

MINNESOTA BIENNIAL BUDGET

FY 2016 – 2017



Departmental Earnings

*Presented by
Governor Mark Dayton
To the 89th Legislature
January 27, 2015*

FY16-17 Departmental Earnings

Agency:	Board of Accountancy
Revenue Category Name:	Accountancy Professional Licensing & Fees
Purpose:	To recover costs of regulation of the industry
Legal Citation(s):	MS 326A and MN Rules 1105
Revenue Account Code(s):	600001-600004
Dedicated Receipts (Yes/No):	No
Non-Dedicated Receipts (Yes/No):	Yes
Fund(s):	1000
Appropriation Name(s):	
Recommending Fee Change? (Yes/No)	No

Revenue Category Summary (Dollars in Thousands)	Actual FY 2013	Actual FY 2014	Estimated FY 2015	Current Law FY 2016	Gov Rec FY 2016	Current Law FY 2017	Gov Rec FY 2017
Accumulated Balance		670	1,672	2,137	2,137	2,874	2,863
Resources:							
Departmental Earnings	1,111	1,504	1,380	1,380	1,380	1,380	1,380
Other Resources:							
Earnings Transferred In							
Revenue Collected by Another Agency							
Other Receipts (e.g. interest)							
Resource Reductions:							
Earnings Transferred Out							
Revenue Collected for Another Agency							
Total Resources	1,111	1,504	1,380	1,380	1,380	1,380	1,380
Expenditures:							
Direct Expenditures	416	477	890	618	629	618	641
Indirect Expenditures	25	25	25	25	25	25	25
Total Expenditures	441	502	915	643	654	643	666
Current Difference	670	1,002	465	737	726	737	714
Accumulated Ending Balance	670	1,672	2,137	2,874	2,863	3,611	3,577

Supporting Information

Background Information:

The Board regulates persons engaged in public accounting for the purpose of public protection.

The Board's mission is to protect the public by providing reasonable assurance that the persons engaged in public accounting meet and maintain the qualifications and standards required to competently practice public accounting in the state of Minnesota.

Forecast Basis:

The forecast is based on actual data from prior fiscal years and estimates calculated for the current fiscal year and next biennium.

Recent Changes:

None

Agency Analysis/Comments:

No change is recommended in the current fee structure.

Table of Contents
2016-17 Biennial Budget – Departmental Earnings

Administrative Hearings, Office of	
Data Practice Fees.....	1
Non-Dedicated Receipts	3
Worker's Compensation Transcript.....	4

FY16-17 Departmental Earnings

Agency:	Office of Administrative Hearings
Revenue Category Name:	Data Practice Fees
Purpose:	Appeal State Office Decision not to Release Data
Legal Citation(s):	MN Statute § 13.085, Subd. 6 (c)
Revenue Account Code(s):	600145
Dedicated Receipts (Yes/No):	Yes
Non-Dedicated Receipts (Yes/No):	No
Fund(s):	5201
Appropriation Name(s):	Office Of Administrative Hearing
Recommending Fee Change? (Yes/No)	No

Revenue Category Summary (Dollars in Thousands)	Actual FY 2013	Actual FY 2014	Estimated FY 2015	Current Law FY 2016	Gov Rec FY 2016	Current Law FY 2017	Gov Rec FY 2017
Accumulated Balance	NA	NA	NA	NA	NA	NA	NA
Resources:							
Departmental Earnings	3	2	4	4	4	4	4
Other Resources:							
Earnings Transferred In	0	0	0	0	0	0	0
Revenue Collected by Another Agency	0	0	0	0	0	0	0
Other Receipts (e.g. interest)							
Resource Reductions:							
Earnings Transferred Out	0	0	0	0	0	0	0
Revenue Collected for Another Agency	0	0	0	0	0	0	0
Total Resources	3	2	4	4	4	4	4
Expenditures:							
Direct Expenditures	0	0	0	0	0	0	0
Indirect Expenditures	0	0					
Total Expenditures	0	0	0	0	0	0	0
Current Difference	3	2	4	4	4	4	4
Accumulated Ending Balance	NA	NA	NA	NA	NA	NA	NA

Supporting Information

Background Information:

Under MN Stat 13.085, a private party may request release of state held data. If an agency determines that requested data is non-public and declines to release it, the requesting party may appeal the decision. A \$1,000 fee is collected at time of filing of appeal. OAH must refund the filing fee of a substantially prevailing complainant in full, less \$50, and the office's costs in conducting the matter are billed to the respondent, not to exceed \$1,000. In addition, a complainant that does not substantially prevail on the merits shall be refunded the filing fee less any costs incurred by the office.

Forecast Basis:

Forecasted figures were trend based.

Recent Changes:

None.

Agency Analysis/Comments:

These fees are deposited in the Administrative Hearings Fund (5201) which is also an internal service fund. They are reported here because non-state agency fees are collected.

FY16-17 Departmental Earnings

Agency:	Office of Administrative Hearings
Revenue Category Name:	Non-Dedicated Receipts
Purpose:	Campaign Complaints and Municipal Board
Legal Citation(s):	MN Statute §§ 211B.32, Subd. 5; 211B.37; 414.12 Subd. 3; Minn. Rule 6000.3400
Revenue Account Code(s):	600147, 600148, 600149
Dedicated Receipts (Yes/No):	No
Non-Dedicated Receipts (Yes/No):	Yes
Fund(s):	1000
Appropriation Name(s):	Non Dedicated Receipts
Recommending Fee Change? (Yes/No)	No

Revenue Category Summary (Dollars in Thousands)	Actual FY 2013	Actual FY 2014	Estimated FY 2015	Current Law FY 2016	Gov Rec FY 2016	Current Law FY 2017	Gov Rec FY 2017
Accumulated Balance	NA	NA	NA	NA	NA	NA	NA
Resources:							
Departmental Earnings	27	18	21	21	21	21	21
Other Resources:							
Earnings Transferred In	0	0	0	0	0	0	0
Revenue Collected by Another Agency	0	0	0	0	0	0	0
Other Receipts (e.g. interest)							
Resource Reductions:							
Earnings Transferred Out	0	0	0	0	0	0	0
Revenue Collected for Another Agency	0	0	0	0	0	0	0
Total Resources	27	18	21	21	21	21	21
Expenditures:							
Direct Expenditures	0	0	0	0	0	0	0
Indirect Expenditures	0	0					
Total Expenditures	0	0	0	0	0	0	0
Current Difference	27	18	21	21	21	21	21
Accumulated Ending Balance	NA	NA	NA	NA	NA	NA	NA

Supporting Information

Background Information:

Filing fees for a complaint of unfair campaign practices, campaign complaint penalties assessed, and petition for creation, combination or alteration of a municipal boundary.

Forecast Basis:

Forecasted figures were trend based

Recent Changes:

None.

Agency Analysis/Comments:

Revenues are non-dedicated and deposited in the State's General Fund.

FY16-17 Departmental Earnings

Agency:	Office of Administrative Hearings
Revenue Category Name:	Worker's Compensation Transcript
Purpose:	Defray cost of preparation of record of proceedings appealed to Workers' Compensation Court of Appeals
Legal Citation(s):	176.421 Subd. 4
Revenue Account Code(s):	600146
Dedicated Receipts (Yes/No):	Yes
Non-Dedicated Receipts (Yes/No):	No
Fund(s):	5202
Appropriation Name(s):	Workers Compensation Transcript
Recommending Fee Change? (Yes/No)	No

Revenue Category Summary (Dollars in Thousands)	Actual FY 2013	Actual FY 2014	Estimated FY 2015	Current Law FY 2016	Gov Rec FY 2016	Current Law FY 2017	Gov Rec FY 2017
Accumulated Balance	68	63	56	56	56	56	56
Resources:							
Departmental Earnings	3	3	3	3	3	3	3
Other Resources:							
Earnings Transferred In	0	0	0	0	0	0	0
Revenue Collected by Another Agency	0	0	0	0	0	0	0
Other Receipts (e.g. interest)	0	0	0	0	0	0	0
Resource Reductions:							
Earnings Transferred Out	0	0	0	0	0	0	0
Revenue Collected for Another Agency	0	0	0	0	0	0	0
Total Resources	3	3	3	3	3	3	3
Expenditures:							
Direct Expenditures	8	10	3	3	3	3	3
Indirect Expenditures	0	0					
Total Expenditures	8	10	3	3	3	3	3
Current Difference	-5	-7	0	0	0	0	0
Accumulated Ending Balance	63	56	56	56	56	56	56

Supporting Information

Background Information:

Fees associated with customer request for transcripts.

Forecast Basis:

Forecasted figures were trend based.

Recent Changes:

None.

Agency Analysis/Comments:

Revenues are dedicated to the purposes of maintaining record of hearing conducted and preparation of transcript of those hearings for appeals to the Workers' Compensation Court of Appeals.

Table of Contents
2016-17 Biennial Budget – Departmental Earnings

Department of Agriculture

Agricultural MERLA Cost Reimbursement	1
Agricultural Liming Fees.....	3
Consolidated Food License Fees.....	5
Dairy, Milk and Cream License Fees	7
Livestock License.....	9
Alien Farm Registration Fees.....	11
Aggie Bond Loan Application Fees	13
Pesticide Regulation Fees.....	15
Waste Pesticide Collection Fees.....	17
Fertilizer Inspection Fees	19
Agriculture Chemical Response and Reimbursement Surcharge	21
Seed Inspection Fees	23
Grain Buyer and Storage Fees.....	25
Nursery and Phytosanitary Fees.....	26
Seed Potato Inspection Fee.....	28
Fruit and Vegetable Inspection Fees.....	29
Apiary Export Certification Fees.....	30
Wholesale Produce Dealers Fees.....	32
Commercial Feed Inspection Fees.....	34
Dairy Services Fees.....	36
Food Handler Plan Review Fees.....	38
Food Handler Reinspection Fees.....	40
Beverage Inspection Fees.....	42
Commercial Canneries Inspection Fees	43
Egg Law Inspection Fees	45
Laboratory Services Charges.....	47
Minnesota Grown Fees.....	49
Commodity Councils Service Charges.....	50
Livestock Weighing Charges.....	51
Statistical Services Charges.....	52
Beginning Farmer and Seller-Sponsored Loan Fees	54
Agricultural Improvement Loan Fees	55
Restructuring Loan Fees.....	57
Livestock Expansion Loan Fees.....	59

FY16-17 Departmental Earnings

Agency:	Agriculture
Revenue Category Name:	Agricultural MERLA Cost Reimbursement
Purpose:	Reimbursements for state costs related to voluntary cleanup of ag chemical contamination sites
Legal Citation(s):	M.S. 115B.17
Revenue Account Code(s):	600276
Dedicated Receipts (Yes/No):	Yes
Non-Dedicated Receipts (Yes/No):	No
Fund(s):	Remediation 2801
Appropriation Name(s):	MERLA Projects
Recommending Fee Change? (Yes/No)	No

Revenue Category Summary (Dollars in Thousands)	Actual FY 2013	Actual FY 2014	Estimated FY 2015	Current Law FY 2016	Gov Rec FY 2016	Current Law FY 2017	Gov Rec FY 2017
Accumulated Balance	0	0	0	0	0	0	0
Resources:							
Departmental Earnings	126	127	127	127	127	127	127
Other Resources:							
Earnings Transferred In							
Revenue Collected by Another Agency							
Other Receipts (e.g. interest)							
Resource Reductions:							
Earnings Transferred Out							
Revenue Collected for Another Agency							
Total Resources	126	127	127	127	127	127	127
Expenditures:							
Direct Expenditures	126	127	127	127	127	127	127
Indirect Expenditures							
Total Expenditures	126	127	127	127	127	127	127
Current Difference							
Accumulated Ending Balance	0	0	0	0	0	0	0

Supporting Information

Background Information:

Under the Minnesota Environmental Response and Liability Act (MERLA), costs for state staff time and expenses to oversee a voluntary cleanup of agricultural chemical contamination are reimbursed to the Remediation Fund.

Forecast Basis:

It is assumed that revenues will generally stay the same as we move out in years for budgeting purposes.

Recent Changes:

No major recent changes.

Agency Analysis/Comments:

The Remediation Fund is managed by the Pollution Control Agency.

FY16-17 Departmental Earnings

Agency:	Agriculture
Revenue Category Name:	Agricultural Liming Fees
Purpose:	Fees related to regulation of ag liming products and distributors
Legal Citation(s):	M.S. 18C.551 and 18C.555
Revenue Account Code(s):	600271, 600273, 600275
Dedicated Receipts (Yes/No):	No
Non-Dedicated Receipts (Yes/No):	Yes
Fund(s):	General 1000
Appropriation Name(s):	PFMD Non-Dedicated Receipts
Recommending Fee Change? (Yes/No)	No

Revenue Category Summary (Dollars in Thousands)	Actual FY 2013	Actual FY 2014	Estimated FY 2015	Current Law FY 2016	Gov Rec FY 2016	Current Law FY 2017	Gov Rec FY 2017
Accumulated Balance	0	0	0	0	0	0	0
Resources:							
Departmental Earnings	61	46	47	47	47	47	47
Other Resources:							
Earnings Transferred In							
Revenue Collected by Another Agency							
Other Receipts (e.g. interest)							
Resource Reductions:							
Earnings Transferred Out							
Revenue Collected for Another Agency							
Total Resources	61	46	47	47	47	47	47
Expenditures:							
Direct Expenditures	61	46	47	47	47	47	47
Indirect Expenditures							
Total Expenditures	61	46	47	47	47	47	47
Current Difference							
Accumulated Ending Balance	0	0	0	0	0	0	0

Supporting Information

Background Information:

The ag lime program ensures that ag liming materials meet the claimed neutralizing value content, are not adulterated, are effective and suitable for agricultural purposes and are stored, handled, distributed and used in a safe and appropriate manner.

Forecast Basis:

It is assumed that revenues will generally stay the same as we move out in years for budgeting purposes.

Recent Changes:

No major recent changes.

Agency Analysis/Comments:

Money is deposited into the General Fund and an appropriation is given to the agency for this purpose.

FY16-17 Departmental Earnings

Agency:	Agriculture
Revenue Category Name:	Consolidated Food License Fees
Purpose:	Various fees for food handlers
Legal Citation(s):	M.S. Chapter 28A
Revenue Account Code(s):	600397, 600400, 600401, 600402, 600406, 600409, 600412, 600413, 600416, 600418, 600421, 600422
Dedicated Receipts (Yes/No):	Yes
Non-Dedicated Receipts (Yes/No):	Yes
Fund(s):	General 1000, Agricultural 2018
Appropriation Name(s):	DFID Non-dedicated Receipts, Food Inspection
Recommending Fee Change? (Yes/No)	Yes

Revenue Category Summary (Dollars in Thousands)	Actual FY 2013	Actual FY 2014	Estimated FY 2015	Current Law FY 2016	Gov Rec FY 2016	Current Law FY 2017	Gov Rec FY 2017
Accumulated Balance	0	0	0	0	0	0	0
Resources:							
Departmental Earnings	3,355	3,603	3,801	3,839	6,681	3,839	6,681
Other Resources:							
Earnings Transferred In							
Revenue Collected by Another Agency							
Other Receipts (e.g. interest)							
Resource Reductions:							
Earnings Transferred Out							
Revenue Collected for Another Agency							
Total Resources	3,355	3,603	3,801	3,839	6,681	3,839	6,681
Expenditures:							
Direct Expenditures	3,355	3,603	3,801	3,839	6,081	3,839	6,081
Indirect Expenditures					600		600
Total Expenditures	3,355	3,608	3,801	3,839	6,681	3,839	6,681
Current Difference							
Accumulated Ending Balance	0	0	0	0	0	0	0

Supporting Information

Background Information:

This program provides regulation for food producers, processors, packagers, labelers, handlers, distributors and vendors in order to protect the public from health hazards, fraudulent practices, improper labeling claims and misinformation.

Forecast Basis:

Analysis of past revenues has been performed.

Recent Changes:

There has been a 4% average increase in revenue from food handler license since 2006 but significant

variability in year to year increases (-3% to 15%). The most recent increase of 15% in revenue is due to the addition of licensees in the City of St. Paul (approximately 650 facilities) as well as an increase in the number of food facilities throughout the state as the economy continues to improve.

Agency Analysis/Comments:

Money is deposited into the General Fund and an appropriation is given to the agency for this purpose. Revenue in recent year closely matches program spending. However to maintain required inspection rates, the general fund allotment to cover the program costs will be insufficient.

The Governor proposes changing the structures of the manufactured and wholesale and retail food handler fees to better align with the fee structures used by the Department of Health. The new fees would be dedicated and deposited into the Agricultural Fund. Some fees in this category would remain in the General Fund.

The Governor also proposes adding a fee to support oversight, training, evaluation and standardization for those local governments given retail food inspection authority by the commissioner.

FY16-17 Departmental Earnings

Agency:	Agriculture
Revenue Category Name:	Dairy, Milk and Cream License Fees
Purpose:	License fees paid by manufacturers, retailers and wholesalers of dairy products in Minnesota and license fees paid by milk graders and testers
Legal Citation(s):	M.S. 28A.08, 32.075, 32.392 and 32.59
Revenue Account Code(s):	600461, 600465, 600467, 600470, 600473, 600476, 600477, 600482
Dedicated Receipts (Yes/No):	No
Non-Dedicated Receipts (Yes/No):	Yes
Fund(s):	General 1000
Appropriation Name(s):	DFID Non-dedicated Receipts
Recommending Fee Change? (Yes/No)	No

Revenue Category Summary (Dollars in Thousands)	Actual FY 2013	Actual FY 2014	Estimated FY 2015	Current Law FY 2016	Gov Rec FY 2016	Current Law FY 2017	Gov Rec FY 2017
Accumulated Balance	0	0	0	0	0	0	0
Resources:							
Departmental Earnings	179	161	164	165	165	165	165
Other Resources:							
Earnings Transferred In							
Revenue Collected by Another Agency							
Other Receipts (e.g. interest)							
Resource Reductions:							
Earnings Transferred Out							
Revenue Collected for Another Agency							
Total Resources	179	161	164	165	165	165	165
Expenditures:							
Direct Expenditures	179	179	164	165	165	165	165
Indirect Expenditures							
Total Expenditures	179	161	164	165	165	165	165
Current Difference							
Accumulated Ending Balance	0	0	0	0	0	0	0

Supporting Information

Background Information:

The dairy program conducts inspections of dairy processing and distributing plants to ensure compliance with state and federal regulations. This ensures safe and wholesome dairy for Minnesota consumers and allows Minnesota dairy products to move freely nationally and internationally.

The bulk milk haulers and inspection program provides service to producers and purchasers of raw milk by ensuring that proper equipment is used and appropriate procedures are followed by bulk milk haulers moving milk from farms to plants.

Forecast Basis:

It is assumed that revenues will generally stay the same as we move out in years for budgeting purposes.

Recent Changes:

No major recent changes.

Agency Analysis/Comments:

Money is deposited into the General Fund and an appropriation is given to the agency for this purpose.

FY16-17 Departmental Earnings

Agency:	Agriculture
Revenue Category Name:	Livestock License Fees
Purpose:	Fees for livestock market agencies, stockyards, dealers and packing companies to purchase animals from farmer/producers
Legal Citation(s):	M.S. 17A.04
Revenue Account Code(s):	600451, 600453, 600455, 600457, 600459
Dedicated Receipts (Yes/No):	No
Non-Dedicated Receipts (Yes/No):	Yes
Fund(s):	General 1000
Appropriation Name(s):	AMDD Non-dedicated Receipts
Recommending Fee Change? (Yes/No)	No

Revenue Category Summary (Dollars in Thousands)	Actual FY 2013	Actual FY 2014	Estimated FY 2015	Current Law FY 2016	Gov Rec FY 2016	Current Law FY 2017	Gov Rec FY 2017
Accumulated Balance	0	0	0	0	0	0	0
Resources:							
Departmental Earnings	36	40	47	46	46	46	46
Other Resources:							
Earnings Transferred In							
Revenue Collected by Another Agency							
Other Receipts (e.g. interest)				5	5	5	5
Resource Reductions:							
Earnings Transferred Out							
Revenue Collected for Another Agency							
Total Resources	36	40	47	51	51	51	51
Expenditures:							
Direct Expenditures	36	40	47	51	51	51	51
Indirect Expenditures							
Total Expenditures	36	40	47	51	51	51	51
Current Difference							
Accumulated Ending Balance	0	0	0	0	0	0	0

Supporting Information

Background Information:

Fees are collected to defray the costs of the regulation of livestock buyers and their agents to assure that farmers are properly paid for their livestock.

Forecast Basis:

It is assumed that revenues will generally stay the same as we move out in years for budgeting purposes.

Recent Changes:

No major recent changes.

Agency Analysis/Comments:

Money is deposited into the General Fund and an appropriation is given to the agency for this purpose

FY16-17 Departmental Earnings

Agency:	Agriculture
Revenue Category Name:	Alien Farm Registration Fees
Purpose:	Filing fees for required annual reports on foreign-owned agricultural land
Legal Citation(s):	M.S. 500.221
Revenue Account Code(s):	600523
Dedicated Receipts (Yes/No):	No
Non-Dedicated Receipts (Yes/No):	Yes
Fund(s):	General 1000
Appropriation Name(s):	Admin Non-dedicated Receipts
Recommending Fee Change? (Yes/No)	No

Revenue Category Summary (Dollars in Thousands)	Actual FY 2013	Actual FY 2014	Estimated FY 2015	Current Law FY 2016	Gov Rec FY 2016	Current Law FY 2017	Gov Rec FY 2017
Accumulated Balance	0	0	0	0	0	0	0
Resources:							
Departmental Earnings	8	12	10	10	10	10	10
Other Resources:							
Earnings Transferred In							
Revenue Collected by Another Agency							
Other Receipts (e.g. interest)							
Resource Reductions:							
Earnings Transferred Out							
Revenue Collected for Another Agency							
Total Resources	8	12	10	10	10	10	10
Expenditures:							
Direct Expenditures	8	12	10	10	10	10	10
Indirect Expenditures							
Total Expenditures	8	12	10	10	10	10	10
Current Difference							
Accumulated Ending Balance	0	0	0	0	0	0	0

Supporting Information

Background Information:

Reports need to be filed annually on any agricultural land owned by foreign individuals and non-American corporations

Forecast Basis:

It is assumed that revenues will generally stay the same as we move out in years for budgeting purposes.

Recent Changes:

No major recent changes.

Agency Analysis/Comments:

Money is deposited into the General Fund and an appropriation is given to the agency for this purpose.

FY16-17 Departmental Earnings

Agency:	Agriculture
Revenue Category Name:	Aggie Bond Loan Application Fees
Purpose:	Application and origination fees to help defray the cost of issuing Aggie Bond loans
Legal Citation(s):	M.S. 41C.12
Revenue Account Code(s):	600528
Dedicated Receipts (Yes/No):	No
Non-Dedicated Receipts (Yes/No):	Yes
Fund(s):	General 1000
Appropriation Name(s):	Admin Non-dedicated Receipts
Recommending Fee Change? (Yes/No)	No

Revenue Category Summary (Dollars in Thousands)	Actual FY 2013	Actual FY 2014	Estimated FY 2015	Current Law FY 2016	Gov Rec FY 2016	Current Law FY 2017	Gov Rec FY 2017
Accumulated Balance	0	0	0	0	0	0	0
Resources:							
Departmental Earnings	7	4	5	5	5	5	5
Other Resources:							
Earnings Transferred In							
Revenue Collected by Another Agency							
Other Receipts (e.g. interest)							
Resource Reductions:							
Earnings Transferred Out							
Revenue Collected for Another Agency							
Total Resources	7	4	5	5	5	5	5
Expenditures:							
Direct Expenditures	7	4	5	5	5	5	5
Indirect Expenditures							
Total Expenditures	7	4	5	5	5	5	5
Current Difference							
Accumulated Ending Balance	0	0	0	0	0	0	0

Supporting Information

Background Information:

Fees are collected to help defray the cost of selling bonds to lenders so the loans will receive tax-exempt status under Internal Revenue Service code. The lenders' bond purchase money is used to issue the loans through the Rural Finance Authority.

Forecast Basis:

It is assumed that revenues will generally stay the same as we move out in years for budgeting purposes.

Recent Changes:

No major recent changes.

Agency Analysis/Comments:

Money is deposited into the General Fund and an appropriation is given to the agency for this purpose.

FY16-17 Departmental Earnings

Agency:	Agriculture
Revenue Category Name:	Pesticide Regulation Fees
Purpose:	Fees for pesticide registration, regulation, licensing and environmental protection
Legal Citation(s):	M.S. 18B
Revenue Account Code(s):	600303, 600306, 600310, 600314, 600315, 600317, 600318, 600326, 600328, 600329, 600331, 600332
Dedicated Receipts (Yes/No):	Yes
Non-Dedicated Receipts (Yes/No):	No
Fund(s):	Agricultural 2018
Appropriation Name(s):	Pesticide Regulatory
Recommending Fee Change? (Yes/No)	Yes

Revenue Category Summary (Dollars in Thousands)	Actual FY 2013	Actual FY 2014	Estimated FY 2015	Current Law FY 2016	Gov Rec FY 2016	Current Law FY 2017	Gov Rec FY 2017
Accumulated Balance	4,918	5,515	5,890	3,821	3,821	2,933	2,932
Resources:							
Departmental Earnings	8,335	8,742	8,919	9,080	9,093	9,243	9,256
Other Resources:							
Earnings Transferred In							
Revenue Collected by Another Agency							
Other Receipts (e.g. interest)	124	109	108	108	108	108	108
Resource Reductions:							
Earnings Transferred Out	766						
Revenue Collected for Another Agency							
Total Resources	12,611	14,365	14,917	13,009	13,022	12,284	12,297
Expenditures:							
Direct Expenditures	6,142	7,564	9,958	8,715	8,729	8,821	8,835
Indirect Expenditures	950	912	1,138	1,361	1,361	1,321	1,321
Total Expenditures	7,092	8,476	11,096	10,076	10,090	10,142	10,156
Current Difference	597	375	-2,069	-888	-889	-791	-792
Accumulated Ending Balance	5,515	5,890	3,821	2,933	2,932	2,142	2,141

Supporting Information

Background Information:

This program ensures that pesticide products can be used in a safe and environmentally protective manner and responds to unsafe products, misuse and incident situations. The program provides for the registration of products, licensing and/or certification of dealers and applicators, regulation of bulk storage and handling, investigation of misuse, emergency response, environmental cleanup, and development of best management practices and environmental monitoring and assessment.

Forecast Basis:

For this budget planning cycle, revenues over the past ten years were analyzed. It is assumed that revenues will generally stay the same as we move out in years for budgeting purposes.

Recent Changes:

In the pesticide area over the last ten years there has been an average increase of ~4%. In an attempt to still remain conservative we only assumed a 2% increase into our ongoing budgets.

Agency Analysis/Comments:

The Governor proposes small changes to the pest control fee structure. The Governor also proposes a clarification that pesticide applicators must be licensed to purchase and use a Federally-designated "restricted use pesticide" (RUP).

FY16-17 Departmental Earnings

Agency:	Agriculture
Revenue Category Name:	Waste Pesticide Collection Fees
Purpose:	Waste pesticide collection program surcharge
Legal Citation(s):	M.S. 18B.065
Revenue Account Code(s):	600329
Dedicated Receipts (Yes/No):	Yes
Non-Dedicated Receipts (Yes/No):	No
Fund(s):	Agricultural 2018
Appropriation Name(s):	Waste Pesticide Cooperative
Recommending Fee Change? (Yes/No)	No

Revenue Category Summary (Dollars in Thousands)	Actual FY 2013	Actual FY 2014	Estimated FY 2015	Current Law FY 2016	Gov Rec FY 2016	Current Law FY 2017	Gov Rec FY 2017
Accumulated Balance	506	398	343	240	240	279	279
Resources:							
Departmental Earnings	627	640	640	640	640	640	640
Other Resources:							
Earnings Transferred In							
Revenue Collected by Another Agency							
Other Receipts (e.g. interest)	0	2	2	2	2	2	2
Resource Reductions:							
Earnings Transferred Out							
Revenue Collected for Another Agency							
Total Resources	1,133	1,040	985	882	882	921	921
Expenditures:							
Direct Expenditures	644	602	656	505	505	505	505
Indirect Expenditures	91	95	89	98	98	76	76
Total Expenditures	735	697	745	603	603	581	581
Current Difference	-108	-55	-103	39	39	61	61
Accumulated Ending Balance	398	343	240	279	279	340	340

Supporting Information

Background Information:

This program uses surcharges on pesticide product registrations to properly collect and dispose of dangerous old products being stored in Minnesota. Collections have reduced stored DDT, mercury-based arsenicals and other old pesticides. The program also collects non-agricultural, household hazardous pesticides.

Forecast Basis:

It is assumed that revenues will generally stay the same as we move out in years for budgeting purposes.

Recent Changes:

No major recent changes.

Agency Analysis/Comments:

Revenues are about where they need to be to support our current program.

FY16-17 Departmental Earnings

Agency:	Agriculture
Revenue Category Name:	Fertilizer Inspection Fees
Purpose:	Fees related to fertilizer regulation
Legal Citation(s):	M.S. 18C
Revenue Account Code(s):	600288, 600290, 600291, 600292, 600293, 600295, 600296, 600297, 600298, 600301, 600302
Dedicated Receipts (Yes/No):	Yes
Non-Dedicated Receipts (Yes/No):	No
Fund(s):	Agricultural 2018
Appropriation Name(s):	Fertilizer Regulatory Account
Recommending Fee Change? (Yes/No)	Yes

Revenue Category Summary (Dollars in Thousands)	Actual FY 2013	Actual FY 2014	Estimated FY 2015	Current Law FY 2016	Gov Rec FY 2016	Current Law FY 2017	Gov Rec FY 2017
Accumulated Balance	1,796	2,812	3,227	1,762	1,762	1,350	1,350
Resources:							
Departmental Earnings	2,964	3,088	3,109	3,131	3,131	3,154	3,404
Other Resources:							
Earnings Transferred In							
Revenue Collected by Another Agency							
Other Receipts (e.g. interest)	169	106	116	116	116	116	116
Resource Reductions:							
Earnings Transferred Out							
Revenue Collected for Another Agency							
Total Resources	4,929	6,006	6,452	5,009	5,009	4,620	4,870
Expenditures:							
Direct Expenditures	1,781	2,522	4,377	3,289	3,289	3,325	3,575
Indirect Expenditures	337	256	313	370	370	376	376
Total Expenditures	2,118	2,778	4,690	3,659	3,659	3,701	3,951
Current Difference	1,016	415	-1,465	-412	-412	-431	-431
Accumulated Ending Balance	2,812	3,227	1,762	1,350	1,350	919	919

Supporting Information

Background Information:

This program regulates fertilizer nutrients to ensure the quality of fertilizer sold in Minnesota, assesses and develops best management practices for the use of fertilizer and provides assistance with emergency incidence response and cleanup.

Forecast Basis:

For this budget planning cycle, revenues over the past ten years were analyzed. It is assumed that revenues will generally stay the same as we move out in years for budgeting purposes.

Recent Changes:

In the fertilizer area that ten year average was roughly 5% but the last two years it was under 3% increase. To be conservative, a 1% increase was budgeted with the thought that this lower increase in the recent past may be a trend.

Agency Analysis/Comments:

At this time the Fertilizer revenues do not keep up with the growing work needed in this area. If the trend mentioned above is true, in that the minimal increases due to market trends continue to decline, not only will we not be able to keep up with the growing needs, we will have to eliminate some of the tasks we currently do.

The Governor proposes increasing the fee for inspection of bulk and anhydrous ammonia fertilizer from 30 cents per ton to 40 cents per ton.

FY16-17 Departmental Earnings

Agency:	Agriculture
Revenue Category Name:	Ag Chemical Response and Reimbursement Surcharge
Purpose:	Agricultural Chemical Response and Reimbursement surcharge
Legal Citation(s):	M.S. 18C.425 and 18E.03
Revenue Account Code(s):	600339
Dedicated Receipts (Yes/No):	Yes
Non-Dedicated Receipts (Yes/No):	No
Fund(s):	Agricultural 2018
Appropriation Name(s):	Ag Chemical Response & Reimbursement Account
Recommending Fee Change? (Yes/No)	No

Revenue Category Summary (Dollars in Thousands)	Actual FY 2013	Actual FY 2014	Estimated FY 2015	Current Law FY 2016	Gov Rec FY 2016	Current Law FY 2017	Gov Rec FY 2017
Accumulated Balance	5,088	3,276	2,488	2,178	2,178	2,417	2,417
Resources:							
Departmental Earnings	1,064	1,102	1,619	2,385	2,385	2,985	2,985
Other Resources:							
Earnings Transferred In							
Revenue Collected by Another Agency							
Other Receipts (e.g. interest)	26	15	15	15	15	15	15
Resource Reductions:							
Earnings Transferred Out	500						
Revenue Collected for Another Agency							
Total Resources	5,678	4,393	4,122	4,578	4,578	5,417	5,417
Expenditures:							
Direct Expenditures	2,172	1,585	1,707	1,906	1,906	1,910	1,910
Indirect Expenditures	231	321	235	256	256	286	286
Total Expenditures	2,403	1,906	1,942	2,162	2,162	2,196	2,196
Current Difference	-1,812	-788	-310	239	239	804	804
Accumulated Ending Balance	3,276	2,488	2,178	2,417	2,417	3,221	3,221

Supporting Information

Background Information:

This program protects public health and the environment from hazards posed by releases involving agricultural chemicals. Surcharges are collected and used to reimburse cleanup activities. Since little private insurance is available for environmental releases, this program allows small and critical businesses to continue serving Minnesota agriculture while financing past, current and future incidents.

Forecast Basis:

Forecast is based on assumption of fairly flat revenues and cleanup activities.

Recent Changes:

The fees were recently increased to meet the statutorily required balance of between \$1 million and \$5 million.

Agency Analysis/Comments:

None

FY16-17 Departmental Earnings

Agency:	Agriculture
Revenue Category Name:	Seed Inspection Fees
Purpose:	Fees related to the seed regulatory program
Legal Citation(s):	M.S. 21.92
Revenue Account Code(s):	600350, 600351, 600355
Dedicated Receipts (Yes/No):	Yes
Non-Dedicated Receipts (Yes/No):	No
Fund(s):	Agricultural 2018
Appropriation Name(s):	Seed Inspection
Recommending Fee Change? (Yes/No)	Yes

Revenue Category Summary (Dollars in Thousands)	Actual FY 2013	Actual FY 2014	Estimated FY 2015	Current Law FY 2016	Gov Rec FY 2016	Current Law FY 2017	Gov Rec FY 2017
Accumulated Balance	597	446	503	399	399	329	492
Resources:							
Departmental Earnings	977	1,158	1,113	1,113	1,453	1,113	1,453
Other Resources:							
Earnings Transferred In							
Revenue Collected by Another Agency							
Other Receipts (e.g. interest)	4	3	3	3	3	3	3
Resource Reductions:							
Earnings Transferred Out	85						
Revenue Collected for Another Agency							
Total Resources	1,493	1,607	1,609	1,515	1,855	1,445	1,948
Expenditures:							
Direct Expenditures	914	968	1,040	1,043	1,221	1,040	1,263
Indirect Expenditures	133	135	180	142	142	140	140
Total Expenditures	1,047	1,103	1,220	1,185	1,363	1,180	1,403
Current Difference	-151	57	-104	-70	92	-65	52
Accumulated Ending Balance	446	503	399	329	492	264	545

Supporting Information

Background Information:

This program ensures the truthful labeling of agricultural, vegetable, flower, tree and shrub seeds for sale in Minnesota.

Forecast Basis:

Analysis of the industry

Recent Changes:

None

Agency Analysis/Comments:

Program revenues have not been sufficient to fund the program and thus account balances have been used.

The Governor proposes changing the fee structure to better reflect the industry, be easier to understand, and adequately cover the costs of the program. See the Seed Permit Fee Structure Change and Increase change item for additional details.

FY16-17 Departmental Earnings

Agency:	Agriculture
Revenue Category Name:	Grain Buyer and Storage Fees
Purpose:	Fees related to the licensing and auditing of grain sales and storage
Legal Citation(s):	M.S. 223.17, 231.16, 232.22, 233.08 and 236.02
Revenue Account Code(s):	300506, 600507, 600508, 600509, 600510
Dedicated Receipts (Yes/No):	Yes
Non-Dedicated Receipts (Yes/No):	No
Fund(s):	Agricultural 2018
Appropriation Name(s):	Grain Buyers & Storage
Recommending Fee Change? (Yes/No)	No

Revenue Category Summary (Dollars in Thousands)	Actual FY 2013	Actual FY 2014	Estimated FY 2015	Current Law FY 2016	Gov Rec FY 2016	Current Law FY 2017	Gov Rec FY 2017
Accumulated Balance	265	294	448	472	472	466	466
Resources:							
Departmental Earnings	529	612	568	568	568	568	568
Other Resources:							
Earnings Transferred In							
Revenue Collected by Another Agency							
Other Receipts (e.g. interest)	1	1	0	0	0	0	0
Resource Reductions:							
Earnings Transferred Out	35						
Revenue Collected for Another Agency							
Total Resources	760	907	1,016	1,040	1,040	1,034	1,034
Expenditures:							
Direct Expenditures	408	397	458	487	487	498	498
Indirect Expenditures	58	60	86	88	88	89	89
Total Expenditures	466	457	544	575	575	587	587
Current Difference	29	154	24	-6	-6	-18	-18
Accumulated Ending Balance	294	448	472	466	466	448	448

Supporting Information

Background Information:

This program licenses grain buyers, sets bond limits in conjunction with these licenses, licenses grain storage and general warehouse storage.

Forecast Basis:

Recent Changes:

Agency Analysis/Comments:

FY16-17 Departmental Earnings

Agency:	Agriculture
Revenue Category Name:	Nursery and Phytosanitary Fees
Purpose:	Fees for nursery inspections, elevator inspections and export phytosanitary certification
Legal Citation(s):	M.S. 18G.10, 18H.07 and 18H.17
Revenue Account Code(s):	600364, 600366, 600371, 600372, 600373
Dedicated Receipts (Yes/No):	Yes
Non-Dedicated Receipts (Yes/No):	No
Fund(s):	Agricultural 2018
Appropriation Name(s):	Nursery & Phytosanitary
Recommending Fee Change? (Yes/No)	Yes

Revenue Category Summary (Dollars in Thousands)	Actual FY 2013	Actual FY 2014	Estimated FY 2015	Current Law FY 2016	Gov Rec FY 2016	Current Law FY 2017	Gov Rec FY 2017
Accumulated Balance	783	540	426	259	259	139	142
Resources:							
Departmental Earnings	1,004	964	987	992	998	1,094	1,100
Other Resources:							
Earnings Transferred In							
Revenue Collected by Another Agency							
Other Receipts (e.g. interest)	12	55	3	3	3	3	3
Resource Reductions:							
Earnings Transferred Out	108						
Revenue Collected for Another Agency							
Total Resources	1,691	1,559	1,416	1,254	1,260	1,236	1,242
Expenditures:							
Direct Expenditures	1,010	984	998	974	973	989	992
Indirect Expenditures	144	149	160	140	140	140	140
Total Expenditures	1,154	1,133	1,158	1,114	1,117	1,129	1,132
Current Difference	-243	-114	-167	-120	-117	-33	-30
Accumulated Ending Balance	540	426	259	139	142	106	112

Supporting Information

Background Information:

This program performs inspections to monitor for the spread of exotic plants and plant pests and to ensure disease-free nursery stock. The program also has delegated authority from the US Department of Agriculture to issue phytosanitary certificates so Minnesota agri-products can quickly move into and through international markets. Grain elevators are also inspected to expedite corn shipments.

Forecast Basis:

Until the economic recession (2008) the fee-paying nursery clientele increased at an annual rate of about 4%. That figure was reasonably accurate at determining annual fee revenue a useful budget tool.

Since 2008-9 the nursery industry has been hard pressed by the recession due to slowdown in general housing starts.

Recent Changes:

Revenue has declined with a decrease in nursery certificates. Dealer certificates have slowly increased the last two years but grower number and grower acreage remains flat. If housing continues to pick up, so will nursery certificates. Stagnation of former would similarly restrain the latter.

Agency Analysis/Comments:

Lower revenues since 2008 have made it difficult to cover program costs but it is hoped that market turnarounds will ensure structural balance for the program.

The Governor proposes amend statute to direct the commissioner to set plant export certification fees at rates that adequately recover the costs of that program. The Governor also proposes setting penalties for nurseries found operating without a license equal to the applicable license fee. Please see the Plant Export Certification Fee Structure Change narrative in the Department's budget book for additional details.

FY16-17 Departmental Earnings

Agency:	Agriculture
Revenue Category Name:	Seed Potato Inspection Fee
Purpose:	Fees for inspection and certification of seed potatoes
Legal Citation(s):	M.S. 21.115
Revenue Account Code(s):	600383, 600384, 600385, 600388
Dedicated Receipts (Yes/No):	Yes
Non-Dedicated Receipts (Yes/No):	No
Fund(s):	Agricultural 2018
Appropriation Name(s):	Seed Potato Inspection
Recommending Fee Change? (Yes/No)	No

Revenue Category Summary (Dollars in Thousands)	Actual FY 2013	Actual FY 2014	Estimated FY 2015	Current Law FY 2016	Gov Rec FY 2016	Current Law FY 2017	Gov Rec FY 2017
Accumulated Balance	59	46	34	40	40	52	52
Resources:							
Departmental Earnings	210	234	258	258	258	258	258
Other Resources:							
Earnings Transferred In							
Revenue Collected by Another Agency							
Other Receipts (e.g. interest)	0	0	1	1	1	1	1
Resource Reductions:							
Earnings Transferred Out							
Revenue Collected for Another Agency							
Total Resources	269	280	293	299	299	311	311
Expenditures:							
Direct Expenditures	186	218	221	217	217	223	223
Indirect Expenditures	36	28	31	29	29	29	29
Total Expenditures	222	246	252	246	246	252	252
Current Difference	-13	-12	6	12	12	6	6
Accumulated Ending Balance	46	34	40	52	52	58	58

Supporting Information

Background Information:

This program provides field inspections, post-harvest tests, seed certification, yield and storage surveys and promotional activities necessary to make certified seed sales viable.

Forecast Basis:

Analysis of recent activity

Recent Changes:

None

Agency Analysis/Comments:

None

FY16-17 Departmental Earnings

Agency:	Agriculture
Revenue Category Name:	Fruit and Vegetable Inspection Fees
Purpose:	Fees for fruit and vegetable inspection activities
Legal Citation(s):	M.S. 27.07
Revenue Account Code(s):	600389
Dedicated Receipts (Yes/No):	Yes
Non-Dedicated Receipts (Yes/No):	No
Fund(s):	Agricultural 2018
Appropriation Name(s):	Fruit & Vegetable Inspection
Recommending Fee Change? (Yes/No)	No

Revenue Category Summary (Dollars in Thousands)	Actual FY 2013	Actual FY 2014	Estimated FY 2015	Current Law FY 2016	Gov Rec FY 2016	Current Law FY 2017	Gov Rec FY 2017
Accumulated Balance	421	545	395	308	308	264	264
Resources:							
Departmental Earnings	1,040	979	1,015	1,015	1,015	1,015	1,015
Other Resources:							
Earnings Transferred In							
Revenue Collected by Another Agency							
Other Receipts (e.g. interest)	4	3	3	3	3	3	3
Resource Reductions:							
Earnings Transferred Out							
Revenue Collected for Another Agency							
Total Resources	1,465	1,527	1,413	1,326	1,326	1,282	1,282
Expenditures:							
Direct Expenditures	829	1,012	979	935	935	953	953
Indirect Expenditures	110	120	127	127	127	127	127
Total Expenditures	939	1,132	1,106	1,062	1,062	1,080	1,080
Current Difference	103	-150	-87	-44	-44	-62	-62
Accumulated Ending Balance	524	395	308	264	264	202	202

Supporting Information

Background Information:

This program provides processing plant and terminal market inspections as requested. These services are provided under agreement with the US Department of Agriculture.

Forecast Basis:

Recent Changes:

Agency Analysis/Comments:

FY16-17 Departmental Earnings

Agency:	Agriculture
Revenue Category Name:	Apiary Export Certification Fees
Purpose:	Fees for certificates of health of honey bees
Legal Citation(s):	M.S. 17.445
Revenue Account Code(s):	600361
Dedicated Receipts (Yes/No):	Yes
Non-Dedicated Receipts (Yes/No):	No
Fund(s):	Agricultural 2018
Appropriation Name(s):	Apiary
Recommending Fee Change? (Yes/No)	No

Revenue Category Summary (Dollars in Thousands)	Actual FY 2013	Actual FY 2014	Estimated FY 2015	Current Law FY 2016	Gov Rec FY 2016	Current Law FY 2017	Gov Rec FY 2017
Accumulated Balance	8	8	8	8	8	8	8
Resources:							
Departmental Earnings	1	0	1	1	1	1	1
Other Resources:							
Earnings Transferred In							
Revenue Collected by Another Agency							
Other Receipts (e.g. interest)	0	0	0	0	0	0	0
Resource Reductions:							
Earnings Transferred Out							
Revenue Collected for Another Agency							
Total Resources	9	8	9	9	9	9	9
Expenditures:							
Direct Expenditures	1	0	1	1	1	1	1
Indirect Expenditures							
Total Expenditures	1	0	1	1	1	1	1
Current Difference	0	0	0	0	0	0	0
Accumulated Ending Balance	8	8	8	8	8	8	8

Supporting Information

Background Information:

Under the Minnesota Environmental Response and Liability Act (MERLA), costs for state staff time and expenses to oversee a voluntary cleanup of agricultural chemical contamination are reimbursed to the Remediation Fund.

Forecast Basis:

Review of activity

Recent Changes:

None

Agency Analysis/Comments:

This account has had limited activity in recent years.

FY16-17 Departmental Earnings

Agency:	Agriculture
Revenue Category Name:	Wholesale Produce Dealers Fees
Purpose:	Fees related to licensing and bonding of wholesale produce dealers who purchase perishable agricultural produce
Legal Citation(s):	M.S. 27.041
Revenue Account Code(s):	600378, 600380, 600381
Dedicated Receipts (Yes/No):	Yes
Non-Dedicated Receipts (Yes/No):	No
Fund(s):	Agricultural 2018
Appropriation Name(s):	Wholesale Produce Dealers
Recommending Fee Change? (Yes/No)	No

Revenue Category Summary (Dollars in Thousands)	Actual FY 2013	Actual FY 2014	Estimated FY 2015	Current Law FY 2016	Gov Rec FY 2016	Current Law FY 2017	Gov Rec FY 2017
Accumulated Balance	105	145	182	161	161	138	138
Resources:							
Departmental Earnings	124	134	122	122	122	122	122
Other Resources:							
Earnings Transferred In							
Revenue Collected by Another Agency							
Other Receipts (e.g. interest)	0	0	0	0	0	0	0
Resource Reductions:							
Earnings Transferred Out							
Revenue Collected for Another Agency							
Total Resources	229	279	304	283	283	260	260
Expenditures:							
Direct Expenditures	72	86	131	133	133	134	134
Indirect Expenditures	12	11	12	12	12	12	12
Total Expenditures	84	97	143	145	145	146	146
Current Difference	40	37	-21	-23	-23	-24	-24
Accumulated Ending Balance	145	182	161	138	138	114	114

Supporting Information

Background Information:

This program licenses wholesale purchasers of farm perishable agricultural products so that farmers are paid for what is purchased or the required bond or financial instrument on file with their license is used.

Forecast Basis:

Review of recent activity

Recent Changes:

None

Agency Analysis/Comments:

Expenses have exceeded costs and the account balance has been used. Fee changes may need to be considered in the future.

FY16-17 Departmental Earnings

Agency:	Agriculture
Revenue Category Name:	Commercial Feed Inspection Fees
Purpose:	Fees related to commercial feed regulation
Legal Citation(s):	M.S. 25.341 and 25.39
Revenue Account Code(s):	600279, 600280, 600283, 600285, 600287, 600401
Dedicated Receipts (Yes/No):	Yes
Non-Dedicated Receipts (Yes/No):	No
Fund(s):	Agricultural 2018
Appropriation Name(s):	Commercial Feed
Recommending Fee Change? (Yes/No)	Yes

Revenue Category Summary (Dollars in Thousands)	Actual FY 2013	Actual FY 2014	Estimated FY 2015	Current Law FY 2016	Gov Rec FY 2016	Current Law FY 2017	Gov Rec FY 2017
Accumulated Balance	2,926	2,160	1,781	1,300	1,300	935	927
Resources:							
Departmental Earnings	2,233	2,050	2,163	2,085	2,082	2,085	2,577
Other Resources:							
Earnings Transferred In							
Revenue Collected by Another Agency							
Other Receipts (e.g. interest)	15	11	10	10	10	10	10
Resource Reductions:							
Earnings Transferred Out	358						
Revenue Collected for Another Agency							
Total Resources	4,816	4,221	3,954	3,395	3,392	3,030	3,522
Expenditures:							
Direct Expenditures	2,353	2,109	2,339	2,122	2,127	2,150	2,650
Indirect Expenditures	301	331	315	338	338	318	318
Total Expenditures	2,654	2,440	2,654	2,460	2,465	2,468	2,968
Current Difference	-766	-379	-481	-365	-373	-373	-381
Accumulated Ending Balance	2,160	1,781	1,300	935	927	562	546

Supporting Information

Background Information:

This program ensures that the feed industry is capable of producing safe feed that consumers receive uniform quality of feed nutrients and ingredients per label specifications and that adulterated and misbranded feed is removed from the marketplace.

Forecast Basis:

The feed industry is mature so that the tonnage volume that fees are collected on is stable and increased revenue is only due to the fee increase except for pet food listings which continue to grow on a year to year basis. This growth is attributable to two things, additional surveillance/enforcement and an expanding pet treat business. Pet food revenue is a small percentage of all feed program income.

Recent Changes:

Revenues have not been meeting program costs so program reserves are being spent down.

Agency Analysis/Comments:

At current budgetary levels, program reserves are likely to be exhausted in 2018-2019 biennium.

The Governor proposes increasing the fee tonnage fee from 16 cents per ton to 25 cents per ton and to increase the minimum fee from \$10 to \$100. This change would bring in approximately \$500,000 more in revenue per year.

The Governor also proposes moving responsibility for paying feed tonnage fees from the first entity to distribute feed in or into Minnesota to whatever entity that distributes feed or feed ingredients to a person not required to be licensed under Minnesota feed law. This change would have negligible effect on revenues and expenditures.

FY16-17 Departmental Earnings

Agency:	Agriculture
Revenue Category Name:	Dairy Services Fees
Purpose:	Fees paid by Grade A and Grade B dairy producers and processors
Legal Citation(s):	M.S. 32.394
Revenue Account Code(s):	600485, 600486, 600487, 600488, 600489, 600491, 600492, 600494, 600495, 600496, 600497, 600498, 600499, 600500
Dedicated Receipts (Yes/No):	Yes
Non-Dedicated Receipts (Yes/No):	No
Fund(s):	Agricultural 2018
Appropriation Name(s):	Dairy Services Account
Recommending Fee Change? (Yes/No)	Yes

Revenue Category Summary (Dollars in Thousands)	Actual FY 2013	Actual FY 2014	Estimated FY 2015	Current Law FY 2016	Gov Rec FY 2016	Current Law FY 2017	Gov Rec FY 2017
Accumulated Balance	1,797	1,379	581	116	116	30	30
Resources:							
Departmental Earnings	1,886	1,796	1,924	2,006	2,323	1,988	2,284
Other Resources:							
Earnings Transferred In							
Revenue Collected by Another Agency							
Other Receipts (e.g. interest)	11	6	5	1	1	1	1
Resource Reductions:							
Earnings Transferred Out	91						
Revenue Collected for Another Agency							
Total Resources	3,603	3,181	2,510	2,123	2,440	2,019	2,285
Expenditures:							
Direct Expenditures	1,912	2,318	2,048	1,792	2,109	1,666	1,962
Indirect Expenditures	311	282	348	302	302	264	264
Total Expenditures	2,223	2,600	2,396	2,094	2,411	1,930	2,226
Current Difference	-418	-798	-465	-86	-86	60	60
Accumulated Ending Balance	1,379	581	116	30	30	90	90

Supporting Information

Background Information:

Dairy services include routine farm inspection, uniform ratings of dairy farms and processing facilities, inspection of farm pick-up trucks, testing of haulers to ensure accuracy of quantity and quality, routine sampling of milk and milk products, review of plans for facility modifications, review of labels, maintenance of producer affidavits of "BST-free" herds and organic farms for segregated processing, testing and sealing of all pasteurizer units and responding to emergencies and requests for consultations.

Forecast Basis:

Fees are based on the number of farms and plants, the volume of milk produced by Minnesota dairy producers and the volume of milk sold in Minnesota.

- Volume of milk produced by dairy producers: Stable – milk production has been and is expected to remain fairly constant (despite a decreasing number of farms)
- Number of farms: Decreasing significantly – the number dairy farms is decreasing by approximately 6% each year and is expected to continue this trend for the foreseeable future
- Volume of Fluid Milk Sold in Minnesota: Decreasing—considered changes in consumer habits for consumption of fluid milk products that are subject to processing fees. Also assumed was a \$.01 additional increase in the processing fee per an expected Commissioner’s order in June 2015.
- Number of Dairy Plants: Stable to increasing— the number of larger plants is stable to slightly decreasing, however, the number of smaller plants is rapidly increasing and expected to continue due to increased interest in locally grown and processed foods.

Recent Changes:

Trends for major fees are listed in the table below. Overall, because of the impact of decreasing farm inspection fees and the decreasing processor assessment, revenue is expected to continue to decline slightly.

Fee	Trend
Dairy Processor Assessment	Decreasing: FY 2014 was the lowest revenue collected from this fee since at least 2006; the rate of this fee was increased in June of 2014 and expected to be increased again in June of 2015.
Farm Inspection Fees	Decreasing: the number of farms is decreasing by about 6% each year; without a change in the fee revenue will decline significantly
Plant Inspection Fees	Increasing slightly – due to a slight increase in number of plants
Milk Procurement	Stable

Agency Analysis/Comments:

This account balance has been significantly reduced in recent years and is nearing depletion. Since revenues have been much lower in recent years, significant shortfalls are expected for the next biennium (2016-17) and significant programmatic changes will need to be made if revenue projections don’t change.

The Governor proposes increasing the annual Grade A Dairy inspection fee from \$50 to \$100 and the annual Grade B dairy inspection fee from \$25 to \$75.

FY16-17 Departmental Earnings

Agency:	Agriculture
Revenue Category Name:	Food Handler Plan Review Fees
Purpose:	Fees paid by food handlers for additional inspection activities required due to non-compliance
Legal Citation(s):	M.S. 31.11 and 28A.082
Revenue Account Code(s):	600425
Dedicated Receipts (Yes/No):	Yes
Non-Dedicated Receipts (Yes/No):	No
Fund(s):	Agricultural 2018
Appropriation Name(s):	Food Handler Plan Review
Recommending Fee Change? (Yes/No)	Yes

Revenue Category Summary (Dollars in Thousands)	Actual FY 2013	Actual FY 2014	Estimated FY 2015	Current Law FY 2016	Gov Rec FY 2016	Current Law FY 2017	Gov Rec FY 2017
Accumulated Balance	23	17	29	21	21	12	12
Resources:							
Departmental Earnings	56	74	55	55	155	55	155
Other Resources:							
Earnings Transferred In							
Revenue Collected by Another Agency							
Other Receipts (e.g. interest)	0	0	0	0	0	0	0
Resource Reductions:							
Earnings Transferred Out							
Revenue Collected for Another Agency							
Total Resources	79	91	84	76	176	67	167
Expenditures:							
Direct Expenditures	55	53	63	64	148	65	149
Indirect Expenditures	7	8	0	0	16	0	16
Total Expenditures	62	61	63	64	164	65	165
Current Difference	-6	12	-8	-9	-9	-10	-10
Accumulated Ending Balance	17	29	21	12	12	2	2

Supporting Information

Background Information:

This program reviews plans for retail food facilities (grocery and convenience stores) so facilities and equipment meet nationally-recognized food safety standards for construction and design to ensure safe and sanitary preparation, storage and sale of food. Utensil and hand-washing equipment, hot and cold storage, ventilation, cleanable surfaces and other aspects are reviewed.

