



BUDGET OVERVIEW AND FY 2013 PROPOSED BUDGET

Natural Resources Commission
Policy Committee on Finance
and Administration

March 8, 2012

What Drives Budget Decision-Making?

- Balanced Budget
- Incremental Budgeting
- Performance-Based Budgeting



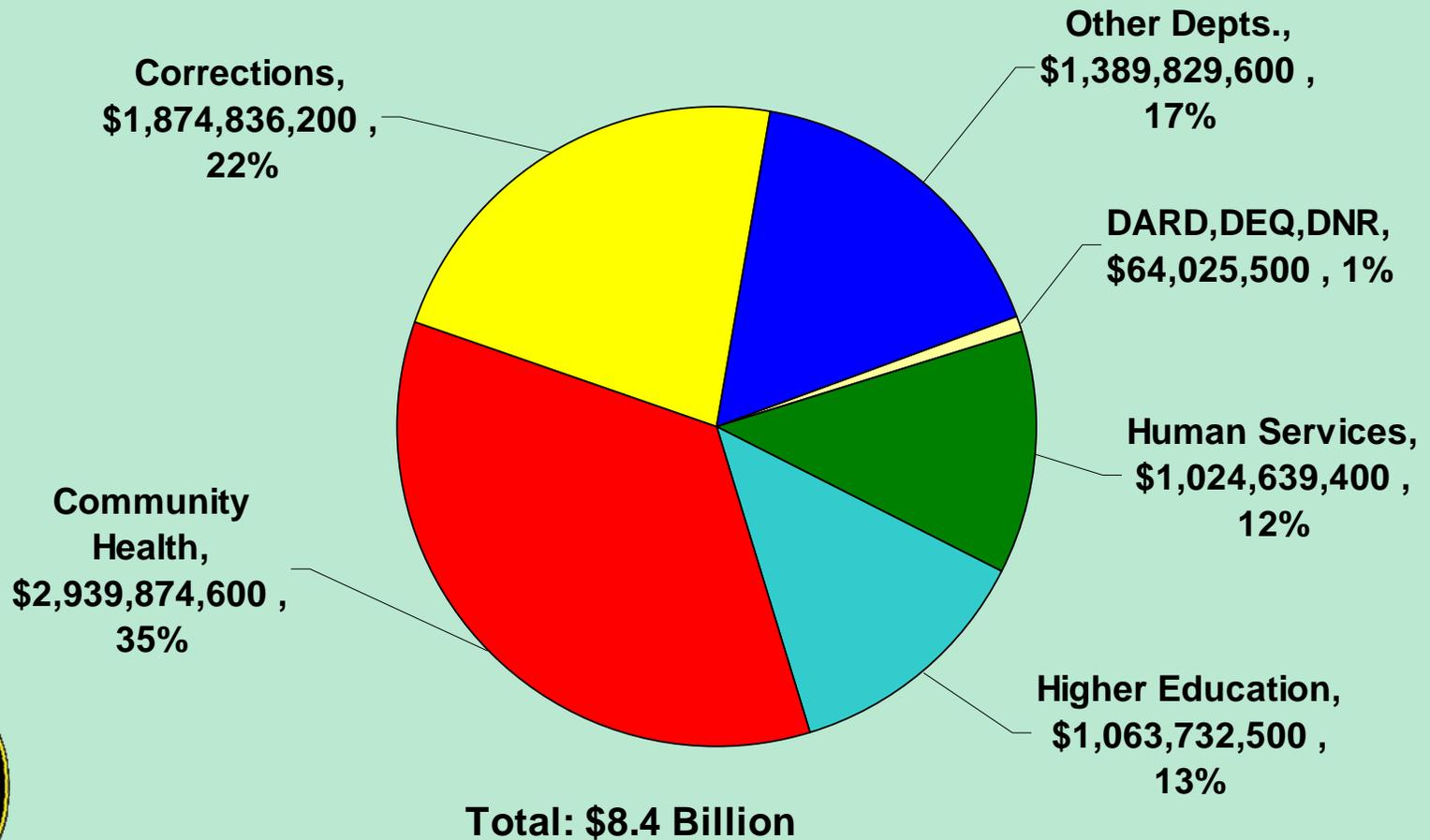
Budget Overview

- Centralized budget office
- Decentralized expenditure decisions
- Budget development - June thru December for divisions
- State Budget Office - November thru February
- Legislature - February thru July



