

**MONTANA BOARD OF REGENTS OF HIGHER EDUCATION
Policy and Procedures Manual**

SUBJECT: FINANCIAL AFFAIRS

Policy 901.12 – Use of Timber Sales Revenues

Revised March 3, 2006; Distributed March 13, 2006 *REPEALED November 19, 2001*

Board Policy:

~~A. The Montana University System (MUS) elects to designate timber sale revenue from MUS trust lands generated during FY02 as non-distributable permanent fund revenue.~~

~~B. Should the MUS elect to designate trust land timber sales revenue distributable revenue in subsequent fiscal years, the revenue shall be used for one of the following purposes:~~

- ~~— 1. Legal obligations under the indentures(s) to which trust land income is pledged.~~
- ~~— 2. Elimination or reduction of chronic or material negative fund balances as defined in Board of Regents Policy – Negative Fund Balances.~~
- ~~— 3. Deferred maintenance and equipment/fixed asset expenditures that are not recurring in nature.~~

History:

ITEM 114-115-R0102, Use of Timber Sale Revenues (NEW), approved by the Board of Regents as amended on January 18, 2002; revised on July 12, 2002, ITEM 116-108-R0702 (see attachment); ITEM 130-107-R0306, Designation of trust land timber sales revenue as distributable revenue in years beginning with FY2006, approved by the Board of Regents March 3, 2006.

REPEALED