

Department of Natural Resources
FY 2021 State Park & Boating Access Site Revenue Streams
1994 PA 451, Sec. 2045(5) and (6)
 (All Figures Rounded to the Nearest Hundred)

(5)(a) Recreation Passport Revenue: \$38,045,700

Recreation Passport Allocation:

Secretary of State Administration Fee	\$1,000,000
Resident Motor Vehicle Permit Replacement	\$12,423,600
Resident Boating Access Site Permit Replacement	\$1,195,900
Amount Available For Distribution Per Formula	\$23,426,200
50% - State Parks Capital Outlay	\$11,713,100
30% - State Parks Operations & Maintenance	\$7,027,900
10% - Local Public Recreation Facilities	\$2,342,600
7% - Forest Recreation	\$1,639,800
2.75% - State Parks Cultural & Historical Resources	\$644,200
0.25% - Marketing & Promotional Expenses	\$58,600
Total Recreation Passport Allocation	\$38,045,700

(5)(b) Non-Resident Motor Vehicle Permit Revenue:

Non-Resident Daily	\$2,795,400
Non-Resident Annual	\$2,423,400
Towed Vehicle Duplicate	\$6,600
Commercial Vehicle	\$4,000
Total Non-Resident Motor Vehicle Permit Revenue	\$5,229,400

(5)(c) Non-Resident Boating Access Site Revenue:

Non-Resident Daily	\$50,100
Non-Resident Annual	\$47,800
Total Non-Resident Boating Access Site Revenue	\$97,900

(5)(d) Specific uses of revenue in (5)(a), (5)(b), and (5)(c) with amounts expended:

State Park Improvement Fund:

FY 2021 revenue sources identified in (5)(a), (5)(b), and (5)(c):

- Recreation Passport:

Resident Motor Vehicle Permit Replacement	\$12,423,600
30% Allocation - State Parks Operations & Maintenance	\$7,027,900
- Non-Resident Motor Vehicle Permits \$5,172,500

State Park Improvement Fund (Cont.):

FY 2021 revenue also includes revenue from other sources (state park camping revenue being the most significant). A summary of FY 2021 expenditures for the Park Improvement Fund is provided below:

Expenditure Description	Amount
Salaries, Wages, Fringes, & Retirement	\$45,324,000
Vehicle and Travel Services & Travel	\$2,219,600
Contractual Services, Supplies, & Materials	\$17,075,000
Land & Buildings	\$2,646,400
Equipment	\$729,200
Information Technology	\$1,419,700
Payments to Locals & Private Groups	\$72,100
Payments to Other Departments	\$927,200
Transfers to Debt Service Fund	\$1,201,300
Miscellaneous	\$402,300
Total Expenditures	\$72,016,800

Recreation Passport Fees Fund:

FY 2021 revenue sources identified in (5)(a), (5)(b), and (5)(c):

- Recreation Passport:

50% Allocation - State Parks Capital Outlay	\$11,713,100
2.75% Allocation - State Parks Cultural & Historical Resources	\$644,200
0.25% Allocation - Marketing & Promotional Expenses	\$58,600

A summary of FY 2021 expenditures for the Recreation Passport Fees Fund is provided below:

Expenditure Description	Amount
Salaries, Wages, Fringes, & Retirement	\$400
Contractual Services, Supplies, & Materials	\$586,700
Land & Buildings	\$9,676,700
Total Expenditures	\$10,263,800

Revenue deposited in the Recreation Passport Fees Fund is primarily used for capital outlay, which has a 4-year spend window.

