

ATTACHMENT 6.a

**BUREAU OF MINING & RECLAMATION
BUDGET FOR FY 01/02
MINE SUBSIDENCE INSURANCE FUND
GENERAL OPERATIONS APPROPRIATION 291**

100 FUNDS	\$	1,162,025	Total Salaries 30 Filled Positions
	\$	36,686	2 Vacant Positions
	\$	48,770	Salary Adjustment Factor
	\$	132,000	Six Temporary MSI Reps.
	\$	24,000	Four Interns
	\$	<u>44,000</u>	Other Personnel Costs (overtime, out of class pay, etc.)
	\$	1,447,481	Total all positions
		50,662	General Salary Increase (3.5%)
	\$	397,599	Benefits @ 29.24%
	\$	9,000	Out Service Training
	\$	<u>(194,162)</u>	ACDS/AMIS Activity
	\$	1,710,580	TOTAL MO 100 FUNDS
300 FUNDS		427,645	Operating Expenses
	\$	20,000	Equipment under \$5,000/item
	\$	50,000	Consulting Contract Wilkes Barre
	\$	50,000	Consulting Contract McMurray
	\$	15,000	Comptroller Charges
	\$	5,000	Photo Development Contract - McMurray
	\$	2,500	Photo Development Contract - Wilkes Barre
	\$	15,000	Public Outreach Program
	\$	<u>200,000</u>	Marketing
	\$	785,145	TOTAL MO 300 FUNDS
400 FUNDS	\$	<u>30,000</u>	Computer and related equipment
	\$	30,000	TOTAL MO 400 FUNDS
800 FUNDS	\$	<u>240,000</u>	Estimated charges for DEP mainframe computer
	\$	240,000	TOTAL MO 800 FUNDS
GRAND TOTAL	\$	2,765,725	MINE SUBSIDENCE GENERAL OPERATIONS APPROP.

MO 400 EQUIPMENT LIST MSI APPROP. 291

1	Software	\$ 10,000
1	Work Station	\$ 20,000
TOTAL		\$ 30,000

MO 300 EQUIPMENT UNDER \$5,000 PER UNIT

	Software, hardware, misc. office equip.	\$ 10,000
3	Desktop Computers	\$ 10,000
TOTAL		\$ 20,000

RESOLUTION OF THE
COAL AND CLAY MINE SUBSIDENCE INSURANCE BOARD

WHEREAS, Section 10 of the Act of August 23, 1961, P.L. 1068, No. 484, as amended, 52 P.S. §3210(c), provides:

The Board shall keep an accurate account of the money paid in premiums by the subscribers and the disbursements on account of damages to the premises thereof, and if at the expiration of any year there shall be a balance remaining after deducting such disbursements, the unearned premiums on undetermined risks and the percentage of premiums paid or payable to create or maintain the surplus provided herein, and after setting aside an adequate reserve, so much of the balance as the Board may determine to be safely distributable may either be allocated to the cost of administering the Fund or be distributed among the subscribers

WHEREAS, the Board, at a meeting held on December 14, 2000, determined that the sum of Two Million Seven Hundred Sixty Five Thousand Seven Hundred and Twenty-five Dollars (\$2,765,725), as identified in the attached Budget Document, would be adequate to defray the administrative costs of the Coal and Clay Mine Subsidence Insurance Program for Fiscal Year 2001-2002.

WHEREAS, the Board, at that same meeting, determined that an adequate surplus would remain in the Fund should the estimated amount of administrative costs be expended.

NOW, THEREFORE, BE IT RESOLVED that the Board authorizes the Department of Environmental Protection to expend up to Two Million Seven Hundred Sixty Five Thousand Seven Hundred and Twenty-five Dollars (\$2,765,725) from the Coal and Clay Mine Subsidence Insurance Fund to be used for the administrative purpose of the Board for the 2001-2002 Fiscal Year.

**COAL AND CLAY MINE SUBSIDENCE
INSURANCE BOARD:**

J. Scott Roberts
Director of the Bureau of Mining and Reclamation
Department of Environmental Protection
Designated Board Chairman

Honorable Barbara Hafer
State Treasurer
Board Member

Gregory S. Martino
Deputy Insurance Commissioner for the Office of Rate and Policy
Insurance Department
Designated Board Member

DATED:

COMMONWEALTH OF PENNSYLVANIA
Department of Environmental Protection
Bureau of Mining and Reclamation
October 14, 1999
787-5103

SUBJECT: Mine Subsidence Insurance (MSI) Board Resolution

TO: MSI Board Members

FROM: Roderick A. Fletcher, P.E.
Director
Bureau of Mining and Reclamation
and
Chairman, MSI Board

Attached for signatures is a MSI Board Resolution that authorizes the use of MSI Funds to pay for the administrative costs of the MSI Program as identified in the attachment to the resolution. After signing, please circulate this resolution in the envelopes provided.

Should you have any questions, please contact Larry Ruane, the MSI Program Administrator, at 783-9590.

Attachments

RESOLUTION OF THE
COAL AND CLAY MINE SUBSIDENCE INSURANCE BOARD

WHEREAS, Section 10 of the Act of August 23, 1961, P.L. 1068, No. 484, as amended, 52 P.S. §3210(c), provides:

The Board shall keep an accurate account of the money paid in premiums by the subscribers and the disbursements on account of damages to the premises thereof, and if at the expiration of any year there shall be a balance remaining after deducting such disbursements, the unearned premiums on undetermined risks and the percentage of premiums paid or payable to create or maintain the surplus provided herein, and after setting aside an adequate reserve, so much of the balance as the Board may determine to be safely distributable may either be allocated to the cost of administering the Fund or be distributed among the subscribers

WHEREAS, the Board, at a meeting held on October 8, 1999, determined that the sum of Two Million Eight Hundred Three Thousand Five Hundred and Ninety-six Dollars (\$2,803,596), as identified in the attached Budget Document, would be adequate to defray the administrative costs of the Coal and Clay Mine Subsidence Insurance Program for Fiscal Year 2000-2001.

WHEREAS, the Board, at that same meeting, determined that an adequate surplus would remain in the Fund should the estimated amount of administrative costs be expended.

NOW, THEREFORE, BE IT RESOLVED that the Board authorizes the Department of Environmental Protection to expend up to Two Million Eight Hundred Three Thousand Five Hundred and Ninety-six Dollars (\$2,803,596) from the Coal and Clay Mine Subsidence Insurance Fund to be used for the administrative purpose of the Board for the 2000-2001 Fiscal Year.

**COAL AND CLAY MINE SUBSIDENCE
INSURANCE BOARD:**

Roderick A. Fletcher, P.E.
Director of the Bureau of Mining and Reclamation
Department of Environmental Protection
Designated Board Chairman

Honorable Barbara Hafer
State Treasurer
Board Member

Gregory S. Martino
Deputy Insurance Commissioner for the Office of Rate and Policy
Insurance Department
Designated Board Member

DATED: NOTE: This resolution was signed by all parties and dated 10/28/99.