1	SENATE BILL NO. 42
2	INTRODUCED BY BISHOP
3	BY REQUEST OF THE DEPARTMENT OF FISH, WILDLIFE, AND PARKS
4	
5	A BILL FOR AN ACT ENTITLED: "AN ACT ALLOWING THE DEPARTMENT OF FISH, WILDLIFE, AND
6	PARKS, UNDER CERTAIN CIRCUMSTANCES, TO CONVEY DEPARTMENT INTERESTS IN LANDS AND
7	WATERS THROUGH DIRECT SALES RATHER THAN THROUGH A BIDDING PROCESS; ALLOWING THE
8	DEPARTMENT TO EXCHANGE INTERESTS IN REAL PROPERTY THAT ARE NO LONGER NECESSARY FOR
9	DEPARTMENT PROGRAMS FOR INTERESTS IN REAL PROPERTY THAT ARE SUITABLE FOR DEPARTMENT
10	PURPOSES AND PROGRAMS; ALLOWING THE DEPARTMENT TO USE MONEY FROM THE SALE OF
11	SURPLUS REAL PROPERTY TO ACQUIRE OTHER REAL PROPERTY SUITABLE FOR DEPARTMENT
12	PURPOSES AND PROGRAMS, SUBJECT TO LEGISLATIVE APPROPRIATION; AND AMENDING SECTIONS
13	87-1-209 AND 87-1-601, MCA."
14	
15	BE IT ENACTED BY THE LEGISLATURE OF THE STATE OF MONTANA:
16	
17	Section 1. Section 87-1-209, MCA, is amended to read:
18	"87-1-209. Acquisition, and sale, and exchange of lands or waters. (1) The department, with the
19	consent of the commission and, in the case of land acquisition involving more than 100 acres or \$100,000
20	in value, the approval of the board of land commissioners, may acquire by purchase, lease, agreement, gift,
21	or devise and may acquire easements upon lands or waters for the purposes listed in this subsection. The
22	department may develop, operate, and maintain acquired lands or waters:
23	(a) for fish hatcheries, nursery ponds, or game farms;
24	(b) as lands or water suitable for game, bird, fish, or fur-bearing animal restoration, propagation,
25	or protection;
26	(c) for public hunting, fishing, or trapping areas;
27	(d) to capture, propagate, transport, buy, sell, or exchange any game, birds, fish, fish eggs, or
28	fur-bearing animals needed for propagation or stocking purposes or to exercise control measures of
29	undesirable species;
30	(e) for state parks and outdoor recreation;

- 1 -



(f) to extend and consolidate by exchange, lands or waters suitable for these purposes.

(2) The department, with the consent of the commission, may acquire by condemnation lands or
structures for the preservation of historical or archaeological sites that are threatened with destruction or
alteration.

5 (3) (a) The department, with the consent of the commission, may dispose of lands and waters 6 acquired by it on those terms after public notice as required by subsection (3)(b), without regard to other 7 laws that provide for sale or disposal of state lands and with or without reservation, as it considers 8 necessary and advisable. The department, with the consent of the commission, may convey department 9 lands and waters for full market value to other governmental entities without regard to the requirements 10 of subsection (3)(b) or (3)(c) and may convey department lands and waters for full market value to other persons without regard to the requirements of subsection (3)(b) or (3)(c) if the land is less than 10 acres 11 12 or if the full market value of the interest to be conveyed is less than \$20,000.

(b) Notice of sale describing the lands or waters to be disposed of must be published once a week for 3 successive weeks in a newspaper with general circulation printed and published in the county where the lands or waters are situated or, if no a newspaper is not published in that county, then in any newspaper with general circulation in that county.

17 (c) The notice must advertise for cash bids to be presented to the director within 60 days from the 18 date of the first publication. Each bid must be accompanied by a cashier's check or cash deposit in an 19 amount equal to 10% of the amount bid. The highest bid must be accepted upon payment of the balance 20 due within 10 days after mailing notice by certified mail to the highest bidder. If that bidder defaults on 21 payment of the balance due, then the next highest bidders must be similarly notified in succession until a 22 sale is completed. Deposits must be returned to the unsuccessful bidders except bidders defaulting after 23 notification.

(d) The department shall reserve the right to reject any bids that do not equal or exceed the full
market value of the lands and waters as determined by the department. If the department does not receive
a bid that equals or exceeds fair market value, it may then sell the lands or waters at private sale. The price
accepted on any private sale must exceed the highest bid rejected in the bid process.

