project funding sources. In the alternative, the department may authorize the
16 construction of additional, directly related project components to enhance the overall project, in amounts
17 not to exceed the originally approved project budget.

18 (6) The department shall disburse grant funds on a reimbursement basis as grantees incur eligible
19 project costs.

20

21 **NEW SECTION. Section 4. Approval of treasure state loans.** The legislature approves four treasure
22 state endowment program loans for treasure state endowment program projects to be administered by the
23 department of natural resources and conservation pursuant to House Bill No. 8.

24

25 **NEW SECTION. Section 5. Effective dates.** (1) [Sections 2 through 4 and this section] are
26 effective on passage and approval.

27 (2) [Section 1] is effective July 1, 1997.

28

-END-

HOUSE BILL NO. 11

INTRODUCED BY ZOOK

BY REQUEST OF THE DEPARTMENT OF COMMERCE AND THE OFFICE OF BUDGET AND PROGRAM PLANNING

A BILL FOR AN ACT ENTITLED: "AN ACT APPROPRIATING MONEY TO THE DEPARTMENT OF COMMERCE FOR FINANCIAL ASSISTANCE TO LOCAL GOVERNMENT INFRASTRUCTURE PROJECTS UNDER THE TREASURE STATE ENDOWMENT PROGRAM; AUTHORIZING GRANTS FROM THE TREASURE STATE ENDOWMENT SPECIAL REVENUE ACCOUNT; PLACING CONDITIONS UPON GRANTS; AUTHORIZING TREASURE STATE ENDOWMENT PROGRAM LOANS TO BE ADMINISTERED BY THE DEPARTMENT OF NATURAL RESOURCES AND CONSERVATION; AND PROVIDING EFFECTIVE DATES."

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

NEW SECTION. Section 1. Appropriations from the treasure state endowment special revenue account. (1) There is appropriated to the department of commerce the interest earnings of the treasure state endowment special revenue account to finance grants authorized by this section.

(2) The funds appropriated in this section must be used by the department to make grants to the local government entities listed in subsection (3) for the described purposes and in amounts not to exceed the amounts set out in subsection (3). The appropriations are subject to the conditions set forth in [sections 1 through 3] and described in the treasure state endowment program January 1997 report to the 55th legislature. The legislature, pursuant to 90-6-710, approves the grants listed in subsection (3), in the order indicated in the list of projects. The department shall award funds up to the amounts approved in this section based on the manner of disbursement set forth in [section 3] until available funds are expended. The department shall provide funds not accepted or used by local governments to other local governments whose projects have been authorized for grants as listed in subsection (3). When additional funds become available for the grants listed in subsection (3), they must be awarded to projects as set forth in [section 3].

(3) The following are the authorized projects for grants in the order of their priority:

Applicant/Project Matching Grant



1	1.	Cascade (wastewater)	\$500,000
2	2.	Fort Peck Water and Sewer Dist. (water)	500,000
3	3.	Terry (wastewater)	500,000
4	4.	Judith Gap (wastewater)	130,000
5	5.	Glerdive (water)	500,000
6	6.	Twin Bridges (water)	500,000
7	7.	East Missoula (wastewater)	500,000
8	8.	Glasgow (wastewater)	441,443 <u>500,000</u>
9	9.	Helena (wastewater)	500,000
10	10.	Richey (water)	264,340
11	11.	Hill County/Box Elder (wastewater)	462,000
12	12.	Valier (wastewater)	500,000
13	13.	Roundup (wastewater)	500,000
14	14.	Lewis and Clark County (bridge)	64,125
15	15.	Hamilton (wastewater)	500,000
16	16.	Missoula/Neighborhood (wastewater)	500,000
17	17.	Chinook (water)	313,555
18	18.	Fort Benton (water)	480,244
19	19.	Miles City (water)	136,000
20	20.	Lakeside (water)	500,000
21	21.	Neihart (water)	261,028
22	22.	Coram (water)	500,000
23	23.	Chouteau County/Highwood (water/wastewater)	420,000
24	24.	Billings/Neighborhood (wastewater)	280,000
25	25.	Jefferson County (solid waste)	128,915
26	26.	Red Lodge (water)	500,000
27	27.	Chester (water)	417,000
28	28.	Hardin (water/storm drain)	350,000
29	29.	Thompson Falls (water)	400,000
30	30.	Big Timber (wastewater)	500,000

