

# 2024-25 Departmental Earnings Report

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### **Part two: Detailed listing of departmental earnings by agency by group** (See the Departmental Earnings Detail – All Agencies book)

### **Part three: Agency departmental earnings group reports** (See the Departmental Earnings Detail - All Agencies book)

These reports consist of a report for each group of departmental earnings identified and reported by the agency. Each departmental earnings group report consists of three sections:

- Short description and purpose of the departmental earnings group
- Fiscal information
- Supporting information

These reports are available on the Minnesota Management and Budget website: <https://mn.gov/mmb/budget/current-budget/governors-budget-recommendations/>

# Departmental Earnings

## Introduction

### Definition and purpose

Departmental earnings are defined<sup>1</sup> as any charge for goods and services and any regulatory, licensure, or other similar charges levied by a state agency and paid by individuals, businesses, or other non-state entities. It does not include charges between agencies. The purpose of the report is to show whether fees and charges defined as a departmental earning are recovering the cost of the activity for which they are collected.

Departmental earnings must be reviewed in even-numbered years to provide for a structured review and to allow for agency input in the fee setting process as set forth in state statute<sup>2</sup>. All fee changes, i.e., new fees, fee increases and fee decreases must be shown as change items in the biennial budget.

### Cost recovery statutory requirements

All fees must be set at a level that neither significantly over recovers nor under recovers costs<sup>3</sup>. Such costs are to include direct services and overhead costs, unless otherwise provided by law. Statute further requires that recovery of costs be limited to deficits incurred two fiscal years immediately preceding the setting, adjustment or authorization of the departmental earning.

### Report format

The departmental earnings report, similar to agency biennial budget documents, displays:

- Actual earnings and expenditures for fiscal year 2021 and 2022.
- Budgeted receipts and expenditures from the budget system for fiscal year 2023, as of November 30, 2022, which was prepared for developing the 2024-25 biennial budget. Agencies may have made additional financial decisions since then; these decisions include potential changes to departmental earnings estimates.
- Current law receipts and expenditures for fiscal years 2024 and 2025.
- Governor's recommendations for fiscal years 2024 and 2025.

All dollar amounts are expressed to the nearest thousand.

The departmental earnings report includes three parts:

#### **Part one: A statewide departmental earnings summary, which includes:**

Fiscal reports aggregated as follows:

- Table one: All departmental earnings by revenue type
- Table two: All departmental earnings by bill area
- Table three: All departmental earnings by fund, non-dedicated and dedicated
- Table four: All departmental earnings by agency

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<sup>1</sup> Minnesota Statute 16A.1285, subdivision 2

<sup>2</sup> Minnesota Statutes section 16A.1283

<sup>3</sup> Minnesota Statute 16A.1285, subdivision 2

A short glossary explaining terms like fund, fund type, revenue class, and departmental earnings group.

**Part two: a detailed listing of departmental earnings by agency by group.** The departmental earnings group names have an asterisk next to each group when a fee change is being recommended.

**Part three: agency departmental earnings group reports**

These reports consist of a report for each group of departmental earnings identified and reported by the agency.

# Departmental Earnings Summary

## Table One: Departmental Earnings by Revenue Class

(Dollars in Thousands)



Revenue Class	FY 2021 Actual	FY 2022 Actual	FY 2023 Estimate	FY 2024 Base	FY 2025 Base	FY 2024 Gov Rec	FY 2025 Gov Rec	% Change, FY22-23 to base	% Change Base to Gov	% of Total FY 2024-25
Departmental Services	402,252	361,003	387,161	379,411	402,252	403,364	403,364	1.8%	5.1%	27.8%
Departmental Sales	72,923	81,041	54,750	48,465	72,923	48,465	48,465	-29.1%	0.0%	3.3%
Licenses & Fees	707,757	710,688	692,858	697,107	707,757	726,277	726,277	-0.1%	4.7%	51.1%
Departmental Penalties	5,049	5,421	4,692	4,267	5,049	4,268	4,268	-13.9%	0.0%	0.3%
Care & Hospitalization	246,074	264,374	249,569	250,910	246,074	249,684	249,684	-2.1%	-0.5%	17.4%
<b>Total</b>	<b>1,434,056</b>	<b>1,422,527</b>	<b>1,389,030</b>	<b>1,380,160</b>	<b>1,391,312</b>	<b>1,432,058</b>	<b>1,441,382</b>	<b>-1.4%</b>	<b>3.7%</b>	<b>100.0%</b>

