EXHIBIT 4
DATE 2/16/05
HB 6

Reclamation and Development Grants-Statutory Position

State Special Revenue Account (02458)

Revenue Projections[1]		
Resource Indemnity Trust Interest	3,000,000	
Resource Indemnity and Ground Water Assessment Tax	630,000	
Metal Mines Tax	1,311,000	
Oil and Gas Production Tax	3,844,000	
2007 Biennium Revenues		8,785,000
Total 02458 Funds Available:		$8,785,000
Proposed Expenditures[2]		
Administration - DNRC	(12,000)	
Conservation and Resource Development Div. - DNRC	(1,630,243)	
Total Proposed Expenditures		(1,642,243)
Balance Available for Grants		$7,142,757

RNK	HB 7 Page	HB 7 Line	Sponsor/Title	Requested	HB 7	$7,142,757
1	2	5	Board of Oil and Gas Conservation			
		6	2005 Eastern District Orphaned Well Plug & Abandonment	$300,000	$300,000	$6,842,757
2		7	Board of Oil and Gas Conservation			
		8	2005 Northern District Orphaned Well Plug & Abandonment	300,000	300,000	6,542,757
3		9	Department of Environmental Quality			
		10	Bluebird Mine Reclamation	300,000	300,000	6,242,757
4		11	Department of Environmental Quality			
		12	Frohner Mine Reclamation	300,000	300,000	5,942,757
5		13	Department of Environmental Quality			
		14	Buckeye Mine & Millsite Reclamation	300,000	300,000	5,642,757
6		15	Lewistown, City of			
		16	Reclamation of Brewery Flats on Big Spring Creek	300,000	300,000	5,342,757
7		17	MT Department of Natural Resources and Conservation			
		18	St. Mary Studies and Design (2)	300,000	900,000	4,442,757
8	2	19	Butte-Silver Bow Local Government			
		20	Belmont Shaft Failure & Subsidence Mitigation	300,000	300,000	4,142,757
9		21	Pondera County			
		22	Oil & Gas Well Plug & Abandon	100,000	100,000	4,042,757
10		23	Custer County CD			
		24	Yellowstone River Resource Conservation Project	299,965	299,965	3,742,792
11		25	Teton County			
		26	2005 Plugging & Abandonment Aid to Small Independent Oil	50,000	50,000	3,692,792
12		27	Toole County			
		28	Plugging and Abandonment Aid to Small Oil Operators	300,000	150,000	3,542,792
13		29	MT Department of Environmental Quality			
		30	Zortman Mine - Completion of Reclamation Alternative Z6	300,000	300,000	3,242,792
14	3	1	Butte-Silver Bow Local Government			
		2	Excelsior Reclamation	129,800	129,800	3,112,992
15		3	Powell County			
		4	Wetland Reclamation and Redevelopment	212,950	240,850	2,872,142
16		5	MT Department of Environmental Quality			
		6	MTS Tire Recyclers Cleanup	300,000	300,000	2,572,142
18			Montana Department of Environmental Quality			
			Former Harlem Equity Co-op Bulk Plant (3)	285,572	285,572	2,286,570
17			MSU			
			Geologic Potential of Carbon Sequestration in MT	299,166	-	2,572,142
19			Montana Department of Environmental Quality			
			Landusky Mine – Surface & Groundwater Interactions in Swift	300,000	-	2,286,570
20			MT Department of Environmental Quality			
			Zortman and Landusky Mines - Supplemental Funding for Near-Term Water Treatment	300,000	-	2,286,570
21			Sheridan County CD			
			Reclaiming Oilfield Brine-Contaminated Soils - Phase II	206,069	-	2,286,570
Total Grant Requests/Recommendations				$5,483,522	$4,856,187	$2,286,570
		1-3	Amendments			

Estimated Beginning Fund Balance-(7/1/2005)	$1,742,041	
Resource Indemnity Trust Interest - Additional	1,206,800	
Total Other Funds:		$2,948,841
Additional Proposed Expenditures (HB 7)		
Environmental Contingency Account (1)	(57,116)	
Renewable Resource Funds Transfer	(400,000)	
Total RRGL Transfers:		(457,116)
Other Appropriations		
Water Resources Division - DNRC	(107,428)	
Central Management - DEQ	(88,378)	
Enforcement - DEQ	(9,648)	
Permitting and Compliance - DEQ	(3,243,521)	
State Library Operations - Library Commission	(782,872)	
HB 2 DP's (2320, 2321, 2322, 2326, 2327, 2414)	(1,097,393)	
Total Other Appropriations:		(5,329,240)
		($550,945)

February 15, 2005
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90-2-1104. Reclamation and development grants account. (1) There is a reclamation and development grants special revenue account within the state special revenue fund established in 17-2-102.

(2) There must be paid into the reclamation and development grants account money allocated from:

(a) the interest income of the resource indemnity trust fund under the provisions of 15-38-202;

(b) the resource indemnity and ground water assessment tax under provisions of 15-38-106;

(c) the metal mines license tax proceeds as provided in 15-37-117(1)(d); and

(d) the oil and gas production tax as provided in 15-36-331.

(3) Appropriations may be made from the reclamation and development grants account for the following purposes:

(a) grants for designated projects; and

(b) administrative expenses, including salaries and expenses for personnel, equipment, office space, and other expenses necessarily incurred in the administration of the grants program. These expenses may be funded before funding of projects.

History: En. Sec. 4, Ch. 418, L. 1987; amd. Sec. 33, Ch. 478, L. 1993; amd. Sec. 4, Ch. 577, L. 1995; amd. Sec. 308, Ch. 42, L. 1997; amd. Sec. 7, Ch. 444, L. 1997; amd. Sec. 11, Ch. 144, L. 1999; amd. Sec. 15, Ch. 522, L. 2003.

Compiler's Comments:

2003 Amendment: Chapter 522 in (2)(d) substituted "15-36-331" for "15-36-324 and 15-38-106". Amendment effective April 26, 2003.

Saving Clause: Section 19, Ch. 522, L. 2003, was a saving clause.

Retroactive Applicability: Section 21, Ch. 522, L. 2003, provided: "[This act] applies retroactively, within the meaning of 1-2-109, to tax revenue derived from oil and natural gas production occurring after December 31, 2002."

1999 Amendment: Chapter 144 in (2)(c) at end substituted "15-37-117(1)(d)" for "15-37-117(1)(e)"; and made minor changes in style. Amendment effective July 1, 1999.

The amendment to this section made by sec. 9, Ch. 552, L. 1999, was rendered void by sec. 12(2), Ch. 552, L. 1999, a contingent voidness provision.

1997 Amendments: Chapter 42 in (2)(b) substituted "resource indemnity and ground water assessment tax" for "resource indemnity trust tax". Amendment effective March 12, 1997.

Chapter 444 in (2)(b) substituted "resource indemnity and ground water assessment tax" for "resource indemnity trust tax"; inserted (2)(d) requiring money allocated from oil and gas production tax to be paid into reclamation and development grants account; and made minor changes in style. Amendment effective July 1, 1997.

The amendments to this section made by sec. 6, Ch. 120, L. 1997, were rendered void by sec. 7(1), Ch. 542, L. 1997 a coordination section.

1995 Amendment: Chapter 577 inserted (2)(c) concerning metal mines license tax proceeds; and made minor changes in style. Amendment effective July 1, 1995.

1993 Amendment: Chapter 478 inserted (2)(b) including the resource indemnity trust tax under the provisions of 15-38-106. Amendment effective July 1, 1993.