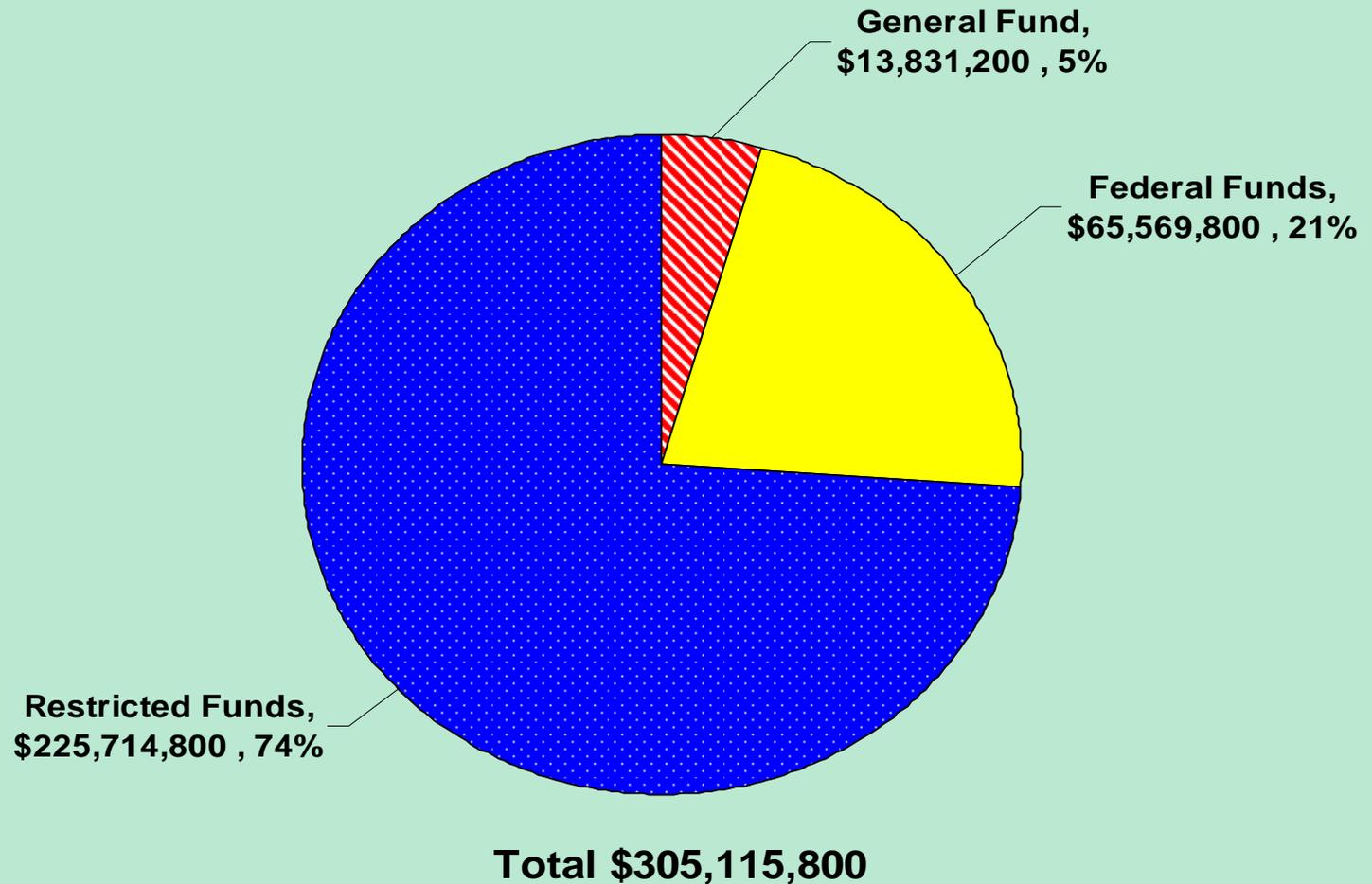
General Fund-Statewide

Fiscal Year 2012



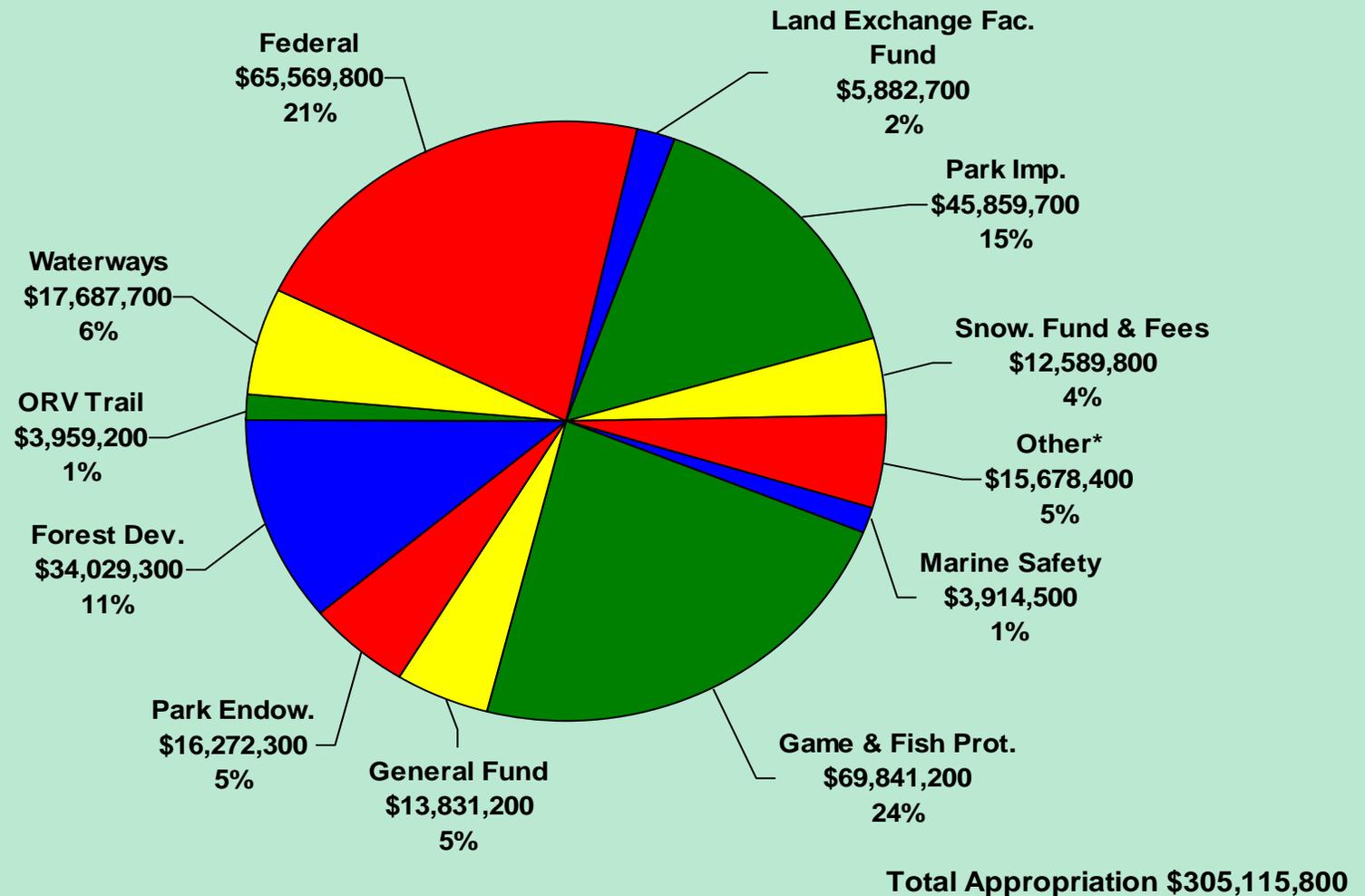
Major Funding Sources

FISCAL YEAR 2012 OPERATING BUDGET



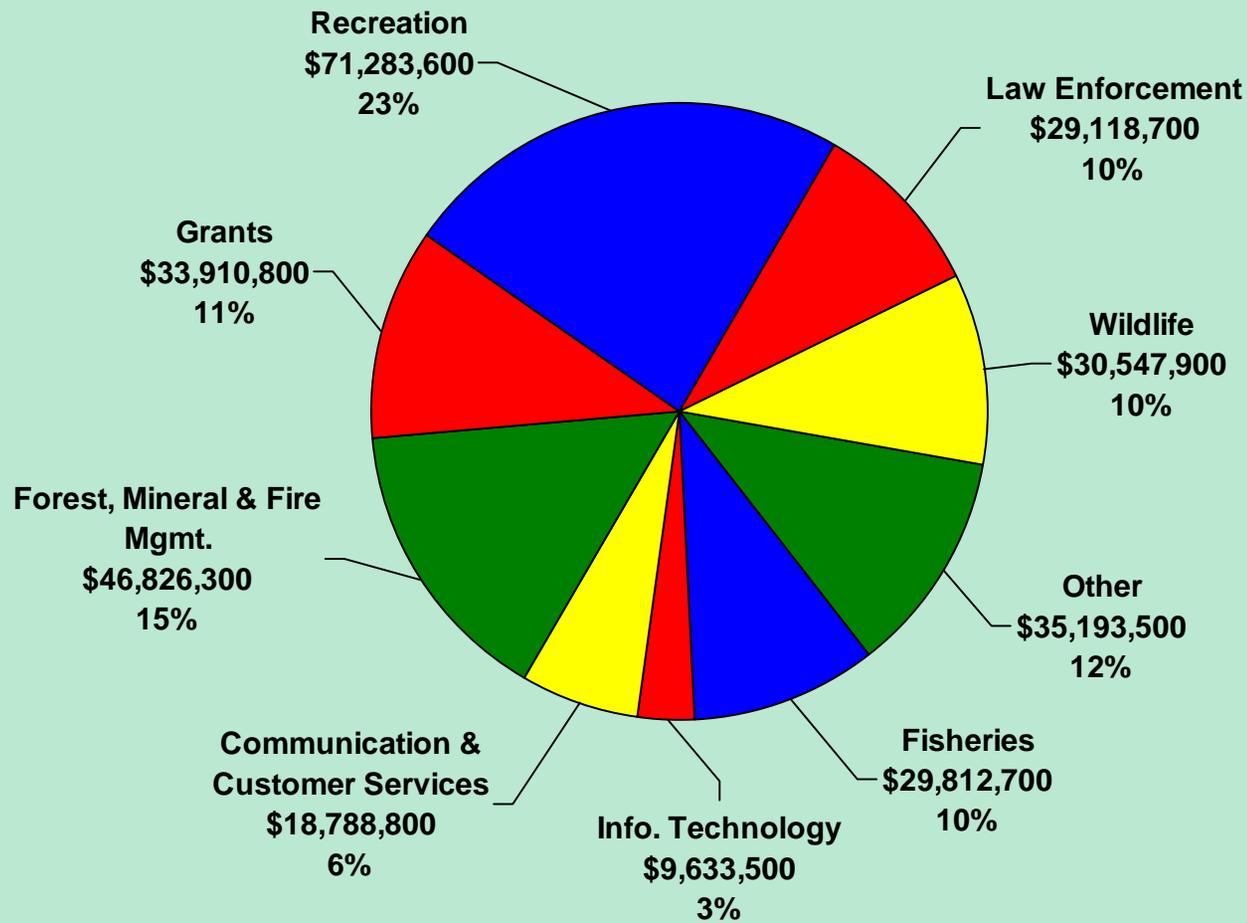
Funding by Sources

