

Department of Natural Resources
FY 2022 State Park & Boating Access Site Revenue Streams
1994 PA 451, Sec. 2045(5)
 (All Figures Rounded to the Nearest Hundred)

(5)(a) Recreation Passport Revenue: \$37,591,900

Recreation Passport Allocation:

Secretary of State Administration Fee	\$1,000,000
Resident Motor Vehicle Permit Replacement	\$12,783,900
Resident Boating Access Site Permit Replacement	\$1,230,600
Amount Available For Distribution Per Formula	\$22,577,400
50% - State Parks Capital Outlay	\$11,288,700
30% - State Parks Operations & Maintenance	\$6,773,200
10% - Local Public Recreation Facilities	\$2,257,700
7% - Forest Recreation	\$1,580,400
2.75% - State Parks Cultural & Historical Resources	\$620,900
0.25% - Marketing & Promotional Expenses	\$56,500
Total Recreation Passport Allocation	\$37,591,900

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

Non-Resident Daily	\$2,713,900
Non-Resident Annual	\$2,552,000
Towed Vehicle Duplicate	\$6,200
Commercial Vehicle	\$5,100
Total Non-Resident Motor Vehicle Permit Revenue	\$5,277,200

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

Non-Resident Daily	\$62,300
Non-Resident Annual	\$15,700
Total Non-Resident Boating Access Site Revenue	\$78,000

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

State Park Improvement Fund:

FY 2022 revenue sources identified in (5)(a), (5)(b), and (5)(c):

- Recreation Passport:

Resident Motor Vehicle Permit Replacement	\$12,783,900
30% Allocation - State Parks Operations & Maintenance	\$6,773,200
- Non-Resident Motor Vehicle Permits \$5,222,400

State Park Improvement Fund (continued):

FY 2022 revenue also includes revenue from other sources (state park camping revenue being the most significant). A summary of FY 2022 expenditures for the Park Improvement Fund is provided below:

Expenditure Description	Amount
Salaries, Wages, Fringes, & Retirement	\$46,781,500
Vehicle and Travel Services & Travel	\$2,578,700
Contractual Services, Supplies, & Materials	\$19,888,100
Land & Buildings	\$10,661,300
Equipment	\$1,489,200
Information Technology	\$1,401,300
Payments to Locals & Private Groups	\$239,400
Payments to Other Departments	\$1,007,000
Transfers to Debt Service Fund	\$1,201,700
Miscellaneous	\$1,420,800
Total Expenditures	\$86,669,000

Recreation Passport Fees Fund:

FY 2022 revenue sources identified in (5)(a), (5)(b), and (5)(c):

- Recreation Passport:
 - 50% Allocation - State Parks Capital Outlay \$11,288,700
 - 2.75% Allocation - State Parks Cultural & Historical Resources \$620,900
 - 0.25% Allocation - Marketing & Promotional Expenses \$56,500

A summary of FY 2022 expenditures for the Recreation Passport Fees Fund is provided below:

Expenditure Description	Amount
Salaries, Wages, Fringes, & Retirement	\$150,600
Contractual Services, Supplies, & Materials	\$946,500
Land & Buildings	\$4,314,600
Total Expenditures	\$5,411,700

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 2022 revenue sources identified in (5)(a), (5)(b), and (5)(c):

- Recreation Passport:
 - 10% Allocation - Local Public Recreation Facilities \$2,257,700

A summary of FY 2022 expenditures for the Local Public Recreational Facilities Fund is provided below:

Expenditure Description	Amount
Salaries, Wages, Fringes, & Retirement	\$153,200
Vehicle and Travel Services & Travel	\$1,700
Contractual Services, Supplies, & Materials	\$16,500
Payments to Locals & Private Groups	\$976,400
Payments to Other Departments	\$4,700
Total Expenditures	\$1,152,500

Michigan State Waterways Fund:

FY 2022 revenue sources identified in (5)(a), (5)(b), and (5)(c):

- Recreation Passport:
 - Resident Boating Access Site Permit Replacement \$1,230,600
- Non-Resident Boating Access Site Permits \$78,000

FY 2022 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 2022 expenditures for the Waterways Fund is provided below:

Expenditure Description	Amount
Salaries, Wages, Fringes, & Retirement	\$12,735,300
Vehicle and Travel Services & Travel	\$558,100
Contractual Services, Supplies, & Materials	\$4,879,100
Land & Buildings	\$7,478,800
Equipment	\$790,300
Information Technology	\$494,100
Payments to Locals & Private Groups	\$3,991,000
Payments to Other Departments	\$582,800
Miscellaneous	\$676,900
Total Expenditures	\$32,186,400

Forest Recreation Account:

FY 2022 revenue sources identified in (5)(a), (5)(b), and (5)(c):

- Recreation Passport:
 - 7% Allocation - Forest Recreation \$1,580,400
- Non-Resident Motor Vehicle Permits \$54,800

FY 2022 revenue also includes revenue from other sources (state forest camping revenue being the most significant). A summary of FY 2022 expenditures for the Forest Recreation Account is provided below:

Expenditure Description	Amount
Salaries, Wages, Fringes, & Retirement	\$1,819,900
Vehicle and Travel Services & Travel	\$97,400
Contractual Services, Supplies, & Materials	\$751,200
Equipment	\$198,600
Information Technology	\$42,100
Payments to Other Departments	\$33,500
Miscellaneous	\$69,500
Total Expenditures	\$3,012,200

(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 2022.

(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:

In March 2022, Governor Gretchen Whitmer signed into law the Building Michigan Together Plan, which included \$250 million in federal relief program funding through the American Rescue Plan Act (ARPA) to help tackle the backlog of critical infrastructure needs in the state parks system. This unprecedented investment furthers ongoing efforts to repair, replace, or modernize the core components of state parks and trails.

Other relevant issues (continued):

While this funding will not solve every challenge, it will help address aging historic structures, camping facilities, parking lots, restrooms, water and sanitary systems, and other vital amenities – projects that will solidly position state parks, trails, and campgrounds to continue delivering the world-class outdoor recreation and visitor experiences that bring people back, year after year.

As of August 2022, PRD identified 430 priority renovation and upgrade projects at an estimated total cost of \$167.2 million. These documented needs are in addition to the 97 projects (totaling roughly \$81.7 million in Parks Capital Outlay funding) currently in progress, 181 projects (totaling approximately \$175.7 million in ARPA funding) that have recently been initiated, and Belle Isle Park and state railway system needs. 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.