**Notes:**

- (1) This statewide summary table contains departmental earnings for agencies which are exempt from departmental earnings requirements as presented in part 3 of this report, the agency-by-agency reports
- (2) Percent change is calculated between 2022 actual and 2023 budget, and 2024-2025 base. Percent change is also calculated between 2024-2025 base and Governor's Recommendation
- (3) Percent of total is calculated on 2024-2025 Governor's recommendation

# Departmental Earnings Summary

## Table Two: Departmental Earnings by Bill Area



(Dollars in Thousands)

Bill Area	FY 2021 Actual	FY 2022 Actual	FY 2023 Estimate	FY 2024 Base	FY 2025 Base	FY 2024 Gov Rec	FY 2025 Gov Rec	% Change, FY22-23 to base	% Change Base to Gov	% of Total FY 2024-25
E-12 Education	3,201	3,771	3,230	2,833	3,275	3,250	3,275	-6.8%	0.0%	0.2%
Higher Education	512	504	639	327	639	639	639	11.8%	0.0%	0.0%
Property Tax Aids and Credits	37,642	39,078	38,809	44,766	38,809	38,809	38,809	-0.3%	0.0%	2.7%
Health and Human Services	442,683	443,188	439,108	402,975	442,925	432,738	433,370	-0.1%	-1.8%	30.1%
Public Safety and Judiciary	135,741	130,908	129,241	130,500	130,750	134,850	135,850	0.1%	3.9%	9.4%
Transportation	202,555	181,811	188,286	218,326	191,427	202,880	208,434	2.7%	8.2%	14.3%
Environment	298,960	302,975	276,815	271,363	265,580	294,946	294,238	-8.9%	11.5%	20.5%
Economic Development, Energy, Ag and Housing	221,914	223,314	216,354	209,353	221,191	227,056	229,422	0.6%	3.2%	15.9%
State Government and Veterans	90,848	96,979	96,548	99,517	96,716	96,890	97,345	-0.1%	0.5%	6.8%
<b>Total</b>	<b>1,434,056</b>	<b>1,422,527</b>	<b>1,389,030</b>	<b>1,380,160</b>	<b>1,391,312</b>	<b>1,432,058</b>	<b>1,441,382</b>	<b>-1.4%</b>	<b>3.7%</b>	<b>100.0%</b>

**Notes:**

- (1) This statewide summary table contains departmental earnings for agencies which are exempt from departmental earnings requirements as presented in part 3 of this report, the agency-by-agency reports
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- (3) Percent of total is calculated on 2024-2025 Governor's recommendation

# Departmental Earnings Summary

## Table Three: Part One - Departmental Earnings by Fund



(Dollars in Thousands)