FISCAL YEAR 2012 OPERATING BUDGET



Funding by Division

FISCAL YEAR 2012 OPERATING BUDGET

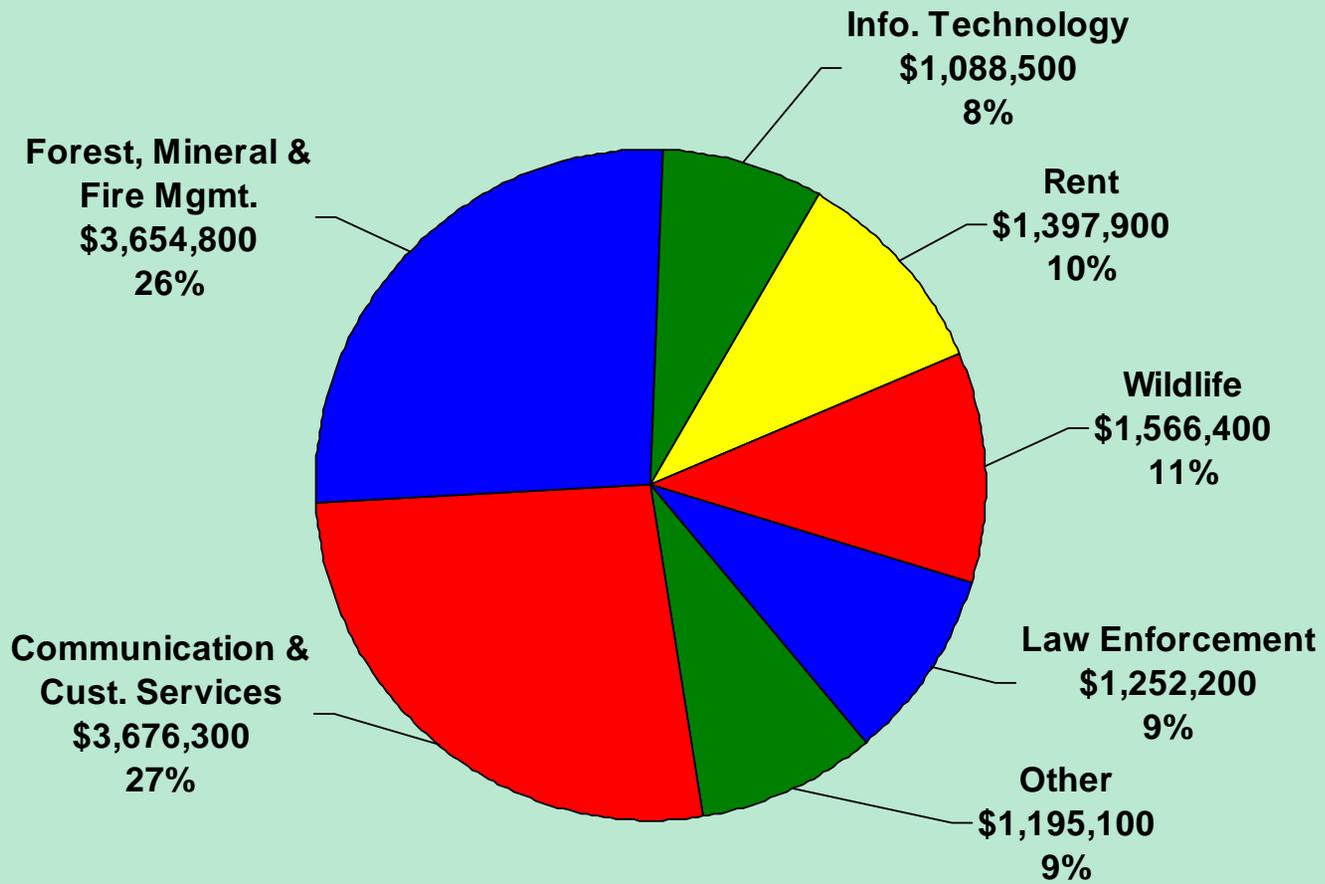


Total Appropriation \$305,115,800



General Fund

FISCAL YEAR 2012 OPERATING BUDGET



Total Appropriation \$13,831,200



Staffing Levels

ENACTED OPERATING BUDGET & STAFFING LEVEL COMPARISON FISCAL YEARS 1997 & 2012

	FY 1997	FY 2012	Difference	% Change
Budgeted FTEs	2,340.0	2,173.4	(166.6)	(7.1%)
# of Perm. Employees ¹	1,681.0	1,319.0	(362.0)	(21.5%)

¹Number of permanent, classified employees for the pay periods ending 2/8/97 and 2/4/12 respectively
(Excludes seasonal and noncareer employees)



Budget Levels

FY 1997 & FY 2012 ENACTED OPERATING BUDGET COMPARISON (in Thousands of Dollars)

