



Minnesota Department of Natural Resources

500 Lafayette Road
St. Paul, Minnesota 55155-4010

December 15, 2008

The Honorable Richard J. Cohen
Senate Finance Division
Room 121, State Capitol

The Honorable Senator Ellen Anderson
Senate Environment, Energy and Natural
Resource Budget Division
Room 120, State Capitol

The Honorable Representative Jean Wagenius
House Environment and Natural Resources
Finance Committee
449 State Office Building

The Honorable Loren Solberg
House Ways and Means Committee
443 State Office Building

Dear Senators Cohen and Anderson and Representatives Wagenius and Solberg,

Minnesota Statute 84.026, "Contracts for Provisions of Natural Resources Services", requires a report of revenues and expenditures made under this section to the chairs of the committee on appropriations in the House and Finance in the Senate by January 1 of each odd-numbered year.

The enclosed report covers fiscal years 2005 – 2008 and includes a brief description of the purpose of each contract.

If you or your staff has any questions, please call Linda Kelly (651.259.5545), Business Services Section, Office of Management and Budget Services.

Yours truly,

A handwritten signature in black ink that reads "Denise Anderson".

Denise Anderson, Chief Financial Officer
Office of Management and Budget Services

Enclosure

c: Linda Kelly, Business Services Section

DNR Information: 651-296-6157 • 1-888-646-6367 • TTY: 651-296-5484 • 1-800-657-3929



APPROPRIATION ACCOUNT DESCRIPTION	FISCAL YEAR 05 ACTUAL RECEIPTS DISBURS	FISCAL YEAR 05 ACTUAL RECEIPTS DISBURS	FISCAL YEAR 2008 ACTUAL RECEIPTS DISBURS	FISCAL YEAR 2008 ACTUAL RECEIPTS DISBURS	COMBINED EARS RECEIPTS DISBURS
Fund 200 Approp 010 MN DOT Environmental Review An agreement with MN DOT to work together with environmental review projects relating to both DNR & DOT	0.0	0.0	0.0	0.0	0.0
Fund 200 Approp 024 METROPASS	10.8	111	13.6	12.5	13.8
Fund 200 Approp 100 MINERALS COOPERATIVE AGREEMENTS Program of iron ore cooperative research to assist companies to reduce costs and improve quality of iron ore pellets.	12.5	1340	137	77.6	1178
Fund 200 Approp 108 MINERALOGICAL CHARACTERIZATION Agreements for DNR to conduct mineral characterization studie to determine and evaluate iron sulfideminerals in mine waste.	30.0	5.8	30.0	5.8	0.0
Fund 200 Approp 110 RECLAMATION USE OF DREDGE/MAT	0.0	25.0	0.0	25.0	0.0
Fund 200 Approp 112 MINERALS MISC MATCHES Cooperative research with Assoc. Iron and Steele Industries with pass through matching funds for research on taconite processing-secondary grinding.	0.0	13.8	888.2	0.6	0.0
Fund 200 Approp 113 MINERALOGICAL CHARACTERIZATION Study the characteristics of waste from from mining operations.	9.8	9.8	9.9	9.9	9.2
Fund 200 Approp 114 L & M East RNG Water Mgmt Develop information on the hydrology of the watersheds impact LTVSMC's mining facilities in the East Range area in order to in a watershed restoration plan.	0.0	0.4	0.0	0.4	0.0
Fund 200 Approp 115 Long Term Mine Waste Disolution Provide for environmentally sound mine waste management by generating scientific foundations for predicting mine waste drain	0.0	0.0	0.0	0.0	0.0
Fund 200 Approp 116 Analytical Screening-Waste Rock Conduct a screening analysis of waste rock to determine the behavior of abandoned mine wastes.	0	0.0	0.0	0.0	0.0
Fund 200 Approp 118 MERCURY EMISSION CONTROL	29	29.4	6.7	6.7	0.0
Fund 200 Approp 119 CIRI-UNDERGROUND MAPPING	843	71.8	11.3	6.0	1045
Fund 200 Approp 200 WATERS COOPERATIVE AGREEMENTS Monies collected from public and private agencies to carry out various cooperative agreements.	0.0	0.2	>	0.0	0.0
Fund 200 Approp 203 WATERS ONCE THRU SYSTEM Agreement with 120 South Sixth Street Partners for DNR to collect fees while the once thru water systems being terminated					