(4) The department shall convey the lands and waters without covenants of warranty by deed
 executed by the governor or in the governor's absence or disability by the lieutenant governor, attested by
 the secretary of state and further countersigned by the director.



- 2 -

1 (4)(5) The department, with the consent of the commission, is authorized to utilize the installment 2 contract method to facilitate the acquisition of wildlife management areas in which game and nongame 3 fur-bearing animals and game and nongame birds may breed and replenish and areas that provide access 4 to fishing sites for the public. In no case may the The total cost of such installment contracts may not 5 exceed the cost of purchases authorized by the department and appropriated by the legislature. 6 (6) (6) The department is authorized to enter into leases of land under its control in exchange for 7 services to be provided by the lessee on the leased land. 8 (7) The department, with the consent of the commission, may determine that an interest in real property, however acquired by the department, is no longer necessary for the purposes and programs of 9 the department and may then exchange the interest, either as entire or partial consideration, for any other 10 interest in real property that is suitable for the department's purposes and programs. The department, with 11 the consent of the commission, may establish the manner, terms, and conditions of the exchange. If the 12 13 interest acquired by the department in exchange involves more than 100 acres or \$100,000 in value, the 14 exchange must be approved by the board of land commissioners." 15 Section 2. Section 87-1-601, MCA, is amended to read: 16 17 **"87-1-601.** Use of fish and game money. (1) (a) Except as provided in subsection (7), all money 18 collected or received from the sale of hunting and fishing licenses or permits, from the sale of seized game 19 or hides, from damages collected for violations of the fish and game laws of this state, from appropriations, 20 or received by the department from any other state source must be turned over to the state treasurer and placed in the state special revenue fund to the credit of the department. 21 22 (b) Any money received from federal sources must be deposited in the federal special revenue fund 23 to the credit of the department. (c) All interest earned on money from the following sources must be placed in the state special 24 25 revenue fund to the credit of the department: (i) the general license account; 26 27 (ii) the license drawing account; 28 (iii) accounts established to administer the provisions of 87-1-246, 87-1-258, 87-1-605, 87-2-412, 87-2-722, and 87-2-724; and 29 30 (iv) money received from the sale of any other hunting and fishing license.



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55th Legislature

SB0042.01

1 (2) The money described in subsection (1) must be exclusively set apart and made available for 2 the payment of all salaries, per diem, fees, expenses, and expenditures authorized to be made by the 3 department under the terms of this title. The money described in subsection (1) must be spent for those 4 purposes by the department, subject to appropriation by the legislature.

5 (3) Any reference to the fish and game fund in this code means fish and game money in the state 6 special revenue fund and the federal special revenue fund.

7 (4) Except as provided in subsections (7) and (8), all money collected or received from fines and 8 forfeited bonds, except money collected or received by a justice's court, that relates to violations of state 9 fish and game laws under Title 87 must be deposited by the state treasurer and credited to the department 10 in a state special revenue fund account for this purpose. Out of any fine imposed by a court for the 11 violation of the fish and game laws, the costs of prosecution must be paid to the county where the trial was 12 held in any case in which the fine is not imposed in addition to the costs of prosecution.

13 (5) Money Subject to appropriation by the legislature, money received by the department from the 14 sale of surplus real property; may be used by the department to acquire other real property suitable for the 15 department's purposes and programs. Money received from exploration or development of oil, gas, or 16 mineral deposits from lands acquired by the department except royalties or other compensation based on 17 production; and from leases of interests in department real property not contemplated at the time of acquisition must be deposited in an account within the nonexpendable trust fund of the state treasury. The 18 19 interest derived from the fund, but not the principal, may be used only for the purpose of operation, 20 development, and maintenance of real property of the department, and only upon appropriation by the 21 legislature. If the use of money as set forth in this section would result in violation of applicable federal 22 laws or state statutes specifically naming the department or money received by the department, then the 23 use of this money must be limited in the manner, method, and amount to those uses that do not result in 24 a violation.

(6) Money received from the collection of license drawing applications is not subject to the deposit
 requirements of 17-6-105. The department shall deposit license drawing application money within a
 reasonable time after receipt.