Fund Class	FY 2021 Actual	FY 2022 Actual	FY 2023 Estimate	FY22-23 Total	FY 2024 Base	FY 2025 Base	FY24-25 Total	FY 2024 Gov Rec	FY 2025 Gov Rec	% Change, FY22-23 to base	% Change Base to Gov Rec	% of Total FY 2024-25
General (1000)	326,795	342,782	313,426	656,208	312,795	316,482	629,277	320,169	325,476	-4.1%	2.6%	22.5%
State Government Special Revenue (1200)	75,184	76,085	82,649	158,734	82,819	86,287	169,106	76,816	76,816	6.5%	-9.2%	5.3%
Health Related Boards (1201)	28,902	30,763	30,493	61,256	30,077	30,325	60,402	30,967	31,215	-1.4%	2.9%	2.2%
Construction Code (2020)	33,475	32,969	29,378	62,347	31,596	31,596	63,192	31,760	31,859	1.4%	0.7%	2.2%
911 Emergency (4900)	80,897	73,375	69,289	142,664	69,289	69,289	138,578	69,289	69,289	-2.9%	0.0%	4.8%
Special Revenue (2000-2001)	332,953	322,454	333,944	656,398	337,410	336,419	673,829	357,783	359,638	2.7%	6.5%	25.0%
Opiate Epidemic Response (2005)	14,607	15,212	13,550	28,762	13,550	13,550	27,100	13,550	13,550	-5.8%	0.0%	0.9%
Agriculture (2018)	29,622	30,374	31,589	61,963	34,958	35,202	70,160	39,509	40,503	13.2%	14.0%	2.8%
Natural Resources (2100-2121)	74,406	71,198	65,249	136,447	62,231	63,534	125,765	78,008	80,024	-7.8%	25.7%	5.5%
Game and Fish (2200-2213)	109,626	103,782	109,479	213,261	101,389	102,962	204,351	117,175	114,360	-4.2%	13.3%	8.1%
Petroleum Tank Release Cleanup (2350)	22,352	23,674	25,003	48,677	25,003	25,003	50,006	25,003	25,003	2.7%	0.0%	1.7%
Health Care Access (2360)	33,008	6,133	6,182	12,315	5,656	5,131	10,787	5,656	5,131	-12.4%	0.0%	0.4%
Iron Range Resources and Rehab (2370)	17	93	50	143	50	50	100	50	50	-30.2%	0.0%	0.0%
Douglas J Johnson Econ Protection Trust (2380)	105	97	97	194	97	97	194	97	97	-0.1%	0.0%	0.0%
Gift (2403)	-12	-12	-7	-19	-7	-7	-14	-7	-7	-25.5%	0.0%	0.0%
Trunk Highway (2700)	17,007	14,955	15,709	30,664	16,146	16,231	32,377	16,146	16,231	5.6%	0.0%	1.1%
Highway Users Tax Distribution (2710)	1,351	1,564	1,564	3,128	1,564	1,564	3,128	1,564	1,564	0.0%	0.0%	0.1%
State Airports (2720-2722)	1,116	1,115	1,124	2,239	1,124	1,124	2,248	1,124	1,124	0.4%	0.0%	0.1%
Environmental (2800)	39,991	39,546	38,244	77,790	38,244	38,244	76,488	39,014	39,014	-1.7%	2.0%	2.7%
Remediation (2801)	713	665	784	1,449	784	784	1,568	784	784	8.2%	0.0%	0.1%
Workers Compensation (2830)	2,378	2,257	2,284	4,541	2,284	2,284	4,568	2,284	2,284	0.6%	0.0%	0.2%
Federal (3000)	9,267	8,087	7,050	15,137	7,000	7,000	14,000	7,000	7,000	-7.5%	0.0%	0.5%
Endowment and Permanent School (3800-3801)	36,015	47,772	29,087	76,859	23,031	22,987	46,018	23,031	22,987	-40.1%	0.0%	1.6%
SOS TBI & Adol Ent Svcs (4100)	1,169	563	800	1,363	800	800	1,600	800	800	17.3%	0.0%	0.1%
DHS Chemical Dependency Servs (4101)	8,063	6,667	7,784	14,451	7,784	7,784	15,568	0	0	7.7%	-100.0%	0.0%
MIN Health Insurance Exchange (4120)	18,372	21,444	21,755	43,199	20,982	20,500	41,482	20,982	20,500	-4.0%	0.0%	1.4%
MIN State Operated Comm Svcs (4350)	120,548	130,982	133,674	264,656	135,015	136,370	271,385	135,015	136,370	2.5%	0.0%	9.4%
Correctional Industries (4400)	2,535	2,376	2,500	4,876	3,000	4,000	7,000	3,000	4,000	43.6%	0.0%	0.2%
Giants Ridge Golf & Ski Resort (4600)	5,949	7,358	6,525	13,883	6,525	7,001	13,526	6,525	7,001	-2.6%	0.0%	0.5%
Minnesota State Industries (4503)	863	1,091	850	1,941	850	850	1,700	850	850	-12.4%	0.0%	0.1%
State Employees Insurance (5600)	447	434	500	934	500	500	1,000	500	500	7.1%	0.0%	0.0%
Administrative Hearings (5201)	2,544	2,748	3,517	6,265	3,517	3,517	7,034	3,517	3,517	12.3%	0.0%	0.2%
Workers Comp Transcript (5202)	3	2	5	7	5	5	10	5	5	44.8%	0.0%	0.0%
Miscellaneous Agency (6000-6003)		0		0						-100.0%		
Clean Water Revolving (8200)	2,757	2,780	3,135	5,915	2,890	2,729	5,619	2,890	2,729	-5.0%	0.0%	0.2%
Drinking Water Revolving (8201)	1,014	1,085	1,710	2,795	1,149	1,065	2,214	1,149	1,065	-20.8%	0.0%	0.1%

