

FY 2018-19: DEPARTMENT OF NATURAL RESOURCES
Summary: Conference Report
Senate Bill 862 (S-1) CR-1



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	FY 2017-18 YTD as of 2/7/18	FY 2018-19 Executive	FY 2018-19 House	FY 2018-19 Senate	FY 2018-19 Enacted	<i>Difference: Conference From FY 2017-18 YTD</i>	
						<i>Amount</i>	<i>%</i>
IDG/IDT	\$232,200	\$232,200	\$232,200	\$232,200	\$232,200	\$0	0.0
Federal	70,095,700	81,731,600	81,731,600	81,731,600	81,731,600	11,635,900	16.6
Local	0	0	0	0	0	0	--
Private	7,446,000	7,431,400	7,431,400	7,431,400	7,431,400	(14,600)	(0.2)
Restricted	274,248,500	299,965,800	299,965,800	300,965,800	299,965,800	25,717,300	9.4
GF/GP	57,971,100	47,344,300	46,744,300	47,714,400	49,081,800	(8,889,300)	(15.3)
Gross	\$409,993,500	\$436,705,300	\$436,105,300	\$438,075,400	\$438,442,800	\$28,449,300	6.9
FTEs	2,267.8	2,333.3	2,328.3	2,333.3	2,330.3	62.5	2.8

Notes: (1) FY 2017-18 year-to-date figures include mid-year budget adjustments through February 7, 2018. (2) Appropriation figures for all years include all proposed appropriation amounts, including amounts designated as "one-time." (3) Information on House budget action in this document is based on House Bill 5578 as passed by the House. Information on Senate budget action is based on Senate Bill 862 as passed by the Senate.

Overview

The Department of Natural Resources (DNR) manages Michigan's natural and cultural resources through conservation and protection. State parks, wildlife, fisheries, forests, and minerals management are all administered by the DNR.

Major Budget Changes From FY 2017-18 YTD Appropriations

1. Wildlife Management

Executive includes an additional 3.0 FTEs and \$1.6 million GF/GP for the wildlife management program. New funding will be used for lab technicians, testing costs and supplies, rapid response partnership with US Department of Agriculture, and veterinary diagnostic services. This increase will also support the DNR's bovine tuberculosis and deer management operations, including chronic wasting disease response and sharpshooting efforts. A one-time appropriation of \$1.0 million GF/GP for FY 2017-18 has been moved to ongoing for FY 2018-19.

House concurs with Executive.

Senate concurs with Executive and adds \$1.0 million from the Game and Fish Protection Fund.

Conference concurs with Executive.

	FY 2017-18 Year-to-Date (as of 2/7/18)	FY 2018-19 Conference Change
FTE	218.5	3.0
Gross	\$42,932,700	\$1,600,000
Federal	24,954,900	0
Private	315,700	0
Restricted	14,836,900	0
GF/GP	\$2,825,200	\$1,600,000

2. General Law Enforcement – Conservation Officers

Executive provides 10.0 FTEs and \$1.5 million GF/GP to support a Conservation Officer (CO) school and the 10 newly commissioned COs. There are 232 COs currently serving; these officers enforce natural resources (game, fish, forestry), environmental pollution, and outdoor recreation (boating, hunting, ORV, snowmobile safety) laws.

House provides 5.0 FTEs and \$750,000 GF/GP.

Senate concurs with Executive.

Conference provides 7.0 FTEs and \$1,050,000 GF/GP.

FTEs	284.0	7.0
Gross	\$42,435,200	\$1,050,000
Federal	6,510,900	0
Restricted	24,758,000	0
GF/GP	\$11,166,300	\$1,050,000

3. Tribal Consent Decree Renegotiation and Implementation

Executive provides 1.0 FTE and \$277,500 GF/GP (including \$37,500 in one-time GF/GP) to cover costs associated with negotiating and implementing a new Great Lakes Consent Decree. A new agreement between signatory tribes, Michigan, and the United States is needed to replace the expiring agreement that has governed the allocation, management, and regulation of Great Lakes fisheries in Michigan since 2000.

House provides 1.0 FTE and \$150,000 GF/GP.

Senate and Conference concur with Executive.