(7) Money collected or received from fines or forfeited bonds for the violation of 77-1-801,
 77-1-806, or rules adopted under 77-1-804 must be deposited as follows:

30

Legislative Services Division

- 4 -

(a) 50% in an account for use by the department for the enforcement of 77-1-801, 77-1-806, and

SB 42

rules adopted under 77-1-804; and
 (b) 50% in the state lands recreational use account established by 77-1-808 for use by the
 department of natural resources and conservation in the management of state lands,
 (8) After July 1, 1995, the The state treasurer shall deposit in the state general fund one-half of

- 5 the money received from the fines pursuant to 87-1-102."
- 6

-END-

STATE OF MONTANA - FISCAL NOTE

Fiscal Note for SB0042, as introduced

DESCRIPTION OF PROPOSED LEGISLATION:

An act allowing the Department of Fish, Wildlife & Parks under certain circumstances to convey department interests in lands and waters through direct sales rather than through a bidding process; allowing the department to exchange interests in real property that are no longer necessary for department programs for interests in real property that are suitable for department purposes and programs; allowing the department to use money from the sale of surplus real property to acquire other real property suitable for department purposes and programs, subject to legislative appropriation.

ASSUMPTIONS:

- 1. There will be three sales per year (most likely to adjoining landowners to resolve boundary and access disputes) below the threshold levels established by the proposed legislation. Each sale by public auction costs \$3,500. Each sale without public auction costs \$1,500.
- 2. There will be one exchange of interest in real property each year, either as entire or partial consideration, for a conservation easement interest in other real property more suitable for the department purposes and programs. These exchanges will result in an undetermined reduction in operations costs for management obligations associated with fee title ownership.
- 3. There will be one sale per year of fee title (possibly burdened with a conservation easement) real property above the threshold level established by the proposed legislation. The proceeds for the sale could be utilized to acquire conservation easements on other lands meeting the criteria for the department purposes and programs, subject to legislative appropriation. These sales will result in an undetermined reduction in operations costs for management obligations associated with fee title ownership.

<u>FISCAL IMPACT:</u> Expenditures:	FY98	FY99
Operating	Difference 6,000	Difference 6,000
<u>Funding:</u> State Special Revenue (02)	6,000	6,000

BUDGET DIRECTOR DAVE LEWIS, Office of Budget and Program Planning

DATE

Fiscal Note for <u>SB0042</u>, as introduced

SB 42

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APPROVED BY COM ON STATE ADMINISTRATION

1		SENATE BILL NO. 42	
2		INTRODUCED BY BISHOP	
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4			
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6	PARKS, UNDER CERTAIN CI	RCUMSTANCES, TO CONVEY DEPARTMENT INTERESTS IN LANDS ,	AND
7	WATERS THROUGH DIRECT	SALES RATHER THAN THROUGH A BIDDING PROCESS; ALLOWING-	- THE
8	DEPARTMENT TO EXCHANG	E INTERESTS IN REAL PROPERTY THAT ARE NO LONGER NECESSARY	FOR
9	DEPARTMENT PROGRAMS F	OR INTERESTS IN REAL PROPERTY THAT ARE SUITABLE FOR DEPARTM	1 ENT
10	PURPOSES AND PROGRAM	S; ALLOWING THE DEPARTMENT TO USE MONEY FROM THE SALE	e of
11	SURPLUS REAL PROPERTY	TO ACQUIRE OTHER REAL PROPERTY SUITABLE FOR DEPARTM	IENT
12	PURPOSES AND PROGRAMS	-SUBJECT TO LEGISLATIVE APPROPRIATION; AND AMENDING SECTION	ons
13	SECTION 87-1-209 AND 87-	1-601, MCA; AND PROVIDING AN IMMEDIATE EFFECTIVE DATE."	
14			
15	BE IT ENACTED BY THE LEG	SLATURE OF THE STATE OF MONTANA:	
16			
17	Section 1. Section 8	7-1-209, MCA, is amended to read:	
18	"87-1-209. Acquisit	on , and <u>AND</u> sale<u>, and exchange</u> of lands or waters. (1) The department,	with
19	the consent of the commission	on and, in the case of land acquisition involving more than 100 acre	s or
20	\$100,000 in value, the appr	oval of the board of land commissioners, may acquire by purchase, le	ease,
21	agreement, gift, or devise and	I may acquire easements upon lands or waters for the purposes listed in	this
22	subsection. The department r	nay develop, operate, and maintain acquired lands or waters:	
23	(a) for fish hatcherie	s, nursery ponds, or game farms;	
24	(b) as lands or water	suitable for game, bird, fish, or fur-bearing animal restoration, propaga	tion,
25	or protection;		
26	(c) for public hunting	, fishing, or trapping areas;	
27	(d) to capture, propa	gate, transport, buy, sell, or exchange any game, birds, fish, fish egg	s, or
28	fur-bearing animals needed	or propagation or stocking purposes or to exercise control measure	s of
29	undesirable species;		
30	(e) for state parks an	d outdoor recreation;	
	[Legislative	SECOND READ	ING
	Services Division	- 1 - SI	B 42

(f) to extend and consolidate by exchange, lands or waters suitable for these purposes.