Local Public Recreation Facilities Fund:

FY 2021 revenue sources identified in (5)(a), (5)(b), and (5)(c):

- Recreation Passport:
 10% Allocation - Local Public Recreation Facilities \$2,342,600

A summary of FY 2021 expenditures for the Local Public Recreational Facilities Fund is provided below:

Expenditure Description	Amount
Salaries, Wages, Fringes, & Retirement	\$205,600
Vehicle and Travel Services & Travel	\$200
Contractual Services, Supplies, & Materials	\$2,900
Payments to Locals & Private Groups	\$1,340,700
Payments to Other Departments	\$4,400
Miscellaneous	\$200
Total Expenditures	\$1,554,000

Michigan State Waterways Fund:

FY 2021 revenue sources identified in (5)(a), (5)(b), and (5)(c):

- Recreation Passport:
 Resident Boating Access Site Permit Replacement \$1,195,900
- Non-Resident Boating Access Site Permits \$97,900

FY 2021 revenue also includes revenue from other sources (watercraft registrations and gas tax revenue being the most significant). The Waterways Fund receives 51% of the watercraft registration revenue received by the department and 80% of the 2% share of the state's gasoline tax revenue. A summary of FY 2021 expenditures for the Waterways Fund is provided below:

Expenditure Description	Amount
Salaries, Wages, Fringes, & Retirement	\$12,413,900
Vehicle and Travel Services & Travel	\$479,300
Contractual Services, Supplies, & Materials	\$4,313,200
Land & Buildings	\$2,816,700
Equipment	\$804,300
Information Technology	\$493,700
Payments to Locals & Private Groups	\$3,010,600
Payments to Other Departments	\$582,600
Miscellaneous	\$167,900
Total Expenditures	\$25,082,200

Forest Recreation Account:

FY 2021 revenue sources identified in (5)(a), (5)(b), and (5)(c):

- Recreation Passport:
 - 7% Allocation - Forest Recreation \$1,639,800
- Non-Resident Motor Vehicle Permits \$56,900

FY 2021 revenue also includes revenue from other sources (state forest camping revenue being the most significant). A summary of FY 2021 expenditures for the Forest Recreation Account is provided below:

Expenditure Description	Amount
Salaries, Wages, Fringes, & Retirement	\$1,863,900
Vehicle and Travel Services & Travel	\$77,400
Contractual Services, Supplies, & Materials	\$460,500
Equipment	\$220,500
Information Technology	\$42,000
Payments to Other Departments	\$23,900
Miscellaneous	\$40,600
Total Expenditures	\$2,728,800

(5)(e) The amount of revenue received during the preceding state fiscal year under subsection (4):

There were no General Fund appropriations received under this section in FY 2021.

(5)(f) Adequacy of the recreation passport revenue in (5)(a):

While the level of recreation passport participation is promising, additional revenue is needed if the DNR Parks and Recreation Division (PRD) is to continue to maintain the state parks and complete the numerous capital improvement projects needed.

(5)(g) Impact of the revenue in (5)(a) and (5)(b) on the Park Endowment Fund:

The recreation passport and non-resident motor vehicle permit revenue streams have no direct impact on the Park Endowment Fund. The Park Endowment Fund is supported by revenue from investment earnings and mineral royalties.

(5)(h) Other relevant issues that affect funding needs for the state park system:

The state parks and recreation system is in need of substantial reinvestment to continue to be responsive to customers' needs and reflect current recreational trends appropriate to a state system. PRD has identified 640 priority renovation and upgrade projects at an estimated total cost of \$362 million. The amount of annual revenue available from mineral royalties, state park camping, and recreation passport sales continues to be insufficient to adequately address the backlog of maintenance, repair, and improvement projects across the state parks and recreation system.

1994 PA 451, Sec. 2045(6):

Pursuant to Section 2045(6) of PA 451 of 1994, as amended, the Department of Natural Resources (DNR) is required to submit a biennial report identifying the frequency with which motor vehicles without a recreation passport enter state parks and state-designated boating access sites. Approximately 8.7 percent of recreation passport sales in fiscal year 2020 and 9.9 percent of recreation passport sales in fiscal year 2021 occurred at the parks when a vehicle arrived without the recreation passport. Similar data for state-designated boating access sites is not available.