

CARD A-1 (Representative Musgrove)

CD Position – The department requests the restoration of 1.0 FTE that was removed in the 2003 Legislative session. This position will work with conservation districts on a variety of projects, provide guidance on program issues and secure cooperation with other state and federal agencies. The request is for \$70,500 per year of reclamation and development dollars.

**LFD  
ISSUE**

During the 2003 legislative session, the executive removed \$52,595 general funds each year of the biennium. This request replaces those funds and adds an additional 26% or \$17,905.

Please see the issue on the use of RIT funds located at C-121 & C-122 of the budget analysis.

CARD C-3 (Senator Hansen)

Missouri River Conservation District Council – The department requests \$80,000 per year of reclamation and development funds to support the work of the Missouri River Development Council. The Council consists of 15 districts that have joined together to address natural resource issues along the Missouri River.

**LFD  
ISSUE**

The division currently receives general fund to support the activities of the Yellowstone River Conservation Council. This request is for the same activities in relation to the Missouri River. These funds would be utilized for council travel, projects and related activities. For comparison purposes, the Yellowstone Council expended \$30,000 of general fund in FY 2004.

Please see the issue on the use of RIT funds located at C-121 & 122 of the budget analysis.

CARD E-5 (Representative McNutt)

Irrigation Development Program – The department requests \$150,000 per year of reclamation and development funds to provide grants to develop new irrigation or increase the value of existing agricultural land through improved irrigation. High value crops such as potatoes, sugar beets and malt barley are targeted in this program. Grants require a 1:1 match.

**LFD  
ISSUE**

The irrigation development program was removed during 2002 due to revenue shortfalls. All funds will be directed to grants, as current staff would be utilized to manage the program.

Please see the issue on the use of RIT funds located at C-121 & 122 of the budget analysis

Related Expenditure Accounts (2007 biennium totals)	Renewable Resource (02272)	Reclamation & Development (02458)	Haz. Waste CERCLA (02070)	Environmental Quality Protect. (02162)	Groundwater Assessment (02289)****	Water Storage (02216)	Orphan Share (02472)
Further Distribution % of RIT Interest	30.0%	35%	26%	9.0%	0%	0%	0%
Beginning Fiscal 2005 Fund Balance (SABHRS)	\$1,396,368	\$1,944,494	\$194,540	\$839,661	\$252,454	\$320,696	\$5,093,800
Continuing appropriations	(3,882,647)	(2,580,217)	(31,231)			(589,979)	0
Fiscal 2005 appropriations	(979,066)	(2,961,720)	(895,656)	(915,792)	(666,000)	0	(1,350,144)
Fiscal 2005 Adjustments	0	0	0	0	(252,454)	0	0
Fiscal 2005 revenues (RTIC, agency estimates)	<u>3,930,782</u>	<u>5,565,334</u>	<u>582,000</u>	<u>712,900</u>	<u>666,000</u>	<u>138,000</u>	<u>2,254,000</u>
Projected Available Fund Balance Beginning FY2006	\$465,437	\$1,968,391	(\$150,347)	\$636,769	\$0	(\$131,283)	\$5,997,656
<b>Revenues (RATC, agency estimates)</b>							
RIT Interest-direct	\$4,480,000	\$3,000,000			\$600,000	\$500,000	
RIT Interest-further allocation by above %	1,509,600	1,761,200	1,308,320	452,880			
RIGWA Proceeds		4,474,111			732,000		4,474,095
Metal Mines Tax (7%)		1,311,000					
Coal Tax & Interest (from 04011)	516,009						
STIP/Other Interest	20,000		4,000	6,000		37,500	70,000
Cost Recoveries				1,023,800			
<b>Transfers</b>							
Administrative Fees	14,000						
State-owned Project Revenue						<u>240,000</u>	
Total Revenues	\$6,539,609	\$10,546,311	\$1,312,320	\$1,482,680	\$1,332,000	\$777,500	\$4,544,095
Total Available	\$7,005,046	\$12,514,702	\$1,161,973	\$2,119,449	\$1,332,000	\$646,217	\$10,541,751
<b>Executive Appropriations</b>							
House Bills 6 and 7 Grants (Executive Recommended)	\$4,000,000	\$4,000,000					
House Bill 6-Emergency/Private Grants (Recommended)	400,000						
House Bill 7 transfers	(400,000)	500,000					
MSU-Northern (statutorily appropriated)	480,000						
UM-Bureau of Mines					\$1,332,000		
DNRC - Centralized Services	10,000	12,000					
DNRC-Conservation and Resource Devel. Division		1,630,243					
DNRC-Water Resources Division		107,428				544,600	
DEQ-Central Management		88,378	28,964				
DEQ-Planning, Prevention & Assistance			266,244				
DEQ-Enforcement		9,648					
DEQ-Remediation			47916	2,199,144			4,150,019
DEQ-Permitting & Compliance		3,243,521	1052358				
DNRCFlathead Basin Commission	16,002						
Judiciary-Water Court	1,533,510						
Library Commission-State Library Operations/NRIS		782,372					
House Bill 13 (executive pay plan estimate)							
Sub Total Appropriations	\$6,039,512	\$10,374,090	\$1,395,482	\$2,199,144	\$1,332,000	\$544,600	\$4,150,019
<b>Additional Requests</b>							
A-1 CD Position		\$141,000					
C-3 Missouri River Council		\$160,000					
E-5 Irrigation Development		\$300,000					
Total Appropriations		\$10,975,090					
Projected 2007 Biennium Ending Balance	\$265,534	\$1,539,612	(\$233,509)	(\$79,695)	\$0	\$101,617	\$6,391,732

\* Amounts are deposited to the Natural Resource Worker Scholarship to bring the balance up to \$150,000

\*\* The governor must report on the expenditures from the environmental contingency account in the executive budget. Expenditures are statutorily appropriated.

\*\*\* Amounts are deposited to the oil & gas production damage mitigation account to bring the balance up to \$200,000 (82-11-161,MCA). All money in the account is statutorily appropriated.

\*\*\*\* Amounts are deposited to the groundwater assessment account to bring the balance up to \$666,000.

1/12/5 5:05 pm