



ENVIRONMENTAL QUALITY COUNCIL 67th Montana Legislature

SENATE MEMBERS

Pat Flowers Steve Hinebauch Tom Jacobson Mike Lang Ryan Lynch Cary Smith

HOUSE MEMBERS

Willis Curdy Paul Fielder Steve Gunderson Jedediah Hinkle Jim Keane Marilyn Marler

COMMITTEE STAFF

Joe Carroll - Attorney Joe Kolman - Legislative Environmental Analyst Nadine Spencer - Secretary

PUBLIC MEMBERS

John Brenden Dave Galt Bradley Hamlett Monica Tranel Mike Freeman, Governor Designated Representative

MINUTES LOG

May 24, 2022 State Capitol Building Room 317 and Zoom Helena, Montana

Please note: This document is a Minutes Log and provides annotation of the time elapsed between the beginning of the meeting and the time at which the item was presented or discussed, a motion was made, or a vote was taken. The narrative presented here is provided only as a guide to the audio or video recording of the meeting. The official discussion, motion, or vote is available on the audio or video archive of this meeting. The Legislature does not prepare a transcript of the meeting activities. The time designation may be used to locate the referenced discussion on the audio or video recording of this meeting.

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MEMBERS PRESENT:

Sen. Mike Lang, Presiding Officer (R) Bradley Hamlett, Vice Presiding Officer

John Brenden, Public Member

Rep. Willis Curdy (D)

Rep. Paul Fielder (R)

Sen. Pat Flowers (D)

Dave Galt. Public Member

Rep. Steve Gunderson (R)

Sen. Steve Hinebauch (R)

Rep. Jedediah Hinkle (R)

Sen. Tom Jacobson (D)

Rep. Jim Keane (D)

Sen. Ryan Lynch (D)

Rep. Marilyn Marler (D)

Mike Freeman, Governor Designated Representative

MEMBERS EXCUSED:

Sen. Cary Smith (R)

Monica Tranel, Public Member

STAFF PRESENT:

Joe Carroll, Attorney Joe Kolman, Legislative Environmental Analyst Nadine Spencer, Secretary

AGENDA (Attachment 1)

VISITORS' LIST (Attachment 2)

COMMITTEE ACTION

The Environmental Quality Council (EQC):

• Voted to approve PD15, as amended, as a committee bill for conservation district funding.

CALL TO ORDER/ROLL CALL

13:01:25	Sen. Mike Lang called the meeting to order at 1:01 PM.
13:01:34	Sen. Lang requested a moment of silence to recognize the passing of Sen. Mark Sweeney.
13:02:04	Sen. Lang welcomed Sen. Ryan Lynch as the replacement for Sen. Sweeney on the EQC.
13:02:21	The committee secretary took roll. (Attachment 3) Sen. Smith was excused and gave his proxy to Sen. Hinebauch. Ms. Tranel was excused and gave her proxy to Rep. Curdy. (Attachment 4)

ADMINISTRATIVE MATTERS

Joe Kolman, legislative environmental analyst, Legislative Services Division (LSD), provided information about the meeting agenda.

ENERGY AND TELECOMMUNICATIONS UPDATE

13:04:33 Trevor Graff, research analyst, LSD.

EQC questions and discussion

None

HELL CREEK UPDATE

Chairman Gerald Gray, Little Shell Tribe

13:13:05 Mr. Gray.

Director Hank Worsech, FWP

13:15:37	Director Worsech, Department of Fish, Wildlife, and Parks (FWP).
13:16:58	Sen. Lang asked Mr. Worsech if the materials needed for the road are being donated by Garfield County.
13:17:19	Mr. Brenden said he has been critical of the way Hell Creek State Park has been managed in the past and wished everyone the best of luck to make it better.

Rich Jost, DEQ Enforcement Program Case Coordinator 13:18:23 Mr. Jost.

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	is and discussion
13:20:12	Rep. Keane asked Mr. Worsech about the elevation level at Fork Peck Reservoir and how that affects the operation at Hell Creek. He also asked about the
	projections for the summer.
13:20:53	Mr. Gray provided additional information.
13:21:49	Rep. Keane asked Mr. Gray about the current elevation and projections.
13:22:38	Mr. Hamlett asked Mr. Gray about the long-range plans for Hell Creek State Park.
13:25:02	Rep. Curdy asked Mr. Worsech if the department talked to the Army Corps of Engineers (Corps) about the proposed flush of water for pallid sturgeon enhancement and the potential impact on water levels at Fort Peck Reservoir and access for anglers into the lake.
13:26:46	Rep. Curdy redirected the question to Mr. Gray.
13:27:24	Sen. Lang said the Corps have been moving docks out as the water level has gone down and everything is accessible by boat right now.
13:27:53	Sen. Hinebauch asked Mr. Worsech about the entity responsible for weed control.
13:29:23	Sen. Hinebauch asked Mr. Gray the same question.
13:29:49	Sen. Jacobson entered the meeting.
13:30:17	Rep. Gunderson asked about sending a list of questions for the Corps to Mr. Kolman.
13:30:54	Mr. Kolman said staff is working on getting staff from the Corps into the meeting via Zoom.