(2) The department, with the consent of the commission, may acquire by condemnation lands or
structures for the preservation of historical or archaeological sites that are threatened with destruction or
alteration.

5 (3) (a) The department, with the consent of the commission, may dispose of lands and waters 6 acquired by it on those terms after public notice as required by subsection (3)(b), without regard to other 7 laws that provide for sale or disposal of state lands and with or without reservation, as it considers 8 necessary and advisable. The department, with the consent of the commission, may convey department 9 lands and waters for full market value to other governmental entities without regard to the requirements 10 of subsection (3)(b) or (3)(c) and may convey department lands and waters for full market value to other 11 porsons without regard to the requirements of subsection (3)(b) or (3)(o) if the land is less than 10 acres 12 or if the full market value of the interest to be conveyed is less than \$20,000. WHEN THE DEPARTMENT 13 CONVEYS LAND OR WATER TO ANOTHER GOVERNMENTAL ENTITY PURSUANT TO THIS SUBSECTION, 14 THE DEPARTMENT, IN ADDITION TO GIVING NOTICE PURSUANT TO SUBSECTION (3)(B), SHALL GIVE 15 NOTICE BY MAIL TO THE LANDOWNERS WHOSE PROPERTY ADJOINS THE DEPARTMENT PROPERTY BEING CONVEYED. 16

(b) Notice of sale describing the lands or waters to be disposed of must be published once a week
for 3 successive weeks in a newspaper with general circulation printed and published in the county where
the lands or waters are situated or, if no a newspaper is not published in that county, then in any
newspaper with general circulation in that county.

(c) The notice must advertise for cash bids to be presented to the director within 60 days from the date of the first publication. Each bid must be accompanied by a cashier's check or cash deposit in an amount equal to 10% of the amount bid. The highest bid must be accepted upon payment of the balance due within 10 days after mailing notice by certified mail to the highest bidder. If that bidder defaults on payment of the balance due, then the next highest bidders must be similarly notified in succession until a sale is completed. Deposits must be returned to the unsuccessful bidders except bidders defaulting after notification.

(d) The department shall reserve the right to reject any bids that do not equal or exceed the full
market value of the lands and waters as determined by the department. If the department does not receive
a bid that equals or exceeds fair market value, it may then sell the lands or waters at private sale. The price



SB0042.02

1 accepted on any private sale must exceed the highest bid rejected in the bid process.

2 <u>(4)</u> The department shall convey the lands and waters without covenants of warranty by deed 3 executed by the governor or in the governor's absence or disability by the lieutenant governor, attested by 4 the secretary of state and further countersigned by the director.

- 5 (4)(5) The department, with the consent of the commission, is authorized to utilize the installment 6 contract method to facilitate the acquisition of wildlife management areas in which game and nongame 7 fur-bearing animals and game and nongame birds may breed and replenish and areas that provide access 8 to fishing sites for the public. In no case may the The total cost of such installment contracts may not 9 exceed the cost of purchases authorized by the department and appropriated by the legislature.
- 10 (5)(6) The department is authorized to enter into leases of land under its control in exchange for
 11 services to be provided by the lessee on the leased land.

12 (7) The department, with the consent of the commission, may determine that an interest in real 13 property, however acquired by the department, is no longer necessary for the purposes and programs of 14 the department and may then exchange the interest, either as entire or partial consideration, for any other 15 interest in real property that is suitable for the department's purposes and programs. The department, with 16 the consent of the commission, may establish the manner, terms, and conditions of the exchange. If the 17 interest acquired by the department in exchange involves more than 100 acres or \$100,000 in value, the 18 exchange must be approved by the board of land commissioners."