FTE	NA	1.0
Gross	NA	\$277,500
GF/GP	NA	\$277,500

Major Budget Changes From FY 2017-18 YTD Appropriations		FY 2017-18 Year-to-Date (as of 2/7/18)	FY 2018-19 Conference Change
4. Historical Facilities System – Mackinac Island State Park			
<u>Executive</u> adds \$200,000 GF/GP to increase support for maintenance costs at Mackinac Island State Park facilities. <u>House</u> adds \$100,000 GF/GP. <u>Senate</u> and <u>Conference</u> concur with Executive.	FTE	13.0	0.0
	Gross	\$1,583,700	\$200,000
	Restricted GF/GP	1,583,700 \$0	0 \$200,000
5. Long Lake Boat Launch (One-Time)			
<u>House</u> adds \$142,500 in one-time GF/GP for a grant to develop a boat launch at Long Lake in Alpena County. <u>Senate</u> does not fund this grant. <u>Conference</u> concurs with House.	Gross	NA	\$142,500
	GF/GP	NA	\$142,500
6. Grindstone Harbor Development Grant (One-Time)			
<u>House</u> , <u>Senate</u> , and <u>Conference</u> add \$120,000 in one-time GF/GP for a grant to cover planning costs at Grindstone harbor in Huron County.	Gross	NA	\$120,000
	GF/GP	NA	\$120,000
7. Wildlife and Fisheries Health Study (One-Time)			
<u>House</u> adds \$114,900 GF/GP for a study to investigate the effect of PFAS contamination on Michigan's wildlife and fisheries populations. <u>Senate</u> does not fund this study. <u>Conference</u> adds \$115,000 GF/GP for study and makes one-time.	Gross	NA	\$115,000
	GF/GP	NA	\$115,000
8. Grand River Dredging Project (One-Time)			
<u>House</u> adds a \$100 placeholder of one-time GF/GP for a study on the depth of the Grand River from Lake Michigan to the city of Grand Rapids and the cost of dredging that section of the river to a depth sufficient for recreational boat traffic. <u>Senate</u> and <u>Conference</u> do not include this placeholder.	Gross	NA	\$0
	GF/GP	NA	\$0
9. Swimmer's Itch Pilot Program (One-Time)			
<u>Executive</u> deletes \$250,000 GF/GP for a pilot program to address swimmer's itch in Michigan's inland lakes. <u>House</u> concurs with Executive. <u>Senate</u> and <u>Conference</u> continue funding for FY 2018-19.	Gross	\$250,000	\$0
	GF/GP	\$250,000	\$0
10. Doane's Landing Park Seawall (One-Time)			
<u>Senate</u> adds a \$100 placeholder of one-time GF/GP to fund a seawall at Doane's Landing Park in Wayne County. <u>Conference</u> does not include placeholder.	Gross	NA	\$0
	GF/GP	NA	\$0
11. Dam Management Grant Program (One-Time)			
<u>Conference</u> adds \$1.5 million in one-time GF/GP to the Dam Management Grant Program. These grants are used for the removal or maintenance of failing dams from private and state-owned land.	Gross	\$350,000	\$1,500,000
	GF/GP	\$350,000	\$1,500,000
12. Lake Level Assessments (One-Time)			
<u>Conference</u> adds \$35,000 in one-time GF/GP to reimburse local units of government for costs related to lake level assessments.	Gross	NA	\$35,000
	GF/GP	NA	\$35,000
13. Cooperative Resource Programs (One-Time)			
<u>Conference</u> adds \$35,000 in one-time GF/GP to Cooperative Resource Programs. This addition is appropriated to fund a soil mapping program in Wayne County.	Gross	\$1,567,900	\$35,000
	Federal	710,500	0
	Private	124,500	0
	Restricted	510,400	0
	GF/GP	\$222,500	\$35,000
14. Snowmobile Trail Groomer Pilot (One-Time)			
<u>Executive</u> provides \$200,000 from the snowmobile trail improvement fund to pilot a program aimed at developing a new snowmobile trail groomer to maintain state snowmobile trails. <u>House</u> , <u>Senate</u> , and <u>Conference</u> concur with Executive.	Gross	NA	\$200,000
	Restricted	NA	200,000
	GF/GP	NA	\$0