APPROPRIATION ACCOUNT DESCRIPTION	**FISCAL YEAR 2005**		**FISCAL YEAR 2006**		**FISCAL YEAR 2007**		**FISCAL YEAR 2008**		***COMBINED YEARS***	
	ACTUAL RECEIPTS	DISBURSEMENTS	ACTUAL RECEIPTS	DISBURSEMENTS	ACTUAL RECEIPTS	DISBURSEMENTS	ACTUAL RECEIPTS	DISBURSEMENTS	RECEIPTS	DISBURSEMENTS
Fund 200 Approp 204 319 PCA KARST Grant Agreement for DNR to augment state karst features, determine connection between surface features and streams, investigate of selected limestone quarries and conduct education and training seminars in selected southeastern Minnesota counties.	1.2	4.1	1.2	0.0	0.0	0.0	0.0	0.0	2.4	4.1
Fund 200 Approp 205 WAT-FED CLIM SERVICE AGR	21.1	21.1	21.1	21.1	0.0	0.0	0.0	0.01	42.2	42.2
Fund 200 Approp 291 LOWER RED RIVER COOPERATIVE-WAT To fund the Division of Waters Red River Watershed Coordinator position. This position Coordinates and assists water management activities in the Red River Valley.	21.0	23.9	24.0	23.9	24.0	24.0	10.0	10.0	82.0	81.8
Fund 200 Appmp 300 FORESTRY COOP AGREEMENT Agreement with Hubbard County to manage the Spider-Coon Lake State Forest Road reconstruction contract process, supervise construction and share cost with the county.	191.1	174.7	276.0	220.7	240.0	265.8	438.0	212.5	1,371.9	955.7
Fund 200 Approp 313 FORESTRY CAMP RIPLEY COOP AGMT.			47.5	30.7	37.0	4.2	0.6	0.0	85.1	34.9
Fund 200 Approp 315 FORESTRY NRCS COOP AGR For joint development of integrated FIA/NRI vegetation inventory so that a data base test bed can be developed creating a joint product integrating both inventories.	887.6	702.4	923.8	550.4	828.2	632.0	0.0	0.0	2,639.6	1,884.8
Fund 200 Approp 320 FORESTRY EMERGENCY FIRE NONSTATE Reimbursements from Federal and other jurisdictions for emergency fire expenses incurred fighting fires on non-state lands	3,518.6	3,289.6	4,471.9	3,997.8	3,856.3	4,317.5	650.4	633.0	12,545.3	12,277.8
Fund 200 Approp 321 FORESTRY FIRE EQUIP COOP Agreements with rural fire departments for purchase of federal surplus equipment that are reconditioned. Expenditures are for the reconditioning of equipment.	60.9	112.6	135.1	159.5	143.2	141.4	145.1	147.6	542.2	565.9
Fund 200 Approp 323 EMERGENCY FIRE FEDERAL							1,850.0	1,789.4	2,528.2	3,524.2
Fund 200 Appmp 371 Forestry Sustain Wdinds-MATCH These dollars are used as cost sharing for private land owners	0.0	47.7	0.0	0.1	0.0	41.2	0.0	0.0	0.0	89.0
Fund 200 Approp 400 PARKS COOPERATIVE AGREEMENTS Agreements with public and private organizations for marketing initiatives, conducting surveys and other work.	249.4	211.4	110.6	208.11	35.6	106.7	150.5	200.9	557.4	770.6
Fund 200 Approp 402 PARKS TOWER SOUDAN COOPERATIVE Payment for park service provided to University of Minnesota experimental project that is taking place in the mine. Payment relates to park staff salaries and hoist costs.	16.6	7.5	8.9	16.1	26.5	24.41	15.1	9.6	76.8	69.3