## Departmental Earnings Summary

### Table Three: Part One - Departmental Earnings by Fund



(Dollars in Thousands)

Fund Class	FY 2021 Actual	FY 2022 Actual	FY 2023 Estimate	FY22-23 Total	FY 2024 Base	FY 2025 Base	FY24-25 Total	FY 2024 Gov Rec	FY 2025 Gov Rec	% Change, FY22-23 to base	% Change Base to Gov Rec	% of Total FY 2024-25
Transportation Revolving (8202)	15	58	58	116	53	53	106	53	53	-8.5%	0.0%	0.0%
<b>Total</b>	<b>1,434,056</b>	<b>1,422,527</b>	<b>1,389,030</b>	<b>2,811,557</b>	<b>1,380,160</b>	<b>1,391,312</b>	<b>2,771,472</b>	<b>1,432,058</b>	<b>1,441,382</b>	<b>-1.4%</b>	<b>3.7%</b>	<b>100.0%</b>

## Departmental Earnings Summary

### Table Three: Part Two - Departmental Earnings by Nondedicated and Dedicated

(Dollars in Thousands)

	FY 2021 Actual	FY 2022 Actual	FY 2023 Estimate	FY22-23 Total	FY 2024 Base	FY 2025 Base	FY24-25 Total	FY 2024 Gov Rec	FY 2025 Gov Rec	% Change, FY22-23 to base	% Change Base to Gov Rec	% of Total FY 2024-25
Non-Dedicated	857,219	862,340	828,459	1,690,799	817,143	827,740	1,644,883	867,903	877,911	-2.7%	6.1%	60.8%
Dedicated	576,837	560,187	560,571	1,120,758	563,017	563,572	1,126,589	564,155	563,471	0.5%	0.1%	39.2%
<b>Total</b>	<b>1,434,056</b>	<b>1,422,527</b>	<b>1,389,030</b>	<b>2,811,557</b>	<b>1,380,160</b>	<b>1,391,312</b>	<b>2,771,472</b>	<b>1,432,058</b>	<b>1,441,382</b>	<b>-1.4%</b>	<b>3.7%</b>	<b>100.0%</b>

**Notes:**

- (1) This statewide summary table contains departmental earnings for agencies which are exempt from departmental earnings requirements as presented in part 3 of this report, the agency-by-agency reports
- (2) Percent change is calculated between 2022 actual and 2023 budget, and 2024-2025 base. Percent change is also calculated between 2024-2025 base and Governor's Recommendation
- (3) Percent of total is calculated on 2024-2025 Governor's recommendation

# Departmental Earnings

## Table Four: Departmental Earnings by Agency



(Dollars in Thousands)