Forecast Basis:

Historical data suggests that at current fee rates revenue will not increase significantly. Revenue collected from fees has been fairly flat.

Recent Changes:

Revenues are not meeting the cost to balance the program. Plan review is spending down its reserves. By the end of FY16 those reserves will be diminished.

Agency Analysis/Comments:

The Governor proposes increasing food handler plan review fees in order to reduce delays in completions of plan reviews. Please see the Retail Food Handler Plan Review Fee Increase change item narrative in the Department's budget book for additional details.

FY16-17 Departmental Earnings

Agency:	Agriculture
Revenue Category Name:	Food Handler Reinspection Fees
Purpose:	Fees paid by food handlers for additional inspection activities required due to non-compliance
Legal Citation(s):	M.S. 28A.085
Revenue Account Code(s):	600426, 600427, 600463, 600464
Dedicated Receipts (Yes/No):	Yes
Non-Dedicated Receipts (Yes/No):	No
Fund(s):	Agricultural 2018
Appropriation Name(s):	Food Handler Reinspection & Safety Assessment
Recommending Fee Change? (Yes/No)	No

Revenue Category Summary (Dollars in Thousands)	Actual FY 2013	Actual FY 2014	Estimated FY 2015	Current Law FY 2016	Gov Rec FY 2016	Current Law FY 2017	Gov Rec FY 2017
Accumulated Balance	184	211	177	94	94	9	9
Resources:							
Departmental Earnings	73	33	31	31	31	31	31
Other Resources:							
Earnings Transferred In							
Revenue Collected by Another Agency							
Other Receipts (e.g. interest)	1	1	1	1	1	1	1
Resource Reductions:							
Earnings Transferred Out	43						
Revenue Collected for Another Agency							
Total Resources	215	245	209	126	126	41	41
Expenditures:							
Direct Expenditures	0	68	105	102	102	30	30
Indirect Expenditures	4	0	10	15	15	15	15
Total Expenditures	4	75	121	123	123	45	45
Current Difference	27	-34	-54	-85	-85	-9	-9
Accumulated Ending Balance	211	177	94	9	9	0	0

Supporting Information

Background Information:

This program provides for recovery of the costs of additional inspection activities required to address major violations, foodborne outbreaks and sanitary notices at licensed food handler facilities.

Forecast Basis:

Analysis of recent activity

Recent Changes:

None

Agency Analysis/Comments:

Fees are only paid by entities that require extra work. Revenues have not been covering the costs of the program and account balances have been used. Fees and expenses will be reviewed to make sure budgetary balance is established.

FY16-17 Departmental Earnings

Agency:	Agriculture
Revenue Category Name:	Beverage Inspection Fees
Purpose:	Feed paid by beverage manufacturing plant licensees
Legal Citation(s):	M.S. 34.07 and 28A.08
Revenue Account Code(s):	600448
Dedicated Receipts (Yes/No):	Yes
Non-Dedicated Receipts (Yes/No):	No
Fund(s):	Agricultural 2018
Appropriation Name(s):	Beverage Inspection
Recommending Fee Change? (Yes/No)	No

Revenue Category Summary (Dollars in Thousands)	Actual FY 2013	Actual FY 2014	Estimated FY 2015	Current Law FY 2016	Gov Rec FY 2016	Current Law FY 2017	Gov Rec FY 2017
Accumulated Balance	39	51	50	46	46	42	42
Resources:							
Departmental Earnings	22	19	22	21	21	21	21
Other Resources:							
Earnings Transferred In							
Revenue Collected by Another Agency							
Other Receipts (e.g. interest)	0	0	0	0	0	0	0
Resource Reductions:							
Earnings Transferred Out	4						
Revenue Collected for Another Agency							
Total Resources	57	70	72	67	67	63	63
Expenditures:							
Direct Expenditures	4	18	24	21	21	22	22
Indirect Expenditures	1	1	3	4	4	3	3
Total Expenditures	5	19	27	25	25	25	25
Current Difference	12	-1	-4	-4	-4	-4	-4
Accumulated Ending Balance	51	50	46	42	42	38	38

Supporting Information

Background Information:

This program inspects beverage products and processes to ensure wholesome products and safe and sanitary conditions.

Forecast Basis:

Analysis of recent activity

Recent Changes:

None

Agency Analysis/Comments:

Revenues have not been covering the costs of the program and account balances have been used. Fees and expenses will be reviewed to make sure budgetary balance is established.

FY16-17 Departmental Earnings

Agency:	Agriculture
Revenue Category Name:	Commercial Canneries Inspection Fees
Purpose:	Fees paid by commercial canneries for inspections and lab analysis
Legal Citation(s):	M.S. 31.39 and 28A.08
Revenue Account Code(s):	600429, 600431, 600432
Dedicated Receipts (Yes/No):	Yes
Non-Dedicated Receipts (Yes/No):	No
Fund(s):	Agricultural 2018
Appropriation Name(s):	Commercial Canneries Inspection
Recommending Fee Change? (Yes/No)	Yes

Revenue Category Summary (Dollars in Thousands)	Actual FY 2013	Actual FY 2014	Estimated FY 2015	Current Law FY 2016	Gov Rec FY 2016	Current Law FY 2017	Gov Rec FY 2017
Accumulated Balance	189	114	50	70	70	93	93
Resources:							
Departmental Earnings	114	93	113	103	173	103	173
Other Resources:							
Earnings Transferred In							
Revenue Collected by Another Agency							
Other Receipts (e.g. interest)	1	1	1	1	1	1	1
Resource Reductions:							
Earnings Transferred Out							
Revenue Collected for Another Agency							
Total Resources	304	208	164	174	244	197	267
Expenditures:							
Direct Expenditures	162	134	69	71	141	72	142
Indirect Expenditures	26	24	24	10	10	10	10
Total Expenditures	188	158	93	81	81	82	82
Current Difference	-75	-64	20	23	23	22	22
Accumulated Ending Balance	114	50	70	93	93	115	115

Supporting Information

Background Information:

This program conducts inspections at all commercial canning and frozen food plants within the state. Food, food containers and processes are sampled and inspected. Complaints are investigated and certificates of free sale are issued to exporters upon request.

Forecast Basis:

Historical data suggests that at current fee rates revenue will not increase significantly. Revenue collected from fees has been fairly flat.

Recent Changes:

Revenues have not always met the cost to balance the program and program reserves have been spent down.

Agency Analysis/Comments:

The Governor proposes increasing the maximum each cannery can be charged from \$6,000 to \$12,000 while keeping the rate at one-half cent per case. This will allow for the addition of more staff hours to better meet the needs of the program. See the Canning Case Fee Assessment change item narrative in the Department's budget book for additional details.

FY16-17 Departmental Earnings

Agency:	Agriculture
Revenue Category Name:	Egg Law Inspection Fees
Purpose:	
Legal Citation(s):	M.S. 28A.08 and 29.22
Revenue Account Code(s):	600401, 600435, 600438, 600440, 600441, 600443, 600446
Dedicated Receipts (Yes/No):	Yes
Non-Dedicated Receipts (Yes/No):	No
Fund(s):	Agricultural 2018
Appropriation Name(s):	Egg Law Inspection
Recommending Fee Change? (Yes/No)	No

Revenue Category Summary (Dollars in Thousands)	Actual FY 2013	Actual FY 2014	Estimated FY 2015	Current Law FY 2016	Gov Rec FY 2016	Current Law FY 2017	Gov Rec FY 2017
Accumulated Balance	160	104	111	79	79	45	45
Resources:							
Departmental Earnings	48	44	38	42	42	42	42
Other Resources:							
Earnings Transferred In							
Revenue Collected by Another Agency							
Other Receipts (e.g. interest)	1	1	1	1	1	1	1
Resource Reductions:							
Earnings Transferred Out	67						
Revenue Collected for Another Agency							
Total Resources	142	149	150	122	122	88	88
Expenditures:							
Direct Expenditures	28	34	64	66	66	58	58
Indirect Expenditures	7	4	5	10	10	9	9
Total Expenditures	36	38	69	76	76	67	67
Current Difference	-56	7	-32	-34	-34	-24	-24
Accumulated Ending Balance	104	111	79	45	45	21	21

Supporting Information

Background Information:

This program ensures that all eggs offered for sale are graded using equal standards. Plant inspections cover sanitation, handling practices, candling, grading, special sampling for salmonella enteritidis and additional responsibilities such as cholesterol checks and labeling checks for dating and accuracy.

Forecast Basis:

The egg industry is a very stable and mature industry in the State. There is some growth in the local foods area, however, not enough to significantly impact the fees collected.

Recent Changes:

No major recent changes.

Agency Analysis/Comments:

This program is funded adequately but not over-funded, especially given the increased interest in egg production by smaller producers.

FY16-17 Departmental Earnings

Agency:	Agriculture
Revenue Category Name:	Laboratory Services Charges
Purpose:	Fees paid by DNR, USDA, EPS and various other local and state agencies
Legal Citation(s):	M.S. 17.85, 21.85 and 32.394
Revenue Account Code(s):	600352, 600501
Dedicated Receipts (Yes/No):	Yes
Non-Dedicated Receipts (Yes/No):	No
Fund(s):	Agricultural 2018
Appropriation Name(s):	Laboratory Services
Recommending Fee Change? (Yes/No)	No

Revenue Category Summary (Dollars in Thousands)	Actual FY 2013	Actual FY 2014	Estimated FY 2015	Current Law FY 2016	Gov Rec FY 2016	Current Law FY 2017	Gov Rec FY 2017
Accumulated Balance	270	333	438	343	343	342	342
Resources:							
Departmental Earnings	91	415	76	303	303	303	303
Other Resources:							
Earnings Transferred In							
Revenue Collected by Another Agency							
Other Receipts (e.g. interest)	341	47	317	92	92	92	92
Resource Reductions:							
Earnings Transferred Out							
Revenue Collected for Another Agency							
Total Resources	702	795	831	738	738	737	737
Expenditures:							
Direct Expenditures	312	310	445	346	346	348	348
Indirect Expenditures	56	45	44	51	51	51	51
Total Expenditures	368	355	489	397	397	399	399
Current Difference	63	105	-97	-1	-1	-3	-3
Accumulated Ending Balance	333	438	343	342	342	339	339

Supporting Information

Background Information:

This program provides lab analyses for the Minnesota Department of Natural Resources, US Department of Agriculture and various other state and local agencies. These are cooperative efforts that benefit both parties and support state, federal and local laws. Legally and scientifically defensible data and consultation on analytical issues is provided.

Forecast Basis:

Analysis of recent activity

Recent Changes:

None

Agency Analysis/Comments:

Activity can fluctuate based on special projects.

FY16-17 Departmental Earnings

Agency:	Agriculture
Revenue Category Name:	Minnesota Grown Fees
Purpose:	Licensing and advertising fees from Minnesota Grown promotional activities
Legal Citation(s):	M.S. 17.102 and 17.03
Revenue Account Code(s):	600513, 600514
Dedicated Receipts (Yes/No):	Yes
Non-Dedicated Receipts (Yes/No):	No
Fund(s):	Agricultural 2018
Appropriation Name(s):	Minnesota Grown
Recommending Fee Change? (Yes/No)	No

Revenue Category Summary (Dollars in Thousands)	Actual FY 2013	Actual FY 2014	Estimated FY 2015	Current Law FY 2016	Gov Rec FY 2016	Current Law FY 2017	Gov Rec FY 2017
Accumulated Balance	48	239	143	143	144	97	97
Resources:							
Departmental Earnings	115	107	115	116	116	121	121
Other Resources:							
Earnings Transferred In	186	186	186	186	186	186	186
Revenue Collected by Another Agency							
Other Receipts (e.g. interest)	1	1	1	1	1	1	1
Resource Reductions:							
Earnings Transferred Out							
Revenue Collected for Another Agency							
Total Resources	302	533	445	445	445	405	405
Expenditures:							
Direct Expenditures	118	390	303	349	349	330	330
Indirect Expenditures	0	0	0	0	0	0	0
Total Expenditures	118	390	303	349	349	330	330
Current Difference	184	-96	0	-46	-46	-22	-22
Accumulated Ending Balance	231	143	143	97	97	75	75

Supporting Information

Background Information:

Fees for licensing to use the Minnesota Grown logo on products grown in Minnesota and revenue from advertising in Minnesota Grown publications is dedicated for use to increase consumer awareness of the logo and demand for Minnesota grown agricultural products.

Forecast Basis:

Analysis of recent activity

Recent Changes:

None

Agency Analysis/Comments:

This activity relies on transfers in from a General Fund appropriation.

FY16-17 Departmental Earnings

Agency:	Agriculture
Revenue Category Name:	Commodity Councils Service Charges
Purpose:	Service fees under contractual agreements with the commodity research and promotion councils
Legal Citation(s):	M.S. 17.59
Revenue Account Code(s):	600519
Dedicated Receipts (Yes/No):	Yes
Non-Dedicated Receipts (Yes/No):	No
Fund(s):	Agricultural 2018
Appropriation Name(s):	Commodities Councils
Recommending Fee Change? (Yes/No)	No

Revenue Category Summary (Dollars in Thousands)	Actual FY 2013	Actual FY 2014	Estimated FY 2015	Current Law FY 2016	Gov Rec FY 2016	Current Law FY 2017	Gov Rec FY 2017
Accumulated Balance	11	21	33	21	21	18	18
Resources:							
Departmental Earnings	108	120	108	120	120	120	120
Other Resources:							
Earnings Transferred In							
Revenue Collected by Another Agency							
Other Receipts (e.g. interest)	0	0	0	0	0	0	0
Resource Reductions:							
Earnings Transferred Out							
Revenue Collected for Another Agency							
Total Resources	119	141	141	141	141	138	138
Expenditures:							
Direct Expenditures	85	95	107	110	110	113	113
Indirect Expenditures	13	13	13	13	13	13	13
Total Expenditures	98	108	120	123	123	126	126
Current Difference	10	12	-12	-3	-3	-6	-6
Accumulated Ending Balance	21	33	21	18	18	12	12

Supporting Information

Background Information:

Fees are collected as specified in agreements with each commodity research council to cover costs incurred by the department to formulate, submit to referendum, issue, administer and enforce the promotional orders of the councils.

Basis:

This activity has been relatively stable.

Recent Changes:

None

Agency Analysis/Comments:

FY16-17 Departmental Earnings

Agency:	Agriculture
Revenue Category Name:	Livestock Weighing Charges
Purpose:	Fees to cover the costs associated with weighing of livestock at meat packing plants
Legal Citation(s):	M.S. 17A.11
Revenue Account Code(s):	600484
Dedicated Receipts (Yes/No):	Yes
Non-Dedicated Receipts (Yes/No):	No
Fund(s):	Agricultural 2018
Appropriation Name(s):	Livestock Weighing Ag Cert
Recommending Fee Change? (Yes/No)	No

Revenue Category Summary (Dollars in Thousands)	Actual FY 2013	Actual FY 2014	Estimated FY 2015	Current Law FY 2016	Gov Rec FY 2016	Current Law FY 2017	Gov Rec FY 2017
Accumulated Balance	165	216	279	373	373	408	408
Resources:							
Departmental Earnings	434	405	456	415	415	430	430
Other Resources:							
Earnings Transferred In							
Revenue Collected by Another Agency							
Other Receipts (e.g. interest)	1	2	1	2	2	2	2
Resource Reductions:							
Earnings Transferred Out	51						
Revenue Collected for Another Agency							
Total Resources	549	623	736	790	790	840	840
Expenditures:							
Direct Expenditures	288	300	313	329	329	339	339
Indirect Expenditures	45	43	50	53	53	56	56
Total Expenditures	333	343	363	382	382	395	395
Current Difference	102	64	94	35	35	35	35
Accumulated Ending Balance	216	279	373	408	408	445	445

Supporting Information

Background Information:

Fees are collected to cover the costs associated with requested weighing services for livestock sold by farmer/producers at meat packing plants.

Forecast Basis:

Analysis of contracts with producers.

Recent Changes:

None

Agency Analysis/Comments:

Fees have been recovering costs in this program.

FY16-17 Departmental Earnings

Agency:	Agriculture
Revenue Category Name:	Statistical Services Charges
Purpose:	Fees to provide statistical data as requested by outside entities
Legal Citation(s):	M.S. 17.038
Revenue Account Code(s):	600525
Dedicated Receipts (Yes/No):	Yes
Non-Dedicated Receipts (Yes/No):	No
Fund(s):	Agricultural 2018
Appropriation Name(s):	Agricultural Statistics
Recommending Fee Change? (Yes/No)	No

Revenue Category Summary (Dollars in Thousands)	Actual FY 2013	Actual FY 2014	Estimated FY 2015	Current Law FY 2016	Gov Rec FY 2016	Current Law FY 2017	Gov Rec FY 2017
Accumulated Balance	1	0	0	0	0	0	0
Resources:							
Departmental Earnings	0	0	0	0	0	0	0
Other Resources:							
Earnings Transferred In							
Revenue Collected by Another Agency							
Other Receipts (e.g. interest)							
Resource Reductions:							
Earnings Transferred Out							
Revenue Collected for Another Agency							
Total Resources	1	0	0	0	0	0	0
Expenditures:							
Direct Expenditures	1	0	0	0	0	0	0
Indirect Expenditures							
Total Expenditures	1	0	0	0	0	0	0
Current Difference	-1	0	0	0	0	0	0
Accumulated Ending Balance	0	0	0	0	0	0	0

Supporting Information

Background Information:

Fees are collected from outside organizations and individuals to cover the costs of requested gathering and reporting of statistical information by Minnesota Agricultural Statistics Services.

Forecast Basis:

No fee-for-service ag stats activity is currently being performed by MDA.

Recent Changes:

The National Ag Stats office has moved out of Minnesota. The National Ag Stats Office was the main customer MDA had in this activity.

Agency Analysis/Comments:

It is not anticipated that MDA will perform any fee-for-service agricultural statistical activity in the foreseeable future.

FY16-17 Departmental Earnings

Agency:	Agriculture
Revenue Category Name:	Beginning Farmer and Seller-Sponsored Loan Fees
Purpose:	Application fees for the Beginning Farmer and Seller-Sponsored loan programs
Legal Citation(s):	M.S. 41B.03
Revenue Account Code(s):	600535, 600536
Dedicated Receipts (Yes/No):	Yes
Non-Dedicated Receipts (Yes/No):	No
Fund(s):	Special Revenue 2000
Appropriation Name(s):	BF & SS Loan Admin
Recommending Fee Change? (Yes/No)	No

Revenue Category Summary (Dollars in Thousands)	Actual FY 2013	Actual FY 2014	Estimated FY 2015	Current Law FY 2016	Gov Rec FY 2016	Current Law FY 2017	Gov Rec FY 2017
Accumulated Balance	67	69	55	41	41	26	26
Resources:							
Departmental Earnings	2	2	2	2	2	2	2
Other Resources:							
Earnings Transferred In							
Revenue Collected by Another Agency							
Other Receipts (e.g. interest)	0	0	1	1	1	1	1
Resource Reductions:							
Earnings Transferred Out							
Revenue Collected for Another Agency							
Total Resources	69	71	58	44	44	29	29
Expenditures:							
Direct Expenditures	0	16	17	18	18	18	18
Indirect Expenditures							
Total Expenditures	0	16	17	18	18	18	18
Current Difference	2	-14	-14	-15	-15	-15	-15
Accumulated Ending Balance	69	55	41	26	26	11	11

Supporting Information

Background Information:

The Rural Finance Authority may authorize application fees for the Beginning Farmer and Seller-Sponsored loan programs in order to help defray administrative costs at the Department of Agriculture

Forecast Basis:

It is assumed that revenues will generally stay the same as we move out in years for budgeting purposes.

Recent Changes:

No major recent changes.

Agency Analysis/Comments:

This is a small account in the Special Revenue Fund.

FY16-17 Departmental Earnings

Agency:	Agriculture
Revenue Category Name:	Agricultural Improvement Loan Fees
Purpose:	Application fees for the Agricultural Improvement loan program
Legal Citation(s):	M.S. 41B.043
Revenue Account Code(s):	600533
Dedicated Receipts (Yes/No):	Yes
Non-Dedicated Receipts (Yes/No):	No
Fund(s):	Special Revenue 2000
Appropriation Name(s):	Ag Improvement Loan Admin
Recommending Fee Change? (Yes/No)	No

Revenue Category Summary (Dollars in Thousands)	Actual FY 2013	Actual FY 2014	Estimated FY 2015	Current Law FY 2016	Gov Rec FY 2016	Current Law FY 2017	Gov Rec FY 2017
Accumulated Balance	29	30	22	14	14	6	6
Resources:							
Departmental Earnings	1	0	0	0	0	0	0
Other Resources:							
Earnings Transferred In							
Revenue Collected by Another Agency							
Other Receipts (e.g. interest)							
Resource Reductions:							
Earnings Transferred Out							
Revenue Collected for Another Agency							
Total Resources	30	30	22	14	14	14	14
Expenditures:							
Direct Expenditures	0	8	8	8	8	6	6
Indirect Expenditures							
Total Expenditures	0	8	8	8	8	6	6
Current Difference	1	-8	-8	-8	-8	-6	-6
Accumulated Ending Balance	30	22	14	6	6	0	0

Supporting Information

Background Information:

The Rural Finance Authority may authorize application and origination fees for the Agricultural Improvement loan program in order to help defray administrative costs at the Department of Agriculture.

Forecast Basis:

It is assumed that revenues will generally stay the same as we move out in years for budgeting purposes.

Recent Changes:

No major recent changes.

Agency Analysis/Comments

This is a small account in the Special Revenue Fund.

FY16-17 Departmental Earnings

Agency:	Agriculture
Revenue Category Name:	Restructuring Loan Fees
Purpose:	Application fees for the Restructuring loan program The Rural Finance Authority may authorize application and origination fees for the Restructuring loan program in order to help defray administrative costs at the Department of Agriculture.
Legal Citation(s):	M.S. 41B.04
Revenue Account Code(s):	600531
Dedicated Receipts (Yes/No):	Yes
Non-Dedicated Receipts (Yes/No):	No
Fund(s):	Special Revenue 2000
Appropriation Name(s):	Restructure Loan Admin
Recommending Fee Change? (Yes/No)	No

Revenue Category Summary (Dollars in Thousands)	Actual FY 2013	Actual FY 2014	Estimated FY 2015	Current Law FY 2016	Gov Rec FY 2016	Current Law FY 2017	Gov Rec FY 2017
Accumulated Balance	15	16	16	16	16	16	16
Resources:							
Departmental Earnings	1	0	0	0	0	0	0
Other Resources:							
Earnings Transferred In							
Revenue Collected by Another Agency							
Other Receipts (e.g. interest)							
Resource Reductions:							
Earnings Transferred Out							
Revenue Collected for Another Agency							
Total Resources	16	16	16	16	16	16	16
Expenditures:							
Direct Expenditures	0	0	0	0	0	0	0
Indirect Expenditures							
Total Expenditures	0	0	0	0	0	0	0
Current Difference	1	0	0	0	0	0	0
Accumulated Ending Balance	16	16	16	16	16	16	16

Supporting Information

Background Information:

The Rural Finance Authority may authorize application and origination fees for the Restructuring loan program in order to help defray administrative costs at the Department of Agriculture.

Forecast Basis:

It is assumed that revenues will generally stay the same as we move out in years for budgeting purposes.

Recent Changes:

No major recent changes.

Agency Analysis/Comments:

This is a small account in the Special Revenue Fund.

FY16-17 Departmental Earnings

Agency:	Agriculture
Revenue Category Name:	Livestock Expansion Loan Fees
Purpose:	Application fees for the Livestock Expansion loan program
Legal Citation(s):	M.S. 41B.045
Revenue Account Code(s):	600541
Dedicated Receipts (Yes/No):	Yes
Non-Dedicated Receipts (Yes/No):	No
Fund(s):	Special Revenue 2000
Appropriation Name(s):	Livestock Expansion Loan Admin
Recommending Fee Change? (Yes/No)	No

Revenue Category Summary (Dollars in Thousands)	Actual FY 2013	Actual FY 2014	Estimated FY 2015	Current Law FY 2016	Gov Rec FY 2016	Current Law FY 2017	Gov Rec FY 2017
Accumulated Balance	22	22	23	23	23	23	23
Resources:							
Departmental Earnings	0	1	1	1	1	1	1
Other Resources:							
Earnings Transferred In							
Revenue Collected by Another Agency							
Other Receipts (e.g. interest)							
Resource Reductions:							
Earnings Transferred Out							
Revenue Collected for Another Agency							
Total Resources	22	23	24	24	24	24	24
Expenditures:							
Direct Expenditures	0	0	1	1	1	1	1
Indirect Expenditures							
Total Expenditures	0	0	1	1	1	1	1
Current Difference	0	1	0	0	0	0	0
Accumulated Ending Balance	22	23	23	23	23	23	23

Supporting Information

Background Information:

The Rural Finance Authority may authorize application and origination fees for the Livestock Expansion loan program in order to help defray administrative costs at the Department of Agriculture.

Forecast Basis:

It is assumed that revenues will generally stay the same as we move out in years for budgeting purposes.

Recent Changes:

No major recent changes.

Agency Analysis/Comments:

This is a small account in the Special Revenue Fund.

Table of Contents
2016-17 Biennial Budget – Departmental Earnings

Animal Health, Department of	
Dog and Cat Breeder Receipts	1
Annual inspection fee for farmed cervidae (deer)	3
Miscellaneous Special Revenue	5
TB Control Assessment	7

FY16-17 Departmental Earnings

Agency:	Board of Animal Health
Revenue Category Name:	Dog and Cat Breeder Receipts
Purpose:	Fees collected to help offset the cost of licensing and inspecting dog and cat breeders
Legal Citation(s):	MS 347.63
Revenue Account Code(s):	607207
Dedicated Receipts (Yes/No):	Yes
Non-Dedicated Receipts (Yes/No):	No
Fund(s):	2000
Appropriation Name(s):	Dog, Cat Breeder Receipts
Recommending Fee Change? (Yes/No)	No

Revenue Category Summary (Dollars in Thousands)	Actual FY 2013	Actual FY 2014	Estimated FY 2015	Current Law FY 2016	Gov Rec FY 2016	Current Law FY 2017	Gov Rec FY 2017
Accumulated Balance	0	0	0	99	99	125	125
Resources:							
Departmental Earnings	0	0	97	97	97	97	97
Other Resources:							
Earnings Transferred In	0	0	0	0	0	0	0
Revenue Collected by Another Agency	0	0	0	0	0	0	0
Other Receipts (e.g. interest)	0	0	2	4	4	4	4
Resource Reductions:							
Earnings Transferred Out	0	0	0	0	0	0	0
Revenue Collected for Another Agency	0	0	0	0	0	0	0
Total Resources	0	0	99	101	101	101	101
Expenditures:							
Direct Expenditures	0	0	0	75	75	95	95
Indirect Expenditures	0	0	0	0	0	0	0
Total Expenditures	0	0	0	75	75	95	95
Current Difference	0	0	99	26	26	6	6
Accumulated Ending Balance	0	0	99	125	125	131	131

Supporting Information

Background Information:

The board began implementing a dog and cat licensing and inspection program beginning in FY15. Fees collected are deposited in a dog and cat breeder licensing account and used to help administer the program. The annual license fee is equal to \$10 per adult intact animal, with a maximum of \$250 per facility.

Forecast Basis:

This is a new licensing and inspection program which began July 1, 2014. The Board is currently in the process of finding and registering or licensing commercial dog and cat breeders. Projected revenues are based on an estimated 475 commercial dog and cat breeding facilities, however there is no reliable data

available on this industry in Minnesota. Once the program has been in place for a year, this number may change significantly and projections revised as needed.

Recent Changes:

No changes.

Agency Analysis/Comment

The Board projects that collected funds will be used regularly once the program is established. No surplus is anticipated. The program is also supported by general fund dollars.

FY16-17 Departmental Earnings

Agency:	Board of Animal Health
Revenue Category Name:	Annual inspection fee for farmed cervidae (deer)
Purpose:	Fees collected to assist with cost of farmed cervidae programs
Legal Citation(s):	MS 35.155 8
Revenue Account Code(s):	607205
Dedicated Receipts (Yes/No):	Yes
Non-Dedicated Receipts (Yes/No):	No
Fund(s):	2000
Appropriation Name(s):	Farmed Cervidae Inspection Receipts
Recommending Fee Change? (Yes/No)	No

Revenue Category Summary (Dollars in Thousands)	Actual FY 2013	Actual FY 2014	Estimated FY 2015	Current Law FY 2016	Gov Rec FY 2016	Current Law FY 2017	Gov Rec FY 2017
Accumulated Balance	153	187	175	169	169	163	163
Resources:							
Departmental Earnings	35	33	34	34	34	34	34
Other Resources:							
Earnings Transferred In	0	0	0	0	0	0	0
Revenue Collected by Another Agency	0	0	0	0	0	0	0
Other Receipts (e.g. interest)	0	0	5	5	5	5	5
Resource Reductions:							
Earnings Transferred Out	0	0	0	0	0	0	0
Revenue Collected for Another Agency	0	0	0	0	0	0	0
Total Resources	35	33	39	39	39	39	39
Expenditures:							
Direct Expenditures	0	45	45	45	45	85	85
Indirect Expenditures	0	0	0	0	0	0	0
Total Expenditures	0	45	45	45	45	85	85
Current Difference	35	-12	-6	-6	-6	-46	-46
Accumulated Ending Balance	187	175	169	163	163	117	117

Supporting Information

Background Information:

The cervidae (deer) inspection account was established in 2003 to help the costs of admonishing and enforcing the farmed deer programs. This includes licensing, inspection, and enforcing disease control programs. Each herd owner must pay an annual inspection fee equal to \$10 for each cervid in the herd, up to a maximum of \$100.

Forecast Basis:

Based on fees collected in previous years, along with slight reduction each year due to program attrition.

Recent Changes:

No changes have been made to the fee structure since it was originally established.

Agency Analysis/Comment

For the first few years of the program, other funds were available to help pay for the farmed deer programs. With recent reductions in some of these funds and increased costs, the board is now forecasting that the additional revenues will be needed over the next few years as reflected in the above table.

FY16-17 Departmental Earnings

Agency:	Board of Animal Health
Revenue Category Name:	Miscellaneous Special Revenue
Purpose:	Fees for dog and cat dealer licenses, kennel licenses, livestock brands, civil penalties, and data practices copies.
Legal Citation(s):	347.33 3 (dog or cat kennel or dealer license), 35.823, 35.826, 35.829 (brands), 35.95 1 (civil penalties), 13.03 3 (cost of data copies)
Revenue Account Code(s):	607200, 607201, 607203, 607204, 651396
Dedicated Receipts (Yes/No):	No
Non-Dedicated Receipts (Yes/No):	Yes
Fund(s):	1000
Appropriation Name(s):	Miscellaneous Special Revenue, Non-dedicated
Recommending Fee Change? (Yes/No)	No

Revenue Category Summary (Dollars in Thousands)	Actual FY 2013	Actual FY 2014	Estimated FY 2015	Current Law FY 2016	Gov Rec FY 2016	Current Law FY 2017	Gov Rec FY 2017
Accumulated Balance	0	0	0	0	0	0	0
Resources:							
Departmental Earnings	4	3	4	4	4	4	4
Other Resources:							
Earnings Transferred In	0	0	0	0	0	0	0
Revenue Collected by Another Agency	0	0	0	0	0	0	0
Other Receipts (e.g. interest)	0	0	0	0	0	0	0
Resource Reductions:							
Earnings Transferred Out	4	3	4	4	4	4	4
Revenue Collected for Another Agency	0	0	0	0	0	0	0
Total Resources	0	0	0	0	0	0	0
Expenditures:							
Direct Expenditures	0	0	0	0	0	0	0
Indirect Expenditures	0	0	0	0	0	0	0
Total Expenditures	0	0	0	0	0	0	0
	0	0	0	0	0	0	0
Accumulated Ending Balance	0	0	0	0	0	0	0

Supporting Information

Background Information:

The Board collects fees to register livestock brands within the state. The fee for registering a livestock brand is \$10 initially and \$10 to re-register the brand every 10 years. The fee to record a transferred brand is also \$10.

The Board administers and conducts a licensing program for kennels and dealers that house stray and abandoned dogs or cats. As of November 12, 2014, there were 74 kennels and 0 dealers licensed as such with the Board. The annual license fee is \$15 for each kennel housing stray and abandoned dogs or

cats and \$100 for each dealer. These fees were last changed in 1987.

The board occasionally assesses civil penalties for violations of chapter 35 or Board of Animal Health rules. The Board can assess a civil penalty of up to \$10,000 for a violation. A typical civil penalty assessed by the board is \$250.

Fees are occasionally charged to individuals for the cost of retrieving and copying public data in accordance with Minnesota Statute 13.03 subdivision 3.

All of the above miscellaneous revenues are returned to general fund.

Forecast Basis:

Current projections are based on past history.

Recent Changes:

No changes.

Agency Analysis/Comment:

FY16-17 Departmental Earnings

Agency:	Board of Animal Health
Revenue Category Name:	TB Control Assessment
Purpose:	TB control assessment collected to help fund the Board's bovine tuberculosis control activities
Legal Citation(s):	09 094 01 098 000
Revenue Account Code(s):	607206
Dedicated Receipts (Yes/No):	Yes
Non-Dedicated Receipts (Yes/No):	No
Fund(s):	2000
Appropriation Name(s):	Bovine Tuberculosis Receipts
Recommending Fee Change? (Yes/No)	No

Revenue Category Summary (Dollars in Thousands)	Actual FY 2013	Actual FY 2014	Estimated FY 2015	Current Law FY 2016	Gov Rec FY 2016	Current Law FY 2017	Gov Rec FY 2017
Accumulated Balance	113	113	29	0	0	0	0
Resources:							
Departmental Earnings	0	0	0	0	0	0	0
Other Resources:							
Earnings Transferred In	0	0	0	0	0	0	0
Revenue Collected by Another Agency	0	0	0	0	0	0	0
Other Receipts (e.g. interest)	0	0	0	0	0	0	0
Resource Reductions:							
Earnings Transferred Out	0	0	0	0	0	0	0
Revenue Collected for Another Agency	0	0	0	0	0	0	0
Total Resources	0	0	0	0	0	0	0
Expenditures:							
Direct Expenditures	0	85	29	0	0	0	0
Indirect Expenditures	0	0	0	0	0	0	0
Total Expenditures	0	85	29	0	0	0	0
Current Difference	0	-85	-29	0	0	0	0
Accumulated Ending Balance	113	29	0	0	0	0	0

Supporting Information

Background Information:

From January 1, 2009, to December 31, 2009, a person who purchased a beef cow, heifer, or steer in the state had to collect a bovine Tuberculosis control assessment of \$1 per head from the seller and submit it to the commissioner of agriculture. Money collected was deposited into a special revenue fund and appropriated to the Board for bovine tuberculosis control activities.

Forecast Basis:

No longer being collected

Recent Changes:

No changes.

Agency Analysis/Comment

The Board projects that it will use the remainder of the money in this fund for on-going bovine tuberculosis control activities in FY15.

FY16-17 Departmental Earnings

Agency:	Board of Architecture, Engineering
Revenue Category Name:	Examinations and Licensing Fees
Purpose:	To recover costs of regulation of the industry
Legal Citation(s):	MS 326 and MN Rules 1800
Revenue Account Code(s):	607376-607379
Dedicated Receipts (Yes/No):	No
Non-Dedicated Receipts (Yes/No):	Yes
Fund(s):	1000
Appropriation Name(s):	
Recommending Fee Change? (Yes/No)	No

Revenue Category Summary (Dollars in Thousands)	Actual FY 2013	Actual FY 2014	Estimated FY 2015	Current Law FY 2016	Gov Rec FY 2016	Current Law FY 2017	Gov Rec FY 2017
Accumulated Balance		(46)	1,438	1,046	1,046	2,266	2,256
Resources:							
Departmental Earnings	718	2,210	624	2,069	2,069	624	624
Other Resources:							
Earnings Transferred In							
Revenue Collected by Another Agency							
Other Receipts (e.g. interest)							
Resource Reductions:							
Earnings Transferred Out							
Revenue Collected for Another Agency							
Total Resources	718	2,210	624	2,069	2,069	624	624
Expenditures:							
Direct Expenditures	689	651	941	774	784	774	794
Indirect Expenditures	75	75	75	75	75	75	75
Total Expenditures	764	726	1,016	849	859	849	869
Current Difference	(46)	1,484	(392)	1,220	1,210	(225)	(245)
Accumulated Ending Balance	(46)	1,438	1,046	2,266	2,256	2,041	2,011

Supporting Information

Background Information:

The Board of Architecture, Engineering, Land Surveying, Landscape Architecture, Geoscience, and Interior Design examines, certifies, licenses, and regulates individuals practicing architecture, professional engineering, land surveying, landscape architecture, professional geology, and professional soil science, and those who use the title certified interior design. The Board's mission is to protect the public by providing reasonable assurance that the persons engaged in the professions meet and maintain the qualifications and standards required to competently practice in the state of Minnesota.

Forecast Basis:

The forecast is based on actual data from prior fiscal years and estimates calculated for the current fiscal year and next biennium.

Recent Changes:

None

Agency Analysis/Requested Changes:

No change is recommended in the current fee structure.

FY16-17 Departmental Earnings

Agency:	Attorney General's Office
Revenue Category Name:	Registration of Charities and Clubs
Purpose:	See Supporting Information Below
Legal Citation(s):	M.S. 309.52, 309.53, 309.531 & 325G.27
Revenue Account Code(s):	607475 & 607476
Dedicated Receipts (Yes/No):	No
Non-Dedicated Receipts (Yes/No):	Yes
Fund(s):	General (1000)
Appropriation Name(s):	G069900
Recommending Fee Change? (Yes/No)	No

Revenue Category Summary (Dollars in Thousands)	Actual FY 2013	Actual FY 2014	Estimated FY 2015	Current Law FY 2016	Gov Rec FY 2016	Current Law FY 2017	Gov Rec FY 2017
Accumulated Balance		17	38	31	31	24	24
Resources:							
Departmental Earnings	604	633	605	605	605	605	605
Other Resources:							
Earnings Transferred In							
Revenue Collected by Another Agency							
Other Receipts (e.g. interest)							
Resource Reductions:							
Earnings Transferred Out							
Revenue Collected for Another Agency							
Total Resources	604	633	605	605	605	605	605
Expenditures:							
Direct Expenditures	587	612	612	612	612	612	612
Indirect Expenditures							
Total Expenditures	587	612	612	612	612	612	612
Current Difference	17	21	(7)	(7)	(7)	(7)	(7)
Accumulated Ending Balance	17	38	31	24	24	17	17

Note: Accumulated balance forward and ending balances do not necessarily represent amounts in an account balance, but are shown to illustrate a five-year trend of cost recovery. Direct expenditures include both direct and indirect expenditures.

Supporting Information

Background Information:

The Attorney General has oversight responsibility for charitable assets and has the authority to enforce Minnesota's laws governing nonprofit charitable organizations. The purpose of the registration function is to make charities' financial information available to the public. In addition, the office conducts public education activities about charitable giving; it serves to protect money dedicated for charitable purposes and is a public resource for information about nonprofit charitable organizations in Minnesota.

Under Minnesota Statutes §§ 309.52 and 309.53, most charitable organizations that solicit contributions from the public must register and submit registration documents, annual reports, financial statements, and a \$25.00 registration and annual fee. There is a \$50.00 late fee for past due filings. Charitable trusts and foundations must also register and file annually pursuant to Minnesota Statutes section 501B.38, including a \$25.00 filing fee. This information is made accessible to the public in the public filing room in the charities division of the Attorney General's Office or summarized financial information for these organizations can be found on the office website. More than 12,500 charitable organizations and charitable trusts are currently registered.

Under Minnesota Statutes section 309.531, professional fundraisers must register each year with the Attorney General. The registration fee is \$200. There is a \$300 late fee for past due filings. There are approximately 425 professional fundraisers registered with the Attorney General's Office.

Minnesota Statute 325G.27 requires that the Attorney General's Office collect \$250 for a first-time registration fee for new clubs and a \$150 registration renewal fee annually for existing Health Clubs, Social Referral Clubs and Buying Clubs.

FY16-17 Departmental Earnings

Agency:	B15 – Barber Examiners
Revenue Category Name:	Licensing Fees
Purpose:	To recover the costs of regulating the barber profession.
Legal Citation(s):	M.S. 154 and M.R. 2100
Revenue Account Code(s):	607552 – 607583, 644072
Dedicated Receipts (Yes/No):	No
Non-Dedicated Receipts (Yes/No):	Yes
Fund(s):	1000
Appropriation Name(s):	Barber non-dedicated receipts
Recommending Fee Change? (Yes/No)	No

Revenue Category Summary (Dollars in Thousands)	Actual FY 2013	Actual FY 2014	Estimated FY 2015	Current Law FY 2016	Gov Rec FY 2016	Current Law FY 2017	Gov Rec FY 2017
Accumulated Balance	\$196	\$206	\$246	\$157	\$157	\$164	\$160
Resources:							
Departmental Earnings							
Non-Dedicated Receipts	\$279	\$278	\$317	\$324	\$324	\$325	\$325
Other Resources:							
Earnings Transferred In							
Revenue Collected by Another Agency							
Other Receipts (e.g. interest)							
Resource Reductions:							
Earnings Transferred Out							
Revenue Collected for Another Agency							
Total Resources	\$279	\$278	\$317	\$324	\$324	\$325	\$325
Expenditures:							
Direct Expenditures	\$269	\$238	\$406	\$317	\$321	\$317	\$325
Indirect Expenditures							
Total Expenditures	\$269	\$238	\$406	\$317	\$321	\$317	\$325
Current Difference	\$10	\$40	(\$89)	\$7	\$3	\$8	\$0
Accumulated Ending Balance	\$206	\$246	\$157	\$164	\$160	\$172	\$160

Supporting Information

Background Information:

The board's mission is to assist the State of Minnesota in meeting the goal of keeping Minnesotans safe by assuring that barbers are appropriately trained and demonstrate the skills necessary to conduct barber services safely and under sanitary conditions that reduce the spread of disease through training, examination, and inspection of barber practices, barber shops and barber schools.

Services:

- Set educational standards for licensure.
- Evaluation of qualified applicants through board administered examination of skills and knowledge to provide barbering services in a safe and sanitary manner and in compliance with

statutory requirement.

- Licensing of qualified applicants through review of education, training, and performance on examinations.
- License renewal for qualified applicants seeking renewal.
- Conduct inspections of barber shops and schools to ensure compliance with sanitation and disinfection practices and Statute and Rules governing these establishments.
- Responding to public inquires and complains regarding licensee conduct and/or unlicensed activities.
- Conduct investigations and take action against violation of laws and rules the Board is empowered to enforce.
- Provide information about licensure requirements and standards of practice to citizens and other interested persons or agencies.

Forecast Basis:

The Minnesota Board of Barber Examiners receives a direct appropriation from the general fund for all operating expenses. All revenues are deposited as non-dedicated receipts in the general fund. The legislature sets all fee amounts in statute to cover the direct and indirect costs the board has. Revenues are projected based on the number of licenses during the previous fiscal year and current fee structure. There are no significant changes anticipated in the number of licensees in the upcoming biennium.

Recent Changes:

The Board added administrative penalties for unlicensed activity and made minor fee adjustments including fees for renewal of student permits, retake of examinations, and re-inspection and reduced the fee for the home study course in 2013.

Agency Analysis/Comments:

No change is recommended in the current fee structure at this time.

FY16-17 Departmental Earnings

Agency:	H7X – Behavioral Health & Therapy
Revenue Category Name:	Licensing Fees
Purpose:	To recover the costs of regulating the licensed professional counselor profession and the alcohol and drug counselor profession.
Legal Citation(s):	M.S. 148B.53, 148B.59, 148F.015, 148F.115, 214, and 319B
Revenue Account Code(s):	608220 – 608248, 644076, 608210 – 618244
Dedicated Receipts (Yes/No):	No
Non-Dedicated Receipts (Yes/No):	Yes
Fund(s):	1201
Appropriation Name(s):	LPC non-dedicated receipts, ADC non-dedicated receipts
Recommending Fee Change? (Yes/No)	No

Revenue Category Summary (Dollars in Thousands)	Actual FY 2013	Actual FY 2014	Estimated FY 2015	Current Law FY 2016	Gov Rec FY 2016	Current Law FY 2017	Gov Rec FY 2017
Accumulated Balance	\$336	\$683	\$1,006	\$1,080	\$1,080	\$1,255	\$1,243
Resources:							
Departmental Earnings							
Non-Dedicated Receipts	\$850	\$847	\$802	\$833	\$833	\$833	\$833
Other Resources:							
Earnings Transferred In							
Revenue Collected by Another Agency							
Other Receipts (e.g. interest)							
Resource Reductions:							
Earnings Transferred Out							
Revenue Collected for Another Agency							
Total Resources	\$850	\$847	\$802	\$833	\$833	\$833	\$833
Expenditures:							
Direct Expenditures	\$371	\$373	\$586	\$473	\$480	\$473	\$486
Indirect Expenditures	\$132	\$151	\$142	\$185	\$190	\$185	\$191
Total Expenditures	\$503	\$524	\$728	\$658	\$670	\$658	\$677
Current Difference	\$347	\$323	\$74	\$175	\$163	\$175	\$156
Accumulated Ending Balance	\$683	\$1,006	\$1,080	\$1,255	\$1,243	\$1,430	\$1,399

Supporting Information

Background Information:

The Board of Behavioral Health and Therapy regulates the practices of professional counseling and alcohol and drug counseling in Minnesota. The Board issues licenses to Licensed Alcohol and Drug Counselors (LADCs) and also issues temporary permits to individuals to practice alcohol and drug counseling. The Board issues licenses to Licensed Professional Counselors (LPCs) and Licensed Professional Clinical Counselors (LPCCs). Applicants for licensure and licensees pay fees for regulating the professions. The fees are set forth in statute: Minnesota Statutes section 148F.115 for LADCs and Minnesota Statutes section 148B.53, subdivision 3, for LPCs/LPCCs.

In addition to fees collected from applicants and licensees, fees are charged to licensure supervisors and sponsors of continuing education activities approved by the Board. All fees are set to recover the Board's direct and indirect expenditures. Fee revenue is used by the Board to fulfill its mission to protect the public through effective licensure and enforcement of the statutes and rules governing the practices of professional counselors and alcohol and drug counselors to ensure a standard of competent and ethical practice.

Fees for professional counselors were initially set in May 2004. New fees and increases in existing fees for professional counselors and professional clinical counselors were established in 2007. Fees for alcohol and drug counselors were set in 1998. In 2003, LADC application and renewal fees were increased, and a \$99 surcharge on all initial applications and all renewals was established to recover program debt. The \$99 surcharge expired on June 30, 2013. In 2007 fees were created for LADC licensure supervisors and continuing education sponsors.

The Board of Behavioral Health and Therapy provides the following services for fees charged:

- Issues initial licenses and renews licenses for qualified professionals.
- Sets educational standards for initial licensure and continuing education requirements for maintaining licensure and approves continuing education activities.
- Reviews applicants' education and training to determine compliance with the Board's licensure requirements.
- Ensures that only applicants who meet licensure requirements are granted a license.
- Responds to public and agency inquiries, complaints, and reports regarding licensure and conduct of applicants and licensees.
- Takes disciplinary or corrective action against applicants or licensees for misconduct.
- Provides information about licensure requirements and standards of practice to citizens and other interested persons or agencies, including official online or written license verifications.

Forecast Basis:

Revenues from fees charged to applicants, licensees, licensure supervisors, and sponsors of continuing education activities approved by the Board are forecasted based on a number of factors, including actual revenue collected in the previous year, the number of applicants seeking initial licensure, and the number of license renewals processed. There are no significant changes anticipated in the amount of revenue to be generated in the upcoming biennium. The Board expects modest revenue increases that are in line with the fees already in place to fund regulation of the professions.

Recent Changes:

There are no recent revenue changes related to fee increases or decreases.

Agency Analysis/Comments:

No changes to current fees are recommended.

FY16-17 Departmental Earnings

Agency:	H7H – Chiropractic Examiners
Revenue Category Name:	Licensing Fees
Purpose:	To recover the costs of regulating the chiropractic examiners profession.
Legal Citation(s):	M.S. 148.07, 148.08, 148.10, 214, 319B and M.R. 2500
Revenue Account Code(s):	608254, 609245 – 609274
Dedicated Receipts (Yes/No):	No
Non-Dedicated Receipts (Yes/No):	Yes
Fund(s):	1201
Appropriation Name(s):	Chiropractic non-dedicated receipts
Recommending Fee Change? (Yes/No)	No

Revenue Category Summary (Dollars in Thousands)	Actual FY 2013	Actual FY 2014	Estimated FY 2015	Current Law FY 2016	Gov Rec FY 2016	Current Law FY 2017	Gov Rec FY 2017
Accumulated Balance	\$473	\$758	\$922	\$937	\$937	\$1,086	\$1,037
Resources:							
Departmental Earnings							
Non-Dedicated Receipts	\$939	\$823	\$878	\$901	\$901	\$926	\$926
Other Resources:							
Earnings Transferred In							
Revenue Collected by Another Agency							
Other Receipts (e.g. interest)							
Resource Reductions:							
Earnings Transferred Out							
Revenue Collected for Another Agency							
Total Resources	\$939	\$823	\$878	\$901	\$901	\$926	\$926
Expenditures:							
Direct Expenditures	\$436	\$442	\$629	\$500	\$507	\$500	\$513
Indirect Expenditures	\$218	\$217	\$234	\$252	\$294	\$252	\$258
Total Expenditures	\$654	\$659	\$863	\$752	\$801	\$752	\$771
Current Difference	\$285	\$164	\$15	\$149	\$100	\$174	\$155
Accumulated Ending Balance	\$758	\$922	\$937	\$1,086	\$1,037	\$1,260	\$1,192

Supporting Information

Background Information:

The mission of the board is to promote, preserve and protect the public's health, safety, and welfare by providing reasonable assurance that the individuals who practice are competent, ethical practitioners with the necessary knowledge and skills appropriate to their title and role.

Fees charged to applicants, prospective applicants, licensees, and sponsors of continuing education programs approved by the board are set to recover the board's services as shown below:

- Issue initial licensure and renew licenses for qualified professionals.
- Ensure that only applicants who meet licensure requirements are granted a license.
- Respond to public and agency inquiries, complaints, and reports regarding licensure and conduct of applicants and licensees.
- Take disciplinary or corrective action against an applicant or licensee for misconduct.
- Enforce standards of practice and professional conduct for licensees.
- Enforce educational standards for initial licensure and continuing education requirements for maintaining licensure.
- Review applicant's education and training to determine compliance with the board's licensure requirements.
- Provide information about licensure requirements and standards of practice to citizens and other interested persons or agencies.

Fees are also responsible for covering the Board's prorated share of support functions provided outside of the Board itself:

- Legal support (Attorney General)
- Centralized administrative support (Health Boards Administrative Services Unit)
- Funding for services to health professionals (Health Professionals Services Program)
- Statewide e-licensing system development and operations (Office of Enterprise Technology) in spite of the fact that the Board has had a satisfactory system in place for over ten years
- Continued transfers of the Board's accumulated funds in the State Government Special Revenue Fund to the General Fund, totaling over \$83,757 for the three transfers that have been conducted

Forecast Basis:

Revenues are forecasted based on a number of factors, including actual revenue collected in the previous year, the number of applicants seeking initial licensure, and any fee changes set in current law. There are no significant changes anticipated to the amount of revenue generated in the upcoming biennium.

Recent Changes:

The number of licensees regulated by the Board continues to rise, as do the number of complaints and the complexity of the cases. The Board has not raised fees since January 1993 a result of sound fiscal management, and creative solutions for reducing costs.

Agency Analysis/Comments:

None

Table of Contents
2016-17 Biennial Budget – Departmental Earnings

Commerce, Department of	
Auto Theft Prevention Surcharge	1
Collections License and Registration Fees	2
Currency Exchange License Fees	3
Financial Institutions – Examination Fees and Cost Assessments	4
Franchise Registration Fees	6
Insurance Agent License Fees	7
Insurance Company Fees, Fines and Penalties.....	9
Miscellaneous Small Earnings: Fees, Service Charges, Assessments and Fines	11
Real Estate License Fees	13
Securities Registration and Amendment Fees, Fines and Penalties.....	15
Technology Fee for On-Line Licensing Products	17
Unclaimed Property Remittances	19
Workers Compensation/Self Insurance Application and Filing Fees.....	21
Gold Bullion Dealers	23
Propane-Liquefied Petroleum Gas Fee.....	24
Telecommunications Access Minnesota Surcharge.....	26
Petroleum Inspection Fees.....	28
Weights & Measures Service Fees	30
Facility Siting & Routing Permit Fees.....	32
Made in Minnesota Solar Incentive Program	34
Telephone Regulation Cost Assessment	36
Energy Cost Assessments	38

FY16-17 Departmental Earnings

Agency:	Commerce
Revenue Category Name:	Auto Theft Prevention Surcharge
Purpose:	Implement statewide programs to combat automobile theft.
Legal Citation(s):	MS 297I.11
Revenue Account Code(s):	644057
Dedicated Receipts (Yes/No):	Yes
Non-Dedicated Receipts (Yes/No):	No
Fund(s):	2000
Appropriation Name(s):	
Recommending Fee Change? (Yes/No)	No

Revenue Category Summary (Dollars in Thousands)	Actual FY 2013	Actual FY 2014	Estimated FY 2015	Current Law FY 2016	Gov Rec FY 2016	Current Law FY 2017	Gov Rec FY 2017
Accumulated Balance	2,711	2,139	2,450	2,221	2,221	1,992	1,992
Resources:							
Departmental Earnings	3,782	3,857	3,500	3,500	3,500	3,500	3,500
Other Resources:							
Earnings Transferred In							
Revenue Collected by Another Agency							
Other Receipts (e.g. interest)							
Resource Reductions:							
Earnings Transferred Out	1,300	1,300	1,300	1,300	1,300	1,300	1,300
Revenue Collected for Another Agency							
Total Resources	5,193	4,696	4,650	4,421	4,421	4,192	4,192
Expenditures:							
Direct Expenditures	3,040	2,212	2,393	2,393	2,393	2,393	2,393
Indirect Expenditures	15	33	36	23	23	36	36
Total Expenditures	2,139	2,246	2,429	2,429	2,429	2,429	2,429
Current Difference	(572)	311	(229)	(229)	(229)	(229)	(229)
Accumulated Ending Balance	2,139	2,450	2,221	1,992	1,992	1,763	1,763

Supporting Information

Background Information:

As required by statute, insurers that write automobile insurance policies collect a surcharge of \$.50 per vehicle per six months of coverage. \$1.3 million of revenue is transferred to the General Fund each fiscal year.

Forecast Basis:

The forecast is based on actual data from prior fiscal years and estimates calculated from the current fiscal year and the next biennium.

