FOR RELEASE: March 4, 1993 CONTACT: Tom DeRocco

(202) 208-3983

MINERALS MANAGEMENT SERVICE AWARDS MONTANA FUNDS FOR STATE'S ASSISTANCE WITH AUDITS(#30011.3)

The Department of the Interior's Minerals Management Service (MMS) today announced that it is awarding the State of Montana \$122,165 in 1993 to continue funding state audits of mineral leases on Federal lands within its boundaries.

The award provides funds for a work plan agreed to under Section 205 of the Federal Oil and Gas Royalty Management Act (FOGRMA) of 1982. Under the agreement, state officials perform audits and related reviews on Federal oil, gas, coal and other solid mineral or geothermal steam leases located in Montana.

The Cooperative and Delegated Audit program enables participating states to audit revenues from leases within the state. MMS reimburses states for the costs of audits, such as salaries and travel expenses. Other participating states include California, Colorado, Louisiana, North Dakota, Oklahoma, Texas, Utah and Wyoming.

Four Indian tribes--the Navajo Nation, the Ute, the Southern Ute and the Ute Mountain Ute--are similarly reimbursed for audit work on their respective tribal lands under Section 202 of FOGRMA.

"Last year, more than \$3 million was awarded to states for their help in auditing leases," Acting MMS Director Carolita Kallaur said. "Working together in this cooperative audit program, we can ensure that states continue to receive money to which they're entitled."

MMS is responsible for collecting, accounting for, auditing and disbursing revenues associated with mineral leases on federal and Indian lands. The agency handles nearly \$4 billion in revenues each year.

-MMS-

Subject: PR-3/4/93 205 payments/MMS Awards Funds to Montana for State's Assistance with Audits (#30011.3)