Agency	FY 2021 Actual	FY 2022 Actual	FY 2023 Estimate	FY 2024 Base	FY 2025 Base	FY 2024 Gov Rec	FY 2025 Govs Rec	% Change, FY22-23 to Base	% Change Base to Gov Rec	% of Total FY 2024-25
Accountancy, Board of	1,634	1,677	1,641	1,641	1,641	1,641	1,641	-1.1%	0.0%	0.1%
Administration	351	363	258	404	44	454	97	-27.9%	23.0%	0.0%
Administrative Hearings, Office of	2,570	2,772	3,689	3,689	3,689	3,689	3,689	14.2%	0.0%	0.3%
Agriculture	34,104	34,687	35,863	39,279	39,553	40,003	41,027	11.7%	2.8%	2.8%
Animal Health, Board of	146	126	147	147	147	147	147	7.7%	0.0%	0.0%
Architecture, Engineering Board	909	2,377	831	2,231	831	2,231	831	-4.5%	0.0%	0.1%
Attorney General	722	827	770	770	770	770	770	-3.6%	0.0%	0.1%
Barber Examiners, Board of	279	280	286	286	286	286	286	1.1%	0.0%	0.0%
Behavioral Health and Therapy, Board of	1,679	1,714	1,703	1,703	1,703	1,703	1,703	-0.3%	0.0%	0.1%
Cannabis Management Office						1,996	3,330			0.2%
Chiropractic Examiners, Board of	806	824	829	808	808	808	808	-2.3%	0.0%	0.1%
Commerce	129,763	128,883	123,934	123,344	123,344	125,616	125,604	-2.4%	1.8%	8.7%
Corrections	17,662	17,995	16,731	17,241	18,241	17,241	18,241	2.2%	0.0%	1.2%
Cosmetologist Examiners, Board of	2,666	2,711	2,856	2,672	2,972	2,672	2,972	1.4%	0.0%	0.2%
Dentistry, Board of	1,974	1,959	1,871	1,871	1,871	1,871	1,871	-2.3%	0.0%	0.1%
Dietetics and Nutrition Practice, Board of	212	223	237	237	237	245	245	3.0%	3.4%	0.0%
District Courts	215	207	206	205	205	205	205	-0.8%	0.0%	0.0%
Education	1,434	1,623	1,361	1,381	1,406	1,381	1,406	-6.6%	0.0%	0.1%
Emergency Medical Services Regulatory Board	83	85	80	80	80	80	80	-3.3%	0.0%	0.0%
Employment and Economic Development	467	837	634	668	657	1,558	1,547	-9.9%	134.3%	0.1%
Executives for Long Term Svcs and Supports Bd	1,067	517	702	702	702	702	702	15.2%	0.0%	0.0%
Explore Minnesota Tourism	162	157	205	245	265	245	265	40.8%	0.0%	0.0%
Gambling Control Board	1,099	1,640	1,825	1,825	1,825	1,825	1,825	5.3%	0.0%	0.1%
Health	71,486	72,420	78,737	78,914	82,382	71,817	71,817	6.7%	-11.0%	5.0%
Higher Education, Office of	512	504	639	639	639	639	639	11.8%	0.0%	0.0%
Human Rights	115	336	235	235	235	235	235	-17.8%	0.0%	0.0%
Human Services	308,455	302,247	293,839	294,604	295,434	294,688	295,554	-1.0%	0.0%	20.5%
Iron Range Resources and Rehabilitation	6,072	7,549	6,672	6,672	7,148	6,672	7,148	-2.8%	0.0%	0.5%
Labor and Industry	37,862	37,499	33,610	36,128	35,828	36,306	36,105	1.2%	0.6%	2.5%
Legal Professional Boards	6,617	6,874	6,825	6,825	6,825	6,825	6,825	-0.4%	0.0%	0.5%
Management and Budget	451	437	506	506	506	506	506	7.3%	0.0%	0.0%
Marriage and Family Therapy, Board of	439	455	443	443	443	729	729	-1.4%	64.6%	0.1%
Mediation Services, Bureau of	0	0	1	1	1	1	1	81.8%	0.0%	0.0%
Medical Practice, Board of	6,564	7,391	7,727	8,064	8,420	8,064	8,420	9.0%	0.0%	0.6%
Minnesota Zoological Garden	9,123	14,887	16,471	18,445	19,370	18,445	19,370	20.6%	0.0%	1.3%
MMB Non-operating	32,393	36,285	35,827	34,890	34,890	34,890	34,890	-3.2%	0.0%	2.4%
MNSure	18,372	21,444	21,755	20,982	20,500	20,982	20,500	-4.0%	0.0%	1.4%