- 19
- 20 Section 2. Section 87 1-601, MCA, is amended to read:

21 "87-1-601. Use of fish and game money. (1) (a) Except as provided in subsection (7), all money 22 collected or received from the sale of hunting and fishing licenses or permits, from the sale of seized game 23 or hides, from damages collected for violations of the fish and game laws of this state, from appropriations, 24 or received by the department from any other state source must be turned over to the state treasurer and 25 placed in the state special revenue fund to the oredit of the department. 26 (b) Any money received from federal sources must be deposited in the federal special revenue fund

- 20 (D) Any money received non-rederal sources must be deposited in the recerar special reve
 27 to the credit of the department.
- 28 (c) All interest earned on money from the following sources must be placed in the state special
- 29 revenue fund to the credit of the department:
- 30 (i) the general license account;



1	(ii) the license drawing account;
2	(iii) accounts established to administer the provisions of 87–1–246, 87–1–258, 87–1–605, 87–2–412,
3	87-2-722, and 87-2-724; and
4	(iv) money received from the sale of any other hunting and fishing license.
5	(2) The money described in subsection (1) must be exclusively set apart and made available for
6	the payment of all salaries, per diem, fees, expenses, and expenditures authorized to be made by the
7	department under the terms of this title. The money described in subsection (1)-must be spent for those
8	purposes by the department, subject to appropriation by the legislature.
9	(3) Any reference to the fish and game fund in this code means fish and game money in the state
10	special revenue fund and the federal special revenue fund.
11	(4) Except as provided in subsections (7) and (8), all money collected or received from fines and
12	forfeited bonds, except money collected or received by a justice's court, that relates to violations of state
13	fish and game laws under Title 87 must be deposited by the state treasurer and credited to the department
14	in a state special revenue fund account for this purpose. Out of any fine imposed by a court for the
15	violation of the fish and game laws, the costs of prosocution must be paid to the county where the trial was
16	held in any case in which the fine is not imposed in addition to the costs of prosecution.
17	(5) Money <u>Subject to appropriation by the legislature, money</u> received by the department from the
18	sale of surplus real property; may be used by the department to acquire other real property suitable for the
19	department's purposes and programs. Money received from exploration or development of oil, gas, or
20	mineral deposits from lands acquired by the department except revalties or other compensation based on
21	production; and from leases of interests in department real property not contemplated at the time of
22	acquisition must be deposited in an account within the nonexpendable trust fund of the state treasury. The
23	interest derived from the fund, but not the principal, may be used only for the purpose of operation,
24	development, and maintenance of real property of the department, and only upon appropriation by the
25	legislature. If the use of money as set forth in this section would result in violation of applicable federal
26	laws or state statutes specifically naming the department or money received by the department, then the
27	use of this money must be limited in the manner, method, and amount to those uses that do not result in
28	a violation.
29	(6) Money received from the collection of license drawing applications is not subject to the deposit

29 (6) Money received from the collection of license drawing applications is not subject to the deposit
 30 requirements of 17-6-105. The department shall deposit license drawing application money within a

1	reasonable time after receipt.
2	(7) Money collected or received from fines or forfeited bonds for the violation of 77-1-801,
3	77 1-806, or rules adopted under 77-1-804 must be deposited as follows:
4	(a)—50% in an account for use by the department for the enforcement of 77 1-801, 77 1-806, and
5	rules adopted under 77-1-804; and
6	(b) 50% in the state lands represtional use account established by 77-1-808 for use by the
7	department of natural resources and conservation in the management of state lands.
8	(8) After July 1, 1995, the <u>The state treasurer shall deposit in the state goneral fund one half of</u>
9	the money received from the fines pursuant to 87-1-102."
10	
11	NEW SECTION. SECTION 2. EFFECTIVE DATE. [THIS ACT] IS EFFECTIVE ON PASSAGE AND
12	APPROVAL.
13	-END-

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2	INTRODUCED BY BISHOP
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8	DEPARTMENT TO EXCHANGE INTERESTS IN REAL PROPERTY THAT ARE NO LONGER NECESSARY FOR
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12	PURPOSES AND PROGRAMS, SUBJECT TO LEGISLATIVE APPROPRIATION; AND AMENDING SECTIONS
13	SECTION 87-1-209 AND 87-1-601, MCA; AND PROVIDING AN IMMEDIATE EFFECTIVE DATE."
14	

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

THERE ARE NO CHANGES IN THIS BILL AND IT WILL NOT BE REPRINTED. PLEASE REFER TO SECOND READING COPY (YELLOW) FOR COMPLETE TEXT.