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	ACTUAL RECEIPTS	DISBURSEMENTS	ACTUAL RECEIPTS	DISBURSEMENTS	ACTUAL RECEIPTS	DISBURSEMENTS	ACTUAL RECEIPTS	DISBURSEMENTS	RECEIPTS	DISBURSEMENTS
Fund 200 Approp 404 PARKS SOUDAN MINES Cooperative agmt set up for lease with the U of M for their use of Soudan Mine SP in conducting a physics experiment.	237.4	244.1	319.4	239.2	239.3	204.8	236.4	326.8	1,099.8	1,083.2
Fund 200 Approp 405 DNR / PCA ESCROW							0.0	0.0	0.0	0.0
Fund 200 Approp 503 TRAILS & WATERWAYS COOPERATIVE A Agreement with Department of Public Service, Energy Division to fund a solar powered parking lot flood light and night fishing light.	1,385.8	1,466.7	26.5	194.7	32.5	23.4	21.7	27.8	1,474.5	1,735.1
Fund 200 Approp 506 CITY OF SILVER BAY COOP AGREEMEN Funding for the design and construction of the administration building, boat slips and utilities installation for Silver Bay Harbor of Refuge.	0.0	0.0	0.0	0.0	0.0	0.0	0.0	0.0	0.0	0.0
Fund 200 Approp F20 FISHERIES COOP AGREEMENT Cost Share Agreements for DNR to conduct fisheries studies or projects	17.7	49.4	129.9	93.8	247.3	91.6	211.8	133.0	673.6	410.3
Fund 200 Approp D21 WILDLIFE COOPERATIVE AGREEMENT Cost share agreements for DNR to conduct wildlife studies or projects.	122.4	130.6	1,115.8	1,120.1	95.1	101.1	98.2	58.9	1,458.4	1,423.4
Fund 200 Approp E22 ECOLOGICAL SERVICES COOPERATIVE Cost share agreements for DNR to conduct environmental studies or projects.	1,012.3	355.7	2,480.6	1,644.0	2,156.7	3,124.8	2,418.4	1,857.9	9,807.8	7,593.2
Fund 200 Approp 818 REG ADMIN COOP AGR Agreements with Dept. of Corrections and private corporations or foundations to fund crew leaders of non-violent offenders working on DNR projects	0.0	0.0	55.0	0.0	40.0	62.4	0.0	1.4	95.0	63.8
Fund 200 Approp 828 MR INTL WOLF CTR BLDG MODIFICATION							25.3	25.3	26.3	26.6
Fund 200 Approp 850 MCC JOS & TRNG COOP AGMT	0.0	0.0	0.0	0.0	0.0	0.0	0.0	0.0	0.0	0.0
Fund 200 Approp 851 MCC YOUTHWORKS	0.0	0.0	0.0	0.0	0.0	0.0	0.0	0.0	0.0	0.0
Fund 200 Approp 904 PLANNING COOPERATIVE AGREEMENT Agreement with Board of Soil & Water Resources to provide facilitation services to develop draft rules using a regulatory negotiation process. Services include facilitation, recording and final rule document for rule advisory committee.	0.0	0.0	0.0	0.0	0.0	0.0	0.0	0.0	0.0	0.0
Fund 200 Approp 905 SAFETY PROGRAMS AGREEMENTS Agreements with the Division of Emergency Management (DPS) for management of the Radiological Emergency Preparedness Program, and with the Pollution Control Agency for DNR to provide safety program management.	33.9	28.2	47.1	55.4	46.5	28.2	21.4	14.5	189.8	150.5

APPROPRIATION ACCOUNT DESCRIPTION	***FISCAL YEAR 2005***		***FISCAL YEAR 2006***		***FISCAL YEAR 2007***		***FISCAL YEAR 2008***		***COMBINED YEARS***	
	ACTUAL		ACTUAL		ACTUAL		ACTUAL		ACTUAL	
	RECEIPTS	DISBURSEMENTS	RECEIPTS	DISBURSEMENTS	RECEIPTS	DISBURSEMENTS	RECEIPTS	DISBURSEMENTS	RECEIPTS	DISBURSEMENTS
Fund 200 Approp 907 I & E CREATIVE SVS COOP AGREEMENT Agreement with other State agencies for creative work services.	14.4	13.9	15.0	6.2	0.0	8.1	0.0	0.0	29.4	28.5
Fund 200 Approp 909 I & E COOP AGREEMENT Agreements for Asian Forestry Outreach	0.0	0.0	0.0	0.0	0.0	0.0	0.0	0.0	0.0	0.0
Fund 200 Approp 910 OMB FELLOWSHIP From the David H. Smith Fellowship Program at the Nature Conservancy on behalf of James Manolis.	72.1	69.4	24.4	21.5	0.0	0.7	0.0	0.3	96.5	92.2
Fund 18K Approp 303 FOREST COOP AGMTS							1,088.0	1,213.0	1,267.8	1,515.3
TOTAL	8143.3	7254.3	10789.6	8851.1	8454.2	9772.7	10067.1	7152.4	40875.6	36135.4

NOTES: "Actual Receipts" does not include carry forward.
Actual receipts and disbursements are dollars in thousands.

DATE: 12-23-08

LEGISLATIVE REPORT – Cost of Preparation

NAME OF LEGISLATIVE REPORT – 84.026

Based on: Revenues collected and Expenditures

Minnesota Statute Reference: 84.026 Subd 1

Prepared by Kim Montgomery, Department of Natural Resources

Phone. 651-259-5567

E-Mail: kim.Montgomery@dnr.state.mn.us

Description of Cost	Further explanation if necessary	Amount
Staff Time	Analyze IA Warehouse reports and	
K. Montgomery: approx 2 hr @ \$41.59	Transfer data to excel worksheet	83.18
J. Steinhoff: approx .25 hr	Copy/sort time	3.57
Duplication Cost (includes paper)	Print original appralot rpts 50 pgs	3.50
	7 copies for distribution	2.45
Other:		
TOTAL TO PREPARE REPORT		
<i>(Note: Right click on amount cell and choose update to complete)</i>		\$92.70