# Departmental Earnings

## Table Four: Departmental Earnings by Agency



(Dollars in Thousands)

Agency	FY 2021 Actual	FY 2022 Actual	FY 2023 Estimate	FY 2024 Base	FY 2025 Base	FY 2024 Gov Rec	FY 2025 Govs Rec	% Change, FY22-23 to Base	% Change Base to Gov Rec	% of Total FY 2024-25
Natural Resources	256,327	254,046	226,951	210,715	212,737	242,278	240,625	-12.0%	14.0%	16.8%
Nursing, Board of	7,989	9,341	8,680	7,761	7,761	7,761	7,761	-13.9%	0.0%	0.5%
Occupational Therapy Practice Board	572	559	553	518	518	518	518	-6.8%	0.0%	0.0%
Optometry, Board of	233	266	230	230	230	230	230	-7.3%	0.0%	0.0%
Peace Officer Standards and Training Board	547	473	450	450	450	450	450	-2.4%	0.0%	0.0%
Perpich Center for Arts Education		1	5	5	5	5	5	74.1%	0.0%	0.0%
Pharmacy, Board of	18,202	18,932	17,005	17,005	17,005	17,601	17,601	-5.4%	3.5%	1.2%
Physical Therapy, Board of	734	811	742	742	742	742	742	-4.4%	0.0%	0.1%
Podiatric Medicine, Board of	130	289	156	290	156	290	156	0.2%	0.0%	0.0%
Pollution Control	31,660	32,692	32,263	32,263	32,263	33,033	33,033	-0.7%	2.4%	2.3%
Private Detectives & Protective Agents Board	195	212	200	200	200	200	200	-2.8%	0.0%	0.0%
Prof Educator Licensing Std Bd	1,761	2,144	1,858	1,858	1,858	1,858	1,858	-7.1%	0.0%	0.1%
Psychology, Board of	1,119	1,124	1,205	1,205	1,205	1,205	1,205	3.5%	0.0%	0.1%
Public Facilities Authority	3,898	3,961	4,986	4,150	3,906	4,150	3,906	-10.0%	0.0%	0.3%
Public Safety - Public Safety	107,738	101,959	101,800	101,800	101,800	106,900	106,900	-0.1%	5.0%	7.4%
Public Safety - Transportation	152,161	146,881	139,015	139,018	142,465	153,206	159,472	-1.5%	11.1%	10.9%
Public Utilities Commission	9,602	9,773	10,507	10,607	10,607	10,607	10,607	4.6%	0.0%	0.7%
Racing Commission	1,140	492	820	820	820	820	820	25.0%	0.0%	0.1%
Revenue	576	833	900	900	900	900	900	3.9%	0.0%	0.1%
Secretary of State	26,367	26,560	23,841	23,199	24,622	23,199	24,622	-5.1%	0.0%	1.7%
Social Work, Board of	2,150	2,162	2,196	2,284	2,310	2,284	2,310	5.4%	0.0%	0.2%
State Academies	6	4	6	6	6	6	6	17.0%	0.0%	0.0%
State Auditor	4,469	4,350	6,500	6,500	6,500	6,790	7,076	19.8%	6.7%	0.5%
Supreme Court	2,654	2,852	2,794	2,794	2,794	2,794	2,794	-1.0%	0.0%	0.2%
Tax Aids, Credits and Refunds	37,642	39,078	38,809	38,809	38,809	38,809	38,809	-0.3%	0.0%	2.7%
Transportation	50,394	34,930	49,271	49,674	48,962	49,674	48,962	17.1%	0.0%	3.4%
Veterans Affairs	15,224	15,375	15,998	16,217	16,420	16,217	16,420	4.0%	0.0%	1.1%
Veterinary Medicine, Board of	416	425	418	418	418	418	418	-0.8%	0.0%	0.0%
Water and Soil Resources, Board of	1,688	1,192	925	945	945	945	945	-10.7%	0.0%	0.1%
<b>Total</b>	<b>1,434,056</b>	<b>1,422,527</b>	<b>1,389,030</b>	<b>1,380,160</b>	<b>1,391,312</b>	<b>1,432,058</b>	<b>1,441,382</b>	<b>-1.4%</b>	<b>3.7%</b>	<b>100.0%</b>

