

Natural Resources Commission

Policy Committee on Finance and Administration

July 10, 2008



**Monthly Spend Plan Update
Annual Funds Review**

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Note: The projections contained in this packet are estimates as of a point in time and will change throughout Fiscal Year 2008.

EXPLANATION OF FISCAL YEAR 2008 BUDGET AND SPEND PLAN REPORT

The report summarizes the DNR's appropriations and plans for spending for Fiscal Year 2007-2008 (October 1, 2007 through September 30, 2008). An explanation of the columns of the report follows:

Column A	The amounts appropriated for Fiscal Year 2008 operations.
Column B	All adjustments to the appropriated amounts such as legislative transfers, supplemental appropriations, Executive Orders, or excess budgetary authority where revenues are not expected to meet the appropriated amounts.
Column C	Sums the first two columns and represents the amount available to spend.
Columns D and E	The divisions' initial plans for spending and revisions, respectively. As funds are incorporated into these plans, column E will be adjusted monthly to reflect those changes.
Column F	The divisions' current plans for spending.
Column G	Amounts which have not yet been allocated to a specific plan for spending, or revenues that are being retained for future funding challenges. These amounts may or may not lapse at year-end.
Column H	Year-to-date expenditures that provide a measurement of progress, with respect to the current plans for spending.

**DEPARTMENT OF NATURAL RESOURCES
FISCAL YEAR 2008 BUDGET AND SPEND PLAN REPORT
FOR MONTH ENDING: JUNE
(Thousands of Dollars)**

	A Appropriation PA 122 of 2007	B Adjustments ¹	C (A+B) Available to Spend	D Initial Spend Plan	E Revisions to Spend Plan ²	F (D+E) Current Spend Plan	G (C-F) Estimated Remaining ²	H Year to Date Expend. thru May
Budget	1,034.6	(19.9)	1,014.7	955.7	55.0	1,010.7	4.0	614.4
Building Occupancy (Rent)	3,200.7		3,200.7	3,200.7		3,200.7	0.0	1,807.6
Communications	3,378.2		3,378.2	3,378.2	(14.6)	3,363.6	14.6	1,746.7
Executive	2,607.3		2,607.3	2,628.4	(42.3)	2,586.1	21.2	1,689.7
Financial Services	2,560.9		2,560.9	2,323.4	(45.1)	2,278.3	282.6	1,402.9
Fisheries	29,664.9	(740.0)	28,924.9	28,768.1	169.8	28,937.9	(13.0)	17,884.6
Forest Mineral & Fire Mgmt	38,637.0	(606.7)	38,030.3	36,247.6	1,228.5	37,476.1	554.2	23,429.5
Grants	34,636.9	(6,554.2)	28,082.7	27,178.4	604.3	27,782.7	300.0	12,273.8
Grants Management	1,356.0	(121.7)	1,234.3	1,197.9	1.3	1,199.2	35.1	739.8
Human Resources Call Cntr	163.0		163.0	163.0		163.0	0.0	163.0
Human Resources	2,137.7		2,137.7	2,137.7	(20.4)	2,117.3	20.4	1,241.6
Information Tech	8,901.7		8,901.7	8,901.7	(300.6)	8,601.1	300.6	4,602.0
Internal Audit	867.0	(25.0)	842.0	756.7	60.9	817.6	24.4	507.4
Land and Facilities	20,310.6	(2,503.9)	17,806.7	17,350.9	85.7	17,436.6	370.1	10,398.6
Law Enforcement	32,042.6	(681.1)	31,361.5	28,629.5	1,457.3	30,086.8	1,274.7	17,402.6
Parks and Recreation	63,057.5	255.2	63,312.7	60,089.1	755.2	60,844.3	2,468.4	29,495.6
Payments in Lieu of Taxes	14,184.1	25.0	14,209.1	14,176.2	(209.0)	13,967.2	241.9	13,919.3
Wildlife	29,454.7	(270.9)	29,183.8	28,724.5	472.3	29,196.8	(13.0)	15,318.7
Total	<u>288,195.4</u>	<u>(11,243.2)</u>	<u>276,952.2</u>	<u>266,807.7</u>	<u>4,258.3</u>	<u>271,066.0</u>	<u>5,886.2</u>	<u>154,637.8</u>

¹Column B adjustments are detailed on page 3.

² Significant column E revisions to spend plan and column G estimated remaining are detailed on page 4.