Recent Changes:

None

Agency Analysis/Comments:

No change is recommended in the current fee structure

FY16-17 Departmental Earnings

Agency:	Commerce
Revenue Category Name:	Collections License and Registration Fees
Purpose:	To recover the cost of regulation of the industry
Legal Citation(s):	MS 332
Revenue Account Code(s):	609813-609821, 609990
Dedicated Receipts (Yes/No):	No
Non-Dedicated Receipts (Yes/No):	Yes
Fund(s):	1000
Appropriation Name(s):	
Recommending Fee Change? (Yes/No)	No

Revenue Category Summary (Dollars in Thousands)	Actual FY 2013	Actual FY 2014	Estimated FY 2015	Current Law FY 2016	Gov Rec FY 2016	Current Law FY 2017	Gov Rec FY 2017
Accumulated Balance		662	1,348	1,979	1,979	2,658	2,658
Resources:							
Departmental Earnings	1,053	1,091	1,085	1,085	1,085	1,085	1,085
Other Resources:							
Earnings Transferred In							
Revenue Collected by Another Agency							
Other Receipts (e.g. interest)							
Resource Reductions:							
Earnings Transferred Out							
Revenue Collected for Another Agency							
Total Resources	1,053	1,753	2,433	3,064	3,064	3,743	3,743
Expenditures:							
Direct Expenditures	304	305	356	308	308	308	308
Indirect Expenditures	87	99	98	98	98	98	98
Total Expenditures	391	404	455	406	406	406	406
Current Difference	662	687	630	679	679	679	679
Accumulated Ending Balance	662	1,348	1,979	2,658	2,658	3,337	3,337

Supporting Information

Background Information:

Minnesota Statutes require registration of individual debt collectors and licensure of collection agencies. Both individual collectors and the agencies that employ them pay license fees. All fees collected are deposited as non-dedicated revenue to the General Fund.

Forecast Basis:

The forecast is based on actual data from prior fiscal years and estimates calculated from the current fiscal year and the next biennium.

Recent Changes:

None.

Agency Analysis/Comments:

No change is recommended in the current fee structure.

FY16-17 Departmental Earnings

Agency:	Commerce
Revenue Category Name:	Currency Exchange License Fees
Purpose:	To recover the cost of regulation of the industry
Legal Citation(s):	MS 53A
Revenue Account Code(s):	609865-609871
Dedicated Receipts (Yes/No):	No
Non-Dedicated Receipts (Yes/No):	Yes
Fund(s):	1000
Appropriation Name(s):	
Recommending Fee Change? (Yes/No)	No

Revenue Category Summary (Dollars in Thousands)	Actual FY 2013	Actual FY 2014	Estimated FY 2015	Current Law FY 2016	Gov Rec FY 2016	Current Law FY 2017	Gov Rec FY 2017
Accumulated Balance		41	71	107	107	144	144
Resources:							
Departmental Earnings	46	36	42	42	42	42	42
Other Resources:							
Earnings Transferred In							
Revenue Collected by Another Agency							
Other Receipts (e.g. interest)							
Resource Reductions:							
Earnings Transferred Out							
Revenue Collected for Another Agency							
Total Resources	46	77	113	149	149	186	186
Expenditures:							
Direct Expenditures	5	4	6	4	4	4	4
Indirect Expenditures	1	1	1	1	1	1	1
Total Expenditures	5	5	6	5	5	5	5
Current Difference	41	31	36	37	37	37	37
Accumulated Ending Balance	41	71	107	144	144	180	180

Supporting Information

Background Information:

Minnesota statute requires licensing of currency exchanges that operate in Minnesota. All fees collected are deposited as non-dedicated revenue to the General Fund.

Forecast Basis:

The forecast is based on actual data from prior fiscal years and estimates calculated from the current fiscal year and the next biennium.

Recent Changes:

None.

Agency Analysis/Comments:

No change is recommended in the current fee structure.

FY16-17 Departmental Earnings

Revenue Category Name:	Financial Institutions – Examination Fees and Cost Assessments
Purpose:	To recover the cost of regulation of banks, trust companies, credit unions, consumer credit companies, mortgage originators and money transmitters
Legal Citation(s):	MS 46, 47, 48, 52, 53, 53A, 55, 56, 58, 59, 168, 332
Revenue Account Code(s):	609775-609777, 609788-609802, 609822-609864, 610038-610049, 610061, 610072-610078, 610083, 610084
Dedicated Receipts (Yes/No):	Yes
Non-Dedicated Receipts (Yes/No):	Yes
Fund(s):	1000, 2000
Appropriation Name(s):	
Recommending Fee Change? (Yes/No)	No

Revenue Category Summary (Dollars in Thousands)	Actual FY 2013	Actual FY 2014	Estimated FY 2015	Current Law FY 2016	Gov Rec FY 2016	Current Law FY 2017	Gov Rec FY 2017
Accumulated Balance	52	(153)	585	(38)	(38)	(195)	(195)
Resources:							
Departmental Earnings	6,299	5,990	5,681	5,681	5,681	5,681	5,681
Other Resources:							
Earnings Transferred In							
Revenue Collected by Another Agency							
Other Receipts (e.g. interest)							
Resource Reductions:							
Earnings Transferred Out							
Revenue Collected for Another Agency							
Total Resources	6,351	5,837	6,266	5,643	5,643	5,486	5,486
Expenditures:							
Direct Expenditures	5,878	4,600	5,574	5,109	5,109	5,109	5,109
Indirect Expenditures	626	652	730	730	730	730	730
Total Expenditures	6,504	5,252	6,304	5,839	5,839	5,839	5,839
Current Difference	(205)	738	(623)	(158)	(158)	(158)	(158)
Accumulated Ending Balance	(153)	585	(38)	(195)	(195)	(353)	(353)

Supporting Information

Background Information:

The department as required by statute recovers 103% of the cost of examining financial institutions, including banks, credit unions, trust companies and consumer credit companies. The department recovers the direct cost of each examination by charging an hourly rate. Institutions also pay transaction fees for services and certifications provided by the department. At the end of each fiscal year, all costs that have not been recovered are assessed to the institutions.

This earnings category also includes revenue and expenses related to mortgage originators and money transmitters.

Forecast Basis:

The forecast is based on actual data from prior fiscal years and estimates calculated from the current fiscal year and the next biennium.

Recent Changes:

None.

Agency Analysis/Comments:

No change is recommended in the current fee structure.

FY16-17 Departmental Earnings

Agency:	Commerce
Revenue Category Name:	Franchise Registration Fees
Purpose:	To recover the cost of regulation of the industry
Legal Citation(s):	MS 80C
Revenue Account Code(s):	609872-609879
Dedicated Receipts (Yes/No):	No
Non-Dedicated Receipts (Yes/No):	Yes
Fund(s):	1000
Appropriation Name(s):	
Recommending Fee Change? (Yes/No)	No

Revenue Category Summary (Dollars in Thousands)	Actual FY 2013	Actual FY 2014	Estimated FY 2015	Current Law FY 2016	Gov Rec FY 2016	Current Law FY 2017	Gov Rec FY 2017
Accumulated Balance		108	242	296	296	392	392
Resources:							
Departmental Earnings	395	418	411	411	411	411	411
Other Resources:							
Earnings Transferred In							
Revenue Collected by Another Agency							
Other Receipts (e.g. interest)							
Resource Reductions:							
Earnings Transferred Out							
Revenue Collected for Another Agency							
Total Resources	395	526	653	707	707	803	803
Expenditures:							
Direct Expenditures	252	241	312	272	272	272	272
Indirect Expenditures	35	43	44	44	44	44	44
Total Expenditures	287	284	356	316	316	316	316
Current Difference	108	134	55	95	95	95	95
Accumulated Ending Balance	108	242	296	392	392	487	487

Supporting Information

Background Information:

Franchisors are required to register with the department to make investment offers in Minnesota. In addition, registered franchisors are required to file annual reports and amendments. All fees collected are deposited as non-dedicated revenue to the General Fund.

Forecast Basis:

The forecast is based on actual data from prior fiscal years and estimates calculated from the current fiscal year and the next biennium.

Recent Changes:

None.

Agency Analysis/Comments:

No change is recommended in the current fee structure.

FY16-17 Departmental Earnings

Agency:	Commerce Department
Revenue Category Name:	Insurance Agent License Fees
Purpose:	To recover the cost of regulation of the industry
Legal Citation(s):	MS 60A, 60K, 72B
Revenue Account Code(s):	609880-609885, 609888, 609889, 609891, 609895, 609896, 609995, 609996, 61006, 610080-610082
Dedicated Receipts (Yes/No):	No
Non-Dedicated Receipts (Yes/No):	Yes
Fund(s):	1000
Appropriation Name(s):	
Recommending Fee Change? (Yes/No)	No

Revenue Category Summary (Dollars in Thousands)	Actual FY 2013	Actual FY 2014	Estimated FY 2015	Current Law FY 2016	Gov Rec FY 2016	Current Law FY 2017	Gov Rec FY 2017
Accumulated Balance		7,602	15,146	21,718	21,718	28,359	28,359
Resources:							
Departmental Earnings	9,133	9,171	8,281	8,281	8,281	8,281	8,281
Other Resources:							
Earnings Transferred In							
Revenue Collected by Another Agency							
Other Receipts (e.g. interest)							
Resource Reductions:							
Earnings Transferred Out							
Revenue Collected for Another Agency							
Total Resources	9,133	16,773	23,427	29,999	29,999	36,640	36,640
Expenditures:							
Direct Expenditures	1,246	1,288	1,373	1,302	1,302	1,302	1,302
Indirect Expenditures	284	339	337	337	337	337	337
Total Expenditures	1,531	1,627	1,710	1,639	1,639	1,639	1,639
Current Difference	7,602	7,544	6,571	6,642	6,642	6,642	6,642
Accumulated Ending Balance	7,602	15,146	21,718	28,359	28,359	35,001	35,001

Supporting Information

Background Information

The department licenses insurance agents, adjusters, and agencies that operate in Minnesota. The department also approves continuing education courses for insurance agents. All fees collected are deposited as non-dedicated revenue to the General Fund.

Forecast Basis:

The forecast is based on actual data from prior fiscal years and estimates calculated from the current fiscal year and the next biennium.

Recent Changes:

None.

Agency Analysis/Comments:

No change is recommended in the current fee structure.

FY16-17 Departmental Earnings

Agency:	Commerce
Revenue Category Name:	Insurance Company Fees, Fines and Penalties
Purpose:	To recover the cost of regulation of the industry
Legal Citation(s):	MS 60A
Revenue Account Code(s):	609887, 609897-609919, 610045, 610060, 610063, 610071
Dedicated Receipts (Yes/No):	Yes
Non-Dedicated Receipts (Yes/No):	Yes
Fund(s):	1000, 2000
Appropriation Name(s):	
Recommending Fee Change? (Yes/No)	Yes

Revenue Category Summary (Dollars in Thousands)	Actual FY 2013	Actual FY 2014	Estimated FY 2015	Current Law FY 2016	Gov Rec FY 2016	Current Law FY 2017	Gov Rec FY 2017
Accumulated Balance	1,198	9,580	15,207	19,032	19,032	20,319	19,398
Resources:							
Departmental Earnings	21,822	17,480	16,165	13,565	14,957	13,565	15,157
Other Resources:							
Earnings Transferred In							
Revenue Collected by Another Agency							
Other Receipts (e.g. interest)							
Resource Reductions:							
Earnings Transferred Out	2,402	975	1,000	1,000	1,000	1,000	1,000
Revenue Collected for Another Agency							
Total Resources	20,618	26,085	30,372	31,597	32,989	32,884	33,555
Expenditures:							
Direct Expenditures	10,155	9,973	10,453	10,391	12,704	10,391	12,904
Indirect Expenditures	884	905	887	887	887	887	887
Total Expenditures	11,038	10,878	11,340	11,278	13,591	11,278	13,791
Current Difference	8,382	5,627	3,825	1,287	366	1,287	366
Accumulated Ending Balance	9,580	15,207	19,032	20,319	19,398	21,606	19,764

Supporting Information

Background Information:

The department licenses and audits insurance companies that operate in Minnesota. Revenue from fees for insurance companies, examinations, desk audits, and filings are deposited in either the General Fund or the Special Revenue account. Additionally, fines and penalties can be a substantial source of revenue in any given fiscal year. It is difficult to forecast the frequency and amounts of fines and penalties.

At the end of each fiscal year, the balance in excess of \$25,000 in the insurance exam revolving fund is transferred to the general fund.

Forecast Basis:

The forecast is based on actual data from prior fiscal years and estimates calculated for the current fiscal year and next biennium.

Recent Changes:

The fee charged for each company appointment increased from \$10 to \$30.

Agency Analysis/Comments:

FY2016 & FY2017 include new revenue and expenditure estimates based on the Governor's recommendation for Vulnerable and Older Adult Financial Abuse Protection Act, aiming to combat financial abuse against seniors and vulnerable adults; Health Care enforcement funding; additional resources for the Commerce Fraud Bureau; Health Care rate review; and an International Insurance Specialist.

FY16-17 Departmental Earnings

Agency:	Commerce
Revenue Category Name:	Miscellaneous Small Earnings: Fees, Service Charges, Assessments and Fines
Purpose:	To recover the cost of regulation of the industries
Legal Citation(s):	81A, 82A, 83, 325D
Revenue Account Code(s):	609806-609811, 609966-609970, 609973, 609974, 610050-610052, 610056, 610057, 610064, 610066, 610067, 610079, 610086
Dedicated Receipts (Yes/No):	No
Non-Dedicated Receipts (Yes/No):	Yes
Fund(s):	1000
Appropriation Name(s):	
Recommending Fee Change? (Yes/No)	No

Revenue Category Summary (Dollars in Thousands)	Actual FY 2013	Actual FY 2014	Estimated FY 2015	Current Law FY 2016	Gov Rec FY 2016	Current Law FY 2017	Gov Rec FY 2017
Accumulated Balance		86	335	345	345	392	392
Resources:							
Departmental Earnings	289	445	254	254	254	254	254
Other Resources:							
Earnings Transferred In							
Revenue Collected by Another Agency							
Other Receipts (e.g. interest)							
Resource Reductions:							
Earnings Transferred Out							
Revenue Collected for Another Agency							
Total Resources	289	531	589	589	589	646	646
Expenditures:							
Direct Expenditures	178	166	213	176	176	176	176
Indirect Expenditures	25	31	31	31	31	31	31
Total Expenditures	203	196	244	207	207	207	207
Current Difference	86	249	10	47	47	47	47
Accumulated Ending Balance	86	335	345	392	392	439	439

Supporting Information

Background Information:

The department combined several small earnings category into a single miscellaneous account. The miscellaneous earnings category includes revenue & expenditures from campground, subdivided land, athlete agent, cig & tobacco license and fee, overpayment from all fees, service contracts, course approvals, coordinator approvals, MA assessment, and notary fines.

Forecast Basis:

The forecast is based on actual data from prior fiscal years and estimates calculated from the current fiscal year and the next biennium.

Recent Changes:

None.

Agency Analysis/Comments:

No change is recommended in the current fee structure.

FY16-17 Departmental Earnings

Agency:	Commerce
Revenue Category Name:	Real Estate License Fees
Purpose:	To recover the cost of regulation of the industry, to promote real estate education and research, and to provide recovery for those individuals financially harmed by the actions of a real estate licensee.
Legal Citation(s):	MS 82, 82B, 386
Revenue Account Code(s):	609779-609782, 609786, 609787, 609923-609928, 609930-609934, 609936, 609940, 609943-609945, 609947, 609993
Dedicated Receipts (Yes/No):	Yes
Non-Dedicated Receipts (Yes/No):	Yes
Fund(s):	1000, 2000
Appropriation Name(s):	
Recommending Fee Change? (Yes/No)	No

Revenue Category Summary (Dollars in Thousands)	Actual FY 2013	Actual FY 2014	Estimated FY 2015	Current Law FY 2016	Gov Rec FY 2016	Current Law FY 2017	Gov Rec FY 2017
Accumulated Balance	680	669	1285	1,120	1,120	873	873
Resources:							
Departmental Earnings	2,055	2,148	1,784	1,784	1,784	1,784	1,784
Other Resources:							
Earnings Transferred In							
Revenue Collected by Another Agency							
Other Receipts (e.g. interest)							
Resource Reductions:							
Earnings Transferred Out							
Revenue Collected for Another Agency							
Total Resources	2,735	2,817	3,069	2,904	2,904	2,657	2,657
Expenditures:							
Direct Expenditures	1,661	1,158	1,566	1,648	1,648	1,648	1,648
Indirect Expenditures	405	375	383	383	383	383	383
Total Expenditures	2,066	1,533	1,948	2,031	2,031	2,031	2,031
Current Difference	(11)	615	(164)	(247)	(247)	(247)	(247)
Accumulated Ending Balance	669	1,285	1,120	873	873	626	626

Supporting Information

Background Information:

The department licenses real estate agents and companies that operate in Minnesota. All fees collected are deposited as non-dedicated revenue to the General Fund with the exception of a portion of each license fee that is deposited in the Real Estate Education Research and Recovery account in the Special Revenue Fund.

Forecast Basis:

The forecast is based on actual data from prior fiscal years and estimates calculated from the current fiscal year and the next biennium.

Recent Changes:

None.

Agency Analysis/Comments:

No change is recommended in the current fee structure.

FY16-17 Departmental Earnings

Agency:	Commerce
Revenue Category Name:	Securities Registration and Amendment Fees, Fines and Penalties
Purpose:	To recover the cost of regulation of the industry
Legal Citation(s):	MS 80A, 80B
Revenue Account Code(s):	609948-609965, 610053
Dedicated Receipts (Yes/No):	No
Non-Dedicated Receipts (Yes/No):	Yes
Fund(s):	1000
Appropriation Name(s):	
Recommending Fee Change? (Yes/No)	No

Revenue Category Summary (Dollars in Thousands)	Actual FY 2013	Actual FY 2014	Estimated FY 2015	Current Law FY 2016	Gov Rec FY 2016	Current Law FY 2017	Gov Rec FY 2017
Accumulated Balance		43,168	82,821	121,526	121,526	160,345	160,345
Resources:							
Departmental Earnings	43,990	40,467	39,720	39,720	39,720	39,720	39,720
Other Resources:							
Earnings Transferred In							
Revenue Collected by Another Agency							
Other Receipts (e.g. interest)							
Resource Reductions:							
Earnings Transferred Out							
Revenue Collected for Another Agency							
Total Resources	43,990	83,635	122,541	161,246	161,246	200,065	200,065
Expenditures:							
Direct Expenditures	713	683	882	768	768	768	768
Indirect Expenditures	109	131	133	133	133	133	133
Total Expenditures	822	814	1,015	901	901	901	901
Current Difference	43,168	39,653	38,705	38,819	38,819	38,819	38,819
Accumulated Ending Balance	43,168	82,821	121,526	160,345	160,345	199,163	199,163

Supporting Information

Background Information:

As required by statute, the department licenses securities agents and brokers, and collects registration and amendment fees for all investment offerings in Minnesota. Registration fees are set at 1/20 of 1% of the offering price. The department also generates revenue from fines and penalties. All fees collected are deposited as non-dedicated revenue to the General Fund.

Forecast Basis:

The forecast is based on actual data from prior fiscal years and estimates calculated from the current fiscal year and the next biennium.

Recent Changes:

None.

Agency Analysis/Comments:

No change is recommended in the current fee structure.

FY16-17 Departmental Earnings

Agency:	Commerce
Revenue Category Name:	Technology Fee for On-Line Licensing Products
Purpose:	To recover the cost of operating and maintaining an electronic licensing database system
Legal Citation(s):	MS 45.24
Revenue Account Code(s):	610070
Dedicated Receipts (Yes/No):	Yes
Non-Dedicated Receipts (Yes/No):	No
Fund(s):	2000
Appropriation Name(s):	
Recommending Fee Change? (Yes/No)	No

Revenue Category Summary (Dollars in Thousands)	Actual FY 2013	Actual FY 2014	Estimated FY 2015	Current Law FY 2016	Gov Rec FY 2016	Current Law FY 2017	Gov Rec FY 2017
Accumulated Balance	3,871	4,573	4,859	4,000	4,000	3,500	3,500
Resources:							
Departmental Earnings	2,401	2,090	1,750	1,750	1,750	1,750	1,750
Other Resources:							
Earnings Transferred In							
Revenue Collected by Another Agency							
Other Receipts (e.g. interest)							
Resource Reductions:							
Earnings Transferred Out							
Revenue Collected for Another Agency							
Total Resources	6,272	6,663	6,609	5,750	5,750	5,250	5,250
Expenditures:							
Direct Expenditures	1,699	1,804	2,609	2,250	2,250	2,250	2,250
Indirect Expenditures							
Total Expenditures	1,699	1,804	2,609	2,250	2,250	2,250	2,250
Current Difference	702	286	(859)	(500)	(500)	(500)	(500)
Accumulated Ending Balance	4,573	4,859	4,000	3,500	3,500	3,000	3,000

Supporting Information

Background Information:

The Technology Fee was established in 2007 legislative session to offset the cost of system development and maintenance for on-line licensing products. This fee recovers transaction costs that are incurred.

Forecast Basis:

The forecast is based on actual data from prior fiscal years and estimates calculated from the current fiscal year and the next biennium.

Recent Changes:

The Technology Fee was reduced from \$25 to \$20 on May 1, 2014.

Agency Analysis/Comments:

No change is recommended in the current fee structure.

FY16-17 Departmental Earnings

Agency:	Commerce
Revenue Category Name:	Unclaimed Property Remittances
Purpose:	To recover and return abandoned property to rightful owners or heirs
Legal Citation(s):	MS 345
Revenue Account Code(s):	609979-609983
Dedicated Receipts (Yes/No):	No
Non-Dedicated Receipts (Yes/No):	Yes
Fund(s):	1000
Appropriation Name(s):	
Recommending Fee Change? (Yes/No)	No

Revenue Category Summary (Dollars in Thousands)	Actual FY 2013	Actual FY 2014	Estimated FY 2015	Current Law FY 2016	Gov Rec FY 2016	Current Law FY 2017	Gov Rec FY 2017
Accumulated Balance		27,257	68,122	97,470	97,470	126,901	126,901
Resources:							
Departmental Earnings	28,090	41,736	30,325	30,325	30,325	30,325	30,325
Other Resources:							
Earnings Transferred In							
Revenue Collected by Another Agency							
Other Receipts (e.g. interest)							
Resource Reductions:							
Earnings Transferred Out							
Revenue Collected for Another Agency							
Total Resources	28,090	68,993	98,447	127,795	127,795	157,226	157,226
Expenditures:							
Direct Expenditures	682	708	808	725	725	725	725
Indirect Expenditures	151	164	169	169	169	169	169
Total Expenditures	833	871	977	894	894	894	894
Current Difference	27,257	40,865	29,348	29,431	29,431	29,431	29,431
Accumulated Ending Balance	27,257	68,122	97,470	126,901	126,901	156,333	156,333

Supporting Information

Background Information:

Holders of unclaimed property (except real property) are required to remit the abandoned property to the department. The department holds the unclaimed property indefinitely until it is claimed by the rightful owner or heir. Cash and liquidated assets are deposited as non-dedicated revenue to the General Fund.

Forecast Basis:

The forecast is based on actual data from prior fiscal years and estimates calculated from the current fiscal year and the next biennium.

Recent Changes:

None

Agency Analysis/Comments:

No change is recommended in the current fee structure.

FY16-17 Departmental Earnings

Agency:	Commerce
Revenue Category Name:	Workers Compensation/Self Insurance Application and Filing Fees
Purpose:	To recover cost of regulation of the industry
Legal Citation(s):	MS 65B, 70A, 79, 179
Revenue Account Code(s):	609984-609988, 610008-610014
Dedicated Receipts (Yes/No):	No
Non-Dedicated Receipts (Yes/No):	Yes
Fund(s):	1000
Appropriation Name(s):	
Recommending Fee Change? (Yes/No)	No

Revenue Category Summary (Dollars in Thousands)	Actual FY 2013	Actual FY 2014	Estimated FY 2015	Current Law FY 2016	Gov Rec FY 2016	Current Law FY 2017	Gov Rec FY 2017
Accumulated Balance		(309)	(700)	(1,324)	(1,324)	(1,845)	(1,845)
Resources:							
Departmental Earnings	420	388	342	342	342	342	342
Other Resources:							
Earnings Transferred In							
Revenue Collected by Another Agency							
Other Receipts (e.g. interest)							
Resource Reductions:							
Earnings Transferred Out							
Revenue Collected for Another Agency							
Total Resources	420	79	(358)	(982)	(982)	(1,503)	(1,503)
Expenditures:							
Direct Expenditures	628	674	863	760	760	760	760
Indirect Expenditures	100	106	103	103	103	103	103
Total Expenditures	729	779	966	863	863	863	863
Current Difference	(309)	(391)	(624)	(521)	(521)	(521)	(521)
Accumulated Ending Balance	(309)	(700)	(1,324)	(1,845)	(1,845)	(2,365)	(2,365)

Supporting Information

Background Information:

Revenue from these fees is usually not sufficient to recover the cost of regulation as illustrated by the deficit position on the fiscal page. As a result, the department has historically reviewed this earnings category along with the Insurance Agents and Insurance Company categories. The surplus position in those categories will off-set the deficit in Workers Compensation/Self Insurance.

Forecast Basis:

The forecast is based on actual data from prior fiscal years and estimates calculated from the current fiscal year and the next biennium.

Recent Changes:

None.

Agency Analysis/Comments:

No change is recommended in the current fee structure.

FY16-17 Departmental Earnings

Agency:	Commerce
Revenue Category Name:	Gold Bullion Dealers
Purpose:	Regulation of gold bullion dealers
Legal Citation(s):	Laws of 2013 085 01 013 006
Revenue Account Code(s):	610095, 610096
Dedicated Receipts (Yes/No):	No
Non-Dedicated Receipts (Yes/No):	Yes
Fund(s):	1000
Appropriation Name(s):	
Recommending Fee Change? (Yes/No)	No

Revenue Category Summary (Dollars in Thousands)	Actual FY 2013	Actual FY 2014	Estimated FY 2015	Current Law FY 2016	Gov Rec FY 2016	Current Law FY 2017	Gov Rec FY 2017
Accumulated Balance		0	(122)	(472)	(472)	(637)	(637)
Resources:							
Departmental Earnings		4	491	491	491	491	491
Other Resources:							
Earnings Transferred In							
Revenue Collected by Another Agency							
Other Receipts (e.g. interest)							
Resource Reductions:							
Earnings Transferred Out							
Revenue Collected for Another Agency							
Total Resources		4	369	19	19	(146)	(146)
Expenditures:							
Direct Expenditures		112	826	642	642	642	642
Indirect Expenditures		14	15	15	15	15	15
Total Expenditures		126	841	657	657	657	657
Current Difference		(122)	(350)	(166)	(166)	(166)	(166)
Accumulated Ending Balance		(122)	(472)	(637)	(637)	(803)	(803)

Supporting Information

Background Information:

The regulation of gold bullion dealers was established in fiscal year 2014.

Forecast Basis:

The forecast is based on actual data from fiscal year 2014 and estimates calculated from the current fiscal year and the next biennium.

Recent Changes:

None.

Agency Analysis/Comments:

No change is recommended in the current fee structure.

FY16-17 Departmental Earnings

Agency:	Commerce
Revenue Category Name:	Propane-Liquefied Petroleum Gas Fee
Purpose:	Funds energy efficiency improvements to low-income homes using liquefied petroleum gas heating equipment.
Legal Citation(s):	MS 239.785
Revenue Account Code(s):	N/A
Dedicated Receipts (Yes/No):	Yes
Non-Dedicated Receipts (Yes/No):	No
Fund(s):	2000
Appropriation Name(s):	
Recommending Fee Change? (Yes/No)	No

Revenue Category Summary (Dollars in Thousands)	Actual FY 2013	Actual FY 2014	Estimated FY 2015	Current Law FY 2016	Gov Rec FY 2016	Current Law FY 2017	Gov Rec FY 2017
Accumulated Balance	270	511	482	0	0	0	0
Resources:							
Departmental Earnings							
Other Resources:							
Earnings Transferred In	375	502	340	340	340	340	340
Revenue Collected by Another Agency							
Other Receipts (e.g. interest)							
Resource Reductions:							
Earnings Transferred Out							
Revenue Collected for Another Agency							
Total Resources	645	1,013	822	340	340	340	340
Expenditures:							
Direct Expenditures	134	530	822	340	340	340	340
Indirect Expenditures	0	1	0	0	0	0	0
Total Expenditures	134	531	822	340	340	340	340
Current Difference	241	(29)	(482)	0	0	0	0
Accumulated Ending Balance	511	482	0	0	0	0	0

Supporting Information

Background Information:

As required by statute, a fee is charged on all Minnesota sales of liquefied petroleum gas (LPG). Revenue from this fee is collected by the Department of Revenue, and disbursed by the Department of Commerce to non-profit weatherization programs. The weatherization programs work to improve the energy efficiency of residential liquefied petroleum gas heating equipment in low-income homes. Revenue is generated from a one-cent per gallon fee on LPG when it is sold at a terminal.

Forecast Basis:

The forecast is based on actual data from prior fiscal years and estimates calculated from the current fiscal year and the next biennium.

Recent Changes:

None

Agency Analysis/Comments:

No change is recommended in the current fee structure.

FY16-17 Departmental Earnings

Agency:	Commerce
Revenue Category Name:	Telecommunications Access Minnesota Surcharge
Purpose:	Provide funding for specialized telecommunications services and equipment in order to make Minnesota's telecommunications network fully accessible to persons with hearing, sight, speech, or mobility issues.
Legal Citation(s):	MS 237.50-237.56
Revenue Account Code(s):	512001, 645822
Dedicated Receipts (Yes/No):	Yes
Non-Dedicated Receipts (Yes/No):	No
Fund(s):	2000
Appropriation Name(s):	
Recommending Fee Change? (Yes/No)	No

Revenue Category Summary (Dollars in Thousands)	Actual FY 2013	Actual FY 2014	Estimated FY 2015	Current Law FY 2016	Gov Rec FY 2016	Current Law FY 2017	Prop Gov Rec used FY 2017
Accumulated Balance	2,482	2,330	1,891	1,980	1,980	1,846	1,846
Resources:							
Departmental Earnings	4,590	4,671	6,234	5,540	5,540	5,467	5,467
Other Resources:							
Earnings Transferred In	360	0	0	0	0	0	0
Revenue Collected by Another Agency							
Other Receipts (e.g. interest)	8	4	4	3	3	3	3
Resource Reductions:							
Earnings Transferred Out	850	940	1,240	1,240	1,240	1,240	1,240
Revenue Collected for Another Agency							
Total Resources	6,590	6,065	6,889	6,283	6,283	6,076	6,076
Expenditures:							
Direct Expenditures	4,239	4,141	4,870	4,398	4,398	4,390	4,390
Indirect Expenditures	22	33	39	39	39	39	39
Total Expenditures	4,261	4,174	4,909	4,437	4,437	4,429	4,429
Current Difference	(153)	(439)	89	(134)	(134)	(199)	(199)
Accumulated Ending Balance	2,330	1,891	1,980	1,846	1,846	1,647	1,647

Supporting Information

Background Information:

The department contracts, through its Telecommunications Access Minnesota (TAM) program, to provide specialized telecommunications services and equipment for Minnesotans with hearing, vision, speech, and physical disabilities. TAM also provides funding for Accessible News for the Blind, Rural Real-Time Captioning, and the Commission of Deaf, Deaf-blind and Hard-of-Hearing Minnesotans. These include:

- A contract with Communication Service for the Deaf (CSD) for the provision of Minnesota Relay services and outreach services. Minnesota Relay facilitates telephone calls between persons

with a hearing or speech disability and the person they wish to communicate with.

- An interagency agreement with the Department of Human Services – Telephone Equipment Distribution (TED) Program to provide specialized telecommunications equipment to eligible persons with hearing, speech, vision or physical disabilities.
- An interagency agreement with the Department of human Services – Rural Real-Time Captioning program to make live local news programming accessible to persons with hearing loss.
- An interagency agreement with the Department of Employment and Economic Development – Accessible News for the Blind program to provide accessible electronic information (news and other timely information) for persons with sight limitations.
- An appropriation to the Commission of Deaf, Deaf-blind and Hard-of-Hearing Minnesotans for operational expenses

Revenue to fund these contracts is generated by a surcharge on all wired and wireless telephone access lines in Minnesota. Minnesota statutes set a maximum for the surcharge at \$0.20 per month, per access line.

The Public Utilities Commission sets the actual amount of the surcharge based on recommendations from the Department of Commerce.

Forecast Basis:

The forecast is based on actual data from prior fiscal years and estimates calculated from the current fiscal year and the next biennium.

Recent Changes:

None

Agency Analysis/Comments:

No change is recommended in the current fee structure.

FY16-17 Departmental Earnings

Agency:	Commerce
Revenue Category Name:	Petroleum Inspection Fees
Purpose:	Recovers the cost of operations for the Division of Weights & Measures, petroleum supply monitoring, and renewable energy equipment grants.
Legal Citation(s):	MS 239.101, Subd. 3
Revenue Account Code(s):	N/A
Dedicated Receipts (Yes/No):	No
Non-Dedicated Receipts (Yes/No):	Yes
Fund(s):	1000
Appropriation Name(s):	
Recommending Fee Change? (Yes/No)	No

Revenue Category Summary (Dollars in Thousands)	Actual FY 2013	Actual FY 2014	Estimated FY 2015	Current Law FY 2016	Gov Rec FY 2016	Current Law FY 2017	Gov Rec FY 2017
Accumulated Balance	634	524	630	640	640	510	510
Resources:							
Departmental Earnings							
Other Resources:							
Earnings Transferred In	3,140	3,516	3,480	3,480	3,480	3,480	3,480
Revenue Collected by Another Agency							
Other Receipts (e.g. interest)	0	15	10	10	10	10	10
Resource Reductions:							
Earnings Transferred Out							
Revenue Collected for Another Agency							
Total Resources	3,774	4,055	4,120	4,130	4,130	4,000	4,000
Expenditures:							
Direct Expenditures	3,242	3,408	3,440	3,580	3,580	3,560	3,560
Indirect Expenditures	8	17	40	40	40	40	40
Total Expenditures	3,250	3,425	3,480	3,620	3,620	3,600	3,600
Current Difference	(110)	106	10	(130)	(130)	(110)	(110)
Accumulated Ending Balance	524	630	640	510	510	400	400

Supporting Information

Background Information:

The Petroleum Inspection Fee is set by statute at \$1.00 per 1,000 gallons. The Petroleum Inspection Fee is paid by licensed petroleum distributors and collected by the Commissioner of Revenue. Revenue then transfers a portion of the fee to the Department of Commerce. Commerce, by statute, receives \$0.89 of each dollar collected and it is to be used for operations of the Division of Weights & Measures; operating the renewable energy equipment grants; and monitoring Minnesota's supply and inventory of petroleum products.

The remaining \$0.11 of each dollar collected stays with the Department of Revenue and is deposited into the general fund.

Forecast Basis:

The forecast is based on actual data from prior fiscal years and estimates calculated from the current fiscal year and the next biennium.

Recent Changes:

None

Agency Analysis/Comments:

No change is recommended in the current fee structure.

FY16-17 Departmental Earnings

Agency:	Commerce
Revenue Category Name:	Weights & Measures Service Fees
Purpose:	Recovers cost of inspecting weighing and measuring equip and metrology lab services
Legal Citation(s):	MS 239.101, Subd. 2
Revenue Account Code(s):	610085
Dedicated Receipts (Yes/No):	No
Non-Dedicated Receipts (Yes/No):	Yes
Fund(s):	1000
Appropriation Name(s):	
Recommending Fee Change? (Yes/No)	No

Revenue Category Summary (Dollars in Thousands)	Actual FY 2013	Actual FY 2014	Estimated FY 2015	Current Law FY 2016	Gov Rec FY 2016	Current Law FY 2017	Gov Rec FY 2017
Accumulated Balance		1,117	2,440	3,740	3,740	5,040	5,040
Resources:							
Departmental Earnings	1,117	1,323	1,300	1,300	1,300	1,300	1,300
Other Resources:							
Earnings Transferred In							
Revenue Collected by Another Agency							
Other Receipts (e.g. interest)							
Resource Reductions:							
Earnings Transferred Out							
Revenue Collected for Another Agency							
Total Resources	1,117	2,440	3,740	5,040	5,040	6,340	6,340
Expenditures:							
Direct Expenditures							
Indirect Expenditures							
Total Expenditures							
Current Difference	1,117	1,323	1,300	1,300	1,300	1,300	1,300
Accumulated Ending Balance	1,117	2,440	3,740	5,040	5,040	6,340	6,340

Supporting Information

Background Information:

The department recovers the full cost of providing weights and measures services. Fees are paid by approximately 5,000 businesses. Costs are recovered by charging cost-based fees for:

- Inspecting and testing commercial weighing and measuring equipment.
- Inspecting the net contents of prepackaged commodities.
- Metrology laboratory calibration services.

Under current law, Weights and Measures is funded by \$0.89 of the Petroleum Inspection Fee. The Petroleum Inspection Fee is collected by the Department of Revenue and transferred to Weights and Measures.

Statute also mandates that Weights and Measures recover costs for services provided. This revenue is deposited into the general fund and is shown in this departmental earnings category. All expenditures for Weights and Measures are shown in the category titled "Petroleum".

Forecast Basis:

The forecast is based on actual data from prior fiscal years and estimates calculated from the current fiscal year and the next biennium.

Recent Changes:

None

Agency Analysis/Comments:

No change is recommended in the current fee structure.

FY16-17 Departmental Earnings

Agency:	Commerce
Revenue Category Name:	Facility Siting & Routing Permit Fees
Purpose:	Recover the cost of the Department's analysis, advocacy, and operations with respect to siting and routing of electric generating plants, electric high voltage lines, wind generators, and pipelines.
Legal Citation(s):	MS 116C.712, subd. 5; 116C.69 subd 2-3; 116I.015
Revenue Account Code(s):	610087, 610090
Dedicated Receipts (Yes/No):	Yes
Non-Dedicated Receipts (Yes/No):	No
Fund(s):	2000
Appropriation Name(s):	
Recommending Fee Change? (Yes/No)	No

Revenue Category Summary (Dollars in Thousands)	Actual FY 2013	Actual FY 2014	Estimated FY 2015	Current Law FY 2016	Gov Rec FY 2016	Current Law FY 2017	Gov Rec FY 2017
Accumulated Balance	75	360	394	0	0	0	0
Resources:							
Departmental Earnings	1,729	2,034	1,929	2,041	2,041	2,156	2,156
Other Resources:							
Earnings Transferred In							
Revenue Collected by Another Agency							
Other Receipts (e.g. interest)							
Resource Reductions:							
Earnings Transferred Out							
Revenue Collected for Another Agency							
Total Resources	1,804	2,394	2,323	2,041	2,041	2,156	2,156
Expenditures:							
Direct Expenditures	1,294	1,860	2,142	1,848	1,848	1,954	1,954
Indirect Expenditures	150	142	181	193	193	202	202
Total Expenditures	1,444	2,002	2,323	2,041	2,041	2,156	2,156
Current Difference	285	32	(394)	0	0	0	0
Accumulated Ending Balance	360	394	0	0	0	0	0

Supporting Information

Background Information:

Fees are paid by utility companies and other proposers of energy facilities to manage the permitting process. Examples of the type of facilities include electric generating plants, electric high voltage lines, wind generators, and pipelines. The fees support the actual cost of personnel, operating costs, and indirect costs.

Forecast Basis:

Current and prior year receipt and expenditure information was reviewed and estimated budgets were created based on that information. These projects are limited in duration; the number and size of new projects has been relatively stable over time.

Recent Changes:

None

Agency Analysis/Comments:

No change is recommended in the current fee structure.

FY16-17 Departmental Earnings

Agency:	Commerce
Revenue Category Name:	Made in Minnesota Solar Incentive Program
Purpose:	A solar photovoltaic (PV) and solar thermal incentive program for consumers who install PV and solar thermal systems using solar modules and collectors certified as manufactured in Minnesota.
Legal Citation(s):	Laws 2013 085 11 002 002
Revenue Account Code(s):	645832
Dedicated Receipts (Yes/No):	Yes
Non-Dedicated Receipts (Yes/No):	No
Fund(s):	2000
Appropriation Name(s):	
Recommending Fee Change? (Yes/No)	No

Revenue Category Summary (Dollars in Thousands)	Actual FY 2013	Actual FY 2014	Estimated FY 2015	Current Law FY 2016	Gov Rec FY 2016	Current Law FY 2017	Gov Rec FY 2017
Accumulated Balance		0	14,732	16,732	16,732	18,156	18,156
Resources:							
Departmental Earnings		15,000	15,450	15,000	15,000	15,000	15,000
Other Resources:							
Earnings Transferred In							
Revenue Collected by Another Agency							
Other Receipts (e.g. interest)							
Resource Reductions:							
Earnings Transferred Out							
Revenue Collected for Another Agency							
Total Resources		15,000	30,182	31,732	31,732	33,156	33,156
Expenditures:							
Direct Expenditures		254	13,410	13,536	13,536	15,016	15,016
Indirect Expenditures		14	40	40	40	40	40
Total Expenditures		268	13,450	13,576	13,576	15,056	15,056
Current Difference		14,732	2,000	1,424	1,424	(56)	(56)
Accumulated Ending Balance		14,732	16,732	18,156	18,156	18,100	18,100

Supporting Information

Background Information:

The Minnesota legislature established a solar photovoltaic (PV) and solar thermal incentive program for consumers who install PV and solar thermal systems using solar modules and collectors certified as manufactured in Minnesota. The program is administered by the Department of Commerce with an annual budget of up to \$15 million for ten years, including \$250,000 per year for solar thermal rebates. The program is funded with 5% of each public electric utility's total annual Conservation Improvement

Program (CIP) budget. The Xcel Renewable Development Fund supplements this amount to bring the total incentives available to \$15 million per year available to public electric utility customers.

Forecast Basis:

The Made in Minnesota program was established in fiscal year 2014, and estimates were based on projected incentive and operating expenses.

Recent Changes:

None

Agency Analysis/Comments:

No change is recommended in the current fee structure.

FY16-17 Departmental Earnings

Agency:	Commerce
Revenue Category Name:	Telephone Regulation Cost Assessment
Purpose:	Recover the cost of the Department's analysis, advocacy, and regulatory operations with respect to regulated telephone companies.
Legal Citation(s):	MS 237.295; 237.30
Revenue Account Code(s):	645813, 645814, 645818
Dedicated Receipts (Yes/No):	Yes
Non-Dedicated Receipts (Yes/No):	No
Fund(s):	1000 & 2000
Appropriation Name(s):	
Recommending Fee Change? (Yes/No)	No

Revenue Category Summary (Dollars in Thousands)	Actual FY 2013	Actual FY 2014	Estimated FY 2015	Current Law FY 2016	Gov Rec FY 2016	Current Law FY 2017	Gov Rec FY 2017
Accumulated Balance	25	(167)	176	109	109	169	169
Resources:							
Departmental Earnings	1,146	1,504	1,445	1,445	1,445	1,445	1,445
Other Resources:							
Earnings Transferred In							
Revenue Collected by Another Agency							
Other Receipts (e.g. interest)							
Resource Reductions:							
Earnings Transferred Out							
Revenue Collected for Another Agency							
Total Resources	1,171	1,337	1,621	1,554	1,554	1,614	1,614
Expenditures:							
Direct Expenditures	1,060	886	1,231	1,104	1,104	1,104	1,104
Indirect Expenditures	278	275	281	281	281	281	281
Total Expenditures	1,338	1,161	1,512	1,385	1,385	1,385	1,385
Current Difference	(192)	343	(67)	60	60	60	60
Accumulated Ending Balance	(167)	176	109	169	169	229	229

Supporting Information

Background Information:

The department assesses the full cost of telephone regulation to the regulated companies. Approximately 300 regulated telephone companies are assessed for the regulatory costs incurred by the Department of Commerce and the Attorney General. In addition, statewide indirect costs are assessed.

The telephone assessment is limited by statute to three-eighths of one percent of each company's annual gross revenue. Revenue is deposited on a cash basis while expenditures are reported on an accrual basis.

In a given year, revenues may not equal expenditures because:

- The department, as required by statute, bills in advance for indirect costs.
- The department completes a make-whole settlement after the close of the fiscal year.
- There are statutory limitations on assessments.
- A small accounts of accounts receivable may be outstanding.

Except for a \$25,000 balance that rolls forward to the next fiscal year, receipts for this account cancel to the general fund at the close of each fiscal year.

Forecast Basis:

Estimates are based on requested funding for telephone regulation. The Department assumes 100% of the appropriation will be expended, and 100% of the cost will be recovered.

Recent Changes:

None

Agency Analysis/Comments:

No change is recommended in the current fee structure.

FY16-17 Departmental Earnings

Agency:	Commerce
Revenue Category Name:	Energy Cost Assessments
Purpose:	Recover the cost of the Department's analysis, advocacy, and regulatory functions with respect to regulated gas and electric utilities.
Legal Citation(s):	MS 216B.62 subd 2,3,5; 216C.261; 216C.052
Revenue Account Code(s):	610092-610094, 645802-645808, 645816, 645821, 645831
Dedicated Receipts (Yes/No):	Yes
Non-Dedicated Receipts (Yes/No):	Yes
Fund(s):	1000 & 2000
Appropriation Name(s):	
Recommending Fee Change? (Yes/No)	Yes

Revenue Category Summary (Dollars in Thousands)	Actual FY 2013	Actual FY 2014	Estimated FY 2015	Current Law FY 2016	Gov Rec FY 2016	Current Law FY 2017	Gov Rec FY 2017
Accumulated Balance	7,913	4,451	2,997	585	585	(697)	403
Resources:							
Departmental Earnings	7,895	9,217	8,930	8,920	11,920	8,920	12,020
Other Resources:							
Earnings Transferred In	0	0	0	0	0	0	0
Revenue Collected by Another Agency	0	0	0	0	0	0	0
Other Receipts (e.g. interest)	0	0	0	0	0	0	0
Resource Reductions:							
Earnings Transferred Out	0	0	0	0	0	0	0
Revenue Collected for Another Agency	0	0	0	0	0	0	0
Total Resources	15,808	13,668	11,927	9,505	12,505	8,223	12,423
Expenditures:							
Direct Expenditures	10,785	9,948	10,683	9,615	11,515	8,113	10,113
Indirect Expenditures	572	723	659	587	587	587	587
Total Expenditures	11,357	10,671	11,342	10,202	12,102	8,700	10,700
Current Difference	(3,462)	(1,454)	(2,412)	(1,282)	(182)	220	1,320
Accumulated Ending Balance	4,451	2,997	585	(697)	403	(477)	1,723

Supporting Information

Background Information:

As required by statute, the department recovers the cost of regulating gas and electric utilities. The regulated companies are assessed for the following costs:

- Investor owned electric utilities, investor owned gas utilities, and electric cooperative companies are assessed for the full cost of regulation. Costs assessed to these companies include 100% of the direct and indirect regulatory costs (including statewide indirect costs) incurred by the Department of Commerce and the Attorney General.

- Municipal gas and electric services are assessed for service area filings and analysis of integrated resource plans.
- Public utilities, cooperatives, and municipalities are assessed for the Department's alternative energy engineering activities.

Assessments are limited by statute. These limitations include:

- Direct cost assessments are limited to two-fifths of one percent of each company's annual gross revenue.
- Indirect cost assessments are limited to one-sixth of one percent of each company's annual gross revenue.

Typically, regulatory costs incurred against a company do not exceed the direct cost limitation. Revenue is deposited on a cash basis while expenditures are reported on an accrual basis. In any given fiscal year, revenue may not equal expenditures because:

- The department, as required by statute, bill in advance for indirect costs.
- The department completes a make-whole settlement after the close of each fiscal year.
- There are statutory assessment limits.
- A small amount of accounts receivable may be outstanding.

Forecast Basis:

Estimate is based on requested funding for gas and electric utility regulation and for the Reliability Administrator. The department assumes 100% of the general fund appropriation will be expended and 100% of the cost will be recovered. Special revenue funds are based on programmatic estimates.

Recent Changes:

None

Agency Analysis/Comments:

FY2016 & FY2017 include new revenue and expenditure estimates based on the Governor's recommendation for additional resources for litigation costs; decoupling the Energy Regulation and Planning from the General fund; self-funding for the Guaranteed Energy Savings program; and removing the sunset of the Energy Planning & Systems assessment.

Table of Contents
2016-17 Biennial Budget – Departmental Earnings

Corrections, Department of

Aid to Victims of Crime – Offender Earnings Deduction.....	1
Charges to Counties – Per Diem Charges for MCF-Red Wing	2
Community Supervision Fees – Offenders.....	4
Corrections Staff Rent/Utilities	6
County Probation Reimbursement	7
Dedicated Receipts Miscellaneous	9
Fee for Services at MCF-Togo.....	10
Health Care Co-Payment – Offender Assessment	12
Housing Adult Inmates	14
Inmate Confinement Surcharge Summary	16
Lino-Anoka Service Agreement	18
Out of State Juvenile Jail Certification Fee	19
Staff and Visitors Meals	21
Vocational Work Program Fees	23

FY16-17 Departmental Earnings

Agency:	Corrections
Revenue Category Name:	Aid to Victims of Crime – Offender Earnings Deduction
Purpose:	Provide funding to programs to aid victims of crime
Legal Citation(s):	MS 241.26 Subd. 5
Revenue Account Code(s):	617861
Dedicated Receipts (Yes/No):	Yes
Non-Dedicated Receipts (Yes/No):	No
Fund(s):	2000
Appropriation Name(s):	Aid to Victims of Crime
Recommending Fee Change? (Yes/No)	No

Revenue Category Summary (Dollars in Thousands)	Actual FY 2013	Actual FY 2014	Estimated FY 2015	Current Law FY 2016	Gov Rec FY 2016	Current Law FY 2017	Gov Rec FY 2017
Accumulated Balance							
Resources:							
Departmental Earnings							
Other Resources:							
Earnings Transferred In							
Revenue Collected by Another Agency							
Other Receipts (e.g. interest)							
Resource Reductions:							
Earnings Transferred Out	337	390	383	383	383	383	383
Revenue Collected for Another Agency	337	390	383	383	383	383	383
Total Resources	0	0	0	0	0	0	0
Expenditures:							
Direct Expenditures							
Indirect Expenditures							
Total Expenditures	0	0	0	0	0	0	0
Current Difference	0	0	0	0	0	0	0
Accumulated Ending Balance	0	0	0	0	0	0	0

Supporting Information

Background Information:

Offenders are assessed a portion of their earnings to provide funding to programs established by law to aid victims of crime. Receipts collected are transferred to the Department of Public Safety.

Forecast Basis:

No changes are anticipated in the amount of revenue generated.

Recent Changes:

None

Agency Analysis/Comments:

No change is recommended in the current fee charged.

FY16-17 Departmental Earnings

Agency:	Corrections
Revenue Category Name:	Charges to Counties – Per Diem Charges for MCF-Red Wing
Purpose:	Charge counties cost of confinement at MCF-Red Wing
Legal Citation(s):	MS 242.192
Revenue Account Code(s):	617854, 617886 & 617887
Dedicated Receipts (Yes/No):	No
Non-Dedicated Receipts (Yes/No):	Yes
Fund(s):	1000
Appropriation Name(s):	MCF-RW NonDedicated Revenue & ISS NonDedicated Revenue
Recommending Fee Change? (Yes/No)	No

Revenue Category Summary (Dollars in Thousands)	Actual FY 2013	Actual FY 2014	Estimated FY 2015	Current Law FY 2016	Gov Rec FY 2016	Current Law FY 2017	Gov Rec FY 2017
Accumulated Balance							
Resources:							
Departmental Earnings							
Other Resources:							
Earnings Transferred In							
Revenue Collected by Another Agency							
Other Receipts (e.g. interest)							
Resource Reductions:							
Earnings Transferred Out	5880	5486	6181	6181	6181	6181	6181
Revenue Collected for Another Agency	5880	5486	6181	6181	6181	6181	6181
Total Resources	0	0	0	0	0	0	0
Expenditures:							
Direct Expenditures							
Indirect Expenditures							
Total Expenditures	0	0	0	0	0	0	0
Current Difference	0	0	0	0	0	0	0
Accumulated Ending Balance	0	0	0	0	0	0	0

Supporting Information

Background Information:

Effective 1/1/99, counties are charged 65% of the MCF-Red Wing per diem for cost of confinement, excluding educational costs, and 65% of the cost of confinement of juvenile females committed to the commissioner of corrections. These funds are deposited as non-dedicated receipts.

Forecast Basis:

No significant changes are anticipated in the amount of revenue generated by these fees.

Recent Changes:

None

Agency Analysis/Comments:

No change is recommended in the current fee charged.

FY16-17 Departmental Earnings

Agency:	Corrections
Revenue Category Name:	Community Supervision Fees - Offenders
Purpose:	Collect fees from offenders for supervision
Legal Citation(s):	MS 241.272
Revenue Account Code(s):	617853
Dedicated Receipts (Yes/No):	No
Non-Dedicated Receipts (Yes/No):	Yes
Fund(s):	1000
Appropriation Name(s):	Field Services-P&SR Non Dedicated Rev
Recommending Fee Change? (Yes/No)	No

Revenue Category Summary (Dollars in Thousands)	Actual FY 2013	Actual FY 2014	Estimated FY 2015	Current Law FY 2016	Gov Rec FY 2016	Current Law FY 2017	Gov Rec FY 2017
Accumulated Balance							
Resources:							
Departmental Earnings							
Other Resources:							
Earnings Transferred In							
Revenue Collected by Another Agency							
Other Receipts (e.g. interest)							
Resource Reductions:							
Earnings Transferred Out	537	575	600	600	600	600	600
Revenue Collected for Another Agency	537	575	600	600	600	600	600
Total Resources	0	0	0	0	0	0	0
Expenditures:							
Direct Expenditures							
Indirect Expenditures							
Total Expenditures	0	0	0	0	0	0	0
Current Difference	0	0	0	0	0	0	0
Accumulated Ending Balance	0	0	0	0	0	0	0

Supporting Information

Background Information:

Correctional fees collected include fees for community service work placement and supervision, restitution collection, supervision, court-ordered investigations or any other service provided by a probation officer or parole agent for offenders supervised by the commissioner of corrections. To defray costs associated with correctional services, the commissioner of corrections may establish a schedule of correctional fees to charge persons convicted of a crime. The correctional fees on the schedule must be reasonably related to the offender's ability to pay and actual cost of correctional services. Fees collected go to the general fund.

Forecast Basis:

No significant changes are anticipated in the amount of revenue generated by these fees.

Recent Changes:

None

Agency Analysis/Comments:

No change is recommended in the current fee charged.

FY16-17 Departmental Earnings

Agency:	Corrections
Revenue Category Name:	Corrections Staff Rent/Utilities
Purpose:	Charge rent/utilities fees to staff residing at MCF-Togo
Legal Citation(s):	MS 241.01, Subd. 5A
Revenue Account Code(s):	617872
Dedicated Receipts (Yes/No):	Yes
Non-Dedicated Receipts (Yes/No):	No
Fund(s):	2001
Appropriation Name(s):	MCF-Togo Utilities & Rent
Recommending Fee Change? (Yes/No)	No

Revenue Category Summary (Dollars in Thousands)	Actual FY 2013	Actual FY 2014	Estimated FY 2015	Current Law FY 2016	Gov Rec FY 2016	Current Law FY 2017	Gov Rec FY 2017
Accumulated Balance		1	1	1	1	1	1
Resources:							
Departmental Earnings	2	6	3	3	3	3	3
Other Resources:							
Earnings Transferred In							
Revenue Collected by Another Agency							
Other Receipts (e.g. interest)							
Resource Reductions:							
Earnings Transferred Out							
Revenue Collected for Another Agency							
Total Resources	2	6	3	3	3	3	3
Expenditures:							
Direct Expenditures	2	6	3	3	3	3	3
Indirect Expenditures							
Total Expenditures	2	6	3	3	3	3	3
Current Difference	0	0	0	0	0	0	0
Accumulated Ending Balance	1	1	1	1	1	1	1

Supporting Information

Background Information:

Rent and utilities charged to staff residing at MCF-Togo.