<u>Darin McMurry, Army Corps of Engineers</u> 13:31:46 Mr. McMurry, Operations Projections

Mr. McMurry, Operations Project manager, Fort Peck project. (Exhibit 1)

EQC questions and discussion

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13:37:00	Sen. Lang asked Mr. McMurry about the parameters for the test flows from Fort Peck Dam.
13:38:05	Rep. Keane asked Mr. McMurry about projections for the lake elevation and
	outflows and how the Corps will help the tribe. He also asked about available
	funding from the Corps for maintenance and roads.
13:43:55	Sen. Lang said he hopes Mr. McMurry will continue to work with the federal
	government to help the citizens of Montana.
13:44:14	Rep. Gunderson said he will submit his questions to staff and asked Mr. Kolman
	to draft a questions letter to the Corps.
13:44:47	Rep. Gunderson asked Mr. Jost about the operation of the fish cleaning station.
13:45:31	Rep. Gunderson asked Mr. Jost about the operation of the public sanitation field.
13:46:44	Rep. Gunderson asked Mr. Worsech about the \$400,000 funding package that was made available to fix the seawall problem and the road going to the lower
	ramp.
13:48:19	Sen. Lang asked Mr. Worsech about the money that was allocated for the
	seawall.

13:48:56	Mr. Brenden asked Mr. McMurry about the number of feet below pool Fort Peck Lake is at.
13:49:49	Mr. Brenden asked Mr. Worsech about the status of the concessionaire operators.
13:51:17	Rep. Hinkle asked Mr. McMurry if he has data on how the level of the reservoir this spring compares to 2020.
13:52:05	Sen. Lang asked Mr. McMurry to include information when the lake was at its lowest level in early 1990.
13:54:00	Mr. Hamlett asked Mr. McMurry if the Corps can provide a plant survey to the tribe.
13:56:46	Sen. Lang asked Mr. McMurry about participation by the U.S. Fish and Wildlife Service.
14:00:34	Sen. Lang asked Mr. McMurry about the eastern boundary of the Charles M. Russell Wildlife Refuge (CMR).
14:03:06	Mr. Brenden said it would be helpful to have a map showing boundaries and jurisdiction.

Public comment

None

14:04:19	Recess
14:19:41	Reconvene

HJ 27 CONSERVATION DISTRICT FUNDING

14:19:55 Sam Schaefer, Legislative Fiscal Division, provided a memo on conservation district funding. (Exhibit 2)

EQC questions and discussion

14:26:12	Rep. Keane asked Mr. Schaffer if the Spring Creek mine is included and if
	projections have been done on the mine.
14:27:00	Rep. Keane said he would like to see the forecasts for Spring Creek mine and the mine at Roundup. Sen. Lang asked Mr. Schaffer to provide information for all
	mines.
14:27:43	Mr. Kolman said the Council received information on projected cannabis revenues. (Exhibit 3)

Montana Association of Conservation Districts proposal -- Rebecca Boslough, executive director

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14:31:50	Ms. Boslough.
14:32:56	Ms. Boslough discussed the MACD funding proposal. (Exhibit 4)
14:37:53	Ms. Boslough said the Council received an invitation to an event
	during the Board meeting on June 14. (Exhibit 5)

EQC questions and discussion

14:38:43	Sen. Flowers asked Ms. Boslough about the reason for the current employee vacancy rate.
14:40:01	Sen. Flowers asked Ms. Boslough if the \$80,000 base proposal will allow
	conservation districts to adequately raise wages to retain employees.
14:41:34	Sen. Flowers said state pay rates are tied to a given job classification and asked
	Ms. Boslough about reclassifying the positions.

14:42:50	Rep. Keane asked Ms. Boslough about the amount of funding the conservation districts would like for their base operating budget.
14:44:15	Rep. Keane asked Ms. Boslough about a base operating budget of \$60,000.
14:44:51	Rep. Curdy asked Ms. Boslough if larger conservation districts will need additional funding.
14:46:32	Rep. Curdy asked Ms. Boslough about erosion on the Flathead River shoreline and what the Flathead County Conservation District anticipates it will cost to fix the problem.
14:48:29	Sen. Lynch asked Ms. Boslough about equities in funding and if any consideration was given to counties that did not approve the sale of marijuana.
14:50:14	Mr. Brenden asked about Butte Silver-Bow County. Sen. Lynch said it is listed as the Mile High Conservation District.
14:50:52	Sen. Lang asked Ms. Boslough if it would be more cost-effective to hire employees through local conservation districts versus state employees.
14:52:41	Sen. Flowers asked Mr. Kolman about future projections for cannabis related sales tax revenue.
14:54:22	Rep. Keane said both the coal tax and the marijuana tax will be variable and will only take a small percentage off the tax and create its own stability.
14:55:05	Rep. Hinkle asked Ms. Boslough about funding for the aquatic invasive species check stations.
14:56:02	Mr. Kolman discussed the bill draft. (Exhibit 6)

EQC questions and discussion

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14:58:55	Rep. Keane said he recommends including a small 2% increase in the amount
	of money every fiscal year.
15:00:16	Sen. Flowers asked Mr. Kolman what the question marks represent in the bill draft.
15:01:21	Rep. Curdy asked Mr. Kolman about the amount for the conservations district trust fund.

