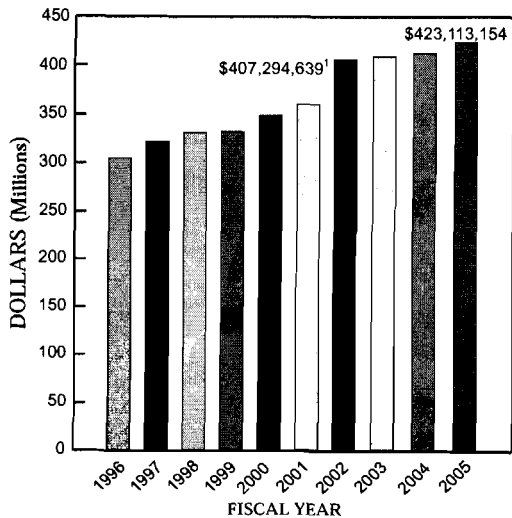


**Figure 2
 Permanent Fund Balance**



1. The Fiscal Year 2002 total includes \$46.4 million in coal trust loan proceeds, pursuant to Senate Bill 495 (2001 Legislature).

shall constitute permanent funds for the support and maintenance of public schools and the various state institutions for which the lands had been granted. The Montana Constitution provides that these permanent funds shall forever remain inviolate, guaranteed by the State of Montana against loss or diversion. These funds are often referred to as "nondistributable."

The program generated over \$4 million in gross nondistributable revenue in FY 2005, which was offset by administration expenses. The net revenue resulted in a balance of over \$423 million in combined permanent funds. The permanent trust balance is shown in Figure 2.

Other Revenues

Table 3 shows the gross distributable and nondistributable interest and income for each of the trust beneficiaries. In FY 2005, the division used a portion of trust land revenues to fund administrative appropriations as shown in Table 1.

In addition to management activities on behalf of trust beneficiaries, the division generated other revenues and distributions in FY 2005. The five-year summary presented in Table 4 shows gross revenues of \$89,141,465 for all division activities. Table 2 provides a reconciliation of other revenues and distributions from the Table 3 and Table 4 summaries.

Trust Administration Account (MCA 77-1-108)	\$4,152,318
Timber Sale Account (MCA 77-5-204)	3,228,036
Forest Improvement Fees (MCA 77-5-204)	2,944,559
Resource Development Account (MCA 77-1-604)	745,401
Recreational Use Account (MCA 77-1-808)	103,738
Commercial Leasing Account (MCA 77-1-905)	77,019
TOTAL	\$11,251,071

Gross distributable revenues	\$79,032,885
Gross nondistributable revenues	4,071,074
Senate Bill 495 debt service	5,655,839
General fund revenues	207,271
Non-land grant income and other revenues	174,396
TOTAL	\$89,141,465