Forecast Basis:

This fee is reviewed annually, reflecting inflationary increases. No significant changes are anticipated in the amount of revenue generated by these fees.

Recent Changes:

None

Agency Analysis/Comments:

Fees will be adjusted for inflation and reviewed and approved by Real Estate Management.

FY16-17 Departmental Earnings

Agency:	Corrections
Revenue Category Name:	County Probation Reimbursement
Purpose:	Counties reimburse the state for juvenile probation & parole services
Legal Citation(s):	MS 244.19, Subd. 5
Revenue Account Code(s):	617873
Dedicated Receipts (Yes/No):	No
Non-Dedicated Receipts (Yes/No):	Yes
Fund(s):	1000
Appropriation Name(s):	Field Services-P&SR Non Dedicated Rev
Recommending Fee Change? (Yes/No)	No

Revenue Category Summary (Dollars in Thousands)	Actual FY 2013	Actual FY 2014	Estimated FY 2015	Current Law FY 2016	Gov Rec FY 2016	Current Law FY 2017	Gov Rec FY 2017
Accumulated Balance							
Resources:							
Departmental Earnings							
Other Resources:							
Earnings Transferred In							
Revenue Collected by Another Agency							
Other Receipts (e.g. interest)							
Resource Reductions:							
Earnings Transferred Out	3802	3789	4082	4082	4082	4082	4082
Revenue Collected for Another Agency	3802	3789	4082	4082	4082	4082	4082
Total Resources	0	0	0	0	0	0	0
Expenditures:							
Direct Expenditures							
Indirect Expenditures							
Total Expenditures	0	0	0	0	0	0	0
Current Difference	0	0	0	0	0	0	0
Accumulated Ending Balance	0	0	0	0	0	0	0

Supporting Information

Background Information:

Counties must reimburse the state for provision of juvenile probation and parole services. Reimbursements are deposited in the general fund.

Forecast Basis:

Revenue generated is anticipated to remain relatively the same in the next biennium.

Recent Changes:

None

Agency Analysis/Comments:

No change in current reimbursement structure.

FY16-17 Departmental Earnings

Agency:	Corrections
Revenue Category Name:	Dedicated Receipts Miscellaneous
Purpose:	Cost recovery for a variety of facility activities
Legal Citation(s):	MS 241.01, Subd. 5A
Revenue Account Code(s):	617875 & 617876
Dedicated Receipts (Yes/No):	Yes
Non-Dedicated Receipts (Yes/No):	No
Fund(s):	2001
Appropriation Name(s):	Rental Income and Dedicated Receipts
Recommending Fee Change? (Yes/No)	No

Revenue Category Summary (Dollars in Thousands)	Actual FY 2013	Actual FY 2014	Estimated FY 2015	Current Law FY 2016	Gov Rec FY 2016	Current Law FY 2017	Gov Rec FY 2017
Accumulated Balance	42	102	85	68	68	61	61
Resources:							
Departmental Earnings	78	63	62	56	56	56	56
Other Resources:							
Earnings Transferred In							
Revenue Collected by Another Agency							
Other Receipts (e.g. interest)							
Resource Reductions:							
Earnings Transferred Out							
Revenue Collected for Another Agency							
Total Resources	78	63	62	56	56	56	56
Expenditures:							
Direct Expenditures	15	78	72	56	56	49	49
Indirect Expenditures		2	7	7	7	7	7
Total Expenditures	15	80	79	63	63	56	56
Current Difference	63	-17	-17	-7	-7	0	0
Accumulated Ending Balance	102	85	68	61	61	61	61

Supporting Information

Background Information:

Cost recovery for a variety of facility activities is accomplished by charging fees for serving legal papers, copy fees, sale of scrap, rent, and other items.

Forecast Basis:

No significant changes are anticipated in the amount of revenue generated from these fees.

Recent Changes:

None

Agency Analysis/Comments:

No change in current fee structure.

FY16-17 Departmental Earnings

Agency:	Corrections
Revenue Category Name:	Fee for Services at MCF-Togo
Purpose:	Juvenile Per Diem Charges to Counties
Legal Citation(s):	MS 241.01, Subd. 7
Revenue Account Code(s):	617846, 617847, 617855, 617856 & 617875
Dedicated Receipts (Yes/No):	Yes
Non-Dedicated Receipts (Yes/No):	No
Fund(s):	2000
Appropriation Name(s):	MCF-Togo Programs and MCF-Togo Juvenile Education
Recommending Fee Change? (Yes/No)	No

Revenue Category Summary (Dollars in Thousands)	Actual FY 2013	Actual FY 2014	Estimated FY 2015	Current Law FY 2016	Gov Rec FY 2016	Current Law FY 2017	Gov Rec FY 2017
Accumulated Balance	1064	1221	898	899	899	901	901
Resources:							
Departmental Earnings	3007	2943	3365	3365	3365	3365	3365
Other Resources:							
Earnings Transferred In							
Revenue Collected by Another Agency							
Other Receipts (e.g. interest)							
Resource Reductions:							
Earnings Transferred Out							
Revenue Collected for Another Agency							
Total Resources	3007	2943	3365	3365	3365	3365	3365
Expenditures:							
Direct Expenditures	2870	3141	3221	3220	3220	3220	3220
Indirect Expenditures	113	124	143	143	143	143	143
Total Expenditures	2983	3265	3364	3363	3363	3363	3363
Current Difference	24	-322	1	2	2	2	2
Accumulated Ending Balance	1088	898	899	901	901	903	903

Supporting Information

Background Information:

Costs of operating juvenile programs are recovered by charging counties actual per diems for services provided at MCF-Togo. Counties pay a per diem of \$223.00 for room and board with no treatment services and \$283.00 for room and board with treatment services.

Forecast Basis:

No significant changes are anticipated in the amount of revenue generated in the upcoming biennium from these fees.

Recent Changes:

None

Agency Analysis/Comments:

No changes in the fee structure are recommended at this time.

FY16-17 Departmental Earnings

Agency:	Corrections
Revenue Category Name:	Health Care Co-Payment – Offender Assessment
Purpose:	Adult Offenders Health Care Co-Payment Obligation
Legal Citation(s):	MS 243.212
Revenue Account Code(s):	617883
Dedicated Receipts (Yes/No):	Yes
Non-Dedicated Receipts (Yes/No):	No
Fund(s):	2000
Appropriation Name(s):	Adult Health Care Co-pay
Recommending Fee Change? (Yes/No)	No

Revenue Category Summary (Dollars in Thousands)	Actual FY 2013	Actual FY 2014	Estimated FY 2015	Current Law FY 2016	Gov Rec FY 2016	Current Law FY 2017	Gov Rec FY 2017
Accumulated Balance	226	167					
Resources:							
Departmental Earnings	76	66	74	74	74	74	74
Other Resources:							
Earnings Transferred In							
Revenue Collected by Another Agency							
Other Receipts (e.g. interest)							
Resource Reductions:							
Earnings Transferred Out							
Revenue Collected for Another Agency							
Total Resources	76	66	74	74	74	74	74
Expenditures:							
Direct Expenditures	131	226	73	73	73	73	73
Indirect Expenditures	4	6	1	1	1	1	1
Total Expenditures	135	232	74	74	74	74	74
Current Difference	-59	-166	0	0	0	0	0
Accumulated Ending Balance	167	0	0	0	0	0	0

Supporting Information

Background Information:

Offenders in adult facilities shall incur co-payment obligations for health care services provided. The co-payment shall be at \$5.00 per visit to a health care provider. The co-payment, paid from the offender account of earnings and other funds, are appropriated to the commissioner of corrections for the delivery of health care services to offenders.

Forecast Basis:

No significant changes are anticipated in the amount of revenue generated from these fees.

Recent Changes:

None

Agency Analysis/Comments:

No changes in the fee structure are recommended at this time.

FY16-17 Departmental Earnings

Agency:	Corrections
Revenue Category Name:	Housing Adult Inmates
Purpose:	Receipts from Housing Inmates from other government units
Legal Citation(s):	MS 243.51 and MS 253B.045 Subd. 2
Revenue Account Code(s):	617859
Dedicated Receipts (Yes/No):	Yes
Non-Dedicated Receipts (Yes/No):	No
Fund(s):	2000
Appropriation Name(s):	Ded Rec-Spec Proj and Cost of Confinement-County
Recommending Fee Change? (Yes/No)	No

Revenue Category Summary (Dollars in Thousands)	Actual FY 2013	Actual FY 2014	Estimated FY 2015	Current Law FY 2016	Gov Rec FY 2016	Current Law FY 2017	Gov Rec FY 2017
Accumulated Balance	759	370	254				
Resources:							
Departmental Earnings	110	56	50	50	50	50	50
Other Resources:							
Earnings Transferred In							
Revenue Collected by Another Agency							
Other Receipts (e.g. interest)							
Resource Reductions:							
Earnings Transferred Out	400						
Revenue Collected for Another Agency							
Total Resources	110	56	50	50	50	50	50
Expenditures:							
Direct Expenditures	91	168	293	50	50	50	50
Indirect Expenditures	7	5	11				
Total Expenditures	98	173	304	50	50	50	50
Current Difference	12	-117	-254	0	0	0	0
Accumulated Ending Balance	370	254	0	0	0	0	0

Supporting Information

Background Information:

Receipts from housing inmates are generated when the Department of Corrections enters into agreements with other units of government. Additional revenue is from charges to counties for confinement of persons held temporarily while waiting hearing for civil commitment. These receipts allow the department to fund essential correctional projects.

Forecast Basis:

No significant changes are anticipated in the amount of revenue generated from these fees.

Recent Changes:

None

Agency Analysis/Comments:

No changes in the fee structure are recommended at this time.

FY16-17 Departmental Earnings

Agency:	Corrections
Revenue Category Name:	Inmate Confinement Surcharge Summary
Purpose:	Confinement charges deducted from offender monies
Legal Citation(s):	MS 243.23, Subd. 2
Revenue Account Code(s):	617851 & 617877
Dedicated Receipts (Yes/No):	Yes
Non-Dedicated Receipts (Yes/No):	No
Fund(s):	2000 & 4400
Appropriation Name(s):	Cost of Confinement & MINNCOR Inmate Confinement
Recommending Fee Change? (Yes/No)	No

Revenue Category Summary (Dollars in Thousands)	Actual FY 2013	Actual FY 2014	Estimated FY 2015	Current Law FY 2016	Gov Rec FY 2016	Current Law FY 2017	Gov Rec FY 2017
Accumulated Balance	8970	11053	12428	12325	12325	12222	12222
Resources:							
Departmental Earnings	3621	4206	4263	4263	4263	4263	4263
Other Resources:							
Earnings Transferred In							
Revenue Collected by Another Agency							
Other Receipts (e.g. interest)							
Resource Reductions:							
Earnings Transferred Out							
Revenue Collected for Another Agency							
Total Resources	3621	4206	4263	4263	4263	4263	4263
Expenditures:							
Direct Expenditures	1573	2821	4440	4440	4440	4440	4440
Indirect Expenditures	43	56	52	52	52	53	53
Total Expenditures	1616	2877	4492	4492	4492	4493	4493
Current Difference	2005	1329	-229	-229	-229	-230	-230
Accumulated Ending Balance	11023	12428	12325	12222	12222	12118	12118

Supporting Information

Background Information:

Offenders employed in the MINNCOR interstate programs are assessed confinement charges that are deducted from their pay. These receipts partially fund the MINNCOR program. Offenders in correctional facilities are charged 10% on incoming offender monies. These cost of confinement receipts are used to partially fund offender incarceration costs.

Forecast Basis:

No significant changes are anticipated in the amount of revenue generated from these fees.

Recent Changes:

None

Agency Analysis/Comments:

No changes in the fee structure are recommended at this time.

FY16-17 Departmental Earnings

Agency:	Corrections
Revenue Category Name:	Lino-Anoka Service Agreement
Purpose:	Agreement with Anoka County for services provided
Legal Citation(s):	MS 241.01, Subd. 7
Revenue Account Code(s):	617868
Dedicated Receipts (Yes/No):	Yes
Non-Dedicated Receipts (Yes/No):	No
Fund(s):	2001
Appropriation Name(s):	MCF-LL Anoka Service Agreement
Recommending Fee Change? (Yes/No)	No

Revenue Category Summary (Dollars in Thousands)	Actual FY 2013	Actual FY 2014	Estimated FY 2015	Current Law FY 2016	Gov Rec FY 2016	Current Law FY 2017	Gov Rec FY 2017
Accumulated Balance	54	25	19	19	19	19	19
Resources:							
Departmental Earnings	144	139	200	200	200	200	200
Other Resources:							
Earnings Transferred In							
Revenue Collected by Another Agency							
Other Receipts (e.g. interest)							
Resource Reductions:							
Earnings Transferred Out							
Revenue Collected for Another Agency							
Total Resources	144	139	200	200	200	200	200
Expenditures:							
Direct Expenditures	167	139	194	194	194	194	194
Indirect Expenditures	5	6	6	6	6	6	6
Total Expenditures	172	145	200	200	200	200	200
Current Difference	-28	-6	0	0	0	0	0
Accumulated Ending Balance	25	19	19	19	19	19	19

Supporting Information

Background Information:

Anoka County Community Corrections reimburses MCF-Lino Lakes for food services, sewer and water, plant maintenance, electricity, laundry services, and garbage services per a joint powers agreement.

Forecast Basis:

No changes are anticipated in the amount of revenue generated from these fees.

Recent Changes:

None

Agency Analysis/Comments:

No change is recommended in the current fee structure.

FY16-17 Departmental Earnings

Agency:	Corrections
Revenue Category Name:	Out of State Juvenile Jail Certification Fee
Purpose:	Recover costs for certifying out of state juvenile facilities
Legal Citation(s):	MS 260B.198, Subd. 11
Revenue Account Code(s):	617870
Dedicated Receipts (Yes/No):	Yes
Non-Dedicated Receipts (Yes/No):	No
Fund(s):	2000
Appropriation Name(s):	Out-of-State Juvenile Inspectn
Recommending Fee Change? (Yes/No)	No

Revenue Category Summary (Dollars in Thousands)	Actual FY 2013	Actual FY 2014	Estimated FY 2015	Current Law FY 2016	Gov Rec FY 2016	Current Law FY 2017	Gov Rec FY 2017
Accumulated Balance	35	56	35	22	22	8	8
Resources:							
Departmental Earnings	55	15	35	35	35	35	35
Other Resources:							
Earnings Transferred In							
Revenue Collected by Another Agency							
Other Receipts (e.g. interest)							
Resource Reductions:							
Earnings Transferred Out							
Revenue Collected for Another Agency							
Total Resources	55	15	35	35	35	35	35
Expenditures:							
Direct Expenditures	32	35	47	47	47	41	41
Indirect Expenditures	2	1	2	2	2	2	2
Total Expenditures	34	36	49	49	49	43	43
Current Difference	21	-21	-14	-14	-14	-8	-8
Accumulated Ending Balance	56	35	22	8	8		

Supporting Information

Background Information:

A court may not place a juvenile in a residential or detention facility outside Minnesota unless the commissioner of corrections has certified that facility. The fees, collected by the DOC Facilities Planning and Inspection Unit, are to recover the costs incurred in the certification process.

Forecast Basis:

No changes are anticipated in the amount of revenue generated from fees for the certification process.

Recent Changes:

None

Agency Analysis/Comments:

No change is recommended in the current fee structure.

FY16-17 Departmental Earnings

Agency:	Corrections
Revenue Category Name:	Staff and Visitors Meals
Purpose:	Fees for meals provided to staff and visitors at facilities
Legal Citation(s):	MS 241.01, Subd. 7
Revenue Account Code(s):	617867
Dedicated Receipts (Yes/No):	Yes
Non-Dedicated Receipts (Yes/No):	No
Fund(s):	2001
Appropriation Name(s):	Staff/Visitors Meals
Recommending Fee Change? (Yes/No)	No

Revenue Category Summary (Dollars in Thousands)	Actual FY 2013	Actual FY 2014	Estimated FY 2015	Current Law FY 2016	Gov Rec FY 2016	Current Law FY 2017	Gov Rec FY 2017
Accumulated Balance		1	0	1	1	2	2
Resources:							
Departmental Earnings	36	34	40	40	40	40	40
Other Resources:							
Earnings Transferred In							
Revenue Collected by Another Agency							
Other Receipts (e.g. interest)							
Resource Reductions:							
Earnings Transferred Out							
Revenue Collected for Another Agency							
Total Resources	36	34	40	40	40	40	40
Expenditures:							
Direct Expenditures	33	35	39	39	39	39	39
Indirect Expenditures							
Total Expenditures	33	35	39	39	39	39	39
Current Difference	3	-1	1	1	1	1	1
Accumulated Ending Balance	1	0	1	2	2	3	3

Supporting Information

Background Information:

The commissioner may provide meals for staff and visitors at correctional facilities for efficiency of operation and may require the participants to pay all or part of the costs of the meals. Funds collected recover the costs of the meals.

Forecast Basis:

No significant changes are anticipated in the amount of revenue generated from these fees.

Recent Changes:

None

Agency Analysis/Comments:

No change is recommended in the current fee structure.

FY16-17 Departmental Earnings

Agency:	Corrections
Revenue Category Name:	Vocational Work Program Fees
Purpose:	Fees generated from various work programs for offenders
Legal Citation(s):	MS 241.01, Subd. 5A and MS 241.278
Revenue Account Code(s):	617879, 617884 & 617890
Dedicated Receipts (Yes/No):	Yes
Non-Dedicated Receipts (Yes/No):	No
Fund(s):	2000 & 2001
Appropriation Name(s):	Vocational Work Proj, ICWC Affordable Housing, Instn Comm Svcs Work Crews & ICWC AHP Construction Loan
Recommending Fee Change? (Yes/No)	No

Revenue Category Summary (Dollars in Thousands)	Actual FY 2013	Actual FY 2014	Estimated FY 2015	Current Law FY 2016	Gov Rec FY 2016	Current Law FY 2017	Gov Rec FY 2017
Accumulated Balance	1534	1537	1206	1193	1193	1180	1180
Resources:							
Departmental Earnings	1548	1383	2315	2315	2315	2315	2315
Other Resources:							
Earnings Transferred In							
Revenue Collected by Another Agency							
Other Receipts (e.g. interest)							
Resource Reductions:							
Earnings Transferred Out							
Revenue Collected for Another Agency							
Total Resources	1548	1383	2315	2315	2315	2315	2315
Expenditures:							
Direct Expenditures	1511	1647	2268	2268	2268	2268	2268
Indirect Expenditures	37	62	60	60	60	60	60
Total Expenditures	1548	1709	2328	2328	2328	2328	2328
Current Difference	0	-326	-13	-13	-13	-13	-13
Accumulated Ending Balance	1535	1206	1193	1180	1180	1167	1167

Supporting Information

Background Information:

Offenders working on various institution and community work programs generate dedicated revenue that is utilized to support the work programs.

Forecast Basis:

No significant changes are anticipated in the amount of revenue generated from these fees.

Recent Changes:

None

Agency Analysis/Comments:

No change is recommended in the current fee structure.

FY16-17 Departmental Earnings

Agency:	B11 – Cosmetologist Examiners
Revenue Category Name:	Licensing Fees
Purpose:	To recover the costs of regulating the cosmetologist profession.
Legal Citation(s):	M.S. 155A
Revenue Account Code(s):	607550 – 607574, 618570 – 618621, 644073
Dedicated Receipts (Yes/No):	No
Non-Dedicated Receipts (Yes/No):	Yes
Fund(s):	1000
Appropriation Name(s):	Cosmetology non-dedicated receipts
Recommending Fee Change? (Yes/No)	No

Revenue Category Summary (Dollars in Thousands)	Actual FY 2013	Actual FY 2014	Estimated FY 2015	Current Law FY 2016	Gov Rec FY 2016	Current Law FY 2017	Gov Rec FY 2017
Accumulated Balance	5,766	6,648	7,435	7,877	7,877	8,503	8,484
Resources:							
Departmental Earnings							
Non-Dedicated Receipts	2,017	1,974	1,967	1,972	1,972	1,894	1,894
Other Resources:							
Earnings Transferred In							
Revenue Collected by Another Agency							
Other Receipts (e.g. interest)							
Resource Reductions:							
Earnings Transferred Out							
Revenue Collected for Another Agency							
Total Resources	2,017	1,974	1,967	1,972	1,972	1,894	1,894
Expenditures:							
Direct Expenditures	1,135	1,187	1,525	1,346	1,365	1,346	1,384
Indirect Expenditures							
Total Expenditures	1,135	1,187	1,525	1,346	1,365	1,346	1,384
Current Difference	882	787	442	626	607	548	\$510
Accumulated Ending Balance	6,648	7,435	7,877	8,503	8,484	9,051	8,994

Supporting Information

Background Information:

The statutory mission of the Minnesota Board of Cosmetologist Examiners (BCE) is protecting the health and safety of the citizens and visitors of the state by licensing the practice of cosmetology individuals, salons, and schools. The BCE accomplishes the statutory mission by applying the fundamental agency values of service, equality, accuracy, dependability, and advancement.

The Board's core mission is to constantly strive to serve and care for our licensees, applicants, and the public by being committed to public protection, superior service, excellence, and continuous improvement. The Board is dedicated to public protection while encouraging industry development. The

Board believes that leading with a vision and making sound decisions results in quality outcomes and successful operations. The statutory authority of the Board resides in M.S. Chapter 155A.

Services provided under this program include:

- Initial licensing of qualified applicants. This includes reviewing applicant's educational training and test scores for compliance with board requirements for licensure.
- Review and licensing of licensure renewal applications.
- Conduct inspections of salons and schools to ensure compliance with sanitation and disinfection practices as well as compliance with state statute and rules.
- Conduct complaint investigation and take action against cosmetologists, salons, or schools that violate laws and rules the Board is empowered to enforce.
- Respond to the public and other inquiries, general complaints, and requests that the Board receives.

Fees are paid by applicants for licensure and licensees renewing their licenses. All fees are a fixed rate and set out in M.S. Chapter 155A that the Board is authorized to charged. Additional fees may be collected through assessing civil penalties to licensees who violate state statute or rule and have be afforded their due process through the complaint process. Civil penalty fees can be assessed at up to \$2,000 per violation, but is variable and assessed by the complaint committee.

Forecast Basis:

The Board budget is exclusively generated from fees charged to applicants and licensees. These fees are set to cover all direct and indirect costs the board has. Revenues are projected based on actual revenue collected last year. The Board anticipates an increase in licensure of approximately 3,500 new licensees each fiscal year; however, this is counter balanced by the non-renewal of approximately 2,000 licensees. The increase is consistent with previous fiscal years.

Recent Changes:

The Board in 2013 added an application fee to all initial and renewal applications. The anticipated revenue for these fees is approximately \$300,000 each fiscal year.

Agency Analysis/Comments:

The Board has been recovering costs at its anticipated revenue volume. The Board is General Funded and consistently over-collects as the legislature appropriates the base budget of the Board.

FY16-17 Departmental Earnings

Agency:	H7F – Dentistry
Revenue Category Name:	Licensing Fees
Purpose:	To recover the costs of regulating the dental profession.
Legal Citation(s):	M.S. 150A.06-.09, 214, 319B, and M.R. 3100
Revenue Account Code(s):	608253, 620330 – 620379, 644074
Dedicated Receipts (Yes/No):	No
Non-Dedicated Receipts (Yes/No):	Yes
Fund(s):	1201
Appropriation Name(s):	Dentistry Non-dedicated receipts
Recommending Fee Change? (Yes/No)	Yes

Revenue Category Summary (Dollars in Thousands)	Actual FY 2013	Actual FY 2014	Estimated FY 2015	Current Law FY 2016	Gov Rec FY 2016	Current Law FY 2017	Gov Rec FY 2017
Accumulated Balance	\$54	(\$63)	(\$98)	(\$410)	(\$410)	(\$561)	(\$291)
Resources:							
Departmental Earnings							
Non-Dedicated Receipts	\$1,581	\$1,532	\$1,583	\$1,651	\$2,036	\$1,609	\$1,994
Other Resources:							
Earnings Transferred In							
Revenue Collected by Another Agency							
Other Receipts (e.g. interest)							
Resource Reductions:							
Earnings Transferred Out							
Revenue Collected for Another Agency							
Total Resources	\$1,581	\$1,532	\$1,583	\$1,651	\$2,036	\$1,609	\$1,994
Expenditures:							
Direct Expenditures	\$1,292	\$1,126	\$1,358	\$1,258	\$1,342	\$1,258	\$1,342
Indirect Expenditures	\$406	\$441	\$537	\$544	\$575	\$544	\$555
Total Expenditures	\$1,698	\$1,567	\$1,895	\$1,802	\$1,917	\$1,802	\$1,897
Current Difference	(\$117)	(\$35)	(\$312)	(\$151)	\$119	(\$193)	\$97
Accumulated Ending Balance	(\$63)	(\$98)	(\$410)	(\$561)	(\$291)	(\$754)	(\$194)

Supporting Information

Background Information:

The Board's mission is to protect the public through effective licensure and enforcement of the statutes and rules governing the practice of dentists, dental therapists, dental hygienists, and dental assistants to ensure competent and ethical practice.

The Board of Dentistry provides the following services:

- Review applicant education, training, and testing to determine compliance with the Board's licensure requirements.
- Issue initial licensure and renew licenses for qualified professionals.

- Set standards and scope of practice and professional conduct for licensees.
- Respond to public and agency inquiries, complaints, and reports regarding licensure and conduct of applicants and licensees.
- Investigate all complaints, and take corrective or disciplinary action against applicants or licensees as warranted.
- Establish standards for Professional Development (continuing education) for maintaining licensure.
- Provide information about licensure requirements and standards of practice to citizens and other interested persons or agencies.

Forecast Basis:

Fees charged to applicants, licensees, and registrants are set to recover the Board's direct and indirect expenditures. Revenues are forecast based on a number of factors, including actual revenue collected in previous years, the number of applicants seeking initial licensure, and trends in the number of licensees and registrants applying for biennial renewal. A small amount of revenue is also received through fines and cost recovery a result of disciplinary actions by the Board.

Recent Changes:

The last time the fees were raised was in the mid-1990s. Fees were actually lowered in 1999, and readjusted to their previous level in 2012. The Board has seen continually growing numbers of licensees until the past two years, when numbers have leveled off. This change affected budget projections, and resulted in the Board under-collecting revenue for the most recent biennium.

Agency Analysis/Comments:

The Governor recommends a fee increase. Please see the change item narrative in the agency's budget book for more information.

FY16-17 Departmental Earnings

Agency:	H7U –Dietetics & Nutrition Practice
Revenue Category Name:	Licensing Fees
Purpose:	To recover the costs of regulating the dietetics and nutrition profession.
Legal Citation(s):	M.S. 148.624, 148.625, 214, 319B, and M.R. 3250
Revenue Account Code(s):	621340 – 621349, 644077
Dedicated Receipts (Yes/No):	No
Non-Dedicated Receipts (Yes/No):	Yes
Fund(s):	1201
Appropriation Name(s):	DNP non-dedicated receipts
Recommending Fee Change? (Yes/No)	No

Revenue Category Summary (Dollars in Thousands)	Actual FY 2013	Actual FY 2014	Estimated FY 2015	Current Law FY 2016	Gov Rec FY 2016	Current Law FY 2017	Gov Rec FY 2017
Accumulated Balance	\$127	\$70	\$74	\$50	\$50	\$42	\$40
Resources:							
Departmental Earnings							
Non-Dedicated Receipts	\$99	\$113	\$134	\$134	\$134	\$134	\$134
Other Resources:							
Earnings Transferred In							
Revenue Collected by Another Agency							
Other Receipts (e.g. interest)							
Resource Reductions:							
Earnings Transferred Out							
Revenue Collected for Another Agency							
Total Resources	\$99	\$113	\$134	\$134	\$134	\$134	\$134
Expenditures:							
Direct Expenditures	\$146	\$96	\$137	\$112	\$113	\$112	\$115
Indirect Expenditures	\$10	\$13	\$21	\$30	\$31	\$30	\$31
Total Expenditures	\$156	\$109	\$158	\$142	\$144	\$142	\$146
Current Difference	(\$57)	\$4	(\$24)	(\$8)	(\$10)	(\$8)	(\$12)
Accumulated Ending Balance	\$70	\$74	\$50	\$42	\$40	\$34	\$28

Supporting Information

Background Information:

The board's mission is to protect the public through effective licensure and enforcement of the statutes and rules governing the practice of dietetics and nutrition to reasonably ensure a standard of competent and ethical practice.

The Board of Dietetics and Nutrition Practice regulates the profession by:

- Setting educational standards for initial licensure.

- Reviewing applicant's education and training to determine compliance with the board's licensure requirements.
- Reasonably ensuring that only applicants who meet licensure requirements are granted a license.
- Issuing initial licensure for qualified professionals.
- Setting continuing education requirements for maintenance of licensure.
- Renewing licenses of qualified professionals.
- Setting standards of practice and professional conduct for licensees.
- Taking disciplinary or corrective action against an applicant or licensee for misconduct.
- Responding to public and agency inquiries, complaints, and reports regarding licensure and conduct of applicants and licensees.
- Providing information about licensure requirements and standards of practice to citizens and other interested persons or agencies.

Forecast Basis:

Fees charged to applicants and licensees are set to recover the board's direct and indirect expenditures. Revenues are forecasted based on a number of factors, including actual revenue collected in the previous year, the number of applicants seeking initial licensure, and any fee changes set in current law. A temporary fee reduction approved during the 2005 legislative session was extended during the 2009 legislative session through FY 2013.

Recent Changes:

None

Agency Analysis/Comments:

None

Table of Contents
2016-17 Biennial Budget – Departmental Earnings

District Courts

Uniform Commercial Code Fees - UE	1
Miscellaneous Court Fees - WG	2

FY16-17 Departmental Earnings

Agency:	Mn Judicial Trial Courts
Revenue Category Name:	Uniform Commercial Code Fees - UE
Purpose:	Convenience fee charged for interactive voice response and interactive web response credit card payments of fees and fines.
Legal Citation(s):	MS 480.237
Revenue Account Code(s):	647271
Dedicated Receipts (Yes/No):	Yes
Non-Dedicated Receipts (Yes/No):	No
Fund(s):	2000
Appropriation Name(s):	J330CNV
Recommending Fee Change? (Yes/No)	No

Revenue Category Summary (Dollars in Thousands)	Actual FY 2013	Actual FY 2014	Estimated FY 2015	Current Law FY 2016	Gov Rec FY 2016	Current Law FY 2017	Gov Rec FY 2017
Accumulated Balance	87	148	226	0	0	0	0
Resources:							
Departmental Earnings	544	584	500	500	500	500	500
Other Resources:							
Earnings Transferred In	0	0	0	0	0	0	0
Revenue Collected by Another Agency	0	0	0	0	0	0	0
Other Receipts (e.g. interest)	0	0	0	0	0	0	0
Resource Reductions:	0	0	0	0	0	0	0
Earnings Transferred Out	0	0	0	0	0	0	0
Revenue Collected for Another Agency	0	0	0	0	0	0	0
Total Resources	544	584	500	500	500	500	500
Expenditures:							
Direct Expenditures	483	506	726	500	500	500	500
Indirect Expenditures	0	0	0	0	0	0	0
Total Expenditures	483	506	530	500	500	500	500
Current Difference	61	78	-226	0	0	0	0
Accumulated Ending Balance	148	226	0	0	0	0	0

Supporting Information

Background Information:

Accumulated balance forward and ending balances do not necessarily represent amounts in an account balance, but are shown to illustrate a five-year trend of cost recovery.

Forecast Basis:

Forecast to continue at current levels. This program has been in place for several years and currently is not expected to increase.

Recent Changes:

Nothing in last couple of years.

Agency Analysis/Comments:

This appropriation currently uses all revenue to offset costs.

FY16-17 Departmental Earnings

Agency:	Mn Judicial Trial Courts
Revenue Category Name:	Miscellaneous Court Fees - WG
Purpose:	Participation Fees Collected from Specialty court clients
Legal Citation(s):	MS 357.42
Revenue Account Code(s):	651110
Dedicated Receipts (Yes/No):	Yes
Non-Dedicated Receipts (Yes/No):	No
Fund(s):	2000
Appropriation Name(s):	J330SP(0,1,2,3,4,5,6,7,8,9), J330DW6 , J331ROS
Recommending Fee Change? (Yes/No)	No

Revenue Category Summary (Dollars in Thousands)	Actual FY 2013	Actual FY 2014	Estimated FY 2015	Current Law FY 2016	Gov Rec FY 2016	Current Law FY 2017	Gov Rec FY 2017
Accumulated Balance	236	283	287	288	288	289	288
Resources:							
Departmental Earnings	176	160	160	160	160	160	160
Other Resources:							
Earnings Transferred In	0	0	0	0	0	0	0
Revenue Collected by Another Agency	0	0	0	0	0	0	0
Other Receipts (e.g. interest)	0	0	0	0	0	0	0
Resource Reductions:	0	0	0	0	0	0	0
Earnings Transferred Out	0	0	0	0	0	0	0
Revenue Collected for Another Agency	0	0	0	0	0	0	0
Total Resources	176	160	160	160	160	160	160
Expenditures:							
Direct Expenditures	129	156	159	159	159	159	159
Indirect Expenditures	0	0	0	0	0	0	0
Total Expenditures	129	156	159	159	159	159	159
Current Difference	47	4	1	1	1	1	1
Accumulated Ending Balance	283	287	288	289	289	290	289

Supporting Information

Background Information:

Accumulated balance forward and ending balances do not necessarily represent amounts in an account balance, but are shown to illustrate a five-year trend of cost recovery.

Forecast Basis:

Forecast to continue at current levels. This program has been in place for several years and currently is not expected to increase.

Recent Changes:

No changes have been made in the last couple of years

Agency Analysis/Comments:

Forecast to offset all Revenue received with expenditures.

Table of Contents
2016-17 Biennial Budget – Departmental Earnings

Education, Department of	
School Administrator Licensing	1
Minnesota Career Information System (MCIS)	3
Teacher Licensing	5

FY16-17 Departmental Earnings

Agency:	Education
Revenue Category Name:	School Administrator Licensing
Purpose:	To assure staffing by qualified administrators.
Legal Citation(s):	M.S. 122A.14, Subd. 9
Revenue Account Code(s):	621897
Dedicated Receipts (Yes/No):	No
Non-Dedicated Receipts (Yes/No):	Yes
Fund(s):	1000
Appropriation Name(s):	School Administrator Licensing (E37ND04)
Recommending Fee Change? (Yes/No)	No

Revenue Category Summary (Dollars in Thousands)	Actual FY 2013	Actual FY 2014	Estimated FY 2015	Current Law FY 2016	Gov Rec FY 2016	Current Law FY 2017	Gov Rec FY 2017
Accumulated Balance							
Resources:							
Departmental Earnings	291	220	215	215	215	215	215
Other Resources:							
Earnings Transferred In							
Revenue Collected by Another Agency							
Other Receipts (e.g. interest)							
Resource Reductions:							
Earnings Transferred Out							
Revenue Collected for Another Agency							
Total Resources	291	220	215	215	215	215	215
Expenditures:							
Direct Expenditures	58	148	209	208	208	208	208
Indirect Expenditures	9	18	17	17	17	17	17
Total Expenditures	67	166	226	225	225	225	225
Current Difference	224	54	-11	-10	-10	-10	-10
Accumulated Ending Balance							

Supporting Information

Background Information:

This fee is charged to candidates submitting applications for administrator and other related school licenses. The fee is non-dedicated, but is intended to cover General Fund appropriations used to fund the functions of the Board of School Administrators (the Board) and the Department of Education's cost of issuing the license. The Board was created by the Legislature in 2001. There are 10 members appointed by the Governor. The Board is responsible for the licensing of school administrators (including variances), approval of administrator preparation or alternative programs, continuing education for administrators' professional development, enforcing school administrators' code of ethics covering standards of professional practice, and approving licenses and renewals for administrators. The Department of Education's Educator Licensing Division processes the licenses for school administrators.

Forecast Basis:

Current fee for active licenses is \$75 and \$32.50 for retirees. The estimate assumes the same level of activity for the biennium.

Recent Changes:

The 2014 Legislature increased the base appropriation for the Board of School Administrators to \$225,000 annually.

Agency Analysis/Comments:

FY16-17 Departmental Earnings

Agency:	Education
Revenue Category Name:	Minnesota Career Information System (MCIS)
Purpose:	To collect fees necessary to recover all expenditures related to the operation of the Minnesota Career Information System.
Legal Citation(s):	M.S. 124D.505
Revenue Account Code(s):	621892, 512001
Dedicated Receipts (Yes/No):	Yes
Non-Dedicated Receipts (Yes/No):	No
Fund(s):	2000
Appropriation Name(s):	Mn Career Info Systm Svc Fees (E370100)
Recommending Fee Change? (Yes/No)	No

Revenue Category Summary (Dollars in Thousands)	Actual FY 2013	Actual FY 2014	Estimated FY 2015	Current Law FY 2016	Gov Rec FY 2016	Current Law FY 2017	Gov Rec FY 2017
Accumulated Balance	275	152	79	78	78	77	77
Resources:							
Departmental Earnings	464	474	510	510	510	510	510
Other Resources:							
Earnings Transferred In							
Revenue Collected by Another Agency							
Other Receipts (e.g. interest)	1	1	1	1	1	1	1
Resource Reductions:							
Earnings Transferred Out							
Revenue Collected for Another Agency							
Total Resources	465	475	511	511	511	511	511
Expenditures:							
Direct Expenditures	401	399	395	395	395	395	395
Indirect Expenditures	187	149	115	115	115	115	115
Total Expenditures	588	548	510	510	510	510	510
Current Difference	-123	-73	1	1	1	1	1
Accumulated Ending Balance	152	79	78	77	77	76	76

Supporting Information

Background Information:

The Minnesota Career Information System (MCIS) is a fee-based subscription available in more than 80 percent of Minnesota schools. The system is Internet-based and offers a wealth of career, educational and labor market information in one comprehensive, easy-to-use tool. MCIS included interest and skill assessments, information on colleges, program requirements for various occupations, ACT practice tests and more. Using MCIS, students have the option of building a portfolio so they can plan and track progress toward their educational goals.

MCIS is used by schools, colleges, libraries, Workforce Centers and many community-based

organizations. There are a variety of subscription fee levels, based on the number of users at each site. The system is updated annually to ensure that the information is current and reliable.

Forecast Basis:

The revenue collected is on a fee for subscription basis. The fee is set based on the number of users at a given site. An annual subscription includes:

- Unlimited access to the Website
- Free training via hands-on workshops held around the state
- Free technical support
- Listserv membership

Recent Changes:

Agency Analysis/Comments:

FY16-17 Departmental Earnings

Agency:	Education
Revenue Category Name:	Teacher Licensing
Purpose:	To assure those licensed to teach in Minnesota schools have achieved the minimum requirements to be a teacher of students in the classroom.
Legal Citation(s):	M.S. 122A.21
Revenue Account Code(s):	621890, 621891, 514207
Dedicated Receipts (Yes/No):	Yes
Non-Dedicated Receipts (Yes/No):	Yes
Fund(s):	1000, 2000
Appropriation Name(s):	Teacher Licensing (E37ND01); Bd of Tchng Licens by Portfol (E370170); BCA Fees (E370130)
Recommending Fee Change? (Yes/No)	No

Revenue Category Summary (Dollars in Thousands)	Actual FY 2013	Actual FY 2014	Estimated FY 2015	Current Law FY 2016	Gov Rec FY 2016	Current Law FY 2017	Gov Rec FY 2017
Accumulated Balance	65	557	1,034	1,191	1,191	1,453	1,453
Resources:							
Departmental Earnings	1,768	1,854	1,799	1,798	1,798	1,798	1,798
Other Resources:							
Earnings Transferred In							
Revenue Collected by Another Agency							
Other Receipts (e.g. interest)							
Resource Reductions:							
Earnings Transferred Out	105	161	148	148	148	148	148
Revenue Collected for Another Agency							
Total Resources	1,663	1,693	1,651	1,650	1,650	1,650	1,650
Expenditures:							
Direct Expenditures	1,137	1,155	1,444	1,341	1,341	1,341	1,341
Indirect Expenditures	34	61	50	47	47	46	46
Total Expenditures	1,171	1,216	1,494	1,388	1,388	1,387	1,387
Current Difference	492	477	157	262	262	263	263
Accumulated Ending Balance	557	1,034	1,191	1,453	1,453	1,716	1,716

Supporting Information

Background Information:

This fee is charged to candidates submitting applications for licensure as a teacher. A teacher's license is a requirement for anyone who wants to teach in a public school classroom in Minnesota school districts. The fee is intended to cover the cost of licensing activities of the Department of Education (MDE) and the functions and activities of the Board of Teaching (the Board). The Board, made of up 11 members appointed by the Governor (six classroom teachers, one higher education faculty member, one school administrator, and three public members, two of which must have school board experience), is responsible for ensuring a quality licensing system for Minnesota public schools and enforces the code

of ethics for teachers, standards of professional conduct, and teachers' work in the classroom and their relationships with students and colleagues. The process of issuing the teacher license is performed by the Educator Licensing Division of the Department of Education.

Forecast Basis:

The current fee is \$57 for each license. The fee for licensure via portfolio is \$300 for the original portfolio submission and \$200 for each subsequent submission. A third fee is collected on behalf of the Department of Public Safety's Bureau of Criminal Apprehension (BCA) and is the fingerprint background check fee. This fee is established by the Bureau and collected with the submission of an application for license. The background check fee is then passed through to the Bureau by MDE.

The estimate assumes the same level of activity for the biennium.

Recent Changes:

The 2014 Legislature increased the appropriation for the Board of Teaching to \$718,000 for the fiscal year 2015, but did not increase the base going forward.

Agency Analysis/Comments:

Table of Contents
2016-17 Biennial Budget – Departmental Earnings

Emergency Medical Services, Department of	
Data Practices / Costs of copies	1
Licensing Fees	3

FY16-17 Departmental Earnings

Agency:	H7S – Emergency Medical Services Regulatory Board
Revenue Category Name:	Data Practices / Costs of copies
Purpose:	Revenue related to costs of copies.
Legal Citation(s):	M.S. 13.03 subd 10, 144E.123
Revenue Account Code(s):	654100
Dedicated Receipts (Yes/No):	Yes
Non-Dedicated Receipts (Yes/No):	No
Fund(s):	2000
Appropriation Name(s):	Request for Data – Misc Receipts
Recommending Fee Change? (Yes/No)	No

Revenue Category Summary (Dollars in Thousands)	Actual FY 2013	Actual FY 2014	Estimated FY 2015	Current Law FY 2016	Gov Rec FY 2016	Current Law FY 2017	Gov Rec FY 2017
Accumulated Balance	\$0	\$0	\$0	\$0	\$0	\$0	\$0
Resources:							
Departmental Earnings							
Dedicated Receipts	\$19	\$21	\$23	\$23	\$23	\$23	\$23
Other Resources:							
Earnings Transferred In							
Revenue Collected by Another Agency							
Other Receipts (e.g. interest)							
Resource Reductions:							
Earnings Transferred Out							
Revenue Collected for Another Agency							
Total Resources							
Expenditures:	\$19	\$21	\$23	\$23	\$23	\$23	\$23
Direct Expenditures	\$19	\$21	\$23	\$23	\$23	\$23	\$23
Indirect Expenditures							
Total Expenditures	\$19	\$21	\$23	\$23	\$23	\$23	\$23
Current Difference	\$0	\$0	\$0	\$0	\$0	\$0	\$0
Accumulated Ending Balance	\$0	\$0	\$0	\$0	\$0	\$0	\$0

Supporting Information

Background Information:

The mission of the board is to protect the public's health and safety through regulation and support of the EMS system.

Services provided by the board include:

- Administer a statewide EMS data collection program for 500,000 ambulance runs per year under Minn. Stat. 144E.123.
- Ensure effective delivery of emergency care through the analysis and distribution of collected data.
- Respond to data requests under the Data Practices Act, Minn. Stat. Ch. 13.

Forecast Basis:

Revenues are collected to recover the costs of copies and data requests; estimates are based on receipts from prior years.

Recent Changes:

None

Agency Analysis/Comments:

None

FY16-17 Departmental Earnings

Agency:	H7S – Emergency Medical Services Regulatory Board
Revenue Category Name:	Licensing Fees
Purpose:	To recover the costs of regulating emergency medical services professions.
Legal Citation(s):	M.S. 144E.29
Revenue Account Code(s):	622140 – 622144
Dedicated Receipts (Yes/No):	No
Non-Dedicated Receipts (Yes/No):	Yes
Fund(s):	1000
Appropriation Name(s):	EMS receipts
Recommending Fee Change? (Yes/No)	Yes

Revenue Category Summary (Dollars in Thousands)	Actual FY 2013	Actual FY 2014	Estimated FY 2015	Current Law FY 2016	Gov Rec FY 2016	Current Law FY 2017	Gov Rec FY 2017
Accumulated Balance	\$0	\$0	\$0	\$0	\$0	\$0	\$0
Resources:							
Departmental Earnings							
Non-Dedicated Receipts	\$59	\$93	\$60	\$90	\$90	\$60	\$60
Other Resources:							
Earnings Transferred In							
Revenue Collected by Another Agency							
Other Receipts (e.g. interest)							
Resource Reductions:							
Earnings Transferred Out							
Revenue Collected for Another Agency							
Total Resources	\$59	\$93	\$60	\$90	\$90	\$60	\$60
Expenditures:							
Direct Expenditures	\$59	\$93	\$60	\$90	\$90	\$60	\$60
Indirect Expenditures							
Total Expenditures	\$59	\$93	\$60	\$90	\$90	\$60	\$60
Current Difference							
Accumulated Ending Balance	\$0	\$0	\$0	\$0	\$0	\$0	\$0

Supporting Information

Background Information:

The mission of the board is to protect the public's health and safety through the regulation and support of the EMS system.

Services provided by the board include:

- Administer and enforce statutory provisions relating to ambulance services and EMS training programs.
- Certify EMS personnel on a biannual basis.

- Investigate, hear, and resolve complaints against EMS providers to ensure competent and safe EMS systems.
- Ensure active medical direction for the pre-hospital EMS system throughout the state of Minnesota.

Forecast Basis:

Revenues are collected through charges to ambulance services licensees and an additional vehicle fee, training program approvals, duplicate card issuance, and fines for violations of statutes. Revenues are forecasted based on a number of factors, including actual revenue collected in the previous year, the number of applicants seeking initial licensure, and any fee changes set in current law. All revenue collected is deposited into the General Fund. There are no significant changes anticipated to the amount of revenue generated in the upcoming biennium. Because nearly 65% of the ambulance personnel in Minnesota are volunteers, the fees charged do not enable the board to recover its cost.

Recent Changes:

The last time ambulance and other fees were increased or assessed was in FY 2000.

Agency Analysis/Comments:

No fee changes are proposed.

Table of Contents
2016-17 Biennial Budget – Departmental Earnings

Employment and Economic Development, Department of	
Departmental Earnings	1
Services for the Blind-Operations and Communication.....	3

FY16-17 Departmental Earnings

Agency:	Employment and Economic Development
Revenue Category Name:	Departmental Earnings
Purpose:	Application fee for certifying qualified small businesses under M.S. 116J.8738, Qualified Expansion of Greater Minnesota Business Program.
Legal Citation(s):	M.S. 116J.8738 Subd 3.
Revenue Account Code(s):	621604
Dedicated Receipts (Yes/No):	Yes
Non-Dedicated Receipts (Yes/No):	No
Fund(s):	2000 Special Revenue
Appropriation Name(s):	Qualified Expansion Gr MN Bus
Recommending Fee Change? (Yes/No)	Yes

Revenue Category Summary (Dollars in Thousands)	Actual FY 2013	Actual FY 2014	Estimated FY 2015	Current Law FY 2016	Gov Rec FY 2016	Current Law FY 2017	Gov Rec FY 2017
Accumulated Balance							
Resources:							
Departmental Earnings					210		210
Other Resources:							
Earnings Transferred In							
Revenue Collected by Another Agency							
Other Receipts (e.g. interest)							
Resource Reductions:							
Earnings Transferred Out							
Revenue Collected for Another Agency							
Total Resources					210		210
Expenditures:							
Direct Expenditures					182		182
Indirect Expenditures					28		28
Total Expenditures					210		210
Current Difference							
Accumulated Ending Balance					0		0

Supporting Information

Background Information:

The Qualified Expansion of Greater Minnesota Business Program was created in the Laws of 2013. The commissioner may impose an application fee in an amount sufficient to defray the commissioner's cost of processing certifications.

Forecast Basis:

DEED is charging 3% for an application fee on program operations and services, so if we presume all of the \$7 million tax base per year is awarded, then \$210,000 per year will be collected.

Recent Changes:

Requesting language be added to the statute that authorizes the Minnesota Department of Employment and Economic Development (DEED) to spend the revenues collected from the application fees on program operations and services for the Qualified Expansion of Greater Minnesota Business Program. These fees would be deposited in a DEED account in the special revenue funds. The language change requested would also allow the funds to be carried forward.

Agency Analysis/Comments:

The current statutory language allows funds to be used “to defray the Commissioner's costs of processing certifications”, but it does not explicitly give the agency the authority to expend the revenue collected. As the language is currently written, the revenues from the application fee would be non-dedicated general fund revenue and not available to DEED to spend. This change would make the statute consistent with the original legislative intent and allow the use of those funds for program administration.

FY16-17 Departmental Earnings

Agency:	Employment and Economic Development
Revenue Category Name:	Services for the Blind-Operations and Communication
Purpose:	To help blind persons enter in business for themselves and to provide access to the printed word for blind, visually impaired and physically impaired Minnesotans.
Legal Citation(s):	MS 248.07 5; MS 248.07 8
Revenue Account Code(s):	621592, 621593
Dedicated Receipts (Yes/No):	Yes
Non-Dedicated Receipts (Yes/No):	No
Fund(s):	2000
Appropriation Name(s):	SSB Communication Center; Business Enterprise Program
Recommending Fee Change? (Yes/No)	No

Revenue Category Summary (Dollars in Thousands)	Actual FY 2013	Actual FY 2014	Estimated FY 2015	Current Law FY 2016	Gov Rec FY 2016	Current Law FY 2017	Gov Rec FY 2017
Accumulated Balance	119	164	223	218	218	214	214
Resources:							
Departmental Earnings	299	334	443	447	447	447	447
Other Resources:							
Earnings Transferred In							
Revenue Collected by Another Agency							
Other Receipts (e.g. interest)							
Resource Reductions:							
Earnings Transferred Out							
Revenue Collected for Another Agency							
Total Resources	299	334	443	447	447	447	447
Expenditures:							
Direct Expenditures	228	249	411	414	414	414	414
Indirect Expenditures	26	26	37	37	37	37	37
Total Expenditures	254	275	448	451	451	451	451
Current Difference	45	59	-5	-4	-4	-4	-4
Accumulated Ending Balance	164	223	218	214	214	210	210

Supporting Information

Background Information:

Communication Center: Reimbursement from other states for the estimated cost of providing for the production and handling of Braille books, audio tapes, and related services for the blind. This fee offsets some of the costs to produce braille/audio materials. Fees are based on general market tolerance and actual costs to produce materials.

Braille Textbooks:

- Braille Textbooks, New: \$5.75

- Braille Textbook, previously transcribed and electronic: \$0.95
- Braille Non-textbook New and Copies: \$1.95
- Braille Non-textbook Email: \$1.75
- Braille Non-textbook Electronic: \$0.10

All fees are per braille page.

Audio charges:

- Audio charges per recorded hour for schools: \$2.00
- Audio charges per recorded hour for business/organizations: \$12.50
- No charge for personal use or staff.

Business Enterprise Program: This fee exists to provide for general operation to BEP. Revenues are assessments on blind vendor operations (including interest earned). The funds may be used for:

- Technical Support
- Purchase, upkeep and replacement of vending equipment
- Reimbursements to management committee members for attendance at meetings or approved conference; and
- Purchase of fringe benefits for blind vending operators.

Fees are based on a sliding scale from the operators' monthly net proceeds; this means the monthly cash receipts including any vending machine or other income, less merchandise purchases, general expenses, and payroll, (excluding set-aside charges). The sliding scale is:

- On the first \$100 or portion thereof: 2 percent
- On the second \$100 or portion thereof: 4 percent
- On the third \$100 or portion thereof: 6 percent
- On the fourth \$100 or portion thereof: 8 percent
- On the fifth \$100 or portion thereof: 10 percent
- On the sixth \$100 or portion thereof: 12 percent
- On the seventh \$100 or portion thereof: 14 percent
- Any amounts over \$700: 16 percent.

Forecast Basis:

Communication Center: Revenue was based on past requests for materials and costs to produce that material. The trends vary depending upon requests received, however, stay consistent through the year.

Business Enterprise Program: The revenue generated for this fund has been pretty consistent year after year. The trend indicates the amount collected from blind vendors has been declining. This is consistent with the fact that the annual vending sales for these vendors has also been in decline and the expenses they incur in the operation of their business are increasing each year.

Recent Changes:

Communication Center: The fees have not changed for 5 years, however there was a cost study done 2 years ago comparing other producers of braille. The study confirmed our prices were aligned with the market.

Business Enterprise Program (BEP): The fee has not been changed since inception. This is a sensitive subject for the BEP blind vendor participants and though the discussion has been broached periodically, the BEP Program has chosen not to pursue this further.

Agency Analysis/Comments:

Communication Center: The majority of Braille sold is produced by the 60+ volunteers. Nine-nine percent (99%) of audio charges are produced by 100+ volunteers. The funds received are used to offset cost of the Audio and Braille Units.

Business Enterprise Program: The agency continues to be prudent with its use of these funds. It prioritizes how these funds will be utilized each year to ensure specific needs are always met. Depending on the year-to-year balance and collections, the agency will adjust its amount of expenditures accordingly.

Table of Contents
2016-17 Biennial Budget – Departmental Earnings

Explore Minnesota Tourism	
Brochure Space	1
Tourism Promotional Revenue.....	2
Tourism Promotional Revenue - Website	4

FY16-17 Departmental Earnings

Agency:	Explore Minnesota Tourism
Revenue Category Name:	Brochure Space
Purpose:	Promote tourism in Minnesota
Legal Citation(s):	MS116 U.45
Revenue Account Code(s):	622517
Dedicated Receipts (Yes/No):	Yes
Non-Dedicated Receipts (Yes/No):	No
Fund(s):	2000
Appropriation Name(s):	Explore MN USA (B202405)
Recommending Fee Change? (Yes/No)	No

Revenue Category Summary (Dollars in Thousands)	Actual FY 2013	Actual FY 2014	Estimated FY 2015	Current Law FY 2016	Gov Rec FY 2016	Current Law FY 2017	Gov Rec FY 2017
Accumulated Balance	5	13	24	0	0	0	0
Resources:							
Departmental Earnings	61	64	50	50	50	50	50
Other Resources:							
Earnings Transferred In							
Revenue Collected by Another Agency							
Other Receipts (e.g. interest)							
Resource Reductions:							
Earnings Transferred Out							
Revenue Collected for Another Agency							
Total Resources	66	77	50	50	50	50	50
Expenditures:							
Direct Expenditures	53	53	74	50	50	50	50
Indirect Expenditures							
Total Expenditures	53	53	74	50	50	50	50
Current Difference							
Accumulated Ending Balance	13	24	0	0	0	0	0

Supporting Information

Background Information:

These earnings recover the costs of tourism promotional efforts related to distribution of Explore Minnesota's print materials, and materials produced by Minnesota tourism businesses. The distribution efforts occur at prime target locations, such as the MSP Airport, Mall of America and consumer shows.