	FY 1997	FY 2012	Difference	% Change
Salary & Wages	\$87,583.8	\$103,599.1	\$16,015.3	18.3%
Insurance	\$13,466.1	\$23,577.3	\$10,111.2	75.1%
Retirement	\$21,271.1	\$44,449.7	\$23,178.6	109.0%
Budgeted Payroll	\$122,321.0	\$171,626.1	\$49,305.1	40.3%
Travel	\$8,363.0	\$10,125.3	\$1,762.3	21.1%
Equipment	\$5,539.5	\$1,795.5	(\$3,744.0)	(67.6%)
Grants	\$11,808.0	\$43,910.8	\$32,102.8	271.9%
CSS&M/Other ¹	\$66,850.5	\$77,658.1	\$10,807.6	16.2%
Total Budget	\$214,882.0	\$305,115.8	\$90,233.8	42.0%

¹FY 1997 includes \$17,795.8 for payments in lieu of taxes (PILT). PILT was transferred to the Department of Treasury in FY 2009.



FY 2013 Exec Rec

	<u>FY12 BASE</u> <u>APPROP.</u>	<u>FY13 BASE</u> <u>CHANGES</u>	<u>FY13 BASE</u> <u>EXEC. REC.</u>	<u>%</u> <u>CHANGE</u>
FTEs	2,173.4	(26.9)	2,146.5	-1.2%
Federal revenues	\$69,319.8	(\$2,977.3)	\$66,342.5	-4.3%
Private revenues	\$2,842.4	\$4,381.3	\$7,223.7	154.1%
State restricted revenues	\$244,202.4	\$559.2	\$244,761.6	0.2%
State general fund/general purpose	\$13,831.2	\$5,710.5	\$19,541.7	41.3%
All funds	\$330,195.8	\$7,673.7	\$337,869.5	2.3%



FY 2013 Exec Rec

	GF/GP	All Funds
FY 2012	\$13,831.2	\$330,195.8
FY 2013 CHANGES:		
Adjustments to annual capital outlay program	\$0.0	(\$6,703.5)
Deducts adjusted for several funding sources to align with anticipated revenues: Federal (DOC, DOI, DHS, EPA, Historical Center), Private, Shop Fees, Commercial Forest, Forest Land Use, Game & Fish Protection Fund (\$5.0M), Game & Fish - Deer Range Improvement, Game & Fish - Turkey Permit Fees, Game & Fish - Wildlife Resource Protection, History Fees, Land Exchange Facilitation Fund, Mackinac Island Park Operation Fund, Michigan Trailways, Michigan Natural Resources Trust Fund, Waterways, Nongame, ORV Trail Improvement, Park Improvement, Recreation Improvement, Snowmobile Registration, Snowmobile Trail, and Sportsmen Against Hunger	\$0.0	(\$8,725.6)
Target reduction plan to address assumed employee concessions not agreed to in FY 2012	(\$364.2)	(\$364.2)
Shooting range fees	\$0.0	\$50.0
Safety education certificate replacement fees	\$0.0	\$70.4
ORV Trail Improvement fee increase	\$0.0	\$2,530.7
Dam grants and administrative funding	\$500.0	\$500.0
Summer youth employment initiative	\$5,000.0	\$5,000.0
DIT/ASC economics	\$24.5	\$201.5
Department economics	\$54.7	\$5,169.1
FY 2012 OPEB increase (including DIT/ASC)	\$495.5	\$9,945.3
GRAND TOTAL - FY 2013 CHANGES	\$5,710.5	\$7,673.7
FY 2013 EXECUTIVE RECOMMENDATION - BASE APPROPRIATIONS	\$19,541.7	\$337,869.5
FY 2013 ONE-TIME APPROPRIATIONS:		
Dam grants	\$2,000.0	\$2,000.0
Negotiated lump sum payments to employees	\$96.2	\$1,892.6
FY 2013 EXECUTIVE RECOMMENDATION - ONE-TIME APPROPRIATIONS	\$2,096.2	\$3,892.6
FY 2013 EXECUTIVE RECOMMENDATION - TOTAL APPROPRIATIONS	\$21,637.9	\$341,762.1





Thank You!

Questions?