APPROVED BY COM ON FISH, WILDLIFE & PARKS

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15	BE IT ENACTED BY THE LEGISLATURE OF THE STATE OF MONTANA:
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17	Section 1. Section 87-1-209, MCA, is amended to read:
18	"87-1-209. Acquisition<u>, and AND</u> sals<u>, and exchange</u> of lands or waters. (1) The department, with
19	the consent of the commission and, in the case of land acquisition involving more than 100 acres or
20	\$100,000 in value, the approval of the board of land commissioners, may acquire by purchase, lease,
21	agreement, gift, or devise and may acquire easements upon lands or waters for the purposes listed in this
22	subsection. The department may develop, operate, and maintain acquired lands or waters:
23	(a) for fish hatcheries, nursery ponds, or game farms;
24	(b) as lands or water suitable for game, bird, fish, or fur-bearing animal restoration, propagation,
25	or protection;
26	(c) for public hunting, fishing, or trapping areas;
~ 7	(d) to capture, propagate, transport, buy, sell, or exchange any game, birds, fish, fish eggs, or
27	fur-bearing animals needed for propagation or stocking purposes or to exercise control measures of
27 28	
	undesirable species;
28	undesirable species; (e) for state parks and outdoor recreation;

- 1 -



(f) to extend and consolidate by exchange, lands or waters suitable for these purposes.

2 (2) The department, with the consent of the commission, may acquire by condemnation lands or
3 structures for the preservation of historical or archaeological sites that are threatened with destruction or
4 alteration.

5 (3) (a) The department, with the consent of the commission, may dispose of lands and waters 6 acquired by it on those terms after public notice as required by subsection (3)(b), without regard to other laws that provide for sale or disposal of state lands and with or without reservation, as it considers 7 necessary and advisable. The department, with the consent of the commission, may convey department 8 lands and waters for full market value to other governmental entities without regard to the requirements 9 of subsection (3)(b) or (3)(c) and may sonvey department lands and waters for full market value to other 10 11 persons without regard to the requirements of subsection (3)(b) or (3)(o) if the land is less than 10 acres 12 or if the full market value of the interest to be conveyed is less than \$20,000. WHEN THE DEPARTMENT CONVEYS LAND OR WATER TO ANOTHER GOVERNMENTAL ENTITY PURSUANT TO THIS SUBSECTION, 13 14 THE DEPARTMENT, IN ADDITION TO GIVING NOTICE PURSUANT TO SUBSECTION (3)(B), SHALL GIVE NOTICE BY MAIL TO THE LANDOWNERS WHOSE PROPERTY ADJOINS THE DEPARTMENT PROPERTY 15

16 BEING CONVEYED.

(b) Notice of sale describing the lands or waters to be disposed of must be published once a week
for 3 successive weeks in a newspaper with general circulation printed and published in the county where
the lands or waters are situated or, if ne a newspaper is not published in that county, then in any
newspaper with general circulation in that county.

(c) The notice must advertise for cash bids to be presented to the director within 60 days from the date of the first publication. Each bid must be accompanied by a cashier's check or cash deposit in an amount equal to 10% of the amount bid. The highest bid must be accepted upon payment of the balance due within 10 days after mailing notice by certified mail to the highest bidder. If that bidder defaults on payment of the balance due, then the next highest bidders must be similarly notified in succession until a sale is completed. Deposits must be returned to the unsuccessful bidders except bidders defaulting after notification.

(d) The department shall reserve the right to reject any bids that do not equal or exceed the full
market value of the lands and waters as determined by the department. If the department does not receive
a bid that equals or exceeds fair market value, it may then sell the lands or waters at private sale. The price



- 2 -

1 accepted on any private sale must exceed the highest bid rejected in the bid process.

2 <u>(4)</u> The department shall convey the lands and waters without covenants of warranty by deed 3 executed by the governor or in the governor's absence or disability by the lieutenant governor, attested by 4 the secretary of state and further countersigned by the director.

5 (4)(5) The department, with the consent of the commission, is authorized to utilize the installment 6 contract method to facilitate the acquisition of wildlife management areas in which game and nongame 7 fur-bearing animals and game and nongame birds may breed and replenish and areas that provide access 8 to fishing sites for the public. In no-case may the The total cost of such installment contracts may not 9 exceed the cost of purchases authorized by the department and appropriated by the legislature.