Forecast Basis:

Forecast is based on past levels of existing programs

Recent Changes:

No significant changes.

Agency Analysis/Comment

The agency recovers costs at an appropriate level. These programs are popular with the Minnesota tourism industry, and with consumers, who continue to value and request print materials.

FY16-17 Departmental Earnings

Agency:	Explore Minnesota Tourism
Revenue Category Name:	Tourism Promotional Revenue
Purpose:	Promote tourism in Minnesota
Legal Citation(s):	MS116 U.45
Revenue Account Code(s):	622515, 622517
Dedicated Receipts (Yes/No):	Yes
Non-Dedicated Receipts (Yes/No):	No
Fund(s):	2000
Appropriation Name(s):	Tourism Promotional Revenue (B202404)
Recommending Fee Change? (Yes/No)	No

Revenue Category Summary (Dollars in Thousands)	Actual FY 2013	Actual FY 2014	Estimated FY 2015	Current Law FY 2016	Gov Rec FY 2016	Current Law FY 2017	Gov Rec FY 2017
Accumulated Balance	339	510	624	0	0	0	0
Resources:							
Departmental Earnings	1061	1002	861	900	900	900	900
Other Resources:							
Earnings Transferred In							
Revenue Collected by Another Agency							
Other Receipts (e.g. interest)							
Resource Reductions:							
Earnings Transferred Out							
Revenue Collected for Another Agency							
Total Resources	1400	1512	1485	900	900	900	900
Expenditures:							
Direct Expenditures	890	888	1485	900	900	900	900
Indirect Expenditures							
Total Expenditures	890	888	1485	900	900	900	900
Current Difference							
Accumulated Ending Balance	510	624	0	0	0	0	0

Supporting Information

Background Information:

These earnings recover the costs of tourism promotional efforts, such as producing and distributing publications, mailing list management, trade and consumer shows, and other programs.

Forecast Basis:

Forecast is based on past levels of similar programs.

Recent Changes:

No significant changes.

Agency Analysis/Comment

The agency has generally been recovering costs at an appropriate level. Due to the fiscal year calendar timing vs. the tourism promotion seasons, we often carry funds forward between fiscal years, in order to use the funds in the next fiscal year. For example, ads sold in spring/summer are used to recover the costs of printed material for the following year.

FY16-17 Departmental Earnings

Agency:	Explore Minnesota Tourism
Revenue Category Name:	Tourism Promotional Revenue - Website
Purpose:	Promote tourism in Minnesota
Legal Citation(s):	MS116 U.45
Revenue Account Code(s):	622515
Dedicated Receipts (Yes/No):	Yes
Non-Dedicated Receipts (Yes/No):	No
Fund(s):	2000
Appropriation Name(s):	Web Revenue (B202417)
Recommending Fee Change? (Yes/No)	No

Revenue Category Summary (Dollars in Thousands)	Actual FY 2013	Actual FY 2014	Estimated FY 2015	Current Law FY 2016	Gov Rec FY 2016	Current Law FY 2017	Gov Rec FY 2017
Accumulated Balance	156	48	37	0	0	0	0
Resources:							
Departmental Earnings	235	230	200	200	200	200	200
Other Resources:							
Earnings Transferred In							
Revenue Collected by Another Agency							
Other Receipts (e.g. interest)							
Resource Reductions:							
Earnings Transferred Out							
Revenue Collected for Another Agency							
Total Resources	391	278	237	200	200	200	200
Expenditures:							
Direct Expenditures	343	241	237	200	200	200	200
Indirect Expenditures							
Total Expenditures	343	241	237	200	200	200	200
Current Difference							
Accumulated Ending Balance	48	37	0	0	0	0	0

Supporting Information

Background Information:

These earnings recover the costs of developing, maintaining and hosting the Explore Minnesota websites, especially the consumer travel planning website, ExploreMinnesota.com. This is the agency's primary digital marketing strategy, serving and supported by thousands of Minnesota tourism businesses.

Forecast Basis:

Forecast is based on past levels of industry participation in advertising on the website(s).

Recent Changes:

No significant changes.

Agency Analysis/Comment

The agency has generally been recovering costs at an appropriate level. Due to the timing of various advertisers' contracts, funds are often carried between fiscal years to support the website(s) in the next fiscal year.

FY16-17 Departmental Earnings

Agency:	Gambling Control Board
Revenue Category Name:	Gambling License & Regulatory Fees
Purpose:	To cover cost of regulating lawful gambling in MN
Legal Citation(s):	M.S. 349.16, Subd 6, M. S. 349.161; M.S. 349.163, M.S. 349.165-167
Revenue Account Code(s):	622716, 622717
Dedicated Receipts (Yes/No):	Yes
Non-Dedicated Receipts (Yes/No):	No
Fund(s):	2000
Appropriation Name(s):	Gambling Control Board
Recommending Fee Change? (Yes/No)	Yes

Revenue Category Summary (Dollars in Thousands)	Actual FY 2013	Actual FY 2014	Estimated FY 2015	Current Law FY 2016	Gov Rec FY 2016	Current Law FY 2017	Gov Rec FY 2017
Accumulated Balance	1266	1342	1088	273	273	41	297
Resources:							
Departmental Earnings	1606	1582	1570	1570	1570	1570	1570
Other Resources:							
Earnings Transferred In							
Revenue Collected by Another Agency	1194	1205	1225	1225	1784	1225	1835
Other Receipts (e.g. interest)							
Resource Reductions:							
Earnings Transferred Out	47	113	250	250	70	250	70
Revenue Collected for Another Agency							
Total Resources	2753	2674	2545	2545	3284	2545	3405
Expenditures:							
Direct Expenditures	2667	2918	3354	2771	3254	2539	3318
Indirect Expenditures	10	10	6	6	6	6	6
Total Expenditures	2677	2928	3360	2777	3260	2545	3324
Current Difference	76	-254	-815	-232	24	0	81
Accumulated Ending Balance	1342	1088	273	41	297	41	378

Supporting Information

Background Information:

The Board collects license and permit fees from manufacturers and distributors of gambling equipment, linked bingo providers and nonprofit organizations conducting charitable gambling. Nonprofit organizations also pay a regulatory fee of 0.1% of gross receipts. The regulatory fee is collected by the Minnesota Department of Revenue with monthly lawful gambling tax payments then transferred from Revenue to the Gambling Control Board.

Forecast Basis:

Revenue forecast is based on current revenues. Requesting fee increase beginning FY16.

Recent Changes:

With the introduction of electronic gaming in FY 2013, \$250,000 was earmarked from Gambling Control Board's lawful gambling regulation account for Department of Public Safety Alcohol and Gambling Enforcement for their role in policing electronic games. Electronic gaming has not grown as anticipated; currently only 7% of licensed sites offer electronic gaming. License and regulatory fees have not been adjusted since FY 2004.

Agency Analysis/Comments:

At current levels lawful gambling regulation fund balance will be depleted by November 2015. The Governor recommends changing the regulatory fee paid by gambling organizations from .001 per penny spent on gambling at regulated gambling organizations to .0015 per penny. Fee increase will allow for continued level of regulatory oversight; regulatory audits, inspections of gaming sites and processing of license applications will continue in timely manner. See the Maintain Regulatory Oversight of Lawful Gambling change item narrative in the Gambling Control Board's budget book for additional details.

Table of Contents

2016-17 Biennial Budget – Departmental Earnings

Health, Department of

Adoption Registry Filing and Administrative Fees	1
Asbestos Abatement Fees	3
Birth Center License Fees.....	5
Body Art Establishment and Technician Licensure Fees	7
Doula Registry Fees.....	9
Drinking Water Service Connection Fee*	11
Plan-Review and Inspection Fees for Water Treatment.....	13
Electronic Health Records Service Provider Application and Certification Fees*	15
Food Beverage & Lodging Licensure Fee*	17
Food Manager Certification Fee.....	19
Funeral Establishments & Funeral Director Licensure Fees*	21
Health Care Facility License Fees*	23
Hearing Instrument Dispensers Certification & Examination Fee.....	25
Health Maintenance Organizations Application & Renewal Fee	27
Home Care Licenses Summary*	29
Interpreter Roster Application Fee	31
Laboratory Accreditation Fee	33
Lead Program Licenses & Certification Fee*	35
Manufactured Home Park and Recreational License Fees	37
Medical Cannabis Program Fee.....	39
Newborn Screening Fee	40
Newborn Screening Fee Deaf and Hard-of-Hearing	42
Occupational Therapist License Fee.....	44
Public Pool Plan Review, Inspection, and Licensure Fees.....	46
Radioactive Materials Registration and License Fees.....	48
Specimen Handling Fee.....	50
Speech Language Pathologist & Audiologist Registration Fee	52
Statewide Hospitality Facility License Fee Summary.....	54
Temporary Nursing Provider Fee*	56
Certified Copies of Vital Records and Related Services Fees	58
Well Management Program Fees.....	60
X-Ray Machines Registration and Inspection Fees.....	62

Items marked with an “” indicate that the Governor recommends a fee change in the category or the agency.*

FY16-17 Departmental Earnings

Agency:	MDH
Revenue Category Name:	Adoption Registry Filing and Administrative Fees
Purpose:	To cover the costs of the Putative Father Adoption Registry
Legal Citation(s):	2014 Minn. Statute, section 259.52
Revenue Account Code(s):	623287
Dedicated Receipts (Yes/No):	No
Non-Dedicated Receipts (Yes/No):	Yes
Fund(s):	SGSR - 1200
Appropriation Name(s):	SGSR Non-Dedicated Revenue
Recommending Fee Change? (Yes/No):	No

Revenue Category Summary (Dollars in Thousands)	Actual FY 2013	Actual FY 2014	Estimated FY 2015	Current Law FY 2016	Gov Rec FY 2016	Current Law FY 2017	Gov Rec FY 2017
Accumulated Balance	82.95	54.90	18.16	(35.84)	(35.84)	(89.84)	(89.84)
Resources:							
Departmental Earnings	57.68	58.98	55.00	55.00	55.00	55.00	55.00
Other Resources:							
Earnings Transferred In							
Revenue Collected by Another Agency	55.00	55.00	55.00	55.00	55.00	55.00	55.00
Other Receipts (e.g. interest)							
Resource Reductions:							
Earnings Transferred Out							
Revenue Collected for Another Agency							
Total Resources	112.68	113.98	128.16	110.00	110.00	110.00	110.00
Expenditures:							
Direct Expenditures	113.59	124.35	136.60	136.60	136.60	136.60	136.60
Indirect Expenditures	27.14	26.36	27.40	27.40	27.40	27.40	27.40
Total Expenditures	140.73	150.72	164.00	164.00	164.00	164.00	164.00
Current Difference	(28.05)	(36.74)	(54.00)	(54.00)	(54.00)	(54.00)	(54.00)
Accumulated Ending Balance	54.90	18.16	(35.84)	(89.84)	(89.84)	(143.84)	(143.84)

Supporting Information

Background Information:

Minnesota Statutes, section 259.52, establishes the Minnesota Fathers' Adoption Registry (MFAR) to allow putative fathers (men who believe they are a biological father but have not established paternity) to receive notice if plans are made to place the child for adoption. The legislation directs the district court administrator in every judicial district to assess a \$75 adoption filing fee surcharge on each adoption petition filed in the district court for the purpose of implementing and maintaining the MFAR. MDH also receives a \$25 dollar administrative fee for completing searches of the MFAR data base, from agents or agencies supervising adoption placements. Child support enforcement searches are exempted from paying the administrative fee for searching the MFAR.

Forecast Basis:

Revenues from the MFAR fees have been declining for the past several years. This forecast reflects that trend.

Recent Changes:

The MFAR fee has not changed since it was established in 1997.

Agency Analysis/Comments:

MDH will continue to monitor this program to determine whether a change is needed to bring revenues and expenditures into balance.

FY16-17 Departmental Earnings

Agency:	MDH
Revenue Category Name:	Asbestos Abatement Fees
Purpose:	To recover the cost of the program that licenses asbestos abatement contractors, certifies workers/site supervisors, approves training courses & inspects project sites for appropriate work practices.
Legal Citation(s):	2014 Minn. Statute, section 326.75
Revenue Account Code(s):	623031 through 623049, inclusive.
Dedicated Receipts (Yes/No):	No
Non-Dedicated Receipts (Yes/No):	Yes
Fund(s):	SGSR - 1200
Appropriation Name(s):	SGSR Non-Dedicated Revenue
Recommending Fee Change? (Yes/No):	No

Revenue Category Summary (Dollars in Thousands)	Actual FY 2013	Actual FY 2014	Estimated FY 2015	Current Law FY 2016	Gov Rec FY 2016	Current Law FY 2017	Gov Rec FY 2017
Accumulated Balance	567.50	655.64	774.81	787.76	787.76	800.71	800.71
Resources:							
Departmental Earnings	588.10	649.66	569.95	569.95	569.95	569.95	569.95
Other Resources:							
Earnings Transferred In							
Revenue Collected by Another Agency							
Other Receipts (e.g. interest)							
Resource Reductions:							
Earnings Transferred Out							
Revenue Collected for Another Agency							
Total Resources	588.10	649.66	569.95	569.95	569.95	569.95	569.95
Expenditures:							
Direct Expenditures	414.47	433.64	433.90	433.90	433.90	433.90	433.90
Indirect Expenditures	85.49	96.84	123.10	123.10	123.10	123.10	123.10
Total Expenditures	499.96	530.48	557.00	557.00	557.00	557.00	557.00
Current Difference	88.13	119.18	12.95	12.95	12.95	12.95	12.95
Accumulated Ending Balance	655.64	774.81	787.76	800.71	800.71	813.66	813.66

Supporting Information

Background Information:

This program protects the health of children and adults by providing support and technical assistance to regulated parties and property owners on issues related to asbestos; credentialing regulated parties and professions and performing compliance monitoring of their activities; and developing relationships with a broad spectrum of citizens and communities; and state, federal, and local agencies. The problem of asbestos exposure affects all people residing in older homes or visiting older buildings as a part of their daily routine.

Forecast Basis:

Forecast is consistent with collections from recent years. The revenue generated for the Asbestos Program is closely associated with the construction industry and increased capital investment by building owners in existing buildings. Revenues tend to rise and fall in correlation with the economy.

Recent Changes:

The program was established in 1988. The fees established at that time have not been modified. Through statutory change in 1994, three additional credential categories and associated fees were established.

Agency Analysis/Comments:

MDH will continue to monitor this program to determine whether a change is needed to bring revenues and expenditures into balance.

FY16-17 Departmental Earnings

Agency:	MDH
Revenue Category Name:	Birth Center License Fees
Purpose:	Fees recover costs associated with licensing and regulating birth centers.
Legal Citation(s):	2014 Minn. Statute. 144.615, subd. 8
Revenue Account Code(s):	623278
Dedicated Receipts (Yes/No):	No
Non-Dedicated Receipts (Yes/No):	Yes
Fund(s):	SGSR - 1200
Appropriation Name(s):	SGSR Non-Dedicated Revenue
Recommending Fee Change? (Yes/No):	No

Revenue Category Summary (Dollars in Thousands)	Actual FY 2013	Actual FY 2014	Estimated FY 2015	Current Law FY 2016	Gov Rec FY 2016	Current Law FY 2017	Gov Rec FY 2017
Accumulated Balance	2.66	4.12	6.63	.69	.69	(5.25)	(5.25)
Resources:							
Departmental Earnings	1.46	2.51	1.06	1.06	1.06	1.06	1.06
Other Resources:							
Earnings Transferred In							
Revenue Collected by Another Agency							
Other Receipts (e.g. interest)							
Resource Reductions:							
Earnings Transferred Out							
Revenue Collected for Another Agency							
Total Resources	1.46	2.51	1.06	1.06	1.06	1.06	1.06
Expenditures:							
Direct Expenditures	0.00	0.00	5.73	5.73	5.73	5.73	5.73
Indirect Expenditures	0.00	0.00	1.27	1.27	1.27	1.27	1.27
Total Expenditures	0.00	0.00	7.00	7.00	7.00	7.00	7.00
Current Difference	1.46	2.51	(5.94)	(5.94)	(5.94)	(5.94)	(5.94)
Accumulated Ending Balance	4.12	6.63	0.69	(5.25)	(5.25)	(11.19)	(11.19)

Supporting Information

Background Information:

This fee program was established in 2011 in anticipation of the establishment of birth centers in the state, partly due to changes in Medicaid coverage of birth center services in the federal Affordable Care Act. It was also assumed that birth centers would be popular for women who do not wish to give birth in a hospital. At this time the number of birth centers in the state has been below initial expectations.

Forecast Basis:

MDH assumes that the new birth centers will be established in Minnesota as they have in other states and that expenditures and revenues for this program will increase accordingly.

Recent Changes:

The program has not changed since it was established.

Agency Analysis/Comments:

MDH will continue to monitor this program to determine whether a change is needed to bring revenues and expenditures into balance.

FY16-17 Departmental Earnings

Agency:	MDH
Revenue Category Name:	Body Art Establishment and Technician Licensure Fees
Purpose:	Fees for licensing body art establishments and technicians.
Legal Citation(s):	2014 Minn. Statute, section 146B.10
Revenue Account Code(s):	512417, and 623318 through 623323 inclusive.
Dedicated Receipts (Yes/No):	No
Non-Dedicated Receipts (Yes/No):	Yes
Fund(s):	SGSR - 1200
Appropriation Name(s):	SGSR Non-Dedicated Revenue
Recommending Fee Change? (Yes/No):	No

Revenue Category Summary (Dollars in Thousands)	Actual FY 2013	Actual FY 2014	Estimated FY 2015	Current Law FY 2016	Gov Rec FY 2016	Current Law FY 2017	Proposed FY 2017
Accumulated Balance	11.49	(103.28)	3.48	7.98	7.98	12.48	12.48
Resources:							
Departmental Earnings	64.39	206.70	69.50	69.50	69.50	210.00	210.00
Other Resources:							
Earnings Transferred In							
Revenue Collected by Another Agency							
Other Receipts (e.g. interest)							
Resource Reductions:							
Earnings Transferred Out							
Revenue Collected for Another Agency							
Total Resources	64.39	206.70	69.50	69.50	69.50	210.00	210.00
Expenditures:							
Direct Expenditures	147.86	82.46	53.23	53.23	53.23	53.23	53.23
Indirect Expenditures	31.30	17.48	11.77	11.77	11.77	11.77	11.77
Total Expenditures	179.16	99.94	65.00	65.00	65.00	65.00	65.00
Current Difference	(114.77)	106.76	4.50	4.50	4.50	145.00	145.00
Accumulated Ending Balance	(103.28)	3.48	7.98	12.48	12.48	157.48	157.48

Supporting Information

Background Information:

Body art is physical body adornment, including but not limited to tattooing and body piercing. Legislation to require licensure of body art establishments and the practice of body art was enacted in 2010. There are a variety of fees for body art technicians and establishments

Forecast Basis:

Licenses for body art establishments are renewed every three years. Licenses for body art technicians are renewed every other year. These cycles impact the revenues and expenditures from the program. Body art establishments were first licensed in FY 2011 and renewals for that first group were in FY 2014; fees were significantly higher in those years. It is also assumed that fees will be relatively high in FY 2017.

Recent Changes:

Fees have not been changed since they were set in 2010.

Agency Analysis/Comments:

MDH will continue to monitor this program to determine whether a change is needed to bring revenues and expenditures into balance.

FY16-17 Departmental Earnings

Agency:	MDH
Revenue Category Name:	Doula Registry Fees
Purpose:	Recover the cost of regulating this profession
Legal Citation(s):	2014 Minn. Statute, section 148.997
Revenue Account Code(s):	623163 and 623164
Dedicated Receipts (Yes/No):	No
Non-Dedicated Receipts (Yes/No):	Yes
Fund(s):	SGSR - 1200
Appropriation Name(s):	SGSR Non-Dedicated Revenue
Recommending Fee Change? (Yes/No):	No

Revenue Category Summary (Dollars in Thousands)	Actual FY 2013	Actual FY 2014	Estimated FY 2015	Current Law FY 2016	Gov Rec FY 2016	Current Law FY 2017	Gov Rec FY 2017
Accumulated Balance	(10.18)	(10.28)	(10.13)	(12.13)	(12.13)	(14.13)	(14.13)
Resources:							
Departmental Earnings	0.27	0.27	0.00	0.00	0.00	0.00	0.00
Other Resources:							
Earnings Transferred In							
Revenue Collected by Another Agency							
Other Receipts (e.g. interest)							
Resource Reductions:							
Earnings Transferred Out							
Revenue Collected for Another Agency							
Total Resources	0.27	0.27	0.00	0.00	0.00	0.00	0.00
Expenditures:							
Direct Expenditures	0.37	0.03	1.64	1.64	1.64	1.64	1.64
Indirect Expenditures	0.00	0.09	0.36	0.36	0.36	0.36	0.36
Total Expenditures	0.37	0.12	2.00	2.00	2.00	2.00	2.00
Current Difference	(0.10)	0.15	(2.00)	(2.00)	(2.00)	(2.00)	(2.00)
Accumulated Ending Balance	(10.28)	(10.13)	(12.13)	(14.13)	(14.13)	(16.13)	(16.13)

Supporting Information

Background Information:

Legislation to establish this program was enacted in 2007. This program maintains a website listing the names and contact information of individuals that the department has verified are certified by any one of seven national doula certifying organizations. There are currently six doulas active on the registry. A doula registration is effective for three years.

Forecast Basis:

Fee revenue and expenditure projections for the coming biennium are based on a relatively small number of registered doulas.

Recent Changes:

The fee program has not changed since it was established in 2007.

Agency Analysis/Comments:

MDH will continue to monitor this program to determine whether a change is needed to bring revenues and expenditures into balance.

FY16-17 Departmental Earnings

Agency:	MDH
Revenue Category Name:	Drinking Water Service Connection Fee
Purpose:	To recover the cost of administering the drinking water program.
Legal Citation(s):	2014 Minn. Statute 144.3831
Revenue Account Code(s):	623052, 623204, 623205, 623206, 623207 and 623284
Dedicated Receipts (Yes/No):	No
Non-Dedicated Receipts (Yes/No):	Yes
Fund(s):	SGSR - 1200
Appropriation Name(s):	SGSR Non-Dedicated Revenue
Recommending Fee Change? (Yes/No):	Yes

Revenue Category Summary (Dollars in Thousands)	Actual FY 2013	Actual FY 2014	Estimated FY 2015	Current Law FY 2016	Gov Rec FY 2016	Current Law FY 2017	Gov Rec FY 2017
Accumulated Balance	4,406.63	4,166.48	5,152.19	5,192.39	5,192.39	4,252.59	4,252.59
Resources:							
Departmental Earnings	8,410.41	8,503.42	8,520.20	8,520.20	10,937.20	8,520.20	10,937.20
Other Resources:							
Earnings Transferred In							
Revenue Collected by Another Agency							
Other Receipts (e.g. interest)							
Resource Reductions:							
Earnings Transferred Out							
Revenue Collected for Another Agency							
Total Resources	8,410.41	8,503.42	8,520.20	8,520.20	10,937.20	8,520.20	10,937.20
Expenditures:							
Direct Expenditures	7,334.15	6,725.29	6,945.13	7,639.34	9,618.86	7,639.34	7,639.34
Indirect Expenditures	1,316.40	792.41	1,534.87	2,090.66	2,498.14	2,090.66	2,090.66
Total Expenditures	8,650.55	7,517.71	8,480.00	9,730.00	11,877.00	9,460.00	9,460.00
Current Difference	(240.15)	985.71	40.20	(939.80)	(939.80)	(939.80)	(939.80)
Accumulated Ending Balance	4,166.48	5,152.19	5,192.39	4,252.59	4,252.59	3,312.79	3,312.79

Supporting Information

Background Information:

The Minnesota Department of Health assumed primary enforcement responsibility for the federal Safe Drinking Water Act (SDWA) in 1977 under MS 144.381 to 144.387. The drinking water service connection fee was established in 1992 (MS 144.3831) to support activities of the Drinking Water Program and ensure compliance with the SDWA.

Activities supported by the fee, to ensure that the 8,300 public water supplies in Minnesota comply with the SDWA include:

- Required monitoring and analysis of drinking water.

- Required sanitary survey inspections to ensure the integrity of the system.
- Source water assessments and wellhead protection to ensure safe sources of water.
- Administration of the Drinking Water Revolving Loan Fund to provide low interest loans for water system improvements.
- Review of engineering plans and specifications to ensure water system integrity.
- Capacity development to ensure managerial, technical, and financial stability of the water system.
- Operator certification and training to ensure a reliable and educated workforce to operate water systems.
- Technical assistance to help systems provide safe water and remain in compliance with the Safe Drinking Water Act.
- Enforcement for systems that fail to meet health standards.
- Public outreach through consumer confidence reports, annual state of drinking water reports, fact sheets, and public notices of violations.

The Minnesota Drinking Water Program has four main sources of revenue including the federal Drinking Water Revolving Fund (a portion of which can be set aside for operations) federal Public Water System Supervision Funds, state Clean Water Funds and the service connection fee paid by customers of community water systems. The fee was last increased in 2005 from \$5.21 to \$6.36. The fee has typically been increased every ten years.

In FY 2014, the department diverted additional federal Drinking Water Revolving funds to operate the Drinking Water Program which resulted in lower SGSR expenditures. However, diverting funds from the Drinking Water Revolving fund means that there are fewer resources to make available to improve infrastructure of community water systems.

Forecast Basis:

Even with the other funding sources, the expenditures from the SGSR for the Drinking Water Program have been increasing over time. Fee revenue has also increased.

Recent Changes:

The service connection fee was last increased in 2005 from \$5.21 to \$6.36. The fee has typically been increased every ten years.

Agency Analysis/Comments:

Minnesota maintains a consistently high level of compliance with the Federal Safe Drinking Water Act. However, over time the cost of maintaining the drinking water protection program has increased and there are increased needs for protecting the water supply during an emergency situation. In addition, the reliance on federal funds to cover the cost of the program means that there is less federal funding available to support efforts by local communities to upgrade and replace their aging drinking water infrastructure.

The department is proposing to increase the public water service connection fee starting July 1, 2015. These funds will reduce the reliance on drinking water revolving funds by shifting MDH program costs to service connection fees, freeing up federal funds for drinking water infrastructure loans to public water supply systems. Increased revenue will also support three additional staff for emergency on call and upgraded electronic data transfer programs. Providing these resources not only prevents the public from drinking contaminated water during an emergency, but provides water quality results that assures the public that their drinking water meets drinking water standards. The increased expenditures from this program are offset by the fee increase.

FY16-17 Departmental Earnings

Agency:	MDH
Revenue Category Name:	Plan-Review and Inspection Fees for Water Treatment.
Purpose:	To offset the cost of reviewing plans and field inspections.
Legal Citation(s):	2014 Minn. Statute, section 115.77
Revenue Account Code(s):	623177, 623178, 623179, 623180, 623181, 623182, 623183, 623184, 623185
Dedicated Receipts (Yes/No):	No
Non-Dedicated Receipts (Yes/No):	Yes
Fund(s):	SGSR - 1200
Appropriation Name(s):	SGSR Non-Dedicated Revenue
Recommending Fee Change? (Yes/No):	No

Revenue Category Summary (Dollars in Thousands)	Actual FY 2013	Actual FY 2014	Estimated FY 2015	Current Law FY 2016	Gov Rec FY 2016	Current Law FY 2017	Gov Rec FY 2017
Accumulated Balance	(49.40)	(110.52)	(153.79)	(221.99)	(221.99)	(290.19)	(290.19)
Resources:							
Departmental Earnings	83.25	105.15	93.80	93.80	93.80	93.80	93.80
Other Resources:							
Earnings Transferred In							
Revenue Collected by Another Agency							
Other Receipts (e.g. interest)							
Resource Reductions:							
Earnings Transferred Out							
Revenue Collected for Another Agency							
Total Resources	83.25	105.15	93.80	93.80	93.80	93.80	93.80
Expenditures:							
Direct Expenditures	116.62	122.45	132.68	132.68	132.68	132.68	132.68
Indirect Expenditures	27.76	25.96	29.32	29.32	29.32	29.32	29.32
Total Expenditures	144.37	148.41	162.00	162.00	162.00	162.00	162.00
Current Difference	(61.12)	(43.26)	(68.20)	(68.20)	(68.20)	(68.20)	(68.20)
Accumulated Ending Balance	(110.52)	(153.79)	(221.99)	(290.19)	(290.19)	(358.39)	(358.39)

Supporting Information

Background Information:

The commissioner's authority to approve the site, design, construction, and alteration of public water supplies was established in 1977 by Minnesota Statutes 144.383, and Minnesota Rules 4720.0010-0015. The rules were amended in 1997 to include fees for this service. The program reviews plans to ensure compliance with state standards, and other widely recognized national standards for health and safety of community public water systems. The program also works with the engineering consultants and municipal governments to optimize system design, and conducts inspections of water system infrastructure construction. The program also evaluates and prioritizes proposals for loans from the Drinking Water Revolving Fund.

Forecast Basis:

Revenue for this program is generated by drinking water construction projects and will vary depending on economic conditions, and the availability of grants and low interest loans. For the past several years, revenues have fallen short of expenditures. It is possible that revenues may increase as the economy improves, but the forecast is for revenues will continue to be below expenditures.

Recent Changes:

None

Agency Analysis/Comments:

MDH will continue to monitor this program to determine whether a change is needed to bring revenues and expenditures into balance.

FY16-17 Departmental Earnings

Agency:	MDH
Revenue Category Name:	Electronic Health Records Service Provider Application and Certification Fees.
Purpose:	Fee paid by health information exchange service providers for certification of authority to operate in Minnesota.
Legal Citation(s):	2014 Minn. Statute, section 62J.4982, subd. 5
Revenue Account Code(s):	623324, 623325, 623326, 623327 and 623328
Dedicated Receipts (Yes/No):	No
Non-Dedicated Receipts (Yes/No):	Yes
Fund(s):	SGSR - 1200
Appropriation Name(s):	SGSR Non-Dedicated Revenue
Recommending Fee Change? (Yes/No):	Yes

Revenue Category Summary (Dollars in Thousands)	Actual FY 2013	Actual FY 2014	Estimated FY 2015	Current Law FY 2016	Gov Rec FY 2016	Current Law FY 2017	Gov Rec FY 2017
Accumulated Balance	25.00	8.59	57.59	51.59	51.59	45.59	39.59
Resources:							
Departmental Earnings	42.00	49.00	91.00	91.00	186.00	91.00	215.00
Other Resources:							
Earnings Transferred In							
Revenue Collected by Another Agency							
Other Receipts (e.g. interest)							
Resource Reductions:							
Earnings Transferred Out							
Revenue Collected for Another Agency							
Total Resources	42.00	49.00	91.00	91.00	186.00	91.00	215.00
Expenditures:							
Direct Expenditures	47.18	0.00	76.44	76.44	159.16	76.44	178.00
Indirect Expenditures	11.23	0.00	20.56	20.56	38.84	20.56	43.00
Total Expenditures	58.41	0.00	97.00	97.00	198.00	97.00	221.00
Current Difference	(16.41)	49.00	(6.00)	(6.00)	(12.00)	(6.00)	(6.00)
Accumulated Ending Balance	8.59	57.59	51.59	45.59	39.59	39.59	33.59

Supporting Information

Background Information:

The Health Information Exchange oversight program was established in 2010 to ensure the quality, security and efficiency of the exchange of the electronic transmission of health-related information between organizations. The program requires any entity that provides health information exchange services to be certified by MDH, and to pay application and certification fees.

Forecast Basis:

It is anticipated that fee revenues will be slightly below the cost of operating the program as it currently exists.

Recent Changes:

Fees have not been changed since the program was established.

Agency Analysis/Comments:

In FY 2014 there were no expenditures from the SGSR for this program because the costs were paid from the federal State Innovations Model (SIM) grant. Those funds are no longer available.

When Minnesota's HIE oversight law was established, HIE was in its infancy, and it was not clear how the market would evolve to meet the demands of providers for different types of exchange. As demand has grown and shifted, and as new mechanisms for HIE have developed, Minnesota's 2009 HIE oversight law has become inadequate to address the wide variation in exchange models or to keep pace with market demand and rapidly changing privacy/security needs. Further, national certification is now available through voluntary mechanisms, such as Electronic Healthcare Network Accreditation Commission (EHNAC), rendering some Minnesota-specific requirements unnecessary.

In Minnesota's current market, only two of the six current mechanisms for health information exchange are covered by Minnesota's oversight law. Exchange occurring outside of the certification process means that the state has no means to ensure that necessary privacy, security, and interoperability goals and standards are met. Further, those organizations offering HIE services are unclear whether or not they fall under Minnesota's current definitions. As a result, health care organizations have expressed concern about potentially failing to meet Minnesota's interoperable electronic health records mandate through a connection with a state-certified health information exchange organization.

MDH is proposing to update the Health Information Exchange (HIE) oversight program to address changes and growth in the HIE market, to better align with national HIE standards, and to provide needed clarity for HIE providers and the health care providers who use their services. Proposed changes will update definitions of health information exchange organizations to reflect current mechanisms through which exchange of health information occurs, streamline the certification process, and simplify the fee structure for HIE certifications and re-certifications. These changes require an increase in staffing which is offset by additional fee revenue.

As a result of the legislative changes, additional entities will be subject to MDH which will result in increased costs and fee revenues to the department. Under the proposed changes, costs will increase by \$225,000 and revenues will increase by \$219,000 in FY 2016-17.

FY16-17 Departmental Earnings

Agency:	MDH
Revenue Category Name:	Food Beverage & Lodging Licensure Fee
Purpose:	To support licensing & inspection activities to determine compliance with rules and laws to protect public health and safety.
Legal Citation(s):	2014 Minn. Statute, section 157.16
Revenue Account Code(s):	623053, 623054, 623055, 623056, 623058, 623059, 623060, 623061, 623062, 623064, 623065, 623084, 623171, 623192, 623193, 623194, 623195 and 623196
Dedicated Receipts (Yes/No):	No
Non-Dedicated Receipts (Yes/No):	Yes
Fund(s):	SGSR - 1200
Appropriation Name(s):	SGSR Non-Dedicated Revenue
Recommending Fee Change? (Yes/No):	Yes

Revenue Category Summary (Dollars in Thousands)	Actual FY 2013	Actual FY 2014	Estimated FY 2015	Current Law FY 2016	Gov Rec FY 2016	Current Law FY 2017	Gov Rec FY 2017
Accumulated Balance	1,594.21	1,622.03	1,587.07	1,654.60	1,654.60	1,722.13	1,811.13
Resources:							
Departmental Earnings	5,226.03	5,799.04	5,879.53	5,879.53	6,392.53	5,879.53	6,392.53
Other Resources:							
Earnings Transferred In							
Revenue Collected by Another Agency							
Other Receipts (e.g. interest)							
Resource Reductions:							
Earnings Transferred Out							
Revenue Collected for Another Agency							
Total Resources	5,226.03	5,799.04	5,879.53	5,879.53	6,392.53	5,879.53	6,392.53
Expenditures:							
Direct Expenditures	4,232.15	4,923.51	4,760.03	4,760.03	5,107.29	4,760.03	5,102.37
Indirect Expenditures	966.07	910.49	1,051.97	1,051.97	1,128.71	1,051.97	1,127.63
Total Expenditures	5,198.22	5,834.00	5,812.00	5,812.00	6,236.00	5,812.00	6,230.00
Current Difference	27.81	(34.96)	67.53	67.53	156.53	67.53	162.53
Accumulated Ending Balance	1,622.03	1,587.07	1,654.60	1,722.13	1,811.13	1,789.66	1,973.66

Supporting Information

Background Information:

Laws specifying the authority to regulate food, beverage and lodging (FBL) establishments have been enacted and amended since 1902. The current fees for the program were adopted in 2005. The department has the authority to delegate those responsibilities to local governments. In cases, where the department has delegated its authority, the local government is responsible for collecting the fees to cover the cost of the regulatory activities.

Forecast Basis:

The forecast is based on the number and types of establishments the department regulates and projected costs of regulating those facilities.

Recent Changes:

In FY 2014, MDH assumed responsibility for directly regulating food, beverage and lodging establishments in the City of Saint Paul. This resulted in an increase in fee revenue starting in FY 2014. During the 2014 session, the Legislature appropriated additional funding to the department to cover the increased costs to the department for assuming responsibility for the City of Saint Paul.

Agency Analysis/Comments:

The Department of Health (MDH) and the Department of Agriculture (MDA) share responsibility for licensing and inspecting retail food establishments in Minnesota. Whether an establishment is inspected by MDA or MDH is based on each establishment's primary mode of business. Establishments are inspected by MDA if they sell more packaged grocery items and are inspected by MDH if customers consume more food on-site. In the past, food businesses were distinct enough that a retail food business could be considered one or the other (i.e. restaurant or grocery store). Over time, the retail food business model has changed so that this distinction has blurred. This has led to confusion and inconsistency during the licensing and inspection process.

Both agencies are carrying proposals this year to form the foundation for future alignment to ensure the food inspection system in Minnesota is as efficient and effective as possible. As part of that, MDH and MDA are proposing a new unified licensing structure shared by both departments that sets fees based on an establishment's level of risk and ensures adequate funding for future inspection and alignment work. The new licensing fee structure is based on MDH's current fee schedule, but instead of determining the cost of a license based on the size of the establishment, the new structure sets fees based on how often a retail food establishment must be inspected and how long individual inspections take. The MDH proposal will increase fee revenue by \$1,026,000 and increase costs by \$842,000 in FY 2016-17.

FY16-17 Departmental Earnings

Agency:	MDH
Revenue Category Name:	Food Manager Certification Fee
Purpose:	To cover the costs of a statewide certification program for food managers.
Legal Citation(s):	2014 Minn. Statute, section 157.16
Revenue Account Code(s):	623288, 623289 and 623308
Dedicated Receipts (Yes/No):	No
Non-Dedicated Receipts (Yes/No):	Yes
Fund(s):	SGSR - 1200
Appropriation Name(s):	SGSR Non-Dedicated Revenue
Recommending Fee Change? (Yes/No):	No

Revenue Category Summary (Dollars in Thousands)	Actual FY 2013	Actual FY 2014	Estimated FY 2015	Current Law FY 2016	Gov Rec FY 2016	Current Law FY 2017	Gov Rec FY 2017
Accumulated Balance	712.13	735.08	730.76	733.29	733.29	735.82	735.82
Resources:							
Departmental Earnings	424.80	402.08	422.53	422.53	422.53	422.53	422.53
Other Resources:							
Earnings Transferred In							
Revenue Collected by Another Agency							
Other Receipts (e.g. interest)							
Resource Reductions:							
Earnings Transferred Out							
Revenue Collected for Another Agency							
Total Resources	424.80	402.08	422.53	422.53	422.53	422.53	422.53
Expenditures:							
Direct Expenditures	324.60	335.32	343.98	343.98	343.98	343.98	343.98
Indirect Expenditures	77.25	71.09	76.02	76.02	76.02	76.02	76.02
Total Expenditures	401.85	406.40	420.00	420.00	420.00	420.00	420.00
Current Difference	22.95	(4.32)	2.53	2.53	2.53	2.53	2.53
Accumulated Ending Balance	735.08	730.76	733.29	735.82	735.82	738.35	738.35

Supporting Information

Background Information:

The Food Manager Certification program is a statewide registration of certified food managers, effective July 1, 2000. The current fee of \$35 is for support of the issuance of approximately 12,000 certificates annually (which are active for three years), oversight of the certification activity, and data management functions including web communications.

Forecast Basis:

The fee certification is for three years. Revenues fluctuate reflecting the three year cycle. The program is expected to continue to remain relatively stable with possibly a small increase in the numbers certified.

Recent Changes:

The fee was last increased during the 2009 legislative session.

Agency Analysis/Comments:

MDH will continue to monitor this program to determine whether a change is needed to bring revenues and expenditures into balance.

FY16-17 Departmental Earnings

Agency:	MDH
Revenue Category Name:	Funeral Establishments & Funeral Director Licensure Fees
Purpose:	To cover the cost of regulating funeral homes & mortuary science occupations in order to maintain professional standards.
Legal Citation(s):	2014 Minn. Statutes, section 149A.65
Revenue Account Code(s):	512606, 512704, 513122, 553094, 623066, 623067, 623068, 623069, 623070, 623071, 623072, 623073, 623074, 623075, 623076, 623077, 623078, 623079, 623080, 623081 and 623082
Dedicated Receipts (Yes/No):	No
Non-Dedicated Receipts (Yes/No):	Yes
Fund(s):	SGSR - 1200
Appropriation Name(s):	SGSR Non-Dedicated Revenue
Recommending Fee Change? (Yes/No):	Yes

Revenue Category Summary (Dollars in Thousands)	Actual FY 2013	Actual FY 2014	Estimated FY 2015	Current Law FY 2016	Gov Rec FY 2016	Current Law FY 2017	Gov Rec FY 2017
Accumulated Balance	702.85	706.76	713.03	729.11	729.11	745.19	745.19
Resources:							
Departmental Earnings	356.52	390.79	369.08	369.08	556.08	369.08	556.08
Other Resources:							
Earnings Transferred In							
Revenue Collected by Another Agency							
Other Receipts (e.g. interest)							
Resource Reductions:							
Earnings Transferred Out							
Revenue Collected for Another Agency							
Total Resources	356.52	390.79	369.08	369.08	556.08	369.08	556.08
Expenditures:							
Direct Expenditures	283.76	313.75	289.11	289.11	442.26	289.11	442.26
Indirect Expenditures	68.86	70.77	63.89	63.89	97.74	63.89	97.74
Total Expenditures	352.61	384.52	353.00	353.00	540.00	353.00	540.00
Current Difference	3.91	6.27	16.08	16.08	16.08	16.08	16.08
Accumulated Ending Balance	706.76	713.03	729.11	745.19	745.19	761.27	761.27

Supporting Information

Background Information:

This fee program is responsible for licensing and regulating funeral homes, crematories, morticians, funeral directors, mortuary science interns and cemetery business practices. The Mortuary Science program licenses and regulates approximately 559 mortuaries, 59 crematories, and 2 alkaline hydrolysis facilities, and 1,278 morticians/funeral directors. The activities include licensure, regulation, education, and enforcement. Additionally, the program manages the Disaster Portable Morgue Unit (DPMU) and

coordinates and trains the Disaster Mortuary Emergency Response Team (D-MERT). Both the fee and the appropriations for this program were last increased in 2007.

Forecast Basis:

The program currently has an accumulated surplus. However, the program is projected to run a structural deficit beginning in FY 2015.

Recent Changes:

Both the fee and the appropriations for this program were last increased in 2007.

Agency Analysis/Comments:

Like many other health-related fields, the mortuary science industry is changing rapidly, creating challenges both for practitioners and MDH staff. Some of the most recent and noteworthy changes in the industry include the introduction of new technology, such as alkaline hydrolysis, and a push for more “green” funerals and burials. Additionally, the industry and its advocates are looking for opportunities for family members to be more involved in the final disposition of their loved ones. At the same time, the aging of many funeral homes and crematory establishments throughout the state is requiring owners to bring the various facilities up to new code requirements. Some of these codes require that the facility owner make significant changes in order to implement new technology to protect workers and the general public. Updated regulations and adequate staffing are vital for MDH to provide adequate oversight of the mortuary science industry amidst these changes.

Inadequate staffing in the Mortuary Science program has led to a significant backlog in inspections and an increase in consumer complaints. Of the 59 crematories in the state, only 19 have been inspected in the past two years. Less than half of Minnesota’s funeral homes were inspected in the past two years.

The department is requesting a fee and appropriation increase for the mortuary science program to enhance resources to meet the increasing demands for oversight. The proposal will increase both fee revenue and costs by \$374,000 in FY 2016-17.

FY16-17 Departmental Earnings

Agency:	MDH
Revenue Category Name:	Health Care Facility License Fees
Purpose:	To recover the cost of licensing hospitals & nursing homes that includes issuing licenses, inspecting facilities, investigating complaints, issuing deficiency orders, and reviewing construction plans.
Legal Citation(s):	2014 Minn. Statutes, section 144.122, 144.53, 144.554, 144A.07, 144A.753
Revenue Account Code(s):	623091, 623092, 623093, 623094, 623096, 623098, 623100, 623101, 623102, 623103, 623339
Dedicated Receipts (Yes/No):	NO
Non-Dedicated Receipts (Yes/No):	YES
Fund(s):	SGSR - 1200
Appropriation Name(s):	SGSR Non-Dedicated Revenue
Recommending Fee Change? (Yes/No):	No

Revenue Category Summary (Dollars in Thousands)	Actual FY 2013	Actual FY 2014	Estimated FY 2015	Current Law FY 2016	Gov Rec FY 2016	Current Law FY 2017	Gov Rec FY 2017
Accumulated Balance	(880.10)	(3,413.49)	(5,788.04)	(7,650.47)	(7,650.47)	(9,512.90)	(9,512.90)
Resources:							
Departmental Earnings	4,711.91	4,977.88	5,489.00	5,490.00	5,490.00	5,490.00	5,490.00
Other Resources:							
Earnings Transferred In							
Revenue Collected by Another Agency							
Other Receipts (e.g. interest)							
Resource Reductions:							
Earnings Transferred Out							
Revenue Collected for Another Agency	(452.00)	(452.00)	(452.00)	(452.00)	(452.00)	(452.00)	(452.00)
Total Resources	4,259.91	4,525.88	5,037.00	5,038.00	5,038.00	5,038.00	5,038.00
Expenditures:							
Direct Expenditures	5,275.38	5,358.83	5,358.83	5,358.83	5,358.83	5,358.83	5,358.83
Indirect Expenditures	1,517.92	1,541.60	1,541.60	1,541.60	1,541.60	1,541.60	1,541.60
Total Expenditures	6,793.30	6,900.43	6,900.43	6,900.43	6,900.43	6,900.43	6,900.43
Current Difference	(2,533.39)	(2,374.55)	(1,862.43)	(1,862.43)	(1,862.43)	(1,862.43)	(1,862.43)
Accumulated Ending Balance	(3,413.49)	(5,788.04)	(7,650.47)	(9,512.90)	(9,512.90)	(11,375.33)	(11,375.33)

Supporting Information

Background Information:

Fees collected are to recover costs associated with licensing and regulating nursing homes, boarding care homes, hospitals, supervised living facilities, out-patient surgical centers, and with costs associated with the adverse health events reporting system. Costs include license processing, on-site surveys, inspections by the State Fire Marshal, background studies, complaint investigations, and fees collected from hospitals and ambulatory surgical centers.

Forecast Basis:

Revenue estimates are made using current provider and bed counts as the base starting point. Revenues are then projected using trends and expected changes in fee-paying entities. Expenses are based on budgeted workload projections and estimated costs.

Recent Changes:

Licensing fees for hospitals were last increased in 2009 by \$100 for the base amount and \$3 per bed. Fees for outpatient surgical centers were also increased that year by \$363. Fees for nursing homes, boarding care homes and supervised living facilities were last increased in 2001.

In 2013 legislation establishing a fee for reviewing health care facility blueprints was enacted. In the past those services were provided free by the department. The fee varies by the amount of the proposed construction costs. The fee is expected to bring in approximately \$390,000 per year.

Agency Analysis/Comments:

There are a number of factors impacting revenues including: 1) nursing homes choosing to layaway beds; 2) incentives to permanently close nursing and boarding care home beds; 3) nursing home closures; 4) reductions in supervised living facilities due to moving toward waived services.

In addition, factors impacting expenditures include the following: 1) an increase in the number adverse events which has increased the work required to administer the adverse health events law, and the costs associated with its administration. 2) Medicare's unwillingness to pay for more of Minnesota's Attorney General costs of enforcement activities in non-long term care, receiverships, facility closures, and patient transfers; 3) the administrative law judge dispute resolution process for the nursing home surveys requires more resources to adequately address provider appeals; and 4) implementation of the nursing home report card requires technical and analytical support. The department continues to assess survey and investigative programs for efficiencies. The department also incurs approximately \$340,000 per year in costs associated with regulating state-owned facilities for which it is not authorized to collect fees.

FY16-17 Departmental Earnings

Agency:	MDH
Revenue Category Name:	Hearing Instrument Dispensers Certification & Examination Fee
Purpose:	To recover the cost of regulation of the hearing instrument industry including: enforcement of standards, licensure examination and complaint investigation.
Legal Citation(s):	Minn. Statute, section 153A.17
Revenue Account Code(s):	513102,623135, 623136, 623139, 623140, 623141, 623191, 623197, 623198 and 623284
Dedicated Receipts (Yes/No):	No
Non-Dedicated Receipts (Yes/No):	Yes
Fund(s):	SGSR - 1200
Appropriation Name(s):	SGSR Non-Dedicated Revenue
Recommending Fee Change? (Yes/No):	No

Revenue Category Summary (Dollars in Thousands)	Actual FY 2013	Actual FY 2014	Estimated FY 2015	Current Law FY 2016	Gov Rec FY 2016	Current Law FY 2017	Gov Rec FY 2017
Accumulated Balance	(70.65)	(20.05)	(19.80)	(19.80)	(19.80)	(19.80)	(19.80)
Resources:							
Departmental Earnings	193.85	193.12	185.00	185.00	185.00	185.00	185.00
Other Resources:							
Earnings Transferred In							
Revenue Collected by Another Agency							
Other Receipts (e.g. interest)							
Resource Reductions:							
Earnings Transferred Out							
Revenue Collected for Another Agency							
Total Resources	193.85	193.12	185.00	185.00	185.00	185.00	185.00
Expenditures:							
Direct Expenditures	115.47	160.12	151.52	151.52	151.52	151.52	151.52
Indirect Expenditures	27.78	32.74	33.48	33.48	33.48	33.48	33.48
Total Expenditures	143.26	192.87	185.00	185.00	185.00	185.00	185.00
Current Difference	50.59	0.25	0.00	0.00	0.00	0.00	0.00
Accumulated Ending Balance	(20.05)	(19.80)	(19.80)	(19.80)	(19.80)	(19.80)	(19.80)

Supporting Information

Background Information:

This program protects purchasers and consumers of hearing instruments by regulating (examining, credentialing and investigating activities) the dispensing of hearing instruments by certified dispensers.

Forecast Basis:

The forecast is based on the number of providers, current fee levels and the cost of regulating providers.

Recent Changes:

Fees for this program were last changed in 2009.

Agency Analysis/Comments:

MDH will continue to monitor this program to determine whether a change is needed to bring revenues and expenditures into balance.

FY16-17 Departmental Earnings

Agency:	MDH
Revenue Category Name:	Health Maintenance Organizations Application & Renewal Fee
Purpose:	To recover the cost of the regulation, complaint investigation and enforcement of HMO's, APN's, CISM's.
Legal Citation(s):	2014 Minn. Statute, section 62D.21
Revenue Account Code(s):	512060,623106, 623108, 623109, 623110, 623120, 623122, 623123, 623124, 623125 and 623130
Dedicated Receipts (Yes/No):	No
Non-Dedicated Receipts (Yes/No):	Yes
Fund(s):	SGSR - 1200
Appropriation Name(s):	SGSR Non-Dedicated Revenue
Recommending Fee Change? (Yes/No):	No

Revenue Category Summary (Dollars in Thousands)	Actual FY 2013	Actual FY 2014	Estimated FY 2015	Current Law FY 2016	Gov Rec FY 2016	Current Law FY 2017	Gov Rec FY 2017
Accumulated Balance	1,047.83	1,027.36	1426.01	876.38	876.38	667.07	667.07
Resources:							
Departmental Earnings	1,125.39	1,074.79	1,161.49	1,162.69	1,162.69	1,162.69	1,162.69
Other Resources:							
Earnings Transferred In							
Revenue Collected by Another Agency							
Other Receipts (e.g. interest)							
Resource Reductions:							
Earnings Transferred Out							
Revenue Collected for Another Agency							
Total Resources	1,125.39	1,074.79	1,161.49	1,162.69	1,162.69	1,162.69	1,162.69
Expenditures:							
Direct Expenditures	884.01	663.53	1,123.67	1,123.67	1,123.67	1,123.67	1,123.67
Indirect Expenditures	261.85	12.61	248.33	248.33	248.33	248.33	248.33
Total Expenditures	1,145.86	676.14	1372.00	1372.00	1372.00	1372.00	1372.00
Current Difference	(20.47)	398.65	(210.51)	(209.31)	(209.31)	(209.31)	(209.31)
Accumulated Ending Balance	1,027.36	1,426.01	1,215.51	1,006.20	1,006.20	796.89	796.89

Supporting Information

Background Information:

The Health Maintenance Organization (HMO) Program has been in operation since 1973 when the HMO Act was adopted. This program is responsible for licensing Minnesota HMOs, as well as ongoing monitoring for continuing compliance with applicable laws and rules governing financial solvency and quality assurance. We also investigate complaints filed by enrollees. At the present time there are nine HMOs as well as three county based purchasers (CBPs) which, although not licensed, are subject to laws that regulate HMOs. HMOs are required to file many different kinds of documents for review and approval. Each such filing must include a fee, which is set in administrative rule. In addition, HMOs are required to pay an annual certificate of authority renewal fee. The fee system has been in place since

the inception of the HMO program. The renewal fee includes a flat payment of \$21,500 per HMO, plus 70 cents per enrollee. The current fees HMOs are required to pay were adopted in 2000.

Forecast Basis:

MN Rules 4685.2800 sets out the basis for the fees. Renewal fees are based on a formula of 70 cents per enrollee, plus \$21,500 per HMO. Filing fees are based on the cost of agency oversight and monitoring, which is an ongoing function. Filing fees are based on the department's cost for administering the program, including salaries as well as indirect costs. The forecasted expenditures in future years are in excess of projected fee revenue. However, in the past, actual expenditures have been below forecasted amounts.

Recent Changes:

None

Agency Analysis/Comments:

MDH will continue to monitor this program to determine whether a change is needed to bring revenues and expenditures into balance.

FY16-17 Departmental Earnings

Agency:	MDH
Revenue Category Name:	Home Care Licenses Summary
Purpose:	To recover the costs of licensing home care providers that includes issuing licenses, inspecting facilities, investigating complaints, issuing deficiency orders and reviewing construction plans.
Legal Citation(s):	2014 Minn. Statute, section 144A.472
Revenue Account Code(s):	513122, 623020, 623093, 623151, 623152, 623285 and 623340
Dedicated Receipts (Yes/No):	No
Non-Dedicated Receipts (Yes/No):	Yes
Fund(s):	SGSR - 1200
Appropriation Name(s):	SGSR Non-Dedicated Revenue
Recommending Fee Change? (Yes/No):	Yes

Revenue Category Summary (Dollars in Thousands)	Actual FY 2013	Actual FY 2014	Estimated FY 2015	Current Law FY 2016	Gov Rec FY 2016	Current Law FY 2017	Gov Rec FY 2017
Accumulated Balance	2,369.96	2,802.35	3,003.26	2,282.26	2,282.26	2,383.87	2,383.87
Resources:							
Departmental Earnings	1,862.71	2,256.72	3,270.76	4,092.61	4,092.61	4,097.23	4,099.23
Other Resources:							
Earnings Transferred In							
Revenue Collected by Another Agency							
Other Receipts (e.g. interest)							
Resource Reductions:							
Earnings Transferred Out							
Revenue Collected for Another Agency	113.00	113.00	113.00	113.00	113.00	113.00	113.00
Total Resources	1,749.71	2,143.72	3,157.00	3,979.61	3,979.61	3,984.23	3,986.23
Expenditures:							
Direct Expenditures	1,053.03	1,525.97	3,188.00	3,188.00	3,188.00	3,188.00	3,197.01
Indirect Expenditures	151.29	303.85	690.00	690.00	690.00	690.00	691.99
Total Expenditures	1,317.32	1,942.81	3,878.00	3,878.00	3,878.00	3,878.00	3,889.00
Current Difference	432.39	200.91	(721.00)	101.61	101.61	106.23	97.23
Accumulated Ending Balance	2,802.35	3,003.26	2,282.26	2,383.87	2,383.87	2,490.10	2,481.10

Supporting Information

Background Information:

This activity oversees home care providers, including housing with services (HWS) establishments and the assisted living home care providers.