**Notes:**

- (1) This statewide summary table contains departmental earnings for agencies which are exempt from departmental earnings requirements as presented in part 3 of this report, the agency-by-agency reports
- (2) Percent change is calculated between 2022 actual and 2023 budget, and 2024-2025 base. Percent change is also calculated between 2024-2025 base and Governor's Recommendation
- (3) Percent of total is calculated on 2024-2025 Governor's recommendation

# Departmental Earnings

## Glossary

**Agency funds:** One of four types of fiduciary funds. Agency funds are used to report resources held by the reporting government in a purely custodial capacity (assets equal liabilities). Agency funds typically involve only the receipt, temporary investment, and remittance of fiduciary resources to individuals, private organizations, or other governments.

**Component unit funds:** Funds to account for the activities of legally separate organizations for which the elected officials of the primary government are financially accountable. In addition, component units can be other organizations for which the nature and significance of their relationship with a primary government are such that exclusion would cause the reporting entity's financial statements to be misleading or incomplete. Component unit funds may be either proprietary funds or governmental funds.

**Enterprise fund:** Proprietary fund type used to report an activity for which a fee is charged to external users for goods or services.

**Fund:** Fiscal and accounting entity with a self-balancing set of accounts recording cash and other financial resources, together with all related liabilities and residual equities or balances, and changes therein, that are segregated for the purpose of carrying on specific activities or attaining certain objectives in accordance with special regulations, restrictions, or limitations.

**Fund classifications.** One of the three categories (governmental, proprietary, and fiduciary) used to classify fund types. This report includes all three classifications.

**Fund type:** One of eleven classifications into which all individual funds can be categorized. Governmental fund types include the general fund, special revenue funds, debt service funds, capital projects funds, and permanent funds. Proprietary fund types include enterprise funds and internal service funds. Fiduciary fund types include pension (and other employee benefit) trust funds, investment trust funds, private-purpose trust funds, and agency funds. Component unit funds are also an included fund type in the State financial reports. This report includes the general fund, special revenue funds, agency funds, component unit funds, enterprise funds, and a permanent fund.

**General fund:** One of five governmental fund types. The general fund typically serves as the chief operating fund of a government. The general fund is used to account for all financial resources except those required to be accounted for in another fund. The state has multiple general funds including the state-wide

general fund and transit-related general funds. This report includes only one general fund – the state-wide general fund.

**Governmental funds:** Funds generally used to account for tax-supported activities. There are five different types of governmental funds: the general fund, special revenue funds, debt service funds, capital projects funds, and permanent funds. This report includes this classification, the general fund, special revenue funds, agency funds, component unit funds, enterprise funds, and a permanent fund.

**Internal service fund:** Proprietary fund type that may be used to report any activity that provides goods or services to other funds, departments, or agencies of the primary government and its component units, or to other governments, on a cost-reimbursement basis. This fund type is explicitly excluded from departmental earnings statutory reporting requirements; no funds of this type appear in this report except as noted in the tables.

**Permanent funds:** Governmental fund type used to report resources that are legally restricted to the extent that only earnings, and not principal, may be used for purposes that support the reporting government's programs (i.e., for the benefit of the government or its citizenry).

**Proprietary funds:** Funds that focus on the determination of operating income, changes in net assets (or cost recovery), financial position, and cash flows. There are two different types of proprietary funds: enterprise funds and internal service funds.

**Departmental earnings group:** For the purpose of this report, a grouping of like fees and/or charges in order to compare revenues and expenditures to determine the level of cost recovery. These groups are determined by each agency as they analyze their fees.

**Revenue class:** A grouping of revenue source codes to aggregate the financial information into comparable, state-wide buckets. Revenue types included in this report are departmental services, departmental sales, licenses & fees, departmental penalties, departmental investment earnings, care & hospitalization.

**Special revenue funds:** Governmental fund type used to account for the proceeds of specific revenue sources (other than for major capital projects) that are legally restricted to expenditures for specified purposes.