10 (6)(6) The department is authorized to enter into leases of land under its control in exchange for
 services to be provided by the lessee on the leased land.

12 <u>(7) The department, with the consent of the commission, may determine that an interest in real</u> 13 property, however acquired by the department, is no longer necessary for the purposes and programs of 14 the department and may then exchange the interest, either as entire or partial consideration, for any other 15 interest in real property that is suitable for the department's purposes and programs. The department, with 16 the concent of the commission, may establish the manner, terms, and conditions of the exchange. If the 17 interest acquired by the department in exchange involves more than 100 acres or \$100,000 in value, the 18 exchange must be approved by the board of land commissioners."

19

20 Section 2. Section 87 1 601, MCA, is amended to read:

21 "87 1 601. Use of fish and game money. (1) (a) Except as provided in subsection (7), all money 22 collected or received from the cale of hunting and fishing licences or permits, from the cale of seized game 23 or hides, from damages collected for violations of the fish and game laws of this state, from appropriations, 24 or received by the department from any other state source must be turned over to the state treasurer and 25 placed in the state special revenue fund to the credit of the department. 26 (b) Any money received from federal sources must be deposited in the federal special revenue fund

27 to the credit of the department.

28 (o) All interest earned on money from the following sources must be placed in the state special

29 revenue fund to the credit of the department:

30

(i) the general license account;



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1	(ii)the license drawing-account;
2	(iii) accounts established to administer the provisions of 87-1-246, 87-1-258, 87-1-605, 87-2-412,
3	87-2-722, and 87-2-724; and
4	(iv) - money-received from-the cale of any other hunting and fishing license.
5	(2) The money-described in subsection (1) must be exclusively set apart and made available for
6	the payment of all-salaries, per diem, fees, expenses, and expenditures authorized to be made by the
7	department under the terms of this title. The money described in subsection (1) must be spont for those
8	purposes by the department, subject to appropriation by the legislature.
9	(3) Any reference to the fish and game fund in this code means fish and game money in the state
10	sposial revenue fund and the federal special revenue fund.
11	(4)- Except as provided in subsections (7) and (8), all money collected or received from fines and
12	forfaited bonds, except money collected or received by a justice's court, that relates to violations of state
13	fich and game laws under Title 87 must be deposited by the state treasurer and credited to the department
14	in a state special revenue fund account for this purpose. Out of any fine imposed by a court for the
⁻ 15	violation of the fish and game lawe, the cests of prosecution must be paid to the county where the trial was
16	held in any case in which the fine is not imposed in addition to the costs of prosecution.
17	(5) Money Subject to appropriation by the legislature, money received by the department from the
18	sale of surplus real property; <u>may be used by the department to sequire other real property suitable for the</u>
19	<u>department's purposes and programe. Money received</u> from exploration or development of oil, gas, or
20	mineral deposite from lands acquired by the department except royalties or other compensation based on
21	production; and from leases of interests in department real property not contemplated at the time of
22	acquisition must be deposited in an account within the nonexpendable trust fund of the state treasury. The
23	interest derived from the fund, but not the principal, may be used only for the purpose of operation,
24	development, and maintenance of real property of the department, and only-upon appropriation by the
25	logislature. If the use of money as set forth in this section would result in violation of applicable federal
26	laws or state statutes specifically naming the department or money received by the department, then the
27	use of this money must be limited in the manner, method, and amount to these uses that do not result in
28	a violation.
29	(6). Money received from the collection of license drawing applications is not subject to the deposit
30	requirements of 17-6-105. The department shall deposit license drawing application menoy within a



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1	reasonable time after receipt.
2	(7) Money collected or received from fines or forfeited bonds for the violation of 77-1-801,
3	77 1-806, or rules adopted under 77-1-804 must be deposited as follows:
4	(a) 50% in an account for use by the department for the enforcement of 77-1-801, 77-1-806, and
5	rules adopted under 77-1-804; and
6	(b)- 60%-in the state lands recreational use account established by 77-1-808 for use by the
7	department of natural resources and conservation in the management of state lands.
8	(8) After July 1, 1995, the <u>The</u> state treasurer shall deposit in the state general fund one half of
9	the money received from the fines pursuant to 87 1 102."
10	
11	NEW SECTION. SECTION 2. EFFECTIVE DATE. [THIS ACT] IS EFFECTIVE ON PASSAGE AND
12	APPROVAL.
13	-END-