Forecast Basis:

The forecast is based on estimates of the number of fee payers, fee rates and regulatory costs. MDH will monitor this program to determine whether a change is needed to bring revenues and expenditures into balance.

Recent Changes:

In 2013, significant changes were made to the home care licensing program to restructure licensure based on the level of services provided. Licensure will simplify from four license types into two levels of licensure – Basic or Comprehensive. New license fees are set to support staffing levels necessary to inspect each licensed provider once every three years and new providers within the first year of operation; to conduct license application reviews, complaint investigations, and enforcement actions in a timely fashion; and provide related administrative work. A temporary one-year license for new providers is established, during which an onsite inspection survey is conducted by MDH to ensure new providers are in compliance. A transition period from the old licensure structure, including a phase in of new licensing fees and of requirements to the new structure, is established.

Agency Analysis/Comments:

The 2014 legislative session set new dementia care training requirements for direct care supervisors, direct care workers, housing managers, maintenance workers, housekeeping staff, and food service staff in Housing with Service (HWSs) establishments registered by MDH if the HWSs have special care units for residents with dementia or if they advertise they provide care for persons with dementia. The training requirements go into effect in January 2016. Before then, MDH will submit a report to the legislature in February 2015 about whether additional provider types should be included, what dementia training options are available in the marketplace, what existing training mandates exist in state and federal laws, and recommendations for enforcing the new training requirements.

The legislative report will recommend that MDH provide technical assistance for the first year of implementation to all providers and staff who need the new training. New language in this proposal will state that starting January 2017, MDH will have authority to assess a fine of \$200 for each staff person who did not obtain the training. Before imposition of the fine, MDH would offer another time period so that the provider has another chance to obtain the training. Since the fine is a form of an enforcement action, there would be an appeal right, though MDH does not anticipate that many providers would choose an appeal and expensive legal proceeding over simply obtaining the training. We estimate that we would have approximately 20 noncompliant employees a year totaling \$4000 in fines revenue each year. We estimate two appeals per year at a cost of \$10,000 for each contested case hearing totaling \$20,000. Since the revenues for HWS fees are above the allocation amount, we are requesting an increase in the HWS allocation of \$20,000 and therefore an increase in fees is not necessary. The proposal will increase fee revenues by \$2,000 and increase costs by \$11,000.

FY16-17 Departmental Earnings

Agency:	MDH
Revenue Category Name:	Interpreter Roster Application Fee
Purpose:	Establish a roster of available spoken language health care interpreters.
Legal Citation(s):	2014 Minn. Statute, section 144.058
Revenue Account Code(s):	623015
Dedicated Receipts (Yes/No):	No
Non-Dedicated Receipts (Yes/No):	Yes
Fund(s):	SGSR - 1200
Appropriation Name(s):	SGSR Non-Dedicated Revenue
Recommending Fee Change? (Yes/No):	No

Revenue Category Summary (Dollars in Thousands)	Actual FY 2013	Actual FY 2014	Estimated FY 2015	Current Law FY 2016	Gov Rec FY 2016	Current Law FY 2017	Gov Rec FY 2017
Accumulated Balance	253.40	395.32	543.85	558.85	558.85	654.85	654.85
Resources:							
Departmental Earnings	172.20	172.00	165.00	165.00	165.00	165.00	165.00
Other Resources:							
Earnings Transferred In							
Revenue Collected by Another Agency							
Other Receipts (e.g. interest)							
Resource Reductions:							
Earnings Transferred Out							
Revenue Collected for Another Agency							
Total Resources	172.20	172.00	165.00	165.00	165.00	165.00	165.00
Expenditures:							
Direct Expenditures	27.09	19.24	122.85	56.51	56.51	56.51	56.51
Indirect Expenditures	3.19	4.23	27.15	12.49	12.49	12.49	12.49
Total Expenditures	30.28	23.47	150.00	69.00	69.00	69.00	69.00
Current Difference	141.92	148.53	15.00	96.00	96.00	96.00	96.00
Accumulated Ending Balance	395.32	543.85	558.85	654.85	654.85	750.85	750.85

Supporting Information

Background Information:

The Health Occupations Program within the Minnesota Department of Health (MDH) has maintained a roster of spoken language health care interpreters since 2009, under the authority of Minnesota Statutes section 144.058. Spoken language health care interpreters accompany non-English speaking patients to their medical appointments and provide translation services. The annual fee to be included in the roster is \$50. The current appropriation of \$21,000 per year was established in 2009 and has not been increased since then.

Forecast Basis:

The forecast is based on the number of fee payers, fee rates and the cost of operating the program. MDH will continue to monitor this program to determine whether a change is needed to bring revenues and expenditures into balance.

Recent Changes:

Since January 1, 2011, Minnesota Statutes, section 256B.0625, subdivision 18a, has required that an interpreter be listed on the MDH roster in order to be eligible for payment through Medical Assistance. That requirement has resulted in a significant increase in the number of interpreters registering with MDH. Since that time, the roster has burgeoned to nearly 3,500 interpreters. As a result, fee revenue far exceeded the total amount allocated for the cost of the program. In 2014, the Governor proposed and the Legislature enacted a proposal to increase the appropriation from the State Government Special Revenue (SGSR) fund to the MDH spoken language interpreter registration program by \$48,000 per year, to cover staff time required to assist interpreters in becoming listed on the roster, the cost of programming enhancements, and the increased administrative work required by this growing group. Fees were not changed.

Agency Analysis/Comments:

Also during the 2014 session, legislation was enacted to appropriate \$81,000 from the SGSR to the department to develop a proposal to promote health equity and quality health outcomes through changes to laws governing spoken language health care interpreters. The recommendations are due January 15, 2015.

FY16-17 Departmental Earnings

Agency:	MDH
Revenue Category Name:	Laboratory Accreditation Fee
Purpose:	To recover the costs incurred to certify laboratories.
Legal Citation(s):	2014 Minn. Statute, section 144.98
Revenue Account Code(s):	623153
Dedicated Receipts (Yes/No):	No
Non-Dedicated Receipts (Yes/No):	Yes
Fund(s):	SGSR - 1200
Appropriation Name(s):	SGSR Non-Dedicated Revenue
Recommending Fee Change? (Yes/No):	No

Revenue Category Summary (Dollars in Thousands)	Actual FY 2013	Actual FY 2014	Estimated FY 2015	Current Law FY 2016	Gov Rec FY 2016	Current Law FY 2017	Gov Rec FY 2017
Accumulated Balance	305.73	125.06	(8.76)	(5.76)	(5.76)	(2.76)	(2.76)
Resources:							
Departmental Earnings	645.80	394.45	495.00	495.00	495.00	495.00	495.00
Other Resources:							
Earnings Transferred In							
Revenue Collected by Another Agency							
Other Receipts (e.g. interest)							
Resource Reductions:							
Earnings Transferred Out							
Revenue Collected for Another Agency							
Total Resources	645.80	394.45	495.00	495.00	495.00	495.00	495.00
Expenditures:							
Direct Expenditures	711.74	435.95	392.00	392.00	392.00	392.00	392.00
Indirect Expenditures	114.73	92.33	100.00	100.00	100.00	100.00	100.00
Total Expenditures	826.47	528.27	492.00	492.00	492.00	492.00	492.00
Current Difference	(180.67)	(133.82)	3.00	3.00	3.00	3.00	3.00
Accumulated Ending Balance	125.06	(8.76)	(5.76)	(2.76)	(2.76)	0.24	0.24

Supporting Information

Background Information:

This program certifies public and private environmental laboratories to perform testing for federal programs that require laboratory certification. The program works closely with the Minnesota Pollution Control Agency and environmental health programs within the department to assure the accuracy of data used, thereby assuring the quality of environmental conditions in Minnesota.

Forecast Basis:

The forecast is based on the number of accredited labs, fee revenue and the cost of accreditation to the department.

Recent Changes:

In 2013, legislation was enacted that shifted responsibility for assessing labs applying for accreditation from MDH to entities approved by the department. This resulted in a reduction in fees and overall costs of the program. Fee revenue was reduced by \$290,000 per year.

Agency Analysis/Comments:

MDH will continue to monitor this program to determine whether a change is needed to bring revenues and expenditures into balance.

FY16-17 Departmental Earnings

Agency:	MDH
Revenue Category Name:	Lead Program Licenses & Certification Fee
Purpose:	To recover costs of licensing and certifying contractors, approving training courses, and inspecting sites for appropriate work practices.
Legal Citation(s):	2014 Minn. Statute, section 144.9505
Revenue Account Code(s):	623156, 623157, 623158, 623159, 623160, 623161, 623162, 623297, 623298, 623299, 623302, 623303, 623304, 623305, 623306, 623307
Dedicated Receipts (Yes/No):	No
Non-Dedicated Receipts (Yes/No):	Yes
Fund(s):	SGSR - 1200
Appropriation Name(s):	SGSR Non-Dedicated Revenue
Recommending Fee Change? (Yes/No):	Yes

Revenue Category Summary (Dollars in Thousands)	Actual FY 2013	Actual FY 2014	Estimated FY 2015	Current Law FY 2016	Gov Rec FY 2016	Current Law FY 2017	Gov Rec FY 2017
Accumulated Balance	154.40	231.47	146.98	118.33	118.33	89.68	(37.32)
Resources:							
Departmental Earnings	80.97	75.48	78.35	78.35	78.35	78.35	696.35
Other Resources:							
Earnings Transferred In							
Revenue Collected by Another Agency							
Other Receipts (e.g. interest)							
Resource Reductions:							
Earnings Transferred Out							
Revenue Collected for Another Agency							
Total Resources	80.97	75.48	78.35	78.35	78.35	78.35	696.35
Expenditures:							
Direct Expenditures	3.15	131.98	83.35	83.35	187.36	83.35	538.71
Indirect Expenditures	0.75	27.98	23.65	23.65	46.64	23.65	124.29
Total Expenditures	3.90	159.96	107.00	107.00	234.00	107.00	663.00
Current Difference	77.07	(84.49)	(28.65)	(28.65)	(155.65)	(28.65)	33.35
Accumulated Ending Balance	231.47	146.98	118.33	89.68	(37.32)	61.03	(3.97)

Supporting Information

Background Information:

This program protects the health of children, pregnant women and other adults with primary and secondary lead exposure prevention methods. Staff identify and evaluate potential hazards by performing lead risk assessments; provide support and technical assistance to local public health agencies, regulated parties, health care providers and property owners; credential regulated parties and professions and perform compliance monitoring of their activities; develop relationships with a broad spectrum of citizens, communities, health care providers, state, federal, and local agencies. Elevated

blood lead levels disproportionately affect minority and refugee/immigrant children, low-income families, and families living in the central city of metropolitan areas.

Forecast Basis:

The forecast is based on the number of fee payers, fee revenue and the cost to the department of administering the program.

Recent Changes:

The current program and fee structure was established in 1999.

Agency Analysis/Comments:

The Governor is proposing changes that will make possible a transfer of authority to enforce the federal lead safety program to from the Environmental Protection Agency to MDH. To do so, MDH must first adopt rules that are consistent with federal lead safety standards. M.S. 144.9508 already directs the Commissioner of Health to create rules for oversight of lead work, but that rule-making authority has expired and must be reauthorized. Under the proposal, MDH would develop rules during FY 2016 and seek federal authority to operate the lead safety program starting in FY 2017.

The program would be supported by a certification fee of \$100 paid every two years by firms doing lead work. The proposed fee is lower than the current federal fee of \$300 paid every five years. This proposal would also establish a training permit fee for lead training providers to ensure they properly train lead contractors to protect the public from lead poisoning. Initial training permits would cost \$500 for lead safety trainers and \$250 for refresher training, with renewals every two years costing half those amounts. Overall, the proposed fees would raise \$326,000 per year when fully phased-in.

The Governor is also proposing to begin licensing the radon mitigation industry in the state. This is a new program that will meet the increasing public demand for qualified radon professionals. To implement a sustainable radon program, MDH must first develop rules that address radon safety standards. Under this proposal, MDH would develop rules during FY 2016 and will operate a full radon health, safety, and education program which includes radon contractor licensing in FY 2017.

The program will have a defined yearly licensing and fee structure that mirrors fees assessed in other states: Measurement and Mitigation Professionals \$600 per year, Measurement and Mitigation Technician \$300, Mitigation Companies \$800, Testing Labs \$500.00. Additional fees include \$50.00 for each mitigation system installed and \$125.00 for MDH Radon Measuring and Mitigation exams. No fees will be assigned to training providers.

The lead safety and radon proposals will generate \$618,000 in increased revenues and \$683,000 in increased costs in FY 2016-17. Over time revenues and expenditures for both programs will come into balance.

FY16-17 Departmental Earnings

Agency:	MDH
Revenue Category Name:	Manufactured Home Park and Recreational License Fees
Purpose:	To fully recover the cost of licensure, inspection and enforcement activities related to Mobile Home Parks and Recreational Camp Areas.
Legal Citation(s):	2014 Minn. Statute, section 327.15
Revenue Account Code(s):	623166, 623167, 623168, 623169, 623315, 623316 and 623317
Dedicated Receipts (Yes/No):	No
Non-Dedicated Receipts (Yes/No):	Yes
Fund(s):	SGSR - 1200
Appropriation Name(s):	SGSR Non-Dedicated Revenue
Recommending Fee Change? (Yes/No):	No

Revenue Category Summary (Dollars in Thousands)	Actual FY 2013	Actual FY 2014	Estimated FY 2015	Current Law FY 2016	Gov Rec FY 2016	Current Law FY 2017	Gov Rec FY 2017
Accumulated Balance	159.70	179.84	250.02	261.84	261.84	273.67	273.67
Resources:							
Departmental Earnings	482.22	494.27	491.83	491.83	491.83	491.83	491.83
Other Resources:							
Earnings Transferred In							
Revenue Collected by Another Agency							
Other Receipts (e.g. interest)							
Resource Reductions:							
Earnings Transferred Out							
Revenue Collected for Another Agency							
Total Resources	482.22	494.27	491.83	491.83	491.83	491.83	491.83
Expenditures:							
Direct Expenditures	371.75	351.27	393.12	393.12	393.12	393.12	393.12
Indirect Expenditures	90.32	72.82	86.88	86.88	86.88	86.88	86.88
Total Expenditures	462.08	424.09	480.00	480.00	480.00	480.00	480.00
Current Difference	20.14	70.18	11.83	11.83	11.83	11.83	11.83
Accumulated Ending Balance	179.84	250.02	261.84	273.67	273.67	285.49	285.49

Supporting Information

Background Information:

This program performs licensing, plan review, and inspection activities for manufactured home parks and recreational camping areas. The manufactured home park and recreational camping rules have been in effect since the 1950's.

Forecast Basis:

The forecast is based on the number of fee payers, fee revenue and the cost to the department of administering the program.

Recent Changes:

The last fee increase for this program was enacted in 2009.

Agency Analysis/Comments:

MDH will continue to monitor this program to determine whether a change is needed to bring revenues and expenditures into balance.

FY16-17 Departmental Earnings

Agency:	MDH
Revenue Category Name:	Medical Cannabis Program Fee
Purpose:	The recover the cost of regulating the Medical Cannabis Program
Legal Citation(s):	M.S. 152.35
Revenue Account Code(s):	623351, 623352, 623353
Dedicated Receipts (Yes/No):	No
Non-Dedicated Receipts (Yes/No):	Yes
Fund(s):	SGSR-1200
Appropriation Name(s):	SGSR Non-dedicated Revenue
Recommending Fee Change? (Yes/No)	No

Revenue Category Summary (Dollars in Thousands)	Actual FY 2013	Actual FY 2014	Estimated FY 2015	Current Law FY 2016	Goc Rec FY 2016	Current Law FY 2017	Gov Rec FY 2017
Accumulated Balance			0	140.00	140.00	140.00	140.00
Resources:							
Departmental Earnings			240.00	816.00	816.00	790.00	790.00
Other Resources:							
Earnings Transferred In							
Revenue Collected by Another Agency							
Other Receipts (e.g. interest)							
Resource Reductions:							
Earnings Transferred Out							
Revenue Collected for Another Agency							
Total Resources			240.00	816.00	816.00	790.00	790.00
Expenditures:							
Direct Expenditures			81.9	668.30	668.30	647.01	647.01
Indirect Expenditures			18.1	147.70	147.70	142.99	142.99
Total Expenditures			100.00	816.00	816.00	790.00	790.00
Current Difference			140.00	0.00	0.00	0.00	0.00
Accumulated Ending Balance			140.00	140.00	140.00	140.00	140.00

Supporting Information

Background Information:

The fee program was established in 2014 to support the operation of the Medical Cannabis Program.

Forecast Basis:

The forecast is based on the projected number of fee payers, fee levels and the cost of operating the program.

Recent Changes:

N/A

Agency Analysis/Comments:

MDH will monitor this program to determine whether a change is needed to bring revenues and expenditures into balance.

FY16-17 Departmental Earnings

Agency:	MDH
Revenue Category Name:	Newborn Screening Fee
Purpose:	To fully recover the costs to perform testing and follow-up services for the Newborn Screening Program.
Legal Citation(s):	2014 Minn. Statute, section 144.125
Revenue Account Code(s):	623170
Dedicated Receipts (Yes/No):	No
Non-Dedicated Receipts (Yes/No):	Yes
Fund(s):	SGSR - 1200
Appropriation Name(s):	SGSR Non-Dedicated Revenue
Recommending Fee Change? (Yes/No):	No

Revenue Category Summary (Dollars in Thousands)	Actual FY 2013	Actual FY 2014	Estimated FY 2015	Current Law FY 2016	Gov Rec FY 2016	Current Law FY 2017	Gov Rec FY 2017
Accumulated Balance	1,764.19	2,237.90	4,685.32	4,625.32	4,625.32	4,575.32	4,575.32
Resources:							
Departmental Earnings	6,987.18	9,550.82	9,974.00	9,984.00	9,984.00	10,028.00	10,028.00
Other Resources:							
Earnings Transferred In							
Revenue Collected by Another Agency							
Other Receipts (e.g. interest)							
Resource Reductions:							
Earnings Transferred Out		962.00	962.00	962.00	962.00	962.00	962.00
Revenue Collected for Another Agency							
Total Resources	6,987.18	8,588.82	9,012.00	9,022.00	9,022.00	9,066	9,066
Expenditures:							
Direct Expenditures	5,774.16	5,163.28	7,429.98	7,429.98	7,429.98	7,429.98	7,429.98
Indirect Expenditures	739.30	978.11	1,642.02	1,642.02	1,642.02	1,642.02	1,642.02
Total Expenditures	6,513.47	6,141.40	9,072.00	9,072.00	9,072.00	9,072.00	9,072.00
Current Difference	473.71	2,447.42	(60.00)	(50.00)	(50.00)	(6.00)	(6.00)
Accumulated Ending Balance	2,237.90	4,685.32	4,625.32	4,575.32	4,575.32	4,569.32	4,569.32

Supporting Information

Background Information:

This program screens every Minnesota newborn for more than fifty treatable disorders. By detecting these conditions soon after birth, these babies can be successfully treated and live healthy lives. Without early detection these disorders can lead to chronic illness, physical disability, mental retardation, developmental problems, and early death. The current fee is \$135 per specimen. An additional \$15 per specimen fee is collected to cover the General Fund cost of follow-up services for children who are found to be deaf or hard-of-hearing through the newborn screening program.

Forecast Basis:

The forecast is based on the number of fee payers, fee revenue and the cost to the department of administering the program.

Recent Changes:

In 2013, the fee for the newborn screening program was increased from \$101 to \$135 per specimen. A portion of the increase was used to cover the cost of testing for additional conditions. Also inn 2013 for fee for the deaf and hard-of-hearing follow-up services was increased from \$5 to \$15 per specimen.

Agency Analysis/Comments:

MDH will continue to monitor this program to determine whether a change is needed to bring revenues and expenditures into balance.

FY16-17 Departmental Earnings

Agency:	MDH
Revenue Category Name:	Newborn Screening Fee Deaf and Hard-of-Hearing
Purpose:	To fund the cost delivering services to deaf and hard-of-hearing identified through the newborn screening program.
Legal Citation(s):	2014 Minn. Statute, section 144.125
Revenue Account Code(s):	623170
Dedicated Receipts (Yes/No):	No
Non-Dedicated Receipts (Yes/No):	Yes
Fund(s):	SGSR - 1200
Appropriation Name(s):	SGSR Non-Dedicated Revenue
Recommending Fee Change? (Yes/No):	No

Revenue Category Summary (Dollars in Thousands)	Actual FY 2013	Actual FY 2014	Estimated FY 2015	Current Law FY 2016	Gov Rec FY 2016	Current Law FY 2017	Gov Rec FY 2017
Accumulated Balance	292.00	261.00	415.00	491.00	491.00	567.00	567.00
Resources:							
Departmental Earnings	269.00	1,114.00	1,035.00	1,035.00	1,035.00	1,035.00	1,035.00
Other Resources:							
Earnings Transferred In							
Revenue Collected by Another Agency							
Other Receipts (e.g. interest)							
Resource Reductions:							
Earnings Transferred Out		131.00	154.00	154.00	154.00	154.00	154.00
Revenue Collected for Another Agency							
Total Resources	269.00	983.00	881.00	881.00	881.00	881.00	881.00
Expenditures:							
Direct Expenditures	257.00	639.16	620.66	620.66	620.66	620.66	620.66
Indirect Expenditures	43.00	189.84	184.34	184.34	184.34	184.34	184.34
Total Expenditures	300.00	829.00	805.00	805.00	805.00	805.00	805.00
Current Difference	(31.00)	154.00	76.00	76.00	76.00	76.00	76.00
Accumulated Ending Balance	261.00	415.00	491.00	567.00	567.00	643.00	643.00

Supporting Information

Background Information:

This program collects \$15 on each newborn screening test. The revenue is transferred to the General Fund where it is appropriated to MDH to provide follow-up services for deaf and hard-of-hearing children and their families.

Forecast Basis:

The forecast is based on the number of fee payers, fee revenue and the appropriation from the GF for the cost of the follow-up services.

Recent Changes:

In 2013, the fee for the deaf and hard-of-hearing follow-up services was increased from \$5 to \$15 per specimen.

Agency Analysis/Comments:

MDH will continue to monitor this program to determine whether a change is needed to bring revenues and expenditures into balance.

FY16-17 Departmental Earnings

Agency:	MDH
Revenue Category Name:	Occupational Therapist License Fee
Purpose:	To recover costs to regulate occupational therapy professionals to assure that minimum standards are established.
Legal Citation(s):	2014 Minn. Statute, section 148.6445
Revenue Account Code(s):	623083, 623137, 623142, 623145, 623146, 623147, 623150, 623279, 623281, 623282 and 623283
Dedicated Receipts (Yes/No):	No
Non-Dedicated Receipts (Yes/No):	Yes
Fund(s):	SGSR - 1200
Appropriation Name(s):	SGSR Non-Dedicated Revenue
Recommending Fee Change? (Yes/No):	No

Revenue Category Summary (Dollars in Thousands)	Actual FY 2013	Actual FY 2014	Estimated FY 2015	Current Law FY 2016	Gov Rec FY 2016	Current Law FY 2017	Gov Rec FY 2017
Accumulated Balance	452.01	574.52	612.02	662.92	662.92	713.82	713.82
Resources:							
Departmental Earnings	338.83	315.62	332.90	332.90	332.90	332.90	332.90
Other Resources:							
Earnings Transferred In							
Revenue Collected by Another Agency							
Other Receipts (e.g. interest)							
Resource Reductions:							
Earnings Transferred Out							
Revenue Collected for Another Agency							
Total Resources	338.83	315.62	332.90	332.90	332.90	332.90	332.90
Expenditures:							
Direct Expenditures	180.41	230.34	230.96	230.96	230.96	230.96	230.96
Indirect Expenditures	35.91	47.79	51.04	51.04	51.04	51.04	51.04
Total Expenditures	216.32	278.13	282.00	282.00	282.00	282.00	282.00
Current Difference	122.51	37.50	50.90	50.90	50.90	50.90	50.90
Accumulated Ending Balance	574.52	612.02	662.92	713.82	713.82	764.72	764.72

Supporting Information

Background Information:

Protects consumers of occupational therapy services by credentialing practitioners and investigating complaints of alleged incompetence or illegal activity.

Forecast Basis:

The forecast is based on the number of fee payers, fee revenue and the cost to the department of administering the program.

Recent Changes:

Fees were last changed in 2007.

Agency Analysis/Comments:

MDH will continue to monitor this program to determine whether a change is needed to bring revenues and expenditures into balance.

FY16-17 Departmental Earnings

Agency:	MDH
Revenue Category Name:	Public Pool Plan Review, Inspection, and Licensure Fees
Purpose:	To offset the cost of reviewing plans, conducting field inspections, and licensing pools.
Legal Citation(s):	2014 Minn. Statute, section 144.1222
Revenue Account Code(s):	513304, 623057, 623165, 623171, 623172, 623174, 623175, 623187, 623188, 623189, 623190
Dedicated Receipts (Yes/No):	No
Non-Dedicated Receipts (Yes/No):	Yes
Fund(s):	SGSR - 1200
Appropriation Name(s):	SGSR Non-Dedicated Revenue
Recommending Fee Change? (Yes/No):	No

Revenue Category Summary (Dollars in Thousands)	Actual FY 2013	Actual FY 2014	Estimated FY 2015	Current Law FY 2016	Gov Rec FY 2016	Current Law FY 2017	Gov Rec FY 2017
Accumulated Balance	(443.93)	(481.74)	(470.32)	(535.62)	(535.62)	(600.92)	(600.92)
Resources:							
Departmental Earnings	546.94	635.58	596.70	596.70	596.70	596.70	596.70
Other Resources:							
Earnings Transferred In							
Revenue Collected by Another Agency							
Other Receipts (e.g. interest)							
Resource Reductions:							
Earnings Transferred Out							
Revenue Collected for Another Agency							
Total Resources	546.94	635.58	596.70	596.70	596.70	596.70	596.70
Expenditures:							
Direct Expenditures	472.27	515.32	542.18	542.18	542.18	542.18	542.18
Indirect Expenditures	112.48	108.84	119.82	119.82	119.82	119.82	119.82
Total Expenditures	584.74	624.16	662.00	662.00	662.00	662.00	662.00
Current Difference	(37.80)	11.42	(65.30)	(65.30)	(65.30)	(65.30)	(65.30)
Accumulated Ending Balance	(481.74)	(470.32)	(535.62)	(600.92)	(600.92)	(666.22)	(666.22)

Supporting Information

Background Information:

This program is responsible for reviewing plans and specifications for construction and remodeling of public swimming pools, spas, and water parks prior to construction, conducting inspections and licensing functions. The program has been operating since the 1980's.

Forecast Basis:

The forecast is based on the number of fee payers, fee revenue and the cost to the department of administering the program.

Recent Changes:

Fees were last increased during the 2009 session.

Agency Analysis/Comments:

Forecasted program costs are in excess of projected revenues. However, in the past, expenditures have been below forecast. MDH will continue to monitor this program to determine whether a change is needed to bring revenues and expenditures into balance.

FY16-17 Departmental Earnings

Agency:	MDH
Revenue Category Name:	Radioactive Materials Registration and License Fees
Purpose:	The state has taken over the registering and licensing of radioactive materials from the Federal government. The fee covers the cost of license and inspection activity.
Legal Citation(s):	2014 Minn. Statute, section 144.1205
Revenue Account Code(s):	623021, 623023, 623024, 623025, 623027, 623028, 623029, 623200 and 623201
Dedicated Receipts (Yes/No):	No
Non-Dedicated Receipts (Yes/No):	Yes
Fund(s):	SGSR - 1200
Appropriation Name(s):	SGSR Non-Dedicated Revenue
Recommending Fee Change? (Yes/No):	No

Revenue Category Summary (Dollars in Thousands)	Actual FY 2013	Actual FY 2014	Estimated FY 2015	Current Law FY 2016	Gov Rec FY 2016	Current Law FY 2017	Gov Rec FY 2017
Accumulated Balance	418.01	485.66	453.60	517.10	517.10	580.60	580.60
Resources:							
Departmental Earnings	702.41	646.76	748.50	748.50	748.50	748.50	748.50
Other Resources:							
Earnings Transferred In							
Revenue Collected by Another Agency							
Other Receipts (e.g. interest)							
Resource Reductions:							
Earnings Transferred Out							
Revenue Collected for Another Agency							
Total Resources	702.41	646.76	748.50	748.50	748.50	748.50	748.50
Expenditures:							
Direct Expenditures	518.58	562.21	555.83	555.83	555.83	555.83	555.83
Indirect Expenditures	116.17	116.60	129.17	129.17	129.17	129.17	129.17
Total Expenditures	634.76	678.81	685.00	685.00	685.00	685.00	685.00
Current Difference	67.65	(32.06)	63.50	63.50	63.50	63.50	63.50
Accumulated Ending Balance	485.66	453.60	517.10	580.60	580.60	644.10	644.10

Supporting Information

Background Information:

The Minnesota Department of Health assumed regulatory control of all radioactive materials in March 2006. The staff necessary to implement the regulatory and licensing program is fully trained. The regulated community that uses radioactive materials is primarily comprised of healthcare, industrial, research and academic facilities.

Forecast Basis:

The forecast is based on the number of fee payers, fee revenue and the cost to the department of administering the program.

Recent Changes:

The program's fees were set and rules promulgated in 2004.

Agency Analysis/Comments:

MDH will continue to monitor this program to determine whether a change is needed to bring revenues and expenditures into balance.

FY16-17 Departmental Earnings

Agency:	MDH
Revenue Category Name:	Specimen Handling Fee
Purpose:	Fee charges to partially recover the cost of operating a public health laboratory.
Legal Citation(s):	2014 Minn. Statute, section 144.123
Revenue Account Code(s):	623154
Dedicated Receipts (Yes/No):	No
Non-Dedicated Receipts (Yes/No):	Yes
Fund(s):	SGSR - 1200
Appropriation Name(s):	SGSR Non-Dedicated Revenue
Recommending Fee Change? (Yes/No):	No

Revenue Category Summary (Dollars in Thousands)	Actual FY 2013	Actual FY 2014	Estimated FY 2015	Current Law FY 2016	Gov Rec FY 2016	Current Law FY 2017	Gov Rec FY 2017
Accumulated Balance	63.10	89.87	82.81	82.81	82.81	82.81	82.81
Resources:							
Departmental Earnings	127.87	139.66	0.00	0.00	0.00	0.00	0.00
Other Resources:							
Earnings Transferred In							
Revenue Collected by Another Agency							
Other Receipts (e.g. interest)							
Resource Reductions:							
Earnings Transferred Out							
Revenue Collected for Another Agency							
Total Resources	127.87	139.66	0.00	0.00	0.00	0.00	0.00
Expenditures:							
Direct Expenditures	84.23	120.87	0.00	0.00	0.00	0.00	0.00
Indirect Expenditures	16.87	25.86	0.00	0.00	0.00	0.00	0.00
Total Expenditures	101.09	146.72	0.00	0.00	0.00	0.00	0.00
Current Difference	26.78	(7.06)	0.00	0.00	0.00	0.00	0.00
Accumulated Ending Balance	89.87	82.81	82.81	82.81	82.81	82.81	82.81

Supporting Information

Background Information:

In 1979, a laboratory specimen handling fee was established to cover the costs associated with handling biological specimens sent to the department for diagnostic testing. Specimen handling includes specimen receipt, data entry of results, results reporting, postage, and specimen preparation. Most of the infectious disease monitoring work of the State Public Health Laboratory benefits the general public and is exempt from the fee. However, a small percentage of tests, primarily in the areas of tuberculosis, sexually transmitted disease, and parasitological examinations are conducted to support health prevention and control programs. The fee was paid by non-exempt submitters including hospitals, clinics, and physicians who send specimens testing to the state laboratory for diagnostic testing for diseases of public health significance.

Effective July 1, 2014, the fee was eliminated. The department now contracts directly with entities that use the public health lab to test specimens and payments to the department are the result of those negotiations.

Forecast Basis:

Effective July 1, 2014, the fee is no longer collected.

Recent Changes:

Effective July 1, 2014, the fee is no longer collected.

Agency Analysis/Comments:

FY16-17 Departmental Earnings

Agency:	MDH
Revenue Category Name:	Speech Language Pathologist & Audiologist Registration Fee
Purpose:	To regulate these providers to assure that minimum standards are established, complaints are investigated and enforcement action taken.
Legal Citation(s):	2014 Minn. Statute, section 148.5194
Revenue Account Code(s):	623000, 623001, 623002, 623003, 623004, 623014, 623104, 623105, 623134, 623138 and 623143
Dedicated Receipts (Yes/No):	No
Non-Dedicated Receipts (Yes/No):	Yes
Fund(s):	SGSR - 1200
Appropriation Name(s):	SGSR Non-Dedicated Revenue
Recommending Fee Change? (Yes/No):	No

Revenue Category Summary (Dollars in Thousands)	Actual FY 2013	Actual FY 2014	Estimated FY 2015	Current Law FY 2016	Gov Rec FY 2016	Current Law FY 2017	Gov Rec FY 2017
Accumulated Balance	222.13	286.07	265.42	258.27	258.27	251.12	251.12
Resources:							
Departmental Earnings	288.57	277.38	267.85	267.85	267.85	267.85	267.85
Other Resources:							
Earnings Transferred In							
Revenue Collected by Another Agency							
Other Receipts (e.g. interest)							
Resource Reductions:							
Earnings Transferred Out							
Revenue Collected for Another Agency							
Total Resources	288.57	277.38	267.85	267.85	267.85	267.85	267.85
Expenditures:							
Direct Expenditures	182.06	246.39	225.23	225.23	225.23	225.23	225.23
Indirect Expenditures	42.57	51.65	49.77	49.77	49.77	49.77	49.77
Total Expenditures	224.63	298.03	275.00	275.00	275.00	275.00	275.00
Current Difference	63.93	(20.65)	(7.15)	(7.15)	(7.15)	(7.15)	(7.15)
Accumulated Ending Balance	286.07	265.42	258.27	251.12	251.12	243.97	243.97

Supporting Information

Background Information:

Protects consumers of speech, language pathologists, and audiologist services by credentialing practitioners and investigating complaints.

Forecast Basis:

The forecast is based on the number of fee payers, fee revenue and the cost to the department of administering the program.

Recent Changes:

The last fee change was in 2009.

Agency Analysis/Comments:

MDH will continue to monitor this program to determine whether a change is needed to bring revenues and expenditures into balance.

FY16-17 Departmental Earnings

Agency:	MDH
Revenue Category Name:	Statewide Hospitality Facility License Fee Summary
Purpose:	To support program development, technology and training services.
Legal Citation(s):	2014 Minn. Statute, section 157.16
Revenue Account Code(s):	623016 and 623017
Dedicated Receipts (Yes/No):	No
Non-Dedicated Receipts (Yes/No):	Yes
Fund(s):	SGSR - 1200
Appropriation Name(s):	SGSR Non-Dedicated Revenue
Recommending Fee Change? (Yes/No):	No

Revenue Category Summary (Dollars in Thousands)	Actual FY 2013	Actual FY 2014	Estimated FY 2015	Current Law FY 2016	Gov Rec FY 2016	Current Law FY 2017	Gov Rec FY 2017
Accumulated Balance	808.01	857.36	940.33	964.33	964.33	988.33	988.33
Resources:							
Departmental Earnings	749.59	778.70	780.00	780.00	780.00	780.00	780.00
Other Resources:							
Earnings Transferred In							
Revenue Collected by Another Agency							
Other Receipts (e.g. interest)							
Resource Reductions:							
Earnings Transferred Out							
Revenue Collected for Another Agency							
Total Resources	749.59	778.70	780.00	780.00	780.00	780.00	780.00
Expenditures:							
Direct Expenditures	616.03	570.03	619.16	619.16	619.16	619.16	619.16
Indirect Expenditures	84.21	125.70	136.84	136.84	136.84	136.84	136.84
Total Expenditures	700.24	695.73	756.00	756.00	756.00	756.00	756.00
Current Difference	49.34	82.98	24.00	24.00	24.00	24.00	24.00
Accumulated Ending Balance	857.36	940.33	964.33	988.33	988.33	1,012.33	1,012.33

Supporting Information

Background Information:

Laws granting the authority to regulate food, beverage, and lodging establishments have been enacted and amended since 1902. The current statewide hospitality fee was adopted in 2005, and funds the Partnership and Workforce Development Unit (PWDU) within the department's Environmental Health Services (EHS) section. The purpose of the unit is to assist state and local agencies in providing uniform and consistent services, statewide. This unit is responsible for providing training, education, development and monitoring of data systems, program evaluations, and development and maintenance of these partnerships.

Forecast Basis:

The forecast is based on the number of fee payers, fee revenue and the cost to the department of administering the program.

Recent Changes:

The fee has not been increased since it was established in 2005.

Agency Analysis/Comments:

MDH will continue to monitor this program to determine whether a change is needed to bring revenues and expenditures into balance.

FY16-17 Departmental Earnings

Agency:	MDH
Revenue Category Name:	Temporary Nursing Provider Fee
Purpose:	To recover costs of the supplemental nursing services employment agency registry serving the health care industry by providing individuals for direct contact services.
Legal Citation(s):	2014 Minn. Statute, section 144A.71
Revenue Account Code(s):	623089
Dedicated Receipts (Yes/No):	NO
Non-Dedicated Receipts (Yes/No):	YES
Fund(s):	SGSR - 1200
Appropriation Name(s):	SGSR Non-Dedicated Revenue
Recommending Fee Change? (Yes/No):	Yes

Revenue Category Summary (Dollars in Thousands)	Actual FY 2013	Actual FY 2014	Estimated FY 2015	Current Law FY 2016	Gov Rec FY 2016	Current Law FY 2017	Gov Rec FY 2017
Accumulated Balance	391.50	436.18	488.21	532.19	532.19	576.17	576.17
Resources:							
Departmental Earnings	59.11	68.91	58.00	58.00	205.00	58.00	205.00
Other Resources:							
Earnings Transferred In							
Revenue Collected by Another Agency							
Other Receipts (e.g. interest)							
Resource Reductions:							
Earnings Transferred Out							
Revenue Collected for Another Agency							
Total Resources	59.11	68.91	58.00	58.00	205.00	58.00	205.00
Expenditures:							
Direct Expenditures	11.64	13.93	11.48	11.48	131.87	11.48	131.87
Indirect Expenditures	2.78	2.95	2.54	2.54	29.15	2.54	29.15
Total Expenditures	14.43	16.88	14.02	14.02	161.02	14.02	161.02
Current Difference	44.68	52.03	43.98	43.98	43.98	43.98	43.98
Accumulated Ending Balance	436.18	488.21	532.19	576.17	576.17	620.15	620.15

Supporting Information

Background Information:

This program's fees are collected to recover costs associated with registering and regulating Supplemental Nursing Staffing Agencies (SNSA). Program costs include registration processing, on-site surveys, monitoring, and complaint investigations. The regulations were established primarily to provide hourly payable rates to be reimbursable by Medicaid for nursing home staffing costs incurred by providers hiring staffing pool services. In order for a health care facility to employ the services of nursing related staff from a service pool, the provider must be registered with the Department of Health.

Forecast Basis:

The forecast is based on the number of fee payers, fee revenue and the cost to the department of administering the program.

Recent Changes:

The registration fee is currently \$891. It has not been increased since it was established in FY 2002.

Agency Analysis/Comments:

The Governor is proposing to increase oversight of supplemental nursing agencies. The proposal would increase inspection frequency, support more enforcement actions and provide the department with immediate access to SNSA records at all times. The proposal will increase costs and revenues by \$294,000 in FY 2016-17.

FY16-17 Departmental Earnings

Agency:	MDH
Revenue Category Name:	Certified Copies of Vital Records and Related Services Fees
Purpose:	To recover the costs of providing vital record services to the public.
Legal Citation(s):	2014 Minn. Statute, section 144.226
Revenue Account Code(s):	512052, 512832, 623012, 623013, 623051, 623286 and 623313
Dedicated Receipts (Yes/No):	No
Non-Dedicated Receipts (Yes/No):	Yes
Fund(s):	SGSR - 1200
Appropriation Name(s):	SGSR Non-Dedicated Revenue
Recommending Fee Change? (Yes/No):	No

Revenue Category Summary (Dollars in Thousands)	Actual FY 2013	Actual FY 2014	Estimated FY 2015	Current Law FY 2016	Gov Rec FY 2016	Current Law FY 2017	Gov Rec FY 2017
Accumulated Balance	634.39	471.21	530.92	(529.58)	(529.58)	(1,591.42)	(1,591.42)
Resources:							
Departmental Earnings	633.86	641.75	556.50	556.50	556.50	556.50	556.50
Other Resources:							
Earnings Transferred In	2,000.00	2,000.00	2,000.00	2,000.00	2,000.00	2,000.00	2,000.00
Revenue Collected by Another Agency							
Other Receipts (e.g. interest)							
Resource Reductions:							
Earnings Transferred Out							
Revenue Collected for Another Agency							
Total Resources	2,633.86	2,641.75	2,556.50	2,556.50	2,556.50	2,556.50	2,556.50
Expenditures:							
Direct Expenditures	2,358.42	2,130.33	3,103.01	3,103.01	3,103.01	3,103.01	3,103.01
Indirect Expenditures	438.63	451.71	514.00	514.00	514.00	514.00	514.00
Total Expenditures	2,797.04	2,582.04	3,617.00	3,617.00	3,617.00	3,617.00	3,617.00
Current Difference	(163.18)	59.71	(1,060.50)	(1,060.50)	(1,060.50)	(1,060.50)	(1,060.50)
Accumulated Ending Balance	471.21	530.92	(529.58)	(1,591.42)	(1,591.42)	(2,651.92)	(2,651.92)

Supporting Information

Background Information:

This fee program recovers costs to the department of collecting, maintaining and providing vital records.

Forecast Basis:

The forecast is based on the number of fee payers, fee revenue and the cost to the department of administering the program.

Recent Changes:

The last fee change was in 2005.

Agency Analysis/Comments: .

Forecasted program costs are in excess of projected revenues. However, in the past, expenditures have been below forecast. MDH will continue to monitor this program to determine whether a change is needed to bring revenues and expenditures into balance.

FY16-17 Departmental Earnings

Agency:	MDH
Revenue Category Name:	Well Management Program Fees
Purpose:	License well contractors, pump installers, elevator shaft contractors, dewaterers, monitoring well contractors and explorers, regulate construction/sealing of wells, environmental boreholes, elevator shafts, exploratory boreholes and heat/loops pumps.
Legal Citation(s):	2014 Minn. Statute, section 1031.525
Revenue Account Code(s):	623208, 623209, 623211, 623214 to 623264, 623267 to 623274, 623296, 623314, 623329 to 623338
Dedicated Receipts (Yes/No):	No
Non-Dedicated Receipts (Yes/No):	Yes
Fund(s):	SGSR - 1200
Appropriation Name(s):	SGSR Non-Dedicated Revenue
Recommending Fee Change? (Yes/No):	No

Revenue Category Summary (Dollars in Thousands)	Actual FY 2013	Actual FY 2014	Estimated FY 2015	Current Law FY 2016	Gov Rec FY 2016	Current Law FY 2017	Gov Rec FY 2017
Accumulated Balance	(1,432.68)	(1,124.90)	(903.65)	(1,669.85)	(1,669.85)	(2,436.05)	(2,436.05)
Resources:							
Departmental Earnings	3,296.75	3,342.21	3,239.80	3,239.80	3,239.80	3,239.80	3,239.80
Other Resources:							
Earnings Transferred In							
Revenue Collected by Another Agency							
Other Receipts (e.g. interest)							
Resource Reductions:							
Earnings Transferred Out							
Revenue Collected for Another Agency							
Total Resources	3,296.75	3,342.21	3,239.80	3,239.80	3,239.80	3,239.80	3,239.80
Expenditures:							
Direct Expenditures	2,439.03	2,578.60	3,632.00	3,632.00	3,632.00	3,632.00	3,632.00
Indirect Expenditures	549.95	542.36	374.00	374.00	374.00	374.00	374.00
Total Expenditures	2,988.98	3,120.96	4,006.00	4,006.00	4,006.00	4,006.00	4,006.00
Current Difference	307.78	221.25	(766.20)	(766.20)	(766.20)	(766.20)	(766.20)
Accumulated Ending Balance	(1,124.90)	(903.65)	(1,669.85)	(2,436.05)	(2,436.05)	(3,202.25)	(3,202.25)

Supporting Information

Background Information:

The mission of the MDH Well Program is to protect the safety of well water, and to locate and seal abandoned wells, which can act as conduits for contamination to drain deep into the ground and pollute our irreplaceable groundwater supplies. Principal tasks of the program include maintaining and enforcing well/boring regulations, licensing and training well/boring contractors, assuring the sealing of

unused wells and borings, providing education and technical assistance to contractors, consultants, and the public, and maintaining records on wells and borings.

Forecast Basis:

The forecast is based on the number of fee payers, fee revenue and the cost to the department of administering the program. Forecasted program costs are in excess of projected revenues. However, in the past, expenditures have been below forecast. MDH will continue to monitor this program to determine whether a change is needed to bring revenues and expenditures into balance.

Recent Changes:

During the 2013 session, legislation was enacted that expanded the types of bored geothermal heat exchangers subject to regulation by the department. This increased fee revenues and expenditures.

Agency Analysis/Comments:

MDH will continue to monitor this program to determine whether a change is needed to bring revenues and expenditures into balance.

FY16-17 Departmental Earnings

Agency:	MDH
Revenue Category Name:	X-Ray Machines Registration and Inspection Fees
Purpose:	To recover the costs of X-Ray registration and inspection program.
Legal Citation(s):	2014 Minn. Statute, section 144.121
Revenue Account Code(s):	623018, 623199, 623200 and 623202
Dedicated Receipts (Yes/No):	No
Non-Dedicated Receipts (Yes/No):	Yes
Fund(s):	SGSR - 1200
Appropriation Name(s):	SGSR Non-Dedicated Revenue
Recommending Fee Change? (Yes/No):	No

Revenue Category Summary (Dollars in Thousands)	Actual FY 2013	Actual FY 2014	Estimated FY 2015	Current Law FY 2016	Gov Rec FY 2016	Current Law FY 2017	Gov Rec FY 2017
Accumulated Balance	678.40	960.05	1,472.24	1,488.24	1,488.24	1,504.24	1,504.24
Resources:							
Departmental Earnings	1,443.49	1,481.85	1,395.00	1,395.00	1,395.00	1,398.00	1,398.00
Other Resources:							
Earnings Transferred In							
Revenue Collected by Another Agency							
Other Receipts (e.g. interest)							
Resource Reductions:							
Earnings Transferred Out							
Revenue Collected for Another Agency							
Total Resources	1,443.49	1,481.85	1,395.00	1,395.00	1,395.00	1,398.00	1,398.00
Expenditures:							
Direct Expenditures	946.21	800.70	1,074.24	1,074.24	1,074.24	1,074.24	1,074.24
Indirect Expenditures	215.63	168.96	304.76	304.76	304.76	304.76	304.76
Total Expenditures	1,161.84	969.66	1,379.00	1,379.00	1,379.00	1,379.00	1,379.00
Current Difference	281.65	512.20	16.00	16.00	16.00	19.00	19.00
Accumulated Ending Balance	960.05	1,472.24	1,488.24	1,504.24	1,504.24	1,523.24	1,523.24

Supporting Information

Background Information:

This program protects the health and safety of the public from unnecessary exposure to ionizing radiation. The department requires that ionizing radiation-producing equipment be registered and inspected once every four years.

Forecast Basis:

The forecast is based on the number of fee payers, fee revenue and the cost to the department of administering the program.

Recent Changes:

The last fee increase was in 2009.

Agency Analysis/Comments:

MDH will continue to monitor this program to determine whether a change is needed to bring revenues and expenditures into balance.

FY16-17 Departmental Earnings

Agency:	Minnesota Historical Society
Revenue Category Name:	Historic Tax Credit Grant/Fee
Purpose:	To offset costs associated with administering the tax grant/credit program
Legal Citation(s):	MS 290.0681, sub. 3
Revenue Account Code(s):	631395 – HIST STRUCT REHAB TC ADMIN FEE
Dedicated Receipts (Yes/No):	Yes
Non-Dedicated Receipts (Yes/No):	No
Fund(s):	2000 Restricted Misc Special Revenue
Appropriation Name(s):	E402HAD-Grant/Credit Admin Revenue
Recommending Fee Change? (Yes/No)	No

Revenue Category Summary (Dollars in Thousands)	Actual FY 2013	Actual FY 2014	Estimated FY 2015	Current Law FY 2016	Gov Rec FY 2016	Current Law FY 2017	Gov Rec FY 2017
Accumulated Balance	0	0	0	0	0	0	0
Resources:							
Departmental Earnings	67	38	100	100	100	100	100
Other Resources:							
Earnings Transferred In							
Revenue Collected by Another Agency							
Other Receipts (e.g. interest)							
Resource Reductions:							
Earnings Transferred Out							
Revenue Collected for Another Agency							
Total Resources	67	68	100	100	100	100	100
Expenditures:							
Direct Expenditures	67	38	100	100	100	100	100
Indirect Expenditures							
Total Expenditures	67	68	100	100	100	100	100
Current Difference	0	0	0	0	0	0	0
Accumulated Ending Balance	0	0	0	0	0	0	0

Supporting Information

Background Information:

Forecast Basis:

Recent Changes:

Fee was changed in 2013.

Agency Analysis/Comments:

Table of Contents
2016-17 Biennial Budget – Departmental Earnings

Human Rights

Licenses and Fees, Certificates of Compliance	1
Licenses and Fees, Certificate of Pay Equity.....	2

FY16-17 Departmental Earnings

Agency:	Human Rights
Revenue Category Name:	Licenses and Fees
Purpose:	Fees collected for the issue of Certificates of Compliances to fund the cost of issuing certificates and investigating grievances.
Legal Citation(s):	MS 363A 36 002
Revenue Account Code(s):	631445
Dedicated Receipts (Yes/No):	Yes
Non-Dedicated Receipts (Yes/No):	No
Fund(s):	2000
Appropriation Name(s):	Compliance Certificates
Recommending Fee Change? (Yes/No)	No

Revenue Category Summary (Dollars in Thousands)	Actual FY 2013	Actual FY 2014	Estimated FY 2015	Current Law FY 2016	Gov Rec FY 2016	Current Law FY 2017	Gov Rec FY 2017
Accumulated Balance	210	274	376	431	431	446	446
Resources:							
Departmental Earnings	65	137	55	55	55	55	55
Other Resources:							
Earnings Transferred In	0	0	0	0	0	0	0
Revenue Collected by Another Agency	0	0	0	0	0	0	0
Other Receipts (e.g. interest)	0	0	0	0	0	0	0
Resource Reductions:							
Earnings Transferred Out	0	0	0	0	0	0	0
Revenue Collected for Another Agency	0	0	0	0	0	0	0
Total Resources	275	411	431	486	486	501	501
Expenditures:							
Direct Expenditures	1	35	0	0	0	40	40
Indirect Expenditures							
Total Expenditures	1	35	0	0	0	40	40
Current Difference							
Accumulated Ending Balance	274	376	431	446	446	461	461

Supporting Information

Background Information:

On 8/1/2013, Compliance certificates switched from two –year to four-years in duration. Since this became effective, 1,046 four-year certificates have been issued by MDHR. None of these certificates will be up for renewal during the FY16-FY17 biennium, so no revenue will be received from renewals.

Forecast Basis:

Recent Changes:

Agency Analysis/Comments:

FY16-17 Departmental Earnings

Agency:	Human Rights
Revenue Category Name:	Licenses and Fees
Purpose:	Fees collected for the issue of Certificates for Pay Equity to fund the cost of issuing certificates and investigating grievances.
Legal Citation(s):	MS 14 239 02 006 002
Revenue Account Code(s):	631450
Dedicated Receipts (Yes/No):	Yes
Non-Dedicated Receipts (Yes/No):	No
Fund(s):	2000
Appropriation Name(s):	Pay Equity Certificates
Recommending Fee Change? (Yes/No)	No

Revenue Category Summary (Dollars in Thousands)	Actual FY 2013	Actual FY 2014	Estimated FY 2015	Current Law FY 2016	Proposed FY 2016	Current Law FY 2017	Gov Rec FY 2017
Accumulated Balance				50	50	93	93
Resources:							
Departmental Earnings			50	43	43	35	35
Other Resources:							
Earnings Transferred In			0	0	0	0	0
Revenue Collected by Another Agency			0	0	0	0	0
Other Receipts (e.g. interest)			0	0	0	0	0
Resource Reductions:							
Earnings Transferred Out			0	0	0	0	0
Revenue Collected for Another Agency			0	0	0	0	0
Total Resources			50	93	93	128	128
Expenditures:							
Direct Expenditures			0	0	0	0	0
Indirect Expenditures							
Total Expenditures			0	0	0	0	0
Current Difference							
Accumulated Ending Balance			50	93	93	128	128

Supporting Information

Background Information:

Since 8/1/2014, MDHR has issued 194 Certificates of Equal Pay. The estimate for Equal Pay Certificates to be issued in the new biennium is 524 (assuming 7% exempt companies under 40 employees) of contract-awardees receiving contracts of \$500K or more will apply and receive certificates and that most of these will be awarded in the current biennium.

Forecast Basis:

Due to the expected volume of Equal Pay Certificate applications from 8/1/2014 through 6/30/2015, and the fact that these certificates are valid for four (4) years, the estimate above forecasts a low level of new Equal Pay certificates being issued in the upcoming biennium.

Recent Changes:**Agency Analysis/Comments:**

Table of Contents
2016-17 Biennial Budget – Departmental Earnings

Human Services, Department of

Alternative Care	1
Background Study Fees	3
CSED Fees	5
Federal Collections Fee	7
Licensing Division	9
MA-EPD Premium	11
MSOP Industry	13
MSOP Cost of Care	15
MNCare Premium/BHP Trust Fund	17
NH Advisory Council Fee	19
Rental Income	20
Shared Services	22
SOS Cost of Care Recoveries	24
Work Activity Income	26

FY16-17 Departmental Earnings

Agency:	DHS
Revenue Category Name:	Alternative Care
Purpose:	Client premium required from some 135-day eligible to help pay program participation costs
Legal Citation(s):	M.S. 256B.0913
Revenue Account Code(s):	631509
Dedicated Receipts (Yes/No):	Yes
Non-Dedicated Receipts (Yes/No):	No
Fund(s):	2000, 3000
Appropriation Name(s):	Medicaid Services 1563, Alternative Care Grants 1227
Recommending Fee Change? (Yes/No)	No

Revenue Category Summary (Dollars in Thousands)	Actual FY 2013	Actual FY 2014	Estimated FY 2015	Current Law FY 2016	Gov Rec FY 2016	Current Law FY 2017	Gov Rec FY 2017
Accumulated Balance							
Resources:							
Departmental Earnings	1,371	1,046	1,600	1,600	1,600	1,600	1,600
Other Resources:							
Earnings Transferred In							
Revenue Collected by Another Agency							
Other Receipts (e.g. interest)							
Resource Reductions:							
Earnings Transferred Out							
Revenue Collected for Another Agency							
Total Resources	1,371	1,046	1,600	1,600	1,600	1,600	1,600
Expenditures:							
Direct Expenditures	1,371	1,046	1,600	1,600	1,600	1,600	1,600
Indirect Expenditures							
Total Expenditures	1,371	1,046	1,600	1,600	1,600	1,600	1,600
Current Difference							
Accumulated Ending Balance	0	0	0	0	0	0	0

Supporting Information

Background Information:

Alternative Care is state funded and as of 11/1/13 also receives a FFP. The program was designed with client participation to support the program. A fee is required for all Alternative Care eligible clients to help pay for the cost of participating in the program. The amount of the fee that the client pays is determined as follows:

- When the Alternative Care client's income less recurring and predictable medical expenses is less than 100% FPG and their total assets are less than \$10,000 the fee is zero,

- When the Alternative Care client's income less recurring and predictable medical expenses is equal to or greater than 100% FPG but less than 150% FPG and total assets are less than \$10,000 the fee is 5% of the total cost of the Alternative Care services that the client uses,
- When the Alternative Care client's income less recurring and predictable medical expenses is equal to or greater than 150% FPG but less than 200% FPG and total assets are less than \$10,000 the fee is 15% of the total cost of the Alternative Care services that the client uses,
- When the Alternative Care client's income less recurring and predictable medical expenses is equal to or greater than 200% FPG or,
- When the Alternative Care client's assets are equal to or greater than \$10,000, the fee is 30% of the cost of AC services that the client uses.

