



RICK SNYDER
GOVERNOR

STATE OF MICHIGAN
DEPARTMENT OF NATURAL RESOURCES
LANSING



KEITH CREAGH
DIRECTOR

November 24, 2015

The Honorable Mike Green, Chair
Senate Subcommittee on Appropriations:
Natural Resources
805 Farnum Building
P.O. Box 30036
Lansing, Michigan 48909-7536

The Honorable Jon Bumstead, Chair
House Subcommittee on Appropriations:
Natural Resources
S-1289 House Office Building
P.O. Box 30014
Lansing, Michigan 48909-7514

The Honorable Tom Casperson, Chair
Senate Committee on Natural Resources
705 Farnum Building
P.O. Box 30036
Lansing, Michigan 48909-7536

The Honorable Andrea LaFontaine, Chair
House Committee on Natural Resources
N-796 House Office Building
P.O. Box 30014
Lansing, Michigan 48909-7514

Dear Senators Green and Casperson and Representatives Bumstead and LaFontaine:

In compliance with Section 74119(8) of PA 451 of 1994, as amended, the Department of Natural Resources (DNR) is providing the following summary of Fiscal Year (FY) 2013-2014 revenue and expenditures for the Michigan State Park Endowment Fund.

Revenue	Amount
Investment revenue (includes unrealized gains) ¹	\$14,121,700
Common cash earnings	\$38,800
Oil, gas & mineral royalties	\$41,305,900
Miscellaneous revenue ³	\$2,388,800
Total Revenue	\$57,855,200

¹Unrealized gains on investments totaled \$4,512,000 for FY 2013-2014.

²With the accumulated principal balance of the Michigan Natural Resources Trust Fund (MNRTF) reaching \$500 million in May of 2011, all oil, gas, & mineral royalty revenue previously received by the MNRTF is deposited in the Park Endowment Fund until the accumulated principal balance of this fund reaches \$800 million. As provided by statute and the Michigan Constitution, the Legislature may appropriate half of the oil, gas, & mineral revenue received. The other half is added to the fund's accumulated principal balance and is unavailable for expenditure.

³In FY 2013-2014, DNR received a settlement of \$2.3 million from Encana Corporation.

Expenditure Description	Amount
Salaries, wages, fringes, and retirement	\$13,124,500
Vehicle and travel services and travel	\$450,700
Contractual services, supplies, and materials	\$7,435,800
Land & buildings	\$6,085,700
Equipment	\$169,400
Information technology	\$836,800
Payments to locals and private groups	\$78,500
Payments to other departments	\$467,200
Miscellaneous	\$240,300
Total Expenditures	\$28,888,900

A total of \$27,347,600 was appropriated from the Michigan State Park Endowment Fund for FY 2013-2014. This included \$3,500,000 of capital outlay spending authorization, which is available through the close of FY 2016-2017. The fund began the fiscal year with an available fund balance of \$8,073,100 and ended the fiscal year with an available fund balance of \$11,324,300.

If you have any questions, please feel free to contact me.

Sincerely,



Sharon M. Schafer, Chief
Finance and Operations Division
517-284-5958

cc: Senate Subcommittee on Appropriations: Natural Resources Members
House Subcommittee on Appropriations: Natural Resources Members
Senate Committee on Natural Resources Members
House Committee on Natural Resources Members
Mr. Josh Sefton, Senate Fiscal Agency
Mr. Austin Scott, House Fiscal Agency
Mr. John Roberts, State Budget Director, Department of Technology,
Management and Budget (DTMB)
Mr. Jacques McNeely, DTMB
Ms. Jennifer Harrison, DTMB
Director Keith Creagh, DNR
Dr. William E. Moritz, Natural Resources Deputy, DNR
Mr. Trevor J. VanDyke, Legislative and Legal Affairs, DNR
Mr. Ron Olson, DNR
Mr. Erik Eklund, DNR