Public comment

15:02:28	Jim Simpson, Lake County Conservation District, and member, Board of
	Directors, MACD.
15:03:48	Dean Rogge, Garfield Conservation District, and president, MACD.
15:05:03	Jeff Ryan, chairman, Lewis and Clark Conservation District.

EQC questions and discussion

15:07:07	Mr. Brenden said he recommends requesting the full 100 percent funding.
15:08:04	Sen. Lang asked Mr. Kolman about establishing a conservation district trust fund.
15:09:00	Rep. Keane said the trust fund will make the bill more difficult to pass and recommended leaving it out. He said he believes that \$6 million is a fair amount with an increase each year based on the inflation factor or the consumer price index (CPI).
15:10:51	Sen. Lang agreed and commented on the CPI.
15:11:36	Rep. Curdy said he recommends keeping the trust fund in the bill.
15:12:56	Rep. Fielder commented on the coal severance tax fund.
15:14:42	Rep. Keane said coal will be in Montana's future for a long time.

15:16:16	Mr. Hamlett commented on coal.
<u>Motion</u> 15:16:49	Rep. Keane moved to have staff revise the existing bill draft to start at \$6 million
	and provide options to reflect inflation.
15:17:45	Mr. Kolman repeated the motion.
15:18:17	Rep. Keane amended the motion to take out section 2.
<u>Vote</u>	
15:18:26	The motion on the amendment to remove section 2 carried 14-1 by voice vote with Rep. Hinkle voting no. Ms. Tranel voted aye by proxy. Sen. Smith was excused.
<u>Vote</u>	
15:19:08	The motion as amended carried 14-2 by voice vote with Rep. Hinkle and Rep. Fielder voting no. Ms. Tranel and Sen. Smith voted aye by proxy.
15:20:05	Sen. Hinebauch asked about giving staff guidelines on the rise in inflation every year.
15:20:42	Sen. Lang recommended looking at the CPI over the last ten years.
15:21:16	Mr. Kolman asked about the amount.
15:21:58	Rep. Keane said the motion was for \$6 million.
15:22:41	Mr. Hamlett said he recommends that staff look at the present law adjustment for every budget year as a comparison.
15:22:58	Sen. Lang said to look at present law adjustment and CPI.
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15:23:26	<u>HERIES REPORT (87-1-272, MCA)</u> Eileen Ryce, Fisheries Division administrator, FWP.
15:26:39	Sen. Lang asked Ms. Ryce about the area east of the continental divide.
Public comm	nent
15:27:37	Clayton Elliott, Trout Unlimited (TU).
15:29:35	Abigail St. Lawrence, Fishing Outfitters Association of Montana (FOAM).
FQC questio	ons and discussion
15:30:48	Sen. Lang asked Ms. Ryce about the fish hatchery at Fort Peck.
15:32:15	Rep. Fielder asked Ms. Ryce about matching funds.
15:33:34	Rep. Curdy said the future fisheries program depends upon water and said he hopes that the program will work with other entities to help enhance storage facilities. Ms. Ryce provided additional information.
15:35:56	Sen. Lang asked Ms. Ryce about funding for the St. Mary's diversion on the Milk River.

BROWN TROUT REGULATIONS UPDATE 15:36:46 Ms. Ryce. (Exhibit 7)

EQC questions and discussion

15:41:20	Sen. Flowers asked Mr. Ryce if the department is considering any other
	mitigation efforts to deal with low flow.
15:43:54	Sen. Flowers asked Ms. Ryce if the department has identified target flow
	minimums to reduce the problem or eliminate the decline. Ms. Ryce redirected
	the question to David Schmetterling, research coordinator, FWP.
15:45:39	Sen. Flowers asked Mr. Schmetterling about a comprehensive strategy to
	address declining brown trout populations. Mr. Schmetterling redirected the
	question to Ms. Ryce.
15:49:02	Mr. Hamlett asked Ms. Ryce about the mortality rate from catch and release.

Public comment

15:50:36	Clayton Elliott, TU
15:54:30	Abigail St. Lawrence, FOAM.

EQC questions and discussion

15:56:43	Rep. Hinkle asked Ms. Ryce about the decline in the crappie population in the
	Tongue River Reservoir and if the regulations have changed to mitigate the
	issue.
15:59:35	Eric Roberts, Fisheries Management Bureau chief, FWP, provided additional information.

<u>PUBLIC COMMENT ON ANY MATTER NOT ON AGENDA BUT WITHIN THE JURISDICTION OF THE EQC</u>

None

ADJOURNMENT

16:00:54 Sen. Lang adjourned the meeting at 4:00 p.m.