Fees are due and payable each month Alternative Care services are received unless the actual cost of the services is less than the fee, in which case the fee is the lesser amount. The commissioner will bill and collect the fee from the client and the money collected is deposited in the general fund.

Forecast Basis:

None

Recent Changes:

These fees have not changed in recent years.

Agency Analysis/Comments:

None

FY16-17 Departmental Earnings

Agency:	DHS
Revenue Category Name:	Background Study Fees
Purpose:	To recover the cost of background studies
Legal Citation(s):	M.S. 144.057, 245C.10, 524.5-118., 518.165 Subd. 4
Revenue Account Code(s):	631512
Dedicated Receipts (Yes/No):	Yes
Non-Dedicated Receipts (Yes/No):	No
Fund(s):	2000
Appropriation Name(s):	Licensing/Background Studies 1127
Recommending Fee Change? (Yes/No)	No

Revenue Category Summary (Dollars in Thousands)	Actual FY 2013	Actual FY 2014	Estimated FY 2015	Current Law FY 2016	Gov Rec FY 2016	Current Law FY 2017	Gov Rec FY 2017
Accumulated Balance							
Resources:							
Departmental Earnings	3,062	3,388	1,156	4,299	4,852	3,854	4,205
Other Resources:							
Earnings Transferred In							
Revenue Collected by Another Agency							
Other Receipts (e.g. interest)							
Resource Reductions:							
Earnings Transferred Out							
Revenue Collected for Another Agency							
Total Resources	3,062	3,388	1,156	4,299	4,852	3,854	4,205
Expenditures:							
Direct Expenditures	3,062	3,388	1,156	4,299	4,852	3,854	4,205
Indirect Expenditures							
Total Expenditures	3,062	3,388	1,156	4,299	4,852	3,854	4,205
Current Difference							
Accumulated Ending Balance	0	0	0	0	0	0	0

Supporting Information

Background Information:

The Licensing Division conducts background studies on prospective adoptive families, on prospective guardians and guardians ad litem, and on employees and contractors providing services for agencies licensed by DHS, MDH, programs serving youth and children licensed by the Department of Corrections (DOC) and non-licensed Personal Care Provider Organizations (PCPO). Currently, county licensing agencies only completed background studies on family child care providers.

Revenues obtained from these background studies are placed in Appropriation H551127, a 2000 fund account. The background study fees collected are appropriated to the Commissioner for the purpose of conducting background studies. (See Minnesota Statutes, section 245C.10). There are 12 revenue accounts and three revenue source codes. The earnings report identifies background study fees

collected under these revenue source codes. It does not include revenues collected from state agencies. The total background study fees collected in FY10 were \$3,653,000.

Forecast Basis:

Budgets and revenues are based on interagency agreements with MDH, BBHT, DOC and the Minnesota Supreme Court. Charges are set forth in M.S. 245C.10 subd. 2 & 3.

Recent Changes:

These fees have not changed in recent years.

Agency Analysis/Comments:

Proposed revenues and expenditures in FY16 and FY17 reflect the impact of the Governor's budget recommendation to require background studies of Non-Emergency Medical Transportation (NEMT) drivers and expand the Department of Human Services existing authority to conduct background studies in a few other special circumstances.

This recommendation does not change the amount of the fee (which is \$20.00 per background study) and is budget neutral. Revenue from charging the existing background study fee offsets the department's cost of conducting the studies.

FY16-17 Departmental Earnings

Agency:	DHS
Revenue Category Name:	CSED Fees
Purpose:	To offset the cost of child support enforcement
Legal Citation(s):	M.S. 518A.51, Subd 7
Revenue Account Code(s):	631513
Dedicated Receipts (Yes/No):	Yes
Non-Dedicated Receipts (Yes/No):	No
Fund(s):	2000, 3000
Appropriation Name(s):	Child Support Enforcement Grants 1194, TIV-D Child Support Admin 1299
Recommending Fee Change? (Yes/No)	No

Revenue Category Summary (Dollars in Thousands)	Actual FY 2013	Actual FY 2014	Estimated FY 2015	Current Law FY 2016	Gov Rec FY 2016	Current Law FY 2017	Gov Rec FY 2017
Accumulated Balance							
Resources:							
Departmental Earnings	4,872	4,926	4,780	4,780	4,780	4,780	4,780
Other Resources:							
Earnings Transferred In							
Revenue Collected by Another Agency							
Other Receipts (e.g. interest)							
Resource Reductions:							
Earnings Transferred Out							
Revenue Collected for Another Agency							
Total Resources	4,872	4,926	4,780	4,780	4,780	4,780	4,780
Expenditures:							
Direct Expenditures	4,872	4,926	4,780	4,780	4,780	4,780	4,780
Indirect Expenditures							
Total Expenditures	4,872	4,926	4,780	4,780	4,780	4,780	4,780
Current Difference							
Accumulated Ending Balance	0	0	0	0	0	0	0

Supporting Information

Background Information:

Laws of 2003, 1st Special Session, Chapter 14, Article 6, Section 58, Subd. 7 provided a vehicle for DHS to charge a 1% cost recovery fee of the amount of child support collected/recovered. Laws of Minnesota 2011, 1st Special Session, Chapter 9, Article 1, section 32 increased the fee from 1% to 2%. This language has been codified in M.S. 518A.51.

Forecast Basis:

The amount is 2% of projected child support collections/recoveries for the fee-eligible applicants (federal and state share).

Recent Changes:

This fee was implemented on July 1, 2004, based on legislation cited above. The fee increase was implemented on January 1, 2012, based on the legislation cited above.

Agency Analysis/Comments:

FY16-17 Departmental Earnings

Agency:	DHS
Revenue Category Name:	Federal Collections Fee
Purpose:	To offset cost of child support enforcement
Legal Citation(s):	M.S. 518A.51, Subd 7
Revenue Account Code(s):	631517
Dedicated Receipts (Yes/No):	Yes
Non-Dedicated Receipts (Yes/No):	No
Fund(s):	2000, 3000
Appropriation Name(s):	Child Support Enforcement Grants 1194, TIV-D Child Support Admin 1299
Recommending Fee Change? (Yes/No)	No

Revenue Category Summary (Dollars in Thousands)	Actual FY 2013	Actual FY 2014	Estimated FY 2015	Current Law FY 2016	Gov Rec FY 2016	Current Law FY 2017	Gov Rec FY 2017
Accumulated Balance							
Resources:							
Departmental Earnings	1,424	1,449	1,210	1,210	1,210	1,210	1,210
Other Resources:							
Earnings Transferred In							
Revenue Collected by Another Agency							
Other Receipts (e.g. interest)							
Resource Reductions:							
Earnings Transferred Out							
Revenue Collected for Another Agency							
Total Resources	1,424	1,449	1,210	1,210	1,210	1,210	1,210
Expenditures:							
Direct Expenditures	1,424	1,449	1,210	1,210	1,210	1,210	1,210
Indirect Expenditures							
Total Expenditures	1,424	1,449	1,210	1,210	1,210	1,210	1,210
Current Difference							
Accumulated Ending Balance	0	0	0	0	0	0	0

Supporting Information

Background Information:

Laws of 2006, Regular Session, Chapter 282, Article 18, section 3 amends M.S. 2004, section 518.551, subdivision 7 to include the collection of a \$25 fee from each individual who has never received assistance under a state program funded under Tile IV-A of the Social Security Act and for whom the public authority has collected at least \$500 of support. This language has been codified in M.S. 518A.51.

Forecast Basis:

The amount is the projected collections of the \$25 fee (federal and state share).

Recent Changes:

The fee was implemented in August 2007 with a retroactive collection based on an effective date of October 1, 2006 based on the legislation cited above.

Agency Analysis/Comments:

FY16-17 Departmental Earnings

Agency:	DHS
Revenue Category Name:	Licensing Division
Purpose:	To collect licensing fees for rules 3, 4, 29, 31, 32, 36, 80, 223 and programs under M.S. 245A.22, children's residential facilities, and program under M.S. 245D.
Legal Citation(s):	M.S. 245A.10 Subd. 3, 4 and 5
Revenue Account Code(s):	631501
Dedicated Receipts (Yes/No):	No
Non-Dedicated Receipts (Yes/No):	Yes
Fund(s):	1000, 1200
Appropriation Name(s):	SGSR Operations 1446, Non-Dedicated, 1000, 1446
Recommending Fee Change? (Yes/No)	No

Revenue Category Summary (Dollars in Thousands)	Actual FY 2013	Actual FY 2014	Estimated FY 2015	Current Law FY 2016	Gov Rec FY 2016	Current Law FY 2017	Gov Rec FY 2017
Accumulated Balance							
Resources:	3,378	3,616	3,500	3,500	3,500	3,500	3,500
Departmental Earnings							
Other Resources:							
Earnings Transferred In							
Revenue Collected by Another Agency							
Other Receipts (e.g. interest)							
Resource Reductions:							
Earnings Transferred Out							
Revenue Collected for Another Agency							
Total Resources	3,378	3,616	3,500	3,500	3,500	3,500	3,500
Expenditures:							
Direct Expenditures	2,879	3,384	4,045	4,045	4,045	4,045	4,045
Indirect Expenditures							
Total Expenditures	2,879	3,384	4,045	4,045	4,045	4,045	4,045
Current Difference	499	232	(545)	(545)		(545)	
Accumulated Ending Balance	918	1,150	605	60			

Supporting Information

Background Information

This earnings statement included licensing fees collected pursuant to M.S. 245A.10. License fees are treated as non-dedicated revenues and deposited into the state government special revenue fund.

Forecast Basis:

License fees vary by type of program licensed. The forecast is based on current collection history.

Recent Changes:

Fees were increased in 2003 and the fee schedule was placed in statute. In 2005, the fee schedule was reduced 25 percent for child care centers. In 2011, fees were increased \$900,000 and license fees were placed in the state government special revenue fund. In 2013, a fee schedule was adopted for the Home and Community-Based Services programs (MN Stat. Chapter 245D) to be licensed beginning January 1, 2014.

Agency Analysis/Comments:

Laws of Minnesota 2013, Chapter 198, Article 59, Section 59, requires a report on transfer of vulnerable adult maltreatment investigation duties.

Under paragraph (a), the Commissioner of Human Services shall provide a follow-up report on the collection of fees and actual licensing and maltreatment investigation costs resulting from the reform of the standards and oversight for home and community-based services as adopted and funded by the 2013 Legislature.

Under paragraph (b), the report must identify the actual fees collected based on provider revenue, distinguish the amount of fees collected based on non-medical assistance revenue, and determine the impact of the non-medical assistance revenues on future licensing fees.

Under paragraph (c), the report must recommend how maltreatment investigations, when conducted by the Commissioner of Human Services, should be funded and at what amount. The recommendation must identify whether maltreatment investigation costs should be recovered through licensure fees, an appropriation from the general fund, provider fines for substantiated maltreatment, licensing fee surcharges related to substantiated maltreatment, or a combination of these sources.

Under paragraph (f), the Commissioner must submit the report with draft legislation proposing alternative fees, if necessary, to the chairs and ranking minority members of the legislative committees with jurisdiction over health and human services policy and finance by July 1, 2015.

FY16-17 Departmental Earnings

Agency:	DHS
Revenue Category Name:	MA-EPD Premium
Purpose:	MA-EPD provides subsidized health insurance coverage using a base \$35 or sliding fee for premiums, along with a one half percent of any unearned income.
Legal Citation(s):	M.S. 256B.057
Revenue Account Code(s):	631515
Dedicated Receipts (Yes/No):	Yes
Non-Dedicated Receipts (Yes/No):	No
Fund(s):	2000, 3000
Appropriation Name(s):	Medical Assistance Grants 1148, Medicaid Services 1072
Recommending Fee Change? (Yes/No)	No

Revenue Category Summary (Dollars in Thousands)	Actual FY 2013	Actual FY 2014	Estimated FY 2015	Current Law FY 2016	Gov Rec FY 2016	Current Law FY 2017	Gov Rec FY 2017
Accumulated Balance							
Resources:							
Departmental Earnings	6,395	6,538	5,000	5,000	5,000	5,000	5,000
Other Resources:							
Earnings Transferred In							
Revenue Collected by Another Agency							
Other Receipts (e.g. interest)							
Resource Reductions:							
Earnings Transferred Out							
Revenue Collected for Another Agency							
Total Resources	6,395	6,538	5,000	5,000	5,000	5,000	5,000
Expenditures:							
Direct Expenditures	6,395	6,538	5,000	5,000	5,000	5,000	5,000
Indirect Expenditures							
Total Expenditures	6,395	6,538	5,000	5,000	5,000	5,000	5,000
Current Difference							
Accumulated Ending Balance	0	0	0	0	0	0	0

Supporting Information

Background Information:

M.S. 256B.057 provides that individuals enrolling the MA-EPD program will be charged a premium based on a sliding scale or a minimum \$35 premium, whichever is greater. The premium cannot exceed 7.5% of a person's gross income. People enrolled in MA-EPD who have unearned income must also pay one half percent of their gross unearned income, in addition to the premium.

Forecast Basis:

The forecasted amounts are based on DHS's projections of MA-EPD enrollment. Premiums are assessed using a predetermined sliding scale of 1% to 7.5% of gross income or \$35 minimum, whichever is greater. Unearned Income Obligation is ½% of gross unearned income.

Recent Changes:

These fees have not changed in recent years.

Agency Analysis/Comments:

None

FY16-17 Departmental Earnings

Agency:	DHS
Revenue Category Name:	MSOP Industry
Purpose:	To provide educational training, meaningful employment, and the teaching of proper work habits to the patients of the Minnesota Sex Offender program.
Legal Citation(s):	M.S. 246B.06
Revenue Account Code(s):	631519
Dedicated Receipts (Yes/No):	Yes
Non-Dedicated Receipts (Yes/No):	No
Fund(s):	4503
Appropriation Name(s):	MSOP Vocational Program 0002
Recommending Fee Change? (Yes/No)	No

Revenue Category Summary (Dollars in Thousands)	Actual FY 2013	Actual FY 2014	Estimated FY 2015	Current Law FY 2016	Gov Rec FY 2016	Current Law FY 2017	Gov Rec FY 2017
Accumulated Balance							
Resources:							
Departmental Earnings	1,411	1,727	1,742	1,742	1,742	1,742	1,742
Other Resources:							
Earnings Transferred In							
Revenue Collected by Another Agency							
Other Receipts (e.g. interest)							
Resource Reductions:							
Earnings Transferred Out							
Revenue Collected for Another Agency							
Total Resources	1,411	1,727	1,742	1,742	1,742	1,742	1,742
Expenditures:							
Direct Expenditures	1,411	1,727	1,742	1,742	1,742	1,742	1,742
Indirect Expenditures							
Total Expenditures	1,411	1,727	1,742	1,742	1,742	1,742	1,742
Current Difference							
Accumulated Ending Balance	0	0	0	0	0	0	0

Supporting Information

Background Information:

In accordance with the provisions of M.S. 246B.06, the Commissioner of Human Services is authorized to establish industrial and commercial activities to provide education training, meaningful employment, and the teaching of proper work habits for clients of the Minnesota Sex Offender Program (MSOP). The vocational work program is supported with the net profits and general fund money.

Forecast Basis:

Work Activity programs are operated by the Minnesota Sex Offender Program. Revenue from the operations of work activity programs are used to pay resident wages according to their productivity, and

to purchase equipment, supplies, and other expenses necessary to operate the program. Workers are not considered state employees and do not qualify for state benefits. Wages are based on the prevailing minimum wage of the State of Minnesota. The commissioner has the authority to retain up to 50 percent of any payments made to a client participating in the vocational work program for the purpose of reducing state costs associated with operating the Minnesota sex offender program. Charges for services and products are established through an analysis of all factors discussed above.

Recent Changes:

These fees have not changed in recent years.

Agency Analysis/Comments:

Minnesota State Industries is exempt from M.S. 16A.1283. Minnesota State Industries is provided for the direct and primary use of private individuals, businesses, or other entities.

FY16-17 Departmental Earnings

Agency:	DHS
Revenue Category Name:	MSOP Cost of Care
Purpose:	To provides services to individuals who have been civilly committed to receive sex offender treatment.
Legal Citation(s):	M.S. 246B.01, Subd. 2b
Revenue Account Code(s):	631521
Dedicated Receipts (Yes/No):	No
Non-Dedicated Receipts (Yes/No):	Yes
Fund(s):	1000
Appropriation Name(s):	Non Dedicated Revenue 1000
Recommending Fee Change? (Yes/No)	No

Revenue Category Summary (Dollars in Thousands)	Actual FY 2013	Actual FY 2014	Estimated FY 2015	Current Law FY 2016	Gov Rec FY 2016	Current Law FY 2017	Gov Rec FY 2017
Accumulated Balance							
Resources:							
Departmental Earnings	10,553	9,789	11,626	13,580	14,551	14,682	15,932
Other Resources:							
Earnings Transferred In							
Revenue Collected by Another Agency							
Other Receipts (e.g. interest)							
Resource Reductions:							
Earnings Transferred Out							
Revenue Collected for Another Agency							
Total Resources	10,553	9,789	11,626	13,580	14,551	14,682	15,932
Expenditures:							
Direct Expenditures	10,553	9,798	11,626	13,580	14,551	14,682	15,932
Indirect Expenditures							
Total Expenditures	10,553	9,798	11,626	13,580	14,551	14,682	15,932
Current Difference							
Accumulated Ending Balance	0	0	0	0	0	0	0

Supporting Information

Background Information:

Minnesota Sex Offender Program (MSOP) provides services to an individual with “sexual psychopathic personality and/or is a “sexually dangerous person” who has been civilly committed to receive sex offender treatment. MSOP services include assessment, diagnosis, care, treatment, supervision and other services to clients.

MSOP is funded by general fund appropriations. When a county commits someone to the program, under M.S. 246B.10, the county is responsible for part of the cost of care. For commitments that occurred before August 2011, the county share is ten percent. For commitments after that date, the county share is 25 percent.

Forecast Basis:

Cost of Care is defined in M.S. 246B.01, Subd. 2b as the commissioner's charge for housing and treatment provide to any person admitted to MSOP. That statute also specifies that: " 'charge for housing and treatment services' means the cost of services, treatment, maintenance, bonds issued for capital improvements, depreciation of buildings and equipment, and indirect costs related to the operation of state [MSOP] facilities. The commissioner may determine the charge for services on an anticipated average per diem basis as an all-inclusive charge per facility."

Recent Changes:

Under the authority of M.S. 246B.01, Subd. 2b, Cost of Care per diem rates for services are calculated and set annually based on estimated costs for the upcoming fiscal year.

Agency Analysis/Comments:

Cost of Care per diem rates are exempt from the legislative approval requirement of M.S. 16A.1283 because they are a charge for "services provided for the direct and primary use of private individuals."

Proposed revenues and expenditures in the above table for FY 2016 and FY 2017 include the impact of Governor's budget recommendations that change the relative share of a county's responsibility for the cost to serve provisionally discharged MSOP clients. They also include the impact from proposals that will change the operating costs of MSOP, and therefore under M.S. 246B.01, Subd. 2b will be incorporated into the per diem rate calculations, when those rates are next set for FY 2016 and FY2017.

FY16-17 Departmental Earnings

Agency:	DHS
Revenue Category Name:	MNCare Premium/BHP Trust Fund
Purpose:	Minnesota Care provides subsidized health insurance coverage using a sliding-scale for premiums.
Legal Citation(s):	M.S. 246L.15, Subd. 1
Revenue Account Code(s):	631505
Dedicated Receipts (Yes/No):	Yes
Non-Dedicated Receipts (Yes/No):	No
Fund(s):	2360, 3000
Appropriation Name(s):	Minnesotacare Grants 1070, 1552, Medicaid Services 1023, 1072, S-CHIP 1190
Recommending Fee Change? (Yes/No)	Yes

Revenue Category Summary (Dollars in Thousands)	Actual FY 2013	Actual FY 2014	Estimated FY 2015	Current Law FY 2016	Proposed FY 2016	Current Law FY 2017	Propose d FY 2017
Accumulated Balance							
Resources:							
Departmental Earnings	39,473	30,372	39,517	43,072	54,827	47,091	60,395
Other Resources:							
Earnings Transferred In							
Revenue Collected by Another Agency							
Other Receipts (e.g. interest)							
Resource Reductions:							
Earnings Transferred Out							
Revenue Collected for Another Agency							
Total Resources	39,473	30,372	39,517	43,072	54,827	47,091	60,395
Expenditures:							
Direct Expenditures							
Indirect Expenditures							
Total Expenditures	39,473	30,372	39,517	43,072	54,827	47,091	60,395
Current Difference							
Accumulated Ending Balance	0	0	0	0	0	0	0

Supporting Information

Background Information:

Minnesota Statutes 256L.15 provides that individuals enrolling in the program will be charged a subsidized premium based on a sliding scale. The premium charge ranges from 1.5% to 9.8% of gross family income. The Health Care Access Fund (Fund 2360), and BHP Trust Fund fund the remaining program cost.

Forecast Basis:

The forecasted amounts are based on DHS's projections of Minnesota Care enrollment, distinguished by children and parents vs. adults without children. Monthly enrollment projections are multiplied by projected premiums per enrollee per month times 12.

Recent Changes:

Minnesota recently received federal approval of its Basic Health Plan (BHP). With this approval, effective 1/1/15, Minnesota will use the federal BHP Trust Fund to cover a percentage of the costs (instead of Title 19). BHP premium revenue is not shared with the federal Trust Fund.

Agency Analysis/Comments:

The governor recommends premium changes to the MinnesotaCare program to reduce program expenditures. These changes are needed to address a projected deficit in the Health Care Access Fund by FY 2017. Under this recommendation, current enrollee premiums for adults with income at or above 150 percent of the federal poverty guidelines (FPG) would increase in a graduated fashion with slightly higher increases toward 200 percent of FPG. Premiums for recipients below 150 percent would remain unchanged, and enrollees 20 years of age or younger, American Indians, and members of the military and their families would still have no premium obligation.

FY16-17 Departmental Earnings

Agency:	DHS
Revenue Category Name:	NH Advisory Council Fee
Purpose:	Collection of fees from nursing homes and boarding care homes.
Legal Citation(s):	M.S. 144A.33
Revenue Account Code(s):	631514
Dedicated Receipts (Yes/No):	Yes
Non-Dedicated Receipts (Yes/No):	No
Fund(s):	2000
Appropriation Name(s):	Nursing Home Adv Council 1118
Recommending Fee Change? (Yes/No)	No

Revenue Category Summary (Dollars in Thousands)	Actual FY 2013	Actual FY 2014	Estimated FY 2015	Current Law FY 2016	Gov Rec FY 2016	Current Law FY 2017	Gov Rec FY 2017
Accumulated Balance							
Resources:							
Departmental Earnings	149	161	187	187	187	187	187
Other Resources:							
Earnings Transferred In							
Revenue Collected by Another Agency							
Other Receipts (e.g. interest)							
Resource Reductions:							
Earnings Transferred Out							
Revenue Collected for Another Agency							
Total Resources	149	161	187	187	187	187	187
Expenditures:							
Direct Expenditures	154	181	187	187	187	187	187
Indirect Expenditures							
Total Expenditures	154	181	187	187	187	187	187
Current Difference							
Accumulated Ending Balance	0	0	0	0	0	0	0

Supporting Information

Background Information:

M.S. 144A.33 authorized the development and funding of the Resident and Family Advisory Council Education program to assist residents and families of residents in nursing homes to understand their rights and responsibilities. Funding for the program is through a \$5 per bed surcharge for each license application or renewal fee for nursing homes and boarding care homes under M.S. 144.53 or M.S. 144A.07.

Forecast Basis:

The forecast amount is based on a fee of \$5 times the estimated number of licensed beds in nursing homes and boarding care homes.

FY16-17 Departmental Earnings

Agency:	Human Services
Revenue Category Name:	Rental Income
Purpose:	To maintain the State Operated Services buildings and property being rented
Legal Citation(s):	M.S. 245.037
Revenue Account Code(s):	631510
Dedicated Receipts (Yes/No):	Yes
Non-Dedicated Receipts (Yes/No):	No
Fund(s):	2000
Appropriation Name(s):	Ded Srvs-Lease Inc-Systemwide, Ded Srvs-Lease Income Brainerd, 6023, 6049
Recommending Fee Change? (Yes/No)	No

Revenue Category Summary (Dollars in Thousands)	Actual FY 2013	Actual FY 2014	Estimated FY 2015	Current Law FY 2016	Gov Rec FY 2016	Current Law FY 2017	Gov Rec FY 2017
Accumulated Balance	1,365	727	595	195	195	65	65
Resources:							
Departmental Earnings	391	337	375	375	375	375	375
Other Resources:							
Earnings Transferred In	7						
Revenue Collected by Another Agency							
Other Receipts (e.g. interest)	47						
Resource Reductions:							
Earnings Transferred Out	(1,005)						
Revenue Collected for Another Agency							
Total Resources	(560)	337	375	375	375	375	375
Expenditures:							
Direct Expenditures	78	469	775	505	505	375	375
Indirect Expenditures							
Total Expenditures	78	469	775	505	505	375	375
Current Difference	(638)	(132)	(400)	(130)	(130)	0	0
Accumulated Ending Balance	727	595	195	65	65	65	65

NOTE: Accumulated balance forward and ending balances do not necessarily represent amounts in an account balance, but are shown to illustrate a five-year trend of cost recovery.

Supporting Information

Background Information:

M.S. 245.037 authorizes the Commissioner of Human Services to charge and collect rent (M.S. 16B.24, Sub. 5) for state property at the regional treatment centers (RTC). The funds are dedicated to the facility and are used to maintain buildings and property of the RTC campuses.

Forecast Basis:

Rates are based on projection of actual costs of maintaining and utilization of buildings.

Recent Changes:

Rates are adjusted as costs increase or decrease.

Agency Analysis/Comments:

SOS Rental Income is exempt from 16A.1283. Leases are provided for the direct and primary use of a private individual, business, or other entity.

FY16-17 Departmental Earnings

Agency:	Human Services
Revenue Category Name:	Shared Services
Purpose:	To retain the revenue required for the provision of services that are of mutual benefit to the state, other governmental entities and private business and organizations
Legal Citation(s):	M.S. 246.57
Revenue Account Code(s):	631503
Dedicated Receipts (Yes/No):	Yes
Non-Dedicated Receipts (Yes/No):	No
Fund(s):	2000
Appropriation Name(s):	DD-Mobile Crisis Teams 6027, Ded Srvs-Shared Srvs (Willmar) 6047
Recommending Fee Change? (Yes/No)	No

Revenue Category Summary (Dollars in Thousands)	Actual FY 2013	Actual FY 2014	Estimated FY 2015	Current Law FY 2016	Gov Rec FY 2016	Current Law FY 2017	Goc Rec FY 2017
Accumulated Balance	771	882	424	169	169	10	10
Resources:							
Departmental Earnings	8103	6,235	5,775	5	5	5	5
Other Resources:							
Earnings Transferred In							
Revenue Collected by Another Agency							
Other Receipts (e.g. interest)							
Resource Reductions:							
Earnings Transferred Out							
Revenue Collected for Another Agency							
Total Resources	8103	6,235	5,775	5	5	5	5
Expenditures:							
Direct Expenditures	7,546	6,390	5,755	163	163	5	5
Indirect Expenditures	446	303	275				
Total Expenditures	7,992	6,693	6,030	163	163	5	5
Current Difference	111	(458)	(255)	(159)	(159)	0	0
Accumulated Ending Balance	882	424	169	10	10	10	10

NOTE: Accumulated balance forward and ending balances do not necessarily represent amounts in an account balance, but are shown to illustrate a five-year trend of cost recovery.

Supporting Information

Background Information:

M.S. 246.57 was enacted to allow DHS to provide services to other governmental agencies and both non-profit and for-profit organizations through shared service agreements of mutual benefit to the state, other governmental entities, and other organizations and the public. Rates are established by the respective programs providing the services.

Forecast Basis:

Fees are established based on projection of actual costs required to provide services.

The agreements currently funded under Ded Srvs-Shared Srvs (Willmar) will be ending by June 30, 2015. Final operating costs will be paid out in FY2016.

Recent Changes:

Rates are adjusted as costs increase or decrease.

Agency Analysis/Comments:

Shared service rates are exempt from 16A.1283. Shared services are provided for the direct and primary use of a private individual, business, or other entity..

FY16-17 Departmental Earnings

Agency:	Human Services
Revenue Category Name:	SOS COST OF CARE RECOVERIES
Purpose:	To provide care and treatment to individuals admitted to State Operated Services programs regardless of their ability to pay
Legal Citation(s):	M.S. 246.50, Subd. 5
Revenue Account Code(s):	631507
Dedicated Receipts (Yes/No):	Yes
Non-Dedicated Receipts (Yes/No):	Yes
Fund(s):	1000, 2000, 4100, 4101, 4350
Appropriation Name(s):	SOS-Adult Mental Health, SOS-Forensic Services, Community Health Clinics, Ded Srvs-Outpatient (SP), SOS Spec Health Care Receipts, CABHS – MITH, CARE - Statewide, Waivered Services (MSOCS), 0000, 1000, 6034, 6043, 6050, 6040, 6002, 6009
Recommending Fee Change? (Yes/No)	No

Revenue Category Summary (Dollars in Thousands)	Actual FY 2013	Actual FY 2014	Estimated FY 2015	Current Law FY 2016	Gov Rec FY 2016	Current Law FY 2017	Gov Rec FY 2017
Accumulated Balance							
Resources:							
Departmental Earnings	154,887	164,914	180,159	176,334	174,253	176,359	174,552
Other Resources:							
Earnings Transferred In		4,282					
Revenue Collected by Another Agency							
Other Receipts (e.g. interest)	167	139	826	826	826	826	826
Resource Reductions:							
Earnings Transferred Out	(1,107)		(683)	(1,683)	(1,683)	(1,683)	(1,683)
Revenue Collected for Another Agency							
Total Resources	153,947	169,335	180,302	175,477	173,396	175,502	173,695
Expenditures:							
Direct Expenditures	290,218	309,519	294,309	306,443	313,517	306,443	312,749
Indirect Expenditures	10,159	9,120	9,183	9,183	9,183	9,183	9,183
Total Expenditures	300,377	318,639	303,492	315,626	322,700	315,626	321,932
Current Difference	(146,430)	(149,304)	(123,190)	(140,149)	(149,304)	(140,124)	(148,237)
Accumulated Ending Balance							

NOTE: Accumulated balance forward and ending balances do not necessarily represent amounts in an account balance, but are shown to illustrate a five-year trend of cost recovery.

Supporting Information

Background Information:

State Operated Services (SOS) provides direct care services to persons with disabilities. This includes services to adults and adolescents with mental illness, individuals committed as mentally ill and dangerous, individuals with developmental disabilities and persons with chemical dependency. The

majority of these services are funded with direct appropriations. Enterprise services are funded through collections from third party resources.

SOS bills Medical Assistance, Medicare, the Chemical Dependency Treatment Fund, private and commercial insurance, counties, and individuals for services provided. Appropriated services for adults with mental illness, on average collect approximately 25% of their costs. Appropriated services for individuals committed as mentally ill and dangerous on average collect approximately 10% of their costs. Enterprise services are expected to recover 100% of their costs.

Forecast Basis:

Cost of Care is defined in M.S. 246.50, Subd. 5 as the commissioner's charge for services provided to any person admitted to a state [State Operated Services] facility. That statute also specifies that: " 'charge for services' means the usual and customary fee charged for services provided to clients. The usual and customary fee shall be established in a manner required to appropriately bill services to all payers and shall include the costs related to the operations of any program offered by the state."

Recent Changes:

Under the authority of M.S. 246.50, Subd. 5, Cost of Care per diem rates for appropriated services are calculated and set annually based on estimated costs for the upcoming fiscal year. Cost of Care per diem rates for enterprise services are negotiated annually with county providers based on individual client service needs.

Agency Analysis/Comments:

Cost of Care per diem rates are exempt from the legislative approval requirement of M.S. 16A.1283 because they are a charge for "services provided for the direct and primary use of private individuals."

Proposed revenues and expenditures in the above table for FY 2016 and FY 2017 include the impact of Governor's budget recommendations that change the relative share of a county's responsibility for the cost to serve certain State Operated Services clients. They also include the impact from proposals that will change the operating costs of State Operated Services, and therefore under M.S. 246.50, Subd. 5 will be incorporated into the per diem rate calculations, when those rates are next set for FY 2016 and FY2017..

FY16-17 Departmental Earnings

Agency:	Human Services
Revenue Category Name:	Work Activity Income
Purpose:	To provide therapeutic work activities for developmentally disabled and mentally ill individuals
Legal Citation(s):	M.S. 246.56
Revenue Account Code(s):	631504
Dedicated Receipts (Yes/No):	Yes
Non-Dedicated Receipts (Yes/No):	No
Fund(s):	2000, 4350
Appropriation Name(s):	Ded-Srvs-Work Activity (METO) 6017, Ded Srvs-Work Activity (SP) 6033, Waivered Services (MSOCS) 6009
Recommending Fee Change? (Yes/No)	No

Revenue Category Summary (Dollars in Thousands)	Actual FY 2013	Actual FY 2014	Estimated FY 2015	Current Law FY 2016	Gov Rec FY 2016	Current Law FY 2017	Gov Rec FY 2017
Accumulated Balance	210	251	161	80	80	80	80
Resources:							
Departmental Earnings	1,467	1,393	1,570	1,570	1,570	1,570	1,570
Other Resources:							
Earnings Transferred In							
Revenue Collected by Another Agency							
Other Receipts (e.g. interest)							
Resource Reductions:							
Earnings Transferred Out	(307)	(197)	(316)	(316)	(316)	(316)	(316)
Revenue Collected for Another Agency							
Total Resources	1,160	1,196	1,254	1,254	1,254	1,254	1,254
Expenditures:							
Direct Expenditures	1,120	1,285	1,335	1,254	1,254	1,254	1,254
Indirect Expenditures							
Total Expenditures	1,120	1,285	1,335	1,254	1,254	1,254	1,254
Current Difference	40	(89)	(81)	0	0	0	0
Accumulated Ending Balance	251	160	80	80	80	80	80

NOTE: Accumulated balance forward and ending balances do not necessarily represent amounts in an account balance, but are shown to illustrate a five-year trend of cost recovery.

Supporting Information

Background Information:

In accordance with the provision of M.S. 246.56, the Commissioner of Human Services is authorized to create a work activity center revolving fund for the purposes of receiving and expending money to provide therapeutic work activities for developmentally disabled and mentally ill residents and patients. Participants must receive pay as prescribed in the United States Department of Labor regulations, in accordance with the employment of workers with disabilities under special certificates. Work Activity

programs include the provision of services and the manufacture, processing, and repairing of goods, wares and merchandise.

Forecast Basis:

Work Activity programs are operated by the Minnesota Security Hospital and Minnesota State Operated Community Services. Revenue from the operations of work activity programs are used to pay resident wages according to their productivity, and to purchase equipment, supplies, and other expenses necessary to operate the program. Workers are not considered state employees and do not qualify for state benefits. Wages are based on the prevailing wages of comparable jobs in the community and on the worker's productivity compared to production of a non-disabled worker. In accordance with M.S. 256.151, wages cannot be less than 25% of the current applicable wage (federal or state, whichever is higher). However, a worker whose earning or productive capacity is impaired may be paid a sub-minimum wage authorized by a special certificate issued by the U.S. Department of Labor. Charges for services and products are established through an analysis of all factors discussed above.

The Work Activity program previously operated by the Minnesota Extended Treatment Operation (METO) program is no longer operational.

Recent Changes:

N/A

Agency Analysis/Comments:

Work Activity rates are exempt from 16A.1283. Work Activity services are provided for the direct and primary use of a private individual, business, or other entity

FY16-17 Departmental Earnings

Agency:	IRRRB
Revenue Category Name:	Departmental Earnings
Purpose:	Recover partial operating and program costs
Legal Citation(s):	M.S. 298.22, M.S. 298.296, M.S. 298.221
Revenue Account Code(s):	60000 - 69999
Dedicated Receipts (Yes/No):	Yes
Non-Dedicated Receipts (Yes/No):	No
Fund(s):	2370, 2380, 4600
Appropriation Name(s):	Administration Board, Administration DJJ, Giants Ridge
Recommending Fee Change? (Yes/No)	No

Revenue Category Summary (Dollars in Thousands)	Actual FY 2013	Actual FY 2014	Estimated FY 2015	Current Law FY 2016	Gov Rec FY 2016	Current Law FY 2017	Gov Rec FY 2017
Accumulated Balance	(861)	(804)	(2,260)	(3,924)	(3,924)	(5,188)	(5,188)
Resources:							
Departmental Earnings	4,731	4,336	4,232	4,232	4,232	4,232	4,232
Other Resources:							
Earnings Transferred In							
Revenue Collected by Another Agency							
Other Receipts (e.g. interest)							
Resource Reductions:							
Earnings Transferred Out							
Revenue Collected for Another Agency							
Total Resources	4,731	4,336	4,232	4,232	4,232	4,232	4,232
Expenditures:							
Direct Expenditures	4,674	5,792	5,896	5,496	5,496	5,496	5,496
Indirect Expenditures							
Total Expenditures	4,674	5,792	5,896	5,496	5,496	5,496	5,496
Current Difference	57	(1,456)	(1,664)	(1,264)	(1,264)	(1,264)	(1,264)
Accumulated Ending Balance	(804)	(2,260)	(3,924)	(5,188)	(5,188)	(6,452)	(6,452)

Supporting Information

Background Information:

Iron Range Resources and Rehabilitation Board (IRRRB) is a state economic development agency that was created by the governor and the legislature in 1941 to diversify the economy of the iron mining areas of northeastern Minnesota. The agency serves the interests of the Taconite Assistance Area (TAA), a geographical region including parts of Cook, Lake, St. Louis, Itasca, Aitkin and Crow Wing counties. As part of its core mission of economic development, IRRRB owns and operates the Giants Ridge Golf & Ski Resort. The agency also generates a small amount of revenues from its economic development activities by leasing buildings to local businesses and other miscellaneous activities.

Forecast Basis:**Giants Ridge Golf & Ski Resort**

Giants Ridge Golf & Ski Resort, located in the city of Biwabik, promotes the region's tourism and recreation opportunities in the TAA and offers private-sector opportunities for property and real estate development. Giants Ridge operates 36 holes of championship golf and a top-rated winter sports event center that includes 35 alpine ski runs, 60 kilometers of cross-country ski trails, snowboarding terrain parks, snow tubing park and easy access to snowmobile trails.

Annual Departmental Earning Estimate: \$3, 956,977

Douglas J. Johnson Economic Protection Fund

The operating account of this fund receives lease payments on buildings owned by IRRRB that are leased to businesses.

Annual Departmental Earning Estimate: \$196,791

Board Administration

The Board Administration budget receives miscellaneous receipts throughout the fiscal year.

Annual Department Earning Estimate: \$78,000

Recent Changes:

None.

Agency Analysis/Comments:

No change in fees is recommended at this time.

Table of Contents
2016-17 Biennial Budget – Departmental Earnings

Labor and Industry, Department of	
Combative Sports Fees.....	1
Residential Contractor Recovery Fund	3
Construction Code Fees	5
Data Practices - Cost of Copies	7
Employment Agency Licensure.....	9
Loggers Assessment.....	11
Rehabilitation and Medical Providers.....	13
QRC Billed Services.....	15
Workers Compensation and Construction Codes Penalties.....	17

FY16-17 Departmental Earnings

Agency:	Labor and Industry
Revenue Category Name:	Combative Sports Fees
Purpose:	To regulate and make sure both boxing and mixed martial arts (MMA) events are conducted safely and fairly in Minnesota.
Legal Citation(s):	MS 341.321
Revenue Account Code(s):	609195
Dedicated Receipts (Yes/No):	Yes
Non-Dedicated Receipts (Yes/No):	No
Fund(s):	2000 Restrict Misc Special Revenue
Appropriation Name(s):	B425000 Combative Sports
Recommending Fee Change? (Yes/No)	Yes

Revenue Category Summary (Dollars in Thousands)	Actual FY 2013	Actual FY 2014	Estimated FY 2015	Current Law FY 2016	Gov Rec FY 2016	Current Law FY 2017	Gov Rec FY 2017
Accumulated Balance		55	92	74	74	56	54
Resources:							
Departmental Earnings	106	119	87	87	85	87	85
Other Resources:							
Earnings Transferred In	41						
Revenue Collected by Another Agency							
Other Receipts (e.g. interest)							
Resource Reductions:							
Earnings Transferred Out							
Revenue Collected for Another Agency							
Total Resources	147	119	87	87	85	87	85
Expenditures:							
Direct Expenditures	92	82	105	105	103	105	103
Indirect Expenditures							
Total Expenditures	92	82	105	105	103	105	103
Current Difference	55	37	(18)	(18)	(18)	(18)	(18)
Accumulated Ending Balance	55	92	74	56	56	38	38

Supporting Information

Background Information:

DLI was directed by the Minnesota Legislature to take over the duties and authority of the Combative Sports Commission as of July 1, 2012. DLI's Office of Combative Sports regulates both boxing and mixed martial arts (MMA) events. These inherently dangerous sports can result in injury during competition and can have long term health consequences.

The state's Boxing Board was reestablished in 2006 and was officially renamed the Combative Sports Commission (CSC) in the 2008 legislative session to reflect the agency's expanded oversight of mixed martial arts (MMA) and tough person events. This Commission was reestablished to minimize the health and safety risks associated with combative sports.

Forecast Basis:

Revenue is expected to remain stable over the biennium.

Recent Changes:

DLI has reduced OCS annual operating expenditures from \$199,000 in FY12 to approximately \$105,400 annually beginning in FY15.

Agency Analysis/Comments:

The Governor recommends a fee structure adjustment decrease for the Office of Combative Sports (OCS). Total annual license fees and event fees will decrease by \$2,000. The fee structure change is needed for Minnesota to be competitive for OCS events with other states and jurisdictions. With the fee adjustment, DLI expects the OCS annual revenues to be \$85,000 in the FY16-17 biennium.

FY16-17 Departmental Earnings

Agency:	Labor and Industry
Revenue Category Name:	Residential Contractor Recovery Fund
Purpose:	To compensate homeowners and lessees of Minnesota residential property who have experienced direct out-of-pocket losses as a result of a Minnesota licensed contractor's deceptive actions or non-performance.
Legal Citation(s):	MS 326B.89
Revenue Account Code(s):	632425
Dedicated Receipts (Yes/No):	Yes
Non-Dedicated Receipts (Yes/No):	No
Fund(s):	2000 Misc Special Revenue
Appropriation Name(s):	B424130 Contractor Recovery
Recommending Fee Change? (Yes/No)	No

Revenue Category Summary (Dollars in Thousands)	Actual FY 2013	Actual FY 2014	Estimated FY 2015	Current Law FY 2016	Gov Rec FY 2016	Current Law FY 2017	Gov Rec FY 2017
Accumulated Balance	3,241	3,491	5,145	5,304	5,304	5,463	5,463
Resources:							
Departmental Earnings	2,803	3,260	2,800	2,800	2,800	2,800	2,800
Other Resources:							
Earnings Transferred In							
Revenue Collected by Another Agency							
Other Receipts (e.g. interest)							
Resource Reductions:							
Earnings Transferred Out							
Revenue Collected for Another Agency							
Total Resources	2,803	3,260	2,800	2,800	2,800	2,800	2,800
Expenditures:							
Direct Expenditures	2,542	1,603	2,629	2,629	2,629	2,629	2,629
Indirect Expenditures	11	3	12	12	12	12	12
Total Expenditures	2,553	1,606	2,641	2,641	2,641	2,641	2,641
Current Difference	250	1,654	159	159	159	159	159
Accumulated Ending Balance	3,491	5,145	5,304	5,463	5,463	5,622	5,622

Supporting Information

Background Information:

The purpose of the Contractor Recovery Fund is to compensate homeowners and lessees of Minnesota residential property who have experienced direct out of pocket losses as a result of the deceptive actions or the non-performance of a Minnesota licensed residential contractor.

During the Residential Building Contractor licensure process an additional fee is collected based on contractor annual gross receipts. The fee amounts collected are placed in a dedicated special revenue account. Licenses are renewed every two years.

Forecast Basis:

Revenue is expected to remain stable over the biennium.

Recent Changes:

None

Agency Analysis/Comments:

FY16-17 Departmental Earnings

Agency:	Labor and Industry
Revenue Category Name:	Construction Code Fees
Purpose:	The Construction Codes and Licensing Division (CCLD) works to protect the health, safety, and welfare of the public by providing reasonable, and uniform standards for Minnesota's buildings and construction professionals.
Legal Citation(s):	MS 326B.04
Revenue Account Code(s):	513122, 513127, 513128, 513129, 513130, 513131, 553075, 632400, 632402, 632403, 632404, 632405, 632406, 632407, 632408, 632409, 632410, 632411, 632412, 632416, 632417, 632418, 632419, 632422, 632423, 632430, 632432, 632434, 632439, 632440, 632441, 632444, 632446, 632447, 632448, 632450, 632457, 632458, 632460, 632462, 632466, 632467, 632468, 632475
Dedicated Receipts (Yes/No):	Yes
Non-Dedicated Receipts (Yes/No):	No
Fund(s):	2020 Construction Code
Appropriation Name(s):	B424000
Recommending Fee Change? (Yes/No)	Yes

Revenue Category Summary (Dollars in Thousands)	Actual FY 2013	Actual FY 2014	Estimated FY 2015	Current Law FY 2016	Gov Rec FY 2016	Current Law FY 2017	Gov Rec FY 2017
Accumulated Balance	10,166	11,015	11,651	8,522	8,522	6,271	6,521
Resources:							
Departmental Earnings	26,257	28,450	27,165	26,047	24,513	26,047	24,513
Other Resources:							
Earnings Transferred In							
Revenue Collected by Another Agency							
Other Receipts (e.g. interest)							
Resource Reductions:							
Earnings Transferred Out	(1,523)	(1,515)	(1,515)				
Revenue Collected for Another Agency							
Total Resources	24,734	26,935	25,650	26,047	24,513	26,047	24,513
Expenditures:							
Direct Expenditures	22,729	23,783	26,059	25,578	24,514	25,578	24,514
Indirect Expenditures	2,178	2,517	2,720	2,720	2,000	2,720	2,000
Total Expenditures	24,907	26,300	28,779	28,298	26,514	28,298	26,514
Current Difference	(173)	636	(3,129)	(2,251)	(2,001)	(2,251)	(2,001)
Accumulated Ending Balance	9,993	11,651	8,522	6,271	6,521	4,020	4,520

Supporting Information

Background Information:

The Construction Codes and Licensing Division (CCLD) works to protect the health, safety and welfare of the public by providing reasonable, uniform and balanced standards for Minnesota's buildings and construction professionals. CCLD oversees construction-related activities in the areas of licensing, plan review, education, code development, enforcement and inspection in Minnesota. This provides for the safety of the people of Minnesota and fosters a competitive construction economy that encourages business growth and employment opportunity.

Forecast Basis:

Revenue is expected to remain stable over the biennium.

Recent Changes:

Effective January 1, 2012, Minnesota Session Laws, 2010, reorganized and aligned all CCLD license fees so there is consistency and uniformity among licensees. Prior to this, each license category maintained a legacy fee structure carried forward from the previous regulatory agency before becoming a part of the Department of Labor and Industry.

Agency Analysis/Comments:

The Governor recommends a reduction to Construction Codes & Licensing Division (CCLD) licensing fees by approximately \$20 for FY2016 and FY2017. This includes licenses for construction contractors, electricians, plumbers, high pressure pipefitters and boiler operators. This will result in the licensing program revenues being more closely aligned with program costs.

FY16-17 Departmental Earnings

Agency:	Labor and Industry
Revenue Category Name:	Data Practices - Cost of Copies
Purpose:	Copies of workers' compensation claim documents are provided to requesting parties and charges are assessed on a per-copy fee (plus applicable postage costs). The copy fees and postage amounts collected are used to recover the expenses associated with this activity.
Legal Citation(s):	M.S. 13.03, subd 10
Revenue Account Code(s):	651398, 651400
Dedicated Receipts (Yes/No):	Yes
Non-Dedicated Receipts (Yes/No):	No
Fund(s):	2830 Workers' Compensation Fund
Appropriation Name(s):	Copy File Review
Recommending Fee Change? (Yes/No)	No

Revenue Category Summary (Dollars in Thousands)	Actual FY 2013	Actual FY 2014	Estimated FY 2015	Current Law FY 2016	Gov Rec FY 2016	Current Law FY 2017	Gov Rec FY 2017
Accumulated Balance	283	373	381	381	381	381	381
Resources:							
Departmental Earnings	284	276	270	270	270	270	270
Other Resources:							
Earnings Transferred In							
Revenue Collected by Another Agency							
Other Receipts (e.g. interest)							
Resource Reductions:							
Earnings Transferred Out							
Revenue Collected for Another Agency							
Total Resources	284	276	270	270	270	270	270
Expenditures:							
Direct Expenditures	170	231	232	232	232	232	232
Indirect Expenditures	24	37	38	38	38	38	38
Total Expenditures	194	268	270	270	270	270	270
Current Difference	90	8	0	0	0	0	0
Accumulated Ending Balance	373	381	381	381	381	381	381

Supporting Information

Background Information:

The revenue reported as Data Practices/Cost of Copies represents amounts collected from requesting parties for copies of workers' compensation claim documents. The Copy File Review office within the Compliance Records and Training unit provides the copies to requesting parties and charges a per copy fee (plus applicable postage costs). The copy fees and postage amounts collected are used to recover the expenses associated with this activity.

Forecast Basis:

The current fee is 55 cents per copy.

Recent Changes:

None

Agency Analysis/Comments:

No change is recommended to the current fee. Comparisons of revenue to expenditures will be made on an ongoing basis to ensure that copy fees collected will recover amounts expended.

FY16-17 Departmental Earnings

Agency:	Labor and Industry
Revenue Category Name:	Employment Agency Licensure
Purpose:	Protect the general public that utilize professional employment agencies and to ensure that these professionals are licensed, registered, and operating in compliance with the law. Fees are collected for licensing of fee employment agencies and for examining individual applicants for certain positions within these organizations.
Legal Citation(s):	M.S. 184.28, M.S. 184.29, and M.S. 184A.09
Revenue Account Code(s):	632449
Dedicated Receipts (Yes/No):	No
Non-Dedicated Receipts (Yes/No):	Yes
Fund(s):	1000 General Fund
Appropriation Name(s):	General Fund Labor Standards
Recommending Fee Change? (Yes/No)	No

Revenue Category Summary (Dollars in Thousands)	Actual FY 2013	Actual FY 2014	Estimated FY 2015	Current Law FY 2016	Gov Rec FY 2016	Current Law FY 2017	Gov Rec FY 2017
Accumulated Balance	0	-7	-16	-28	-28	-40	-40
Resources:							
Departmental Earnings	1	1	1	1	1	1	1
Other Resources:							
Earnings Transferred In							
Revenue Collected by Another Agency							
Other Receipts (e.g. interest)							
Resource Reductions:							
Earnings Transferred Out							
Revenue Collected for Another Agency							
Total Resources	1	1	1	1	1	1	1
Expenditures:							
Direct Expenditures	7	9	11	11	11	11	11
Indirect Expenditures	1	1	2	2	2	2	2
Total Expenditures	8	10	13	13	13	13	13
Current Difference	-7	-9	-12	-12	-12	-12	-12
Accumulated Ending Balance	-7	-16	-28	-40	-40	-52	-52

Supporting Information

Background Information:

The purpose of this activity is to protect the general public that utilize professional employment agencies and to ensure that these professionals are licensed, registered, and are operating in compliance with the law.

Forecast Basis:

Fees are established by statute. They are collected for the licensing of fee employment agencies and for the examining of individual applicants for certain positions within these organizations.

Recent Changes:

None

Agency Analysis/Comments:

No change is recommended to the current fee.

FY16-17 Departmental Earnings

Agency:	Labor and Industry
Revenue Category Name:	Loggers Assessment
Purpose:	To cover the cost of providing safety education training to Minnesota loggers and to allow the payment of rebates to logging businesses that successfully complete loggers safety training each year.
Legal Citation(s):	M.S. 176.130 subd. 4
Revenue Account Code(s):	632454
Dedicated Receipts (Yes/No):	Yes
Non-Dedicated Receipts (Yes/No):	No
Fund(s):	2830 Workers Compensation
Appropriation Name(s):	Loggers Administration
Recommending Fee Change? (Yes/No)	No

Revenue Category Summary (Dollars in Thousands)	Actual FY 2013	Actual FY 2014	Estimated FY 2015	Current Law FY 2016	Gov Rec FY 2016	Current Law FY 2017	Gov Rec FY 2017
Accumulated Balance	85	99	113	113	113	113	113
Resources:							
Departmental Earnings	752	705	750	750	750	750	750
Other Resources:							
Earnings Transferred In							
Revenue Collected by Another Agency							
Other Receipts (e.g. interest)							
Resource Reductions:							
Earnings Transferred Out							
Revenue Collected for Another Agency							
Total Resources	752	705	750	750	750	750	750
Expenditures:							
Direct Expenditures	732	687	746	746	746	746	746
Indirect Expenditures	6	4	4	4	4	4	4
Total Expenditures	738	691	750	750	750	750	750
Current Difference	14	14	0	0	0	0	0
Accumulated Ending Balance	99	113	113	113	113	113	113

Supporting Information

Background Information:

The purpose of this activity is to provide Minnesota loggers with the safety training necessary to reduce the rate of on-the-job accidents, injuries, and fatalities in this industry. Assessments collected from wood mills located in Minnesota are based on the number of cords of wood purchased or acquired each calendar year in excess of 5,000 cords.

Collected fees are disbursed two ways. The first \$125,000 is allocated for the provision of safety training programs. The remainder is rebated to logging companies who provide proof of attendance at

approved training programs. The rebate is used to offset the high cost of workers' compensation insurance premiums in the logging industry.

Forecast Basis:

The assessment rate is 30 cents per cord. Revenue from the logger assessments has been relatively stable in recent years. This stability is expected to continue.

Recent Changes:

None

Agency Analysis/Comments:

No change is recommended to the current fee.