1	31.	Ekalaka (wastewater)	85,150
2	32.	Culbertson (wastewater)	313,259
3	33.	Great Falls/Neighborhood (water)	440,000
4	34.	Bainville (water)	360,000
5	35.	Harlem (water/wastewater)	472,920

6 (4) If sufficient funds are available, this section constitutes a valid obligation of funds to the entities
7 listed in subsection (3) for purposes of encumbering the treasure state endowment special revenue account
8 funds received during the 1999 biennium under 17-7-302. However, a local government's entitlement to
9 receive funds is dependent on the local government's compliance with the conditions described in [section
10 3] and on the availability of funds.

11

12 **NEW SECTION. Section 2. Approval of grants -- completion of appropriation.** (1) The legislature,
13 pursuant to 90-6-701, approves grants for the projects identified in [section 1(3)].

14 (2) The approval of these grants completes an appropriation from the special revenue account
15 provided for in 17-5-703(4)(b).

16

17 **NEW SECTION. Section 3. Conditions and manner of disbursement of grant funds.** (1) The
18 disbursement of grant funds under [sections 1 through 3] for the grants specified in [section 1(3)] is subject
19 to the following conditions:

20 (a) The local government recipient must have a scope of work and budget for the project approved
21 by the department. The department may not approve amendments to the scope of work or budget
22 affecting priority activities or improvements that would materially alter the intent and circumstances under
23 which the application was originally ranked by the department and approved by the legislature.

24 (b) The local government recipient shall document that other matching funds required for
25 completion of the project have been firmly committed before the disbursement of the funds appropriated
26 in [section 1].

27 (c) The local government recipient must have satisfactorily complied with any conditions described
28 in the recommendation section of the project narrative in the treasure state endowment program project
29 evaluations and recommendations report submitted to, and approved by the 55th legislature, and with
30 conditions specified by the department in the notification of grant approval.

1 (d) The local government recipient must have executed a grant agreement with the department.

2 (e) The local government recipient must have satisfied other specific requirements considered
3 necessary by the department to accomplish the purpose of the project as evidenced by the application to
4 the department.

5 (2) The department shall disburse grant funds in the order of priority listed in [section 1] and
6 subject to the conditions in subsection (1), as treasure state endowment special revenue account interest
7 income is received during the 1999 biennium.

8 (3) A project approved in [section 1] may not receive grant funds until sufficient revenue has been
9 deposited in the treasure state endowment special revenue account and is available for that purpose.

10 (4) The department shall disburse funds as they become available each quarter in the order of
11 priority, for projects that have met the conditions in subsection (1), until all available funds are expended.

12 (5) In the event that construction bids received for a project are for an amount lower than the
13 projected cost of the project, the department shall establish a final project budget at the bid price, plus a
14 10% contingency. The department may, at its discretion, reduce the amount of funding to be provided in
15 proportion to all other project funding sources. In the alternative, the department may authorize the
16 construction of additional, directly related project components to enhance the overall project, in amounts
17 not to exceed the originally approved project budget.

18 (6) The department shall disburse grant funds on a reimbursement basis as grantees incur eligible
19 project costs.

20
21 **NEW SECTION. Section 4. Approval of treasure state loans.** The legislature approves four treasure
22 state endowment program loans for treasure state endowment program projects to be administered by the
23 department of natural resources and conservation pursuant to House Bill No. 8.

24
25 **NEW SECTION. Section 5. Effective dates.** (1) [Sections 2 through 4 and this section] are
26 effective on passage and approval.

27 (2) [Section 1] is effective July 1, 1997.

28 -END-