Major Budget Changes From FY 2017-18 YTD Appropriations		FY 2017-18 Year-to-Date (as of 2/7/18)	FY 2018-19 Conference Change
15. Increased Camping Fee Revenue and Recreation Passport Sales			
<u>Executive</u> provides 26.5 FTEs and \$4.1 million in additional restricted funding for departmental marketing and outreach, forest recreation and trails, recreational boating, state parks, and Recreation Passport local grants. Funding comes from increased camping fee revenue and Recreation Passport sales.		FTEs NA	26.5
<u>House</u> , <u>Senate</u> , and <u>Conference</u> concur with Executive.		Gross NA	\$4,075,000
		Restricted NA	4,075,000
		GF/GP NA	\$0
16. Increased Off-road Vehicle Fee Revenue			
<u>Executive</u> provides 2.0 FTEs and \$1.3 million in additional off-road vehicle (ORV) trail improvement funding for departmental administration, law enforcement, and ORV trail improvement grants. Funding comes from increased ORV fee revenue.		FTEs NA	2.0
<u>House</u> , <u>Senate</u> , and <u>Conference</u> concur with Executive.		Gross NA	\$1,300,000
		Restricted NA	1,300,000
		GF/GP NA	\$0
17. Removal of FY 2017-18 One-Time Funding			
<u>Executive</u> removes \$16.4 million Gross (\$15.4 GF/GP) for one-time projects included in the previous fiscal year's budget:		Gross \$16,426,200	(\$16,426,200)
		Restricted 1,000,000	(1,000,000)
		GF/GP \$15,426,200	(\$15,426,200)
State parks repair and maintenance	\$7,000,000		
Trail development	5,000,000		
Land ownership tracking system	2,900,000		
Bay City state recreation area, playscape reconstruction	400,000		
Onaway state park, pavilion reconstruction	400,000		
Shooting range construction, repair, and maintenance	250,000		
Snowmobile local grants program (one-time)	226,200		
Invasive species (one-time)	200,000		
Mineral extraction summit	50,000		
<u>House</u> , <u>Senate</u> , and <u>Conference</u> concur with Executive.			
18. Capital Outlay Project Adjustments			
<u>Executive</u> makes current services baseline adjustments to capital outlay projects by increasing federal and restricted funding for a net increase of \$17.6 million Gross. Adjustments include removing funding for East Tawas state harbor phase I as well as adding funding for forest development infrastructure, East Tawas state harbor phase III, Elmwood Township marina, Ottawa Brach marina, and Presque Isle Marina.		Gross \$20,575,000	\$17,643,000
<u>House</u> , <u>Senate</u> , and <u>Conference</u> concur with Executive.		Federal 1,075,000	643,000
		Restricted 18,000,000	17,000,000
		GF/GP \$1,500,000	\$0
19. Technical Adjustments			
<u>Executive</u> increases DNR budget by 23.0 FTEs and \$12.8 million Gross (\$929,600 GF/GP) to align authorization with available funds and comply with organizational changes. Adjustments include transferring the Office of the Great Lakes from the DEQ to the DNR (Executive Order 2017-9) and transferring the Historical Marker program from the Michigan History Foundation.		FTEs NA	23.0
<u>House</u> , <u>Senate</u> , and <u>Conference</u> concur with Executive.		Gross NA	\$12,814,700
		Federal NA	10,556,000
		Private NA	(15,000)
		Restricted NA	1,344,100
		GF/GP NA	\$929,600
20. Economic Adjustments			
<u>Executive</u> reflects increased costs of \$3.8 million Gross (\$542,300 GF/GP) for negotiated salary and wage increases (2.0% ongoing), actuarially required retirement contributions, worker's compensation, building occupancy charges, and other economic adjustments.		Gross NA	\$3,777,800
<u>House</u> , <u>Senate</u> , and <u>Conference</u> concur with Executive.		Federal NA	436,900
		Private NA	400
		Restricted NA	2,798,200
		GF/GP NA	\$542,300

Major Boilerplate Changes From FY 2017-18

Sec. 218. Retention of Reports – DELETED

Requires DNR to retain copies of all reports funded from appropriations.

Executive, Senate, and Conference delete, House retains.

Major Boilerplate Changes From FY 2017-18

Sec. 220. Disciplinary Action Against State Employees – RETAINED

Prohibits DNR from disciplining state employees for communicating with members of the Legislature and their staffs.

Executive deletes, House, Senate, and Conference retain.

Sec. 251. Invasive Species Initiative – RETAINED

Requires \$3.6 million for the Invasive Species Initiative be allocated as grants for prevention, detection, eradication, and control of invasive species.

Executive deletes, House, Senate, and Conference retain.