FY16-17 Departmental Earnings

Agency:	Labor and Industry
Revenue Category Name:	Rehabilitation and Medical Providers
Purpose:	To help defray the cost of regulation of rehabilitation providers and managed care organizations, and to discourage statutory violations.
Legal Citation(s):	M.S. 176.102 and M.S. 176.1351
Revenue Account Code(s):	632451, 632452
Dedicated Receipts (Yes/No):	No
Non-Dedicated Receipts (Yes/No):	Yes
Fund(s):	2830 Workers Compensation Fund
Appropriation Name(s):	Work Comp Fund Work Comp Division
Recommending Fee Change? (Yes/No)	No

Revenue Category Summary (Dollars in Thousands)	Actual FY 2013	Actual FY 2014	Estimated FY 2015	Current Law FY 2016	Gov Rec FY 2016	Current Law FY 2017	Gov Rec FY 2017
Accumulated Balance	0	-31	-74	-112	-112	-154	-154
Resources:							
Departmental Earnings	68	65	76	76	76	76	76
Other Resources:							
Earnings Transferred In							
Revenue Collected by Another Agency							
Other Receipts (e.g. interest)							
Resource Reductions:							
Earnings Transferred Out							
Revenue Collected for Another Agency							
Total Resources	68	65	76	76	76	76	76
Expenditures:							
Direct Expenditures	84	91	96	99	99	99	99
Indirect Expenditures	15	17	18	19	19	19	19
Total Expenditures	99	108	114	118	118	118	118
Current Difference	-31	-43	-38	-42	-42	-42	-42
Accumulated Ending Balance	-31	-74	-112	-154	-154	-196	-196

Supporting Information

Background Information:

Fees are collected to help defray the cost of regulation of rehabilitation providers and managed care organizations. The overall purpose is the reduction of workers' compensation costs. Benefits include enhancement of early return-to-work outcomes, reduced lost-time workers' compensation claims, the review and provision of dispute resolution services, and the protection of access and quality controls for the injured workers. Penalties are assessed to discourage statutory violations rather than to recover program costs.

Forecast Basis:

The primary components of this revenue source are as follows: rehabilitation provider registration, renewal, and disciplinary fees, and managed care organization certification fees.

Recent Changes:

None

Agency Analysis/Comments:

Rehabilitation provider registration fees and managed care organization certification fees are collected to recover a portion of the costs of these activities. To set fees at a level which would recover costs would require charging significantly higher amounts, thereby driving potential participants out of the programs.

FY16-17 Departmental Earnings

Agency:	Labor and Industry
Revenue Category Name:	QRC Billed Services
Purpose:	To provide vocational rehabilitative services for those injured workers to whom primary liability had been denied by an insurer. Based on a negotiated agreement, the fees are billed to recover at least a portion of the salary and other costs involved in getting injured workers returned to work.
Legal Citation(s):	M.S. 176.104
Revenue Account Code(s):	632455
Dedicated Receipts (Yes/No):	No
Non-Dedicated Receipts (Yes/No):	Yes
Fund(s):	2830 Workers Compensation Fund
Appropriation Name(s):	Work Comp Fund Work Comp Division
Recommending Fee Change? (Yes/No)	No

Revenue Category Summary (Dollars in Thousands)	Actual FY 2013	Actual FY 2014	Estimated FY 2015	Current Law FY 2016	Gov Rec FY 2016	Current Law FY 2017	Gov Rec FY 2017
Accumulated Balance	0	-1,517	-3,141	-4,920	-4,920	-6,697	-6,697
Resources:							
Departmental Earnings	472	451	500	500	500	500	500
Other Resources:							
Earnings Transferred In							
Revenue Collected by Another Agency							
Other Receipts (e.g. interest)							
Resource Reductions:							
Earnings Transferred Out							
Revenue Collected for Another Agency							
Total Resources	472	451	500	500	500	500	500
Expenditures:							
Direct Expenditures	1,687	1,752	1,923	1,923	1,923	1,923	1,923
Indirect Expenditures	302	323	356	354	354	354	354
Total Expenditures	1,989	2,075	2,279	2,277	2,277	2,277	2,277
Current Difference	-1,517	-1,624	-1,779	-1,777	-1,777	-1,777	-1,777
Accumulated Ending Balance	-1,517	-3,141	-4,920	-6,697	-6,697	-8,474	-8,474

Supporting Information

Background Information:

The Vocational Rehabilitation unit provides vocational rehabilitation services to injured workers whose claims have been denied liability by an insurer or self-insurer. The amount billed for services rendered is \$75 per hour. The services provided in cases where liability is denied are subject to negotiated settlements in accordance with Minnesota Rules. As a result, fees recovered are less than the total costs of the services provided.

Forecast Basis:

Revenues are expected to remain stable during the biennium.

Recent Changes:

None

Agency Analysis/Comments:

No change is recommended to the current fee.

FY16-17 Departmental Earnings

Agency:	Labor and Industry
Revenue Category Name:	Workers Compensation and Construction Codes Penalties
Purpose:	To encourage compliance with workers' compensation and construction codes laws.
Legal Citation(s):	M.S. 176 and M.S. 326B.04 subd 2
Revenue Account Code(s):	632453, 632459, 632472, 632473, 632470, 632471, 512429, 632401, 632424, 632431, 632438, 632461, 632463, 632464, 632465
Dedicated Receipts (Yes/No):	Yes
Non-Dedicated Receipts (Yes/No):	No
Fund(s):	2830 Workers Compensation Fund
Appropriation Name(s):	Assigned Risk Safety
Recommending Fee Change? (Yes/No)	No

Revenue Category Summary (Dollars in Thousands)	Actual FY 2013	Actual FY 2014	Estimated FY 2015	Current Law FY 2016	Gov Rec FY 2016	Current Law FY 2017	Gov Rec FY 2017
Accumulated Balance	5,259	4,973	4,620	5,045	5,045	5,477	5,477
Resources:							
Departmental Earnings	1,809	1,723	2,285	2,285	2,285	2,285	2,285
Other Resources:							
Earnings Transferred In							
Revenue Collected by Another Agency							
Other Receipts (e.g. interest)							
Resource Reductions:							
Earnings Transferred Out							
Revenue Collected for Another Agency							
Total Resources	1,809	1,723	2,285	2,285	2,285	2,285	2,285
Expenditures:							
Direct Expenditures	1,927	1,938	1,734	1,728	1,728	1,728	1,728
Indirect Expenditures	168	138	126	125	125	125	125
Total Expenditures	2,095	2,076	1,860	1,853	1,853	1,853	1,853
Current Difference,	-286	-353	425	432	432	432	432
Accumulated Ending Balance	4,973	4,620	5,045	5,477	5,477	5,909	5,909

Supporting Information

Background Information:

The revenues in this category is from penalties that are assessed to encourage compliance with various aspects of the workers' compensation law and construction code and licensing law. Workers' compensation penalties can be assessed to insurers, self-insurers, third-party administrators, and employers for a variety of actions. Construction code and licensing penalties are assessed to individuals and businesses in response to administering the statewide building, electrical, plumbing, high pressure piping, and boiler codes and licensing requirements, and also for taking punitive actions against those who fail to meet licensing or installation requirements

Forecast Basis:

Increased success in agency efforts to educate its clientele and its success in enforcement of those laws correspond to reduced penalty assessments. However, the agency is projecting stable revenues over the next biennium.

Recent Changes:

None

Agency Analysis/Comments:

No change is recommended to the current fee.

Table of Contents
2016-17 Biennial Budget – Departmental Earnings

Legal Professions, Board of	
Regulating Continuing Legal Education	1
Reimbursement of Clients Defrauded by Attorneys	3
Regulation of Attorney Actions and Ethical Practices.....	4
Certifying Accrediting Agencies and Annual Renewal Fees.....	6

FY16-17 Departmental Earnings

Agency:	Legal Profession Boards
Revenue Category Name:	Regulating Continuing Legal Education
Purpose:	To regulate accredited courses and satisfactory completion of those course/programs which satisfy the educational requirements of attorneys to continue their legal education throughout the period of their active practice of law so that the public has access to better legal practice.
Legal Citation(s):	MS 481.01 and Court Rules
Revenue Account Code(s):	63104, 634105, 63106, 634112
Dedicated Receipts (Yes/No):	Yes
Non-Dedicated Receipts (Yes/No):	No
Fund(s):	2000
Appropriation Name(s):	Continuing Legal Education
Recommending Fee Change? (Yes/No)	No

Revenue Category Summary (Dollars in Thousands)	Actual FY 2013	Actual FY 2014	Estimated FY 2015	Current Law FY 2016	Gov Rec FY 2016	Current Law FY 2017	Gov Rec FY 2017
Accumulated Balance	900	744	841	751	751	641	641
Resources:							
Departmental Earnings	535	570	452	453	453	454	454
Other Resources:							
Earnings Transferred In							
Revenue Collected by Another Agency							
Other Receipts (e.g. interest)							
Resource Reductions:							
Earnings Transferred Out							
Revenue Collected for Another Agency							
Total Resources	535	570	452	453	453	454	454
Expenditures:							
Direct Expenditures	735	473	542	563	563	588	588
Indirect Expenditures							
Total Expenditures	735	473	542	563	563	588	588
Current Difference	-200	97	-90	-110	-110	-134	-134
Accumulated Ending Balance	700	841	751	641	641	507	507

Supporting Information

Background Information:

Fees charged to practicing attorneys to regulate the requirements for continuing legal education.

Forecast Basis:

Forecasted revenue was based on history.

Recent Changes:

No recent changes.

Agency Analysis/Comments:

Accumulated balance forward and ending balances do not necessarily represent amounts in an account balance, but are shown to illustrate a five-year trend of cost recovery.

FY16-17 Departmental Earnings

Agency:	Legal Profession Boards
Revenue Category Name:	Reimbursement of Clients Defrauded by Attorneys
Purpose:	To reimburse clients defrauded by attorneys for the portion of the loss attributable to attorney misfeasance.
Legal Citation(s):	MS 481.01, MS 481.2 and Court Rules
Revenue Account Code(s):	634101, 634100
Dedicated Receipts (Yes/No):	Yes
Non-Dedicated Receipts (Yes/No):	No
Fund(s):	2000
Appropriation Name(s):	Client Security Bd
Recommending Fee Change? (Yes/No)	No

Revenue Category Summary (Dollars in Thousands)	Actual FY 2013	Actual FY 2014	Estimated FY 2015	Current Law FY 2016	Gov Rec FY 2016	Current Law FY 2017	Gov Rec FY 2017
Accumulated Balance	3,481	3,458	3,412	3,398	3,398	3,392	3,392
Resources:							
Departmental Earnings	376	392	378	378	378	382	382
Other Resources:							
Earnings Transferred In							
Revenue Collected by Another Agency							
Other Receipts (e.g. interest)							
Resource Reductions:							
Earnings Transferred Out							
Revenue Collected for Another Agency							
Total Resources	376	392	378	378	378	382	382
Expenditures:							
Direct Expenditures	439	438	392	384	384	441	441
Indirect Expenditures							
Total Expenditures	439	438	392	384	384	441	441
Current Difference	-63	-46	-14	-6	-6	-59	-59
Accumulated Ending Balance	3,418	3,412	3,398	3,392	3,392	3,333	3,333

Supporting Information

Background Information:

Fees from attorney registration, interest earned, and restitution.

Forecast Basis:

Forecasted revenue was based on history.

Recent Changes:

No recent changes.

Agency Analysis/Comments:

Accumulated balance forward and ending balances do not necessarily represent amounts in an account balance, but are shown to illustrate a five-year trend of cost recovery.

FY16-17 Departmental Earnings

Agency:	Legal Profession Boards
Revenue Category Name:	Regulation of Attorney Actions and Ethical Practices
Purpose:	Monitor attorney compliance with the code of professional responsibility, advise lawyers about ethical questions and receive, investigate and assist in disposition of complaints against licensed attorneys so that the public is served by attorneys who practice law in accord with adopted codes of professional conduct.
Legal Citation(s):	MS 481.01 and Court Rules
Revenue Account Code(s):	634112, 634113
Dedicated Receipts (Yes/No):	Yes
Non-Dedicated Receipts (Yes/No):	No
Fund(s):	2000
Appropriation Name(s):	Lawyer Assistance, Lawyer Prof Respsblty Bd
Recommending Fee Change? (Yes/No)	No

Revenue Category Summary (Dollars in Thousands)	Actual FY 2013	Actual FY 2014	Estimated FY 2015	Current Law FY 2016	Gov Rec FY 2016	Current Law FY 2017	Gov Rec FY 2017
Accumulated Balance	3,703	3,944	4,205	3,877	3,877	3,442	3,442
Resources:							
Departmental Earnings	3,526	3,611	3,545	3,587	3,587	3,534	3,534
Other Resources:							
Earnings Transferred In							
Revenue Collected by Another Agency							
Other Receipts (e.g. interest)							
Resource Reductions:							
Earnings Transferred Out							
Revenue Collected for Another Agency							
Total Resources	3,526	3,611	3,545	3,587	3,587	3,534	3,534
Expenditures:							
Direct Expenditures	3,327	3,350	3,873	4,022	4,022	4,180	4,180
Indirect Expenditures							
Total Expenditures	3,327	3,350	3,873	4,022	4,022	4,180	4,180
Current Difference	199	261	-328	-435	-435	-646	-646
Accumulated Ending Balance	3,902	4,205	3,877	3,442	3,442	2,796	2,796

Supporting Information

Background Information:

Fee charged to attorney and legal corporations to advise on ethical questions and respond to complaints.

Forecast Basis:

Forecasted revenue was based on history.

Recent Changes:

No recent changes.

Agency Analysis/Comments:

Accumulated balance forward and ending balances do not necessarily represent amounts in an account balance, but are shown to illustrate a five-year trend of cost recovery.

FY16-17 Departmental Earnings

Agency:	Legal Profession Boards
Revenue Category Name:	Certifying Accrediting Agencies and Annual Renewal Fees
Purpose:	To regulate the certification of attorneys as specialists in designated areas of legal practice to enhance public access to legal services.
Legal Citation(s):	MS 481.01 and Court Rules
Revenue Account Code(s):	634102, 634103
Dedicated Receipts (Yes/No):	Yes
Non-Dedicated Receipts (Yes/No):	No
Fund(s):	2000
Appropriation Name(s):	Legal certification Bd
Recommending Fee Change? (Yes/No)	No

Revenue Category Summary (Dollars in Thousands)	Actual FY 2013	Actual FY 2014	Estimated FY 2015	Current Law FY 2016	Gov Rec FY 2016	Current Law FY 2017	Gov Rec FY 2017
Accumulated Balance	84	85	88	86	86	87	87
Resources:							
Departmental Earnings	52	46	48	45	45	45	45
Other Resources:							
Earnings Transferred In							
Revenue Collected by Another Agency							
Other Receipts (e.g. interest)							
Resource Reductions:							
Earnings Transferred Out							
Revenue Collected for Another Agency							
Total Resources	52	46	48	45	45	45	45
Expenditures:							
Direct Expenditures	51	43	50	44	44	45	45
Indirect Expenditures							
Total Expenditures	51	43	50	44	44	45	45
Current Difference	1	3	-2	1	1	0	0
Accumulated Ending Balance	85	88	86	87	87	87	87

Supporting Information

Background Information:

Fees for certifying accrediting agencies and annual renewal fee

Forecast Basis:

Forecasted revenue was based on history

Recent Changes:

No recent changes.

Agency Analysis/Comments:

Accumulated balance forward and ending balances do not necessarily represent amounts in an account balance, but are shown to illustrate a five-year trend of cost recovery.

FY16-17 Departmental Earnings

Agency:	H7M –Marriage & Family Therapy
Revenue Category Name:	Licensing Fees
Purpose:	To recover the costs of regulating the marriage and family therapist profession.
Legal Citation(s):	M.S. 148B.17, 214, 319B
Revenue Account Code(s):	512417, 608258 – 608259, 634500 – 634572, 644079
Dedicated Receipts (Yes/No):	No
Non-Dedicated Receipts (Yes/No):	Yes
Fund(s):	1201
Appropriation Name(s):	MFT Non-dedicated receipts
Recommending Fee Change? (Yes/No)	No

Revenue Category Summary (Dollars in Thousands)	Actual FY 2013	Actual FY 2014	Estimated FY 2015	Current Law FY 2016	Gov Rec FY 2016	Current Law FY 2017	Gov Rec FY 2017
Accumulated Balance	\$333	\$392	\$454	\$383	\$383	\$383	\$377
Resources:							
Departmental Earnings							
Non-Dedicated Receipts	\$326	\$326	\$325	\$325	\$325	\$325	\$325
Other Resources:							
Earnings Transferred In							
Revenue Collected by Another Agency							
Other Receipts (e.g. interest)							
Resource Reductions:							
Earnings Transferred Out							
Revenue Collected for Another Agency							
Total Resources	\$326	\$326	\$325	\$325	\$325	\$325	\$325
Expenditures:							
Direct Expenditures	\$194	\$194	\$304	\$230	\$234	\$230	\$237
Indirect Expenditures	\$73	\$70	\$92	\$95	\$97	\$95	\$97
Total Expenditures	\$267	\$264	\$396	\$325	\$331	\$325	\$334
Current Difference	\$59	\$62	(\$71)	\$0	(\$6)	\$0	(\$9)
Accumulated Ending Balance	\$392	\$454	\$383	\$383	\$377	\$383	\$368

Supporting Information

Background Information:

The board's mission is to protect the public and ensure a standard of competent and ethical care through effective licensure and enforcement of the statutes and rules governing the practice of marriage and family therapy.

The Board of Marriage and Family Therapy provides the following services:

- Set standards for initial licensure and review an applicant's education and training to ensure compliance with all requirements;

- Conduct an in-person examination of each applicant's knowledge of the laws and rules governing the practice of marriage and family therapy in Minnesota prior to issuing LMFT license;
- Annually review qualifications and renew licenses of current, qualified licensees;
- Hold licensees accountable for their professional conduct based on legal, ethical and professional standards;
- Investigate complaints made against licensees and applicants, and allegations of unlicensed practice of marriage and family therapy;
- Take disciplinary or corrective action against a licensee or applicant when warranted by conduct and necessary to protect the public;
- Review and approve all continuing education programs used by licensees to meet continuing education requirements for license renewal;
- Maintain mandated and educational information on a public website;
- Work collaboratively with academic institutions and national and state MFT professional associations to identify, discuss and address issues involving the education, licensure and practice of marriage and family therapists;
- Provide information about licensure and standards of practice to citizens and other business entities;
- Provide primary source license verification to individuals, other licensing entities, health care providers and payers;
- Regularly collaborate with other government entities including Minnesota Department of Human Services, Minnesota Department of Health, Health Professional Services Program, and Minnesota Department of Revenue.

Forecast Basis:

Fees charged to applicants, prospective applicants, licensees, and sponsors of continuing education programs approved by the board are set to recover the board's direct and indirect expenditures. Revenues are forecasted based on a number of factors, including actual revenue collected in the previous year, the number of applicants seeking initial licensure, and any fee changes set in current law. There are no significant changes anticipated to the amount of revenue generated in the upcoming biennium.

Recent Changes:

The board last increased its licensure and renewal fees in 2001. The Board decreased 3 fees in 2013: Application for National Examination in MFT \$110 (decrease from \$220); Application for Reciprocity Licensure \$220 (decreased from \$330); late fee for LAMFT licensee renewal \$25 (decreased from \$50).

Agency Analysis/Comments:

None

FY16-17 Departmental Earnings

Agency:	H7B – Medical Practice
Revenue Category Name:	Licensing Fees
Purpose:	To recover the costs of regulating the following professions: physicians (PY), physician assistants (PA), respiratory therapists (RT), athletic trainers (AT), acupuncturists (AP), licensed traditional midwives (MW), naturopaths (ND), telemedicine physicians (TM) and professional firms (PF).
Legal Citation(s):	M.S. 147, 147A,B,C,D,E, 148, 214, 319B, M.R. 5600.2500
Revenue Account Code(s):	635000 - 635063
Dedicated Receipts (Yes/No):	No
Non-Dedicated Receipts (Yes/No):	Yes
Fund(s):	1201 , 2000
Appropriation Name(s):	Medical Practice non dedicated receipts, Medical Practice workshop
Recommending Fee Change? (Yes/No)	No

Revenue Category Summary (Dollars in Thousands)	Actual FY 2013	Actual FY 2014	Estimated FY 2015	Current Law FY 2016	Gov Rec FY 2016	Current Law FY 2017	Gov Rec FY 2017
Accumulated Balance	\$5,153	\$6,369	\$8,084	\$8,033	\$8,033	\$8,803	\$8,725
Resources:							
Departmental Earnings:							
Non-Dedicated Receipts	\$5,338	\$5,509	\$5,269	\$5,369	\$5,369	\$5,469	\$5,469
Other Resources:							
Earnings Transferred In							
Revenue Collected by Another Agency							
Other Receipts (e.g. interest)			\$1	\$1	\$1	\$1	\$1
Resource Reductions:							
Earnings Transferred Out	\$112						
Revenue Collected for Another Agency							
Total Resources	\$5,226	\$5,509	\$5,270	\$5,370	\$5,370	\$5,470	\$5,470
Expenditures:							
Direct Expenditures	\$3,556	\$3,274	\$4,552	\$3,905	\$3,933	\$3,905	\$3,962
Indirect Expenditures	\$464	\$510	\$769	\$695	\$745	\$695	\$724
Total Expenditures	\$4,020	\$3,784	\$5,321	\$4,600	\$4,678	\$4,600	\$4,686
Current Difference	\$1,206	\$1,725	-\$51	\$770	\$692	\$870	\$784
Accumulated Ending Balance	\$6,369	\$8,084	\$8,033	\$8,803	\$8,725	\$9,673	\$9,509

Supporting Information

Background Information:

The board's mission is to protect the public through effective licensure and enforcement of the statutes and rules governing the practice of the health professions regulated by the Board.

The Board of Medical Practice provides the following services:

- Issue initial licensure and renew licenses for qualified professionals.
- Ensure that only applicants who meet licensure requirements are granted a license.
- Respond to public and agency inquiries, complaints, and reports regarding licensure and conduct of applicants and licensees.
- Take disciplinary or corrective action against an applicant or licensee for misconduct.
- Set standards of practice and professional conduct for licensees.
- Set educational standards for initial licensure and continuing education requirements for maintaining licensure.
- Review applicant's education and training to determine compliance with the board's licensure requirements.
- Provide information about licensure requirements and standards of practice to citizens and other interested persons or agencies.

Forecast Basis:

Fees charged to applicants, prospective applicants, licensees, and sponsors of continuing education programs approved by the board are set to recover the board's direct and indirect expenditures. Revenues are forecasted based on a number of factors, including actual revenue collected in the previous year, the number of applicants seeking initial licensure, and any fee changes set in current law. There are no significant changes anticipated to the amount of revenue generated in the upcoming biennium.

Recent Changes:

None

Agency Analysis/Comments:

None

Table of Contents
2016-17 Biennial Budget – Departmental Earnings

Minnesota Management & Budget	
Combined Charities Operating Revenue.....	1
PEIP Operating Revenue.....	3

FY16-17 Departmental Earnings

Agency:	Minnesota Management & Budget
Revenue Category Name:	Operating Revenue
Purpose:	Recover cost of administering the state employees annual Combined Charities Campaign
Legal Citation(s):	M.S. 43A.50, subdivision 2
Revenue Account Code(s):	622321
Dedicated Receipts (Yes/No):	Yes
Non-Dedicated Receipts (Yes/No):	No
Fund(s):	2000
Appropriation Name(s):	Combined Charities Registration
Recommending Fee Change? (Yes/No)	No

Revenue Category Summary (Dollars in Thousands)	Actual FY 2013	Actual FY 2014	Estimated FY 2015	Current Law FY 2016	Gov Rec FY 2016	Current Law FY 2017	Gov Rec FY 2017
Accumulated Balance	5	5	7	6	5	5	5
Resources:							
Departmental Earnings	4	4	4	4	4	4	4
Other Resources:							
Earnings Transferred In							
Revenue Collected by Another Agency							
Other Receipts (e.g. interest)							
Resource Reductions:							
Earnings Transferred Out							
Revenue Collected for Another Agency							
Total Resources	9	9	11	10	10	10	10
Expenditures:							
Direct Expenditures	4	2	5	5	5	5	5
Indirect Expenditures							
Total Expenditures	4	2	5	5	5	5	5
Current Difference							
Accumulated Ending Balance	5	7	6	5	5	5	5

Supporting Information

Background Information:

The Minnesota State Employees' Combined Charities Campaign is a unique opportunity for Minnesota state employees to donate to the charity or charities of their choice through the convenience of payroll deduction. The Combined Charities Campaign is planned and run each year by state employees.

Forecast Basis:

Annual revenue is based on estimated applications for campaign in any given fiscal year. Historically, about 40 entities apply to participate in the Combined Charities Campaign each year. The application cost is \$100.

Recent Changes:

None.

Agency Analysis/Comments:

FY16-17 Departmental Earnings

Agency:	Minnesota Management & Budget
Revenue Category Name:	Operating Revenue
Purpose:	Recover cost of administering the Public Employee Insurance Program (PEIP)
Legal Citation(s):	M.S. 43A.316, subdivision 9
Revenue Account Code(s):	622315
Dedicated Receipts (Yes/No):	Yes
Non-Dedicated Receipts (Yes/No):	No
Fund(s):	4700
Appropriation Name(s):	PEIP Insurance Trust Fund
Recommending Fee Change? (Yes/No)	No

Revenue Category Summary (Dollars in Thousands)	Actual FY 2013	Actual FY 2014	Estimated FY 2015	Current Law FY 2016	Gov Rec FY 2016	Current Law FY 2017	Gov Rec FY 2017
Accumulated Balance	19105	23384	33032	35032	35032	37032	37032
Resources:							
Departmental Earnings	50213	89532	90000	90000	90000	90000	90000
Other Resources:							
Earnings Transferred In							
Revenue Collected by Another Agency							
Other Receipts (e.g. interest)	367	155					
Resource Reductions:							
Earnings Transferred Out							
Revenue Collected for Another Agency							
Total Resources	69685	113071	123032	125032	125032	127032	127032
Expenditures:							
Direct Expenditures	46301	80039	88000	88000	88000	88000	88000
Indirect Expenditures							
Total Expenditures	46301	80039	88000	88000	88000	88000	88000
Current Difference							
Accumulated Ending Balance	23384	33032	35032	37032	37032	39032	39032

Supporting Information

Background Information:

The Public Employees Insurance Program (PEIP) is a statewide health, dental, and life insurance pool managed by Minnesota Management & Budget (MMB) and offered to local units of government. The program is defined in M.S. 43A.316 and provides Minnesota's public employers with the option to purchase an affordable, uniform package of health care and other benefits for employees, their dependents, and retirees. PEIP is available to local units of government within Minnesota including counties, cities, townships, school districts, and other jurisdictions.

Forecast Basis:

The forecast is based on current membership levels with no significant growth or reduction anticipated. Current revenue and expenditures have been trended forward based on medical inflation.

Recent Changes:

PEIP admin fees have remained fairly flat over the last five years.

Agency Analysis/Comments:

FY16-17 Departmental Earnings

Agency:	MNsure
Revenue Category Name:	Premium Withhold
Purpose:	Provides operations funding for MNsure
Legal Citation(s):	M.S. 62V.05, Subd. 2
Revenue Account Code(s):	639471
Dedicated Receipts (Yes/No):	Yes
Non-Dedicated Receipts (Yes/No):	No
Fund(s):	4120 – Health Insurance Marketplace
Appropriation Name(s):	MNsure Operations
Recommending Fee Change? (Yes/No)	No

Revenue Category Summary (Dollars in Thousands)	Actual FY 2013	Actual FY 2014	Estimated FY 2015	Current Law FY 2016	Gov Rec FY 2016	Current Law FY 2017	Gov Rec FY 2017
Accumulated Balance		0	537	405	405	400	400
Resources:							
Departmental Earnings		537	5,314	10,647	10,647	16,003	16,003
Other Resources:							
Earnings Transferred In							
Revenue Collected by Another Agency							
Other Receipts (e.g. interest)							
Resource Reductions:							
Earnings Transferred Out							
Revenue Collected for Another Agency							
Total Resources		537	5,851	11,052	11,052	16,403	16,403
Expenditures:							
Direct Expenditures		0	5,446	10,652	10,652	15,140	15,140
Indirect Expenditures							
Total Expenditures		0	5,446	10,652	10,652	15,140	15,140
Current Difference							
Accumulated Ending Balance		537	405	400	400	1,263	1,263

NOTE: Accumulated balance forward and ending balances do not necessarily represent amounts in an account balance, but are shown to illustrate a five-year trend of cost recovery.

Supporting Information

Background Information:

MNsure's operating costs are allocated in accordance with a federal Public Assistance Cost Allocation Plan. The costs allocated to (i.e. of benefit to) the private programs offered through MNsure are financed by the Premium Withhold. The costs allocated to the public health care programs offered through MNsure are charged to (recovered from) the DHS budget. The Departmental Earnings Report appropriately reflects only the Premium Withhold revenue.

Forecast Basis:

Statute authorizes MNsure to retain a percentage the premiums for private health care plans sold through MNsure (up to 1.5% in 2014, up to 3.5% thereafter). The Premium Withhold forecast is based on the estimated annual premiums multiplied by the annual “withhold percent”. The MNsure Board establishes the annual withhold percent in October for the upcoming year. The withhold percentages in effect for 2014 and 2015 are 1.5% and 3.5%, respectively. For forecast purposes, it is assumed the withhold percent will remain at 3.5 % beyond 2015. The final step is to translate the calendar year based forecasts into the state fiscal year based budget periods.

Recent Changes:

None

Agency Analysis/Comments

The Premium Withhold process involves several steps, including: carrier premium reporting, MNsure invoicing, carrier payment, and MNsure receipting. This process extends over several months.

Table of Contents
2016-17 Biennial Budget – Departmental Earnings

Natural Resources, Department of

Aquatic Invasive Species	1
DNR Miscellaneous.....	3
Electronic Licensing	6
Fire Fighting	8
Forestry Nursery Account.....	10
Game and Fish.....	12
Land Recreation.....	17
Minerals Earnings	22
Parks Earnings.....	26
Real Estate Earnings	29
Reclamation Earnings	35
Timber & Related Earnings	38
Water Recreation	41
Waters Earnings.....	44

FY16-17 Departmental Earnings

Agency:	Department of Natural Resources
Revenue Category Name:	Aquatic Invasive Species
Purpose:	To fund programs related to controlling and education of aquatic exotic species such as zebra mussel and Eurasian watermilfoil.
Legal Citation(s):	M.S. 86B.415, 86D.15; 84D.13, s5; 84D.108
Revenue Account Code(s):	636064, 636106 and 636137
Dedicated Receipts (Yes/No):	No
Non-Dedicated Receipts (Yes/No):	Yes
Fund(s):	Natural Resources Fund
Appropriation Name(s):	EWR Non Dedicated Receipts IS, ENF Non Dedicated Rcpts IS
Recommending Fee Change? (Yes/No)	Yes

Revenue Category Summary (Dollars in Thousands)	Actual FY 2013	Actual FY 2014	Estimated FY 2015	Current Law FY 2016	Gov Rec FY 2016	Current Law FY 2017	Gov Rec FY 2017
Accumulated Balance	1,564	1,247	1,357	915	915	890	934
Resources:							
Departmental Earnings non ded	1,325	1,387	1,388	1,388	2390	1,388	2724
Other Resources:							
Earnings Transferred In	1,930	1,861	1,849	1,849	1,849	1,849	1,849
Revenue Collected by Another Agency							
Other Receipts (e.g. interest)							
Resource Reductions:							
Earnings Transferred Out							
Revenue Collected for Another Agency							
Total Resources	3,255	3,248	3,237	3,237	4239	3,237	4573
Expenditures:							
Direct Expenditures	3,559	3,125	3,659	3,242	4200	3,242	4200
Indirect Expenditures	13	13	13	20	20	20	20
Total Expenditures	3,572	3,138	3,679	3,262	4220	3,262	4220
Current Difference	-317	110	-442	-25	19	-25	353
Accumulated Ending Balance	1,247	1,357	915	890	934	865	1287

Accumulated balance forward and ending balances do not necessarily represent amounts in an account balance, but are shown to illustrate a five-year trend of cost recovery.

Supporting Information

Background Information:

Currently the Invasive Species Program is funded through the Invasive Species Account which receives approximately \$1,348,000 annually from the Watercraft Surcharge and about \$35,000 from tickets issued to citizens who do not follow the rules for preventing the spread of invasive species. We predict that, once the program is fully rolled out, service providers will pay about \$20,000 into this account as

the program authorizing dock installers and other service providers to work in public waters after applying for and taking a test on knowledge of the rules for preventing the spread of invasive species.

Most invasive species prevention and management activities are conducted or directed by staff from Department of Natural Resources (DNR) Division of Ecological and Water Resources – Invasive Species Program. The program hires approximately 150 seasonal staff during the summer to inspect boats at public water accesses and help implement management activities. In total, the equivalent of more than 25 full-time positions is focused on invasive species work. General Fund, the Great Lakes Restoration Initiative (GLRI), and the Water Recreation Account also support these efforts. Projected receipts are based on historical activity at the fee and surcharge levels in current law.

Recent Changes:

The laws of 2012 created an aquatic invasive species trailer decal for persons successfully completing a required course of instruction in identification of aquatic invasive species and best practices to prevent the spread of aquatic invasive species when moving water-related equipment. This decal must be displayed when moving water-related equipment. No additional revenue to the fund will result nor were any expenditures anticipated.

Agency Analysis/Comments:

The Invasive Species Account is projected to be in the negative by FY16 based on the projected fund balance. The 2014 legislature provided counties ongoing funding of \$10 million per year for local AIS programs. DNR received one-time General Fund dollars to support the counties in FY15. For FY16 the Invasive Species Program will be approximately \$1.1M short to support the needs of the Program.

The Governor recommends increases to the watercraft surcharge from \$5 to \$10. This revenue is deposited into revenue code 636064 and accounts for a portion of the aquatic invasive species earnings. This proposal would maintain a positive fund balance in the Invasive Species Account while meeting the needs of the Invasive Species Program through increased revenue and appropriations. The increase in the watercraft surcharge provides a \$1,002,000 increase in revenues in the first year and \$1,336,000 each year thereafter to the Invasive Species Account. This proposal would continue support of ongoing prevention and management effort and add an additional support to oversee newly funded Aquatic Invasive Species (AIS) work at the counties.

FY16-17 Departmental Earnings

Agency:	Department of Natural Resources
Revenue Category Name:	DNR Miscellaneous
Purpose:	Receipts from sale of documents, publications, aerial photos and payments for cooperative agreements are used to cover the cost of providing these materials or services.
Legal Citation(s):	M.S. 16A.055; 84.026; 84.0855, s1; 84.67; 88.6435, s4; 89.22; 325G.051;
Revenue Account Code(s):	636021, 636043, 636044, 636045, 636113, 636114, 636116, 636125, 636131
Dedicated Receipts (Yes/No):	Yes
Non-Dedicated Receipts (Yes/No):	Yes
Fund(s):	General Fund, Other Misc Special Revenue, Natural Resources Fund, Game & Fish Fund, Gift and Miscellaneous Agency
Appropriation Name(s):	LAM Minerals Publications, LAM Env Coop Res Match, LAM Minerals Coop Agreement, EWR Publications, FOR Sales & Publications, EWR Coop Agreements, EWR Coop Agreement, EWR Red River Coord, EWR Non Game Gift, FOR Res Assess Prod & Serv, FOR Coop Agreement For Mgmt, FOR Coop Agreement Fire Fighting, FOR Wildlife Habitat Co-op Agr, FOR Camp Ripley Coop Agr, FOR Emergency Fire Non State, FOR State Forest Land Use, FOR Balsam Bough, PAT Tower Soudan Coop, PAT Soudan Minos, Pat Coop MNDOT PBT, PAT Coop Agmnts, PAT Publications, PAT Cross Country Ski Trails, PAT Horse Trails, FAW Fisheries Publications, FAW Wildlife Publications, FAW Fisheries Coop Agreement, FAW Wildlife Coop Agreement, FAW Lk Sup LaMP/SLR RAP Capcty, FAW Non Dedicated Recpts WRA, FAW Non Dedicated Recpts SNOW, FAW Non Dedicated Recpts ATV, FAW Non Dedicated Recpts OHM, FAW Non Dedicated Recpts ORV, FAW Non Dedicated Recpts SP, FAW Non Dedicated Recpts G&F, FAW Deposit Clearance GEN, ENF Coop Agreements, OCO Sales Revenue, OCO MN Conservation Vol Income, OCO Merchandise Sales, OCO State Fair Renovation, OCO Creative Svcs Publication, OCO Creative Svcs Coop Mgmt, OCO Volunteer Gifts, REG Ops Resale Acct
Recommending Fee Change? (Yes/No)	No

Revenue Category Summary (Dollars in Thousands)	Actual FY 2013	Actual FY 2014	Estimated FY 2015	Current Law FY 2016	Gov Rec FY 2016	Current Law FY 2017	Gov Rec FY 2017
Accumulated Balance	3,553	3,102	1,518	-3,067	-3,067	-3,208	-3,208
Resources:							
Departmental Earnings- dedicated	7,835	9,034	10,374	10,388	10,388	8,699	8,699
Dept Earnings non-dedicated	-26	-17	-21	-21	-21	-21	-21
Other Resources:							
Earnings Transferred In							
Revenue Collected by Another Agency							
Other Receipts (e.g. interest)							
Resource Reductions:							
Earnings Transferred Out							
Revenue Collected for Another Agency							
Total Resources	7,809	9,017	10,353	10,367	10,367	8,678	8,678
Expenditures:							
Direct Expenditures	8,155	10,455	14,677	10,428	10,428	10,423	10,423
Indirect Expenditures	105	146	261	80	80	80	80
Total Expenditures	8,260	10,601	14,938	10,508	10,508	10,503	10,503
Current Difference	-451	-1,584	-4,585	-141	-141	-1,825	-1,825
Accumulated Ending Balance	3,102	1,518	-3,067	-3,208	-3,208	-5,033	-5,033

Accumulated balance forward and ending balances do not necessarily represent amounts in an account balance, but are shown to illustrate a five-year trend of cost recovery.

Supporting Information

Background Information:

Sale of maps, documents, aerial photos and publications - Receipts from the sale of maps, resource-related documents, aerial photos and other publications are authorized to be deposited in the natural resource fund and appropriated to the commissioner for purposes for which the money was received. Rates charged are set to cover production and printing costs. Handling and mailing costs are also recovered when applicable. This approach to pricing generally does not include the agency professional time required to research, create, write, photograph, edit or review such documents or publications.

Cooperative Agreements - The agency is authorized to enter into agreements with public and private entities for the provision of statutorily prescribed natural resource services provided by the department. The Forestry Division engages in cooperative agreements for the purposes of fire prevention, emergency fire suppression, forest management, or wildlife habitat. Cooperative Agreements are to compensate the division for agreed to services. Fire protection and suppression agreements account for approximately 74% of the Forestry division cooperative agreement revenue and the Camp Ripley forest management agreement accounts for 24%.

State Forest Land Use – These fees are paid by individuals or groups for the use of state forest including motorcycle, snowmobile, and sports car rallies, races, orienteering trials; group campouts that do not occur at designated group camps; dog sled races; dog trials; large horse trail rides; and commercial uses. The purpose of the fee is to recoup the costs of maintaining areas for the uses or mitigate resource impacts of those uses. Fees are established in rule and total annual revenue is typically about \$500.

Balsam Bough – Established in the laws of 2001, it is meant to provide regulation and oversight to the harvesting and sale on the wholesale level of decorative materials and trees. Decorative material is defined in M.S. 88.641, subd 1b, and primarily covers the harvest and sale of conifer boughs, branches and tops to be used as seasonal decoration. Actual and estimated receipts are low—about \$1,000 per fiscal year. Actual and budgeted expenditures reflect the minimal number of staff hours associated with this program effort. MS 88.6435, subd 1 states: A person may not buy more than 100 pounds of decorative boughs in any calendar year without a bough buyer's permit. The annual fee for a permit to buy decorative boughs is \$25. Subd 4b, states that expenditures under this statute allow for costs associated with balsam bough education programs for harvesters and buyers.

Forecast Basis:

Cooperative Agreement rates are negotiated and determined individually. Agreements are frequently renewed and projections are based on the anticipated agreements carrying forward and expected new agreements. The contracts typically will specify the services to be provided, the amount to be paid and/or method of reimbursement. The division enters into numerous cooperative agreements; all DNR divisions use the same statutory citation relating to cooperative agreements, M.S. 84.026

Other fees in this category are primarily estimated on past revenue and program estimates.

Recent Changes:

The annual fee for balsam bough permits is \$25. In 2014, legislative session language in M.S. 88.6435, subd 4, reducing the annual fee to \$10 if the buyer attended an approved training workshop was repealed.

Agency Analysis/Comments:

Annual revenues and expenditures from the sale of documents, publications, state land use and cooperative agreements are not significantly over or under recovering costs.

The balsam bough account will be over recovering fee revenue. The 2014 change repealed the requirement for training harvesters and buyers but the law still only allows training account funds to be used for balsam bough harvester and buyer training. The Division of Forestry is submitting a policy change request in the 2015 legislative session to expand the use of funds collected into the balsam bough account to all special forest product information and education programs. The change will allow annual revenues and expenditures to more closely align. The money will be used for the expansion of special forest resource product information, outreach and education. The annual fee revenue collected will not be affected by this change.

FY16-17 Departmental Earnings

Agency:	Department of Natural Resources
Revenue Category Name:	Electronic Licensing
Purpose:	Revenues are used to support licensing activities and maintain the Electronic Licensing System (ELS).
Legal Citation(s):	M.S. 97A.485
Revenue Account Code(s):	636075
Dedicated Receipts (Yes/No):	Yes
Non-Dedicated Receipts (Yes/No):	No
Fund(s):	Other Misc Special Revenue, Natural Resources, Game & Fish
Appropriation Name(s):	FAW Lic Fed Duck Stamp Sales, FAW Electronic License WRA ITC, FAW Electronic License SNOW ITC, FAW Electronic License ATV, FAW Electronic License OHM ITC, FAW Electronic License ORV ITC, FAW Electronic License PRK ITC, FAW Electronic License SKI ITC, FAW Elec Lic Statutory MSC ITC, FAW Electronic License G&F ITC, FAW Licensing Computerized Lic
Recommending Fee Change? (Yes/No)	No

Revenue Category Summary (Dollars in Thousands)	Actual FY 2013	Actual FY 2014	Estimated FY 2015	Current Law FY 2016	Gov Rec FY 2016	Current Law FY 2017	Gov Rec FY 2017
Accumulated Balance	-5,810	-5,718	-5,619	-5,615	-5,615	-5,606	-5,606
Resources:							
Departmental Earnings dedicated	4,465	4,615	4,360	4,436	4,436	4,512	4,512
Other Resources:							
Earnings Transferred In							
Revenue Collected by Another Agency							
Other Receipts (e.g. interest)	8	6	9	9	9	9	9
Resource Reductions:							
Earnings Transferred Out							
Revenue Collected for Another Agency							
Total Resources	4,473	4,621	4,369	4,445	4,445	4,521	4,521
Expenditures:							
Direct Expenditures	4,381	4,522	4,365	4,436	4,436	4,512	4,512
Indirect Expenditures							
Total Expenditures	4,381	4,522	4,365	4,436	4,436	4,512	4,512
	92	99	4	9	9	9	9
Accumulated Ending Balance	-5,718	-5,619	-5,615	-5,615	-5,606	-5,606	-5,597

Accumulated balance forward and ending balances do not necessarily represent amounts in an account balance, but are shown to illustrate a five-year trend of cost recovery.

Supporting Information

Background Information:

The following departmental earnings are deposited to the fund(s). Issuing fees are charged on the sales of licenses, permits, and registrations. These fees exist to support licensing activities and maintain the Electronic Licensing System (ELS). Fee amounts vary by transaction.

Dedicated		
Departmental Earnings	Fee Amount	Activity Supported
FAW License Fed Duck Stamp Sales	\$1.00 Fulfillment Fee \$1.00 ELS Fee	Mailing services Electronic Licensing System (ELS)
FAW Electronic License WRA ITC	\$1.50 Watercraft Title Registration	Electronic Licensing System (ELS)
FAW Electronic License SNOW ITC	\$1.50 Snowmobile Registration/Renewal	Electronic Licensing System (ELS)
FAW Electronic License ATV ITC	\$1.50 ATV Registration/Renewal	Electronic Licensing System (ELS)
FAW Electronic License OHM ITC	\$1.50 Off Hwy Motorcycle Registration/Renewal	Electronic Licensing System (ELS)
FAW Electronic License ORV ITC	\$1.50 Off Road Vehicle Registration/Renewal	Electronic Licensing System (ELS)
FAW Electronic License PRK ITC	\$1.22 License Issuing Fee	Electronic Licensing System (ELS)
FAW Electronic License SKI ITC	\$1.22 Cross Country Ski pass	Electronic Licensing System (ELS)
FAW Elec License Statutory Misc ITC	\$1.22 Balsam Bough \$1.22 Horse Trail Pass	Electronic Licensing System (ELS)
FAW Electronic License G&F ITC	\$.71 - \$2.50 multiple license types \$3.00 Walk In Access Validation	Electronic Licensing System (ELS)
FAW Licensing Computerized License	\$1 Youth Deer Licenses (muzzleloader, archery, firearm)	Electronic Licensing System (ELS)

Forecast Basis:

Receipts are forecasted based on a 3-year history. Additional input comes from program staff which assesses license activity that may impact future license sales. Other adjustments may be made due to fee increases, participation rates, or prior year weather condition impacts. License issuing fees are calculated on a per transaction basis. The trend of each fee identifies whether the fund is stable or falling.

Recent Changes:

This 2013 session provided for a limited hunt drawing for prairie chicken, turkey, elk, moose, and wolf licenses. Agents provide for these transactions and are allowed to charge a \$1 issuing fee. This fee provides consistency with all other agent transactions. This 2014 session provided clarification of no fee being charged on disabled licenses, seals, tags, or coupons issued.

Agency Analysis/Comments:

These fees are costs directly associated with the electronic licensing system. All receipts in this earnings category are to recover actual costs. The agency does not over or under-recover costs. Regular reviews occur to monitor balances.

FY16-17 Departmental Earnings

Agency:	Department of Natural Resources
Revenue Category Name:	Fire Fighting
Purpose:	Revenue is used to recover the costs of transporting and inspecting federal excess fire equipment for local fire departments; recover costs for wildfire suppression from legally responsible parties; recover costs of firefighting equipment issued by the interagency fire cache and receive federal reimbursement for costs of out-of-state fire mobilizations.
Legal Citation(s):	M.S. 88.17, s5b; 88.75, s1; 84.026
Revenue Account Code(s):	636020, 636024
Dedicated Receipts (Yes/No):	Yes
Non-Dedicated Receipts (Yes/No):	Yes
Fund(s):	General, Other Misc Special Revenue, Natural Resource Fund
Appropriation Name(s):	FOR Non Dedicated Receipts GEN, FOR Emergency Fire Non State, FOR Fire Equip Coop, FOR Emergency Fire Federal, FOR Burn Permit
Recommending Fee Change? (Yes/No)	No

Revenue Category Summary (Dollars in Thousands)	Actual FY 2013	Actual FY 2014	Estimated FY 2015	Current Law FY 2016	Gov Rec FY 2016	Current Law FY 2017	Gov Rec FY 2017
Accumulated Balance	1,407	1,001	1,976	1,882	1,882	2,482	2,482
Resources:							
Departmental Earnings dedicated	4,009	2,170	3,623	3,623	3,623	3,623	3,623
Dept Earnings non-dedicated	757	820	750	750	750	750	750
Other Resources:							
Earnings Transferred In							
Revenue Collected by Another Agency							
Other Receipts (e.g. interest)							
Resource Reductions:							
Earnings Transferred Out							
Revenue Collected for Another Agency							
Total Resources	4,766	2,990	4,373	4,373	4,373	4,373	4,373
Expenditures:							
Direct Expenditures	5,172	2,015	4,467	3,773	3,773	3,873	3,873
Indirect Expenditures	Blank	Blank	Blank	Blank	Blank	Blank	Blank
Total Expenditures	5,172	2,015	4,467	3,773	3,773	3,873	3,873
Current Difference	-406	975	-94	600	600	500	500
Accumulated Ending Balance	1,001	1,976	1,882	2,482	2,482	2,982	2,982

Accumulated balance forward and ending balances do not necessarily represent amounts in an account balance, but are shown to illustrate a five-year trend of cost recovery.

Supporting Information

Background Information:

This revenue category is made up of the following cost reimbursements:

Wildfire suppression costs. Parties who violate wildfire restrictions, and whose actions result in a wildfire incident that requires an agency response, are liable for the DNR's costs for wildfire suppression and containment. By statute, such reimbursements are deposited to the General Fund as non-dedicated receipts. Amounts vary significantly depending on incident costs.

Fire equipment. Surplus or excess federal fire equipment is transported to or within the state, fully inspected and then turned over to local fire departments. Such local fire agencies reimburse the DNR for these costs. Amounts vary depending on the cost of the equipment being reimbursed.

Fire cache. Fire equipment and supplies are stocked at the interagency fire center in Grand Rapids. Costs to use or purchase supplies and equipment are reimbursed by outside agencies. Amounts vary depending on the item used or purchased.

Out-of-state firefighting. DNR provides resources (staff, equipment and miscellaneous supplies) when mobilized by federal agencies to assist in fighting out-of-state wildfires. The federal agency reimburses the DNR for costs incurred in responding to these out-of-state wildfire incidents.

Burn Permits. The state treasury has a burning permit account established in the natural resources fund. The fee is used to operate the burning permit system. Non-commercial fees are \$5 annually. Commercial enterprises that obtain multiple permits are charged \$5 per site up to a maximum of \$50 per individual business enterprise per year. \$1 shall be retained by the permit agent as a commission for issuing electronic permits.

Forecast Basis:

The forecast of receipts and expenditures is based on historical trends. Wildfire suppression costs and reimbursements are dependent on a number of unknown variables including the weather and the severity of the state's and western-U.S. fire season. As a result actual receipts and expenditures can vary significantly from the projections.

Estimated percentage of revenue received in this category is Wildfire suppression 17%, Cache Sales 23%, Out-of-state firefighting 57%, and all others 3%

Recent Changes:

No recent changes are associated with these earnings categories.

Agency Analysis/Comments:

With the exception of burning permits, these charges are all for direct cost reimbursements. All receipts in this earnings category are to recover actual costs. The agency does not over or under recover costs. Burning permit revenues are stable and recovering costs.

FY16-17 Departmental Earnings

Agency:	Department of Natural Resources
Revenue Category Name:	Forestry Nursery Account
Purpose:	To account for revenues and expenditures of the Forestry Nursery operations.
Legal Citation(s):	M.S. 89.37, s7 & s4
Revenue Account Code(s):	636022, 636023
Dedicated Receipts (Yes/No):	Yes
Non-Dedicated Receipts (Yes/No):	No
Fund(s):Other	Other Misc Special Revenue
Appropriation Name(s):	FOR Nurseries Account
Recommending Fee Change? (Yes/No)	No

Revenue Category Summary (Dollars in Thousands)	Actual FY 2013	Actual FY 2014	Estimated FY 2015	Current Law FY 2016	Gov Rec FY 2016	Current Law FY 2017	Gov Rec FY 2017
Accumulated Balance	754	967	971	-789	-789	-792	-792
Resources:							
Departmental Earnings dedicated	1,794	1,797	2,097	2,200	2,200	2,300	2,300
Other Resources:							
Earnings Transferred In							
Revenue Collected by Another Agency							
Other Receipts (e.g. interest)							
Resource Reductions:							
Earnings Transferred Out							
Revenue Collected for Another Agency							
Total Resources	1,794	1,797	2,097	2,200	2,200	2,300	2,300
Expenditures:							
Direct Expenditures	1,581	1,793	3,857	2,203	2,203	2,300	2,300
Indirect Expenditures							
Total Expenditures	1,581	1,793	3,857	2,203	2,203	2,300	2,300
Current Difference	213	4	-1,760	-3	-3	0	0
Accumulated Ending Balance	967	971	-789	-792	-792	-792	-792

Accumulated balance forward and ending balances do not necessarily represent amounts in an account balance, but are shown to illustrate a five-year trend of cost recovery.

Supporting Information

Background Information:

The Forest Nursery account has two revenue sources. One is for the sale of seedlings and the other for the sale of tree seeds. Proceeds from the sale of nursery seed and seedlings are deposited into the account for the purposes of recovering nursery operational costs. The costs of running the nursery include production, shipping, and capital projects. All nursery operations are self-supporting. Seed and seedling prices are variable and set by the DNR. Production is capped at 10 million seedlings annually. Under Minnesota Laws Chapter 89, DNR nursery stock may not be planted for ornamental purposes, nor

can it be resold, given away, or removed with the roots attached for a period of 10 years from the date of purchase. A minimum order of 500 trees is required. The DNR nursery produces products for reforestation using localized seed sources.

Forecast Basis:

The forecast is based on projected sales of nursery stock. Prices are based on a combination of factors:

1. Surveys of private nurseries to obtain nursery pricing information, which allows the DNR's forest nursery to set its pricing to be comparable and competitive with private nurseries.
2. Production estimates of the various tree species needed in future years.
3. Analysis of nursery operations, which enables the nursery to set its product pricing to meet the objective of recovering all nursery costs for production, marketing, and distribution.

The State Forest Nurseries has experienced a significant downturn in seedlings purchased. In 2008 the nurseries were set up with a budget structure that would be self-supporting for the sale of 8 million seedlings annually. In the future, the operating budget of the remaining State Forest Nursery will be based upon sales of 5.5 million seedlings annually.

Recent Changes:

The DNR operated two nurseries prior to July 2013. The Badoura Nursery is now the only operating DNR forest seedling producer. This has resulted in significant infrastructure reductions to reduce production costs and balance income with costs.

Agency Analysis/Comments:

The agency prepares a fund statement for the Forest Nurseries account. The Division of Forestry produces and distributes an annual report on its nursery operations. This Forestry activity has been reviewed extensively by the agency and outside auditors in the past several years. Nursery pricing and sales are currently recovering operating costs. No significant over or under account balance is anticipated.

FY16-17 Departmental Earnings

Agency:	Department of Natural Resources
Revenue Category Name:	Game and Fish
Purpose:	To fund game and fish programs including but not limited to: fisheries operations to monitor fish populations, protect and restore habitat and stock fish in public waters; wildlife operations to manage wildlife populations, protect and restore habitats; ecological services programs relating to the protection of ecosystems and enforce game and fish laws.
Legal Citation(s):	M.S. 16A.68; 17.4988, s2-4; 84.091; 84.152; 84D.11; 86B.706; 97A.055; 97A.065, s2; 97A.071, s2; 97A.075; 97A.221; 97A.225; 97A.341, s5; 97A.433, s3; 97A.431 s3; 97A.435, s3; 97A.473; 97A.4742; 97A.475; 97B.002; 97B.015, s4; 97B.025; 97B.401; 97C.081, s3; 103G.611, s1a; 103G.615; 609.101; MR 6234.2800
Revenue Account Code(s):	636074, 636076, 636078, 636079, 636080, 636081, 636082, 636083, 636084, 636085, 636086, 636088, 636089, 636090, 636091, 636093, 636094, 636098, 636103, 636104, 636105, 636107, 636120, 636122, 636123, 636126, 636127, 636128, 636129, 636130, 636140, 636141, 636142
Dedicated Receipts (Yes/No):	Yes
Non-Dedicated Receipts (Yes/No):	Yes
Fund(s):	Restricted Misc Special Revenue, Game & Fish