**DEPARTMENT OF NATURAL RESOURCES
NOTES FOR BUDGET ADJUSTMENTS
FOR MONTH ENDING: JUNE
(Thousands of Dollars)**

	<u>Adjustments</u>	
Budget	(19.9)	Unearned: Federal Dept of Interior - Dingell Johnson (\$17.8), Federal Dept of Interior - Pittman Robertson (\$2.1)
Fisheries	(740.0)	Unearned: Federal EPA (\$165.0), Fisheries Settlement (\$105.5), Federal Dept of Ag. (\$9.3), Federal Dept of Interior - Pittman Robertson (\$331.7), Private (\$116.3), Federal Dept of Energy (\$1.0), Federal Dept of Commerce (\$11.2)
Forest Min & Fire Mgmt	(606.7)	Unearned: Federal Dept of Ag. (\$850.4), Federal Dept of Interior (\$2.0), Federal EPA (\$1.0), Forest Recreation Fund (\$200.0), Private (\$698.3), Signshop (\$30.0); Transfer to Grants: Snowmobile Trail Improvement Fund (\$400.0); Transfer to Parks: Private (\$125.0); Transfer from Law Enforcement: Game & Fish Protection Fund \$200.0; Transfer from Grants: Federal Dept of Ag. \$500.0; Supplemental: General Fund \$1,000.0
Grants	(6,554.2)	Unearned: Federal Dept of Interior - Land and Water Conservation Fund (\$1,480.9), Marine Safety Fund (\$480.0), Federal Homeland Security - Coast Guard (\$88.2), Federal Dept of Ag. - Urban Forestry (\$2,950.0), Federal Dept of Ag. - Forest Stewardship (\$175.0), Private (\$70.0), Federal Dept. of Ag. - Timber Sales (\$1,010.1); Transfer to Parks: Federal Dept of Interior - Land and Water Conservation Fund (\$250.0); Transfer to Forest Min & Fire Mgmt: Federal Dept of Ag. - Urban Forestry (\$500.0); Transfer from Forest Min & Fire Mgmt: Snowmobile Trail Improvement Fund \$400.0; Supplemental: St. Jean boating access site \$50.0
Grants Management	(121.7)	Unearned: Federal Dept of Interior - Land and Water Conservation Fund (\$121.7)
Internal Audit	(25.0)	Transfer for Payments in Lieu of Taxes: General Fund (\$25.0)
Land and Facilities	(2,503.9)	Unearned: Land Exchange Facilitation Fund (\$1,407.1), Engineering charges (\$575.2), Land transactions charges (\$317.0), MacMullan Center (\$204.6)
Law Enforcement	(681.1)	Unearned: Federal Homeland Security - Coast Guard (\$463.0), Federal Dept of Commerce - Thunder Bay Underwater Preserve (\$18.1); Transfer to Forest Min & Fire Mgmt: Game & Fish Protection Fund (\$200.0)
Parks and Recreation	255.2	Unearned: Federal EPA (\$119.8); Transfer from Forest Min & Fire Mgmt: Private \$125.0; Transfer from Grants: Federal Dept of Interior \$250.0
Payments in Lieu of Taxes	25.0	Transfer from Internal Audit: General Fund \$25.0
Wildlife	(270.9)	Unearned: Sportsmen Against Hunger (\$207.0), Private (\$31.9), Federal Dept of Ag. - Chronic Wasting Disease (\$31.0), Federal EPA (\$1.0)
Total	<u>(11,243.2)</u>	

DEPARTMENT OF NATURAL RESOURCES
NOTES FOR SIGNIFICANT SPEND PLAN REVISIONS AND ESTIMATED REMAINING
FOR MONTH ENDING: JUNE
(Thousands of Dollars)

	Spend Plan Revisions	
Budget	55.0	Primarily updated payroll estimates
Fisheries	169.8	Updated payroll estimates, VHS grants allocated, adjustments to university contracts and training budget, funding for Lake Bruin pier, increased spending for maintenance projects and equipment, Communications spending adjustment
Forest Min & Fire Mgmt	1,228.5	Updated payroll estimates, removed \$150.0 Pere Marquette trestle renovation, added non-career limited term fire officers and recreation state workers, updated travel and CSS&M estimates per the supplemental, updated CSS&M estimates per the transfers for timber marking and wildfire protection
Grants	604.3	Spend plan adjusted to reflect higher than expected Federal Homeland Security - Coast Guard allocations, \$50.0 grant in supplemental, and \$400.0 transfer to Snowmobile Local Grants for grooming equipment; Partially off-set by anticipated lapse in Snowmobile Law Enforcement Grants of \$300.0
Information Tech	(300.6)	Projected savings due to vacancies, unfulfilled contractual services, and review of agency needs/actual project costs
Internal Audit	60.9	Updated payroll estimates, DIT related purchases, and \$25.0 transfer to PILT
Land and Facilities	85.7	Updated payroll estimates based on unfilled positions; Offset by addition of approx. \$300.0 to extend Electronic Data Systems (EDS) contract for the Retail Sales System; updated expenses related to land acquisitions
Law Enforcement	1,457.3	Updated payroll estimates (including changes in OT), reduction in new hire estimates, additional \$400.0 for MSU shooting range, additional \$500.0 legal contingency, additional \$150.0 for DNA testing, reduced training unit travel, Communications spending adjustment, \$100.0 for snowmobile purchases
Parks and Recreation	755.2	Updated payroll estimates, increased equipment spending, Communications spending, updated CSS&M estimates per the recreational boating settlement transfer and the transfer for harbor guides/boating information database website
Payments in Lieu of Taxes	(209.0)	Updated based on bills received
Wildlife	472.3	Updated payroll and CSS&M estimates, increased equipment spending
	Estimated Remaining	
Financial Services	282.6	Vacancy savings
Forest Min & Fire Mgmt	554.2	Primarily Natural Resources Trust Fund, Forest Development, and Snowmobile Trail funds
Grants	300.0	Anticipated lapse in Snowmobile Law Enforcement Grants
Information Tech	300.6	Will request a work project to carry forward remaining authority for department-wide projects
Land and Facilities	370.1	Primarily Land Exchange Facilitation Fund; Partially offset by deficit in Game and Fish due to EDS contract extension
Law Enforcement	1,274.7	Reflects \$795.0 from Game and Fish Protection Fund due to vacant conservation officer positions and \$400.0 from Wildlife Resource Protection Fund that will not be spent to keep the fund solvent
Parks and Recreation	2,468.4	\$2,468.4 will not be spent to keep the Park Improvement Fund solvent through Fiscal Year 2009
Payments in Lieu of Taxes	241.9	Expected savings based on the bills received