Sec. 404. Museum Store Revolving Fund – DELETED

States that contract expenditures for the museum store are exempt from the Management and Budget Act.

Executive, House, Senate, and Conference delete.

Sec. 405. Proceeds from Artifact Auctions, Sales, or Transfers – DELETED

Funds received through the excess of unneeded artifacts by the Historical Museum are appropriated to the DNR to obtain other desired items for the State Historical Museum; allows carryforward of funds.

Executive, Senate, and Conference delete, House retains.

Sec. 406. Historical Program Fees – DELETED

Allows DNR to charge fees for historical program services such as document production, conferences, workshops, facilities, and museum admissions.

Executive, Senate, and Conference delete, House retains.

Sec. 408. Land Transactions – RETAINED

Requires detailed report to Legislature on land purchases, sales, and exchanges.

Executive deletes, House, Senate, and Conference retain.

Sec. 503. Invasive Species Order Enforcement – RETAINED

Requires report on efforts taken to enforce the Natural Resources Commission's invasive species order concerning raising feral swine in Michigan.

Executive deletes, House, Senate, and Conference retain.

Sec. 504. Cervid Operation Fees – RETAINED

Requires report on the use of registration fees from privately owned cervid operations.

Executive deletes, House and Senate retain.

Sec. 602. Water Control Structure Certification – RETAINED

Directs Fisheries Division not to interfere with the certification process for dams and other water control structures.

Executive deletes, House, Senate, and Conference retain.

Sec. 808. Forest Management and Timber Market Development – DELETED

Requires DNR to use increased funding available from the increased timber harvest for the purpose of expanding the forest products economy, includes a departmental requirement to develop corresponding metrics to assess performance.

Executive, Senate, and Conference delete, House retains.

Sec. 901. Snowmobile Law Enforcement Grants – RETAINED

Provides snowmobile law enforcement grant funds to county law enforcement agencies in counties with state snowmobile trails.

Executive and House delete, Senate and Conference retain.

Sec. 902. Marine Safety Grants – RETAINED

Requires report on the Marine Safety Grant Program. Report to include watercraft registrations revenues; revenues and expenditures of the Marine Safety Fund; grant distribution methodology; and a list of grant awards by county.

Executive deletes, House, Senate, and Conference retain.

Sec. 903. Conservation Officers – DELETED

Directs the use of the increased appropriation in part 1 for conservation officers to hire, train, and equip 10 detectives and two support staff.

Executive, House, Senate, and Conference delete.

Sec. 1002. Silver Lake Law Enforcement Reimbursement – NEW

Designates \$35,000 from the off-road vehicle trail improvement grants appropriation to reimburse local units of government for costs related to seasonal law enforcement at Silver Lake.

House and Conference add new section.

Sec. 1201. Swimmer's Itch Pilot Program – RETAINED

Designates \$250,000 GF/GP in part 1 to be distributed to a Michigan-based nonprofit organization for swimmer's itch mitigation and research and requires a progress report.

Executive and House deletes, Senate and Conference retain.

Major Boilerplate Changes From FY 2017-18

Sec. 1202. Lake Level Assessment Reimbursements – NEW

Designates \$35,000 from part 1 to reimburse qualifying costs related to lake level assessments.

House and Conference add new section.

Sec. 1203. Long Lake Boat Launch – NEW

Requires the DNR to use funds appropriated in part 1 to develop a boat launch at Long Lake in Alpena County.

House and Conference add new section.

Sec. 1204. Grindstone Harbor Development Grant – NEW

Requires the DNR to use funds appropriated in part 1 for planning and development costs at Grindstone Harbor in Huron County.

House and Conference add new section.

Sec. 1205. Dam Management Grant Program (One-Time) – NEW

Requires the DNR to use funds appropriated in part 1 for the Dam Management Grant Program (one-time) to remove a dam in the City of Grand Rapids and designates this appropriation as a work project.

Conference adds new section.

Sec. 1206. Wildlife and Fisheries Health Study – NEW

Requires the DNR to use funds appropriated in part 1 to investigate the effect of PFAS contamination on Michigan's wildlife and fisheries populations.

House and Conference add new section.

Sec. 1207. Wayne County Soil Mapping Program – NEW

Designates the cooperative resource program (one-time) appropriation in part 1 to fund the Wayne County soil mapping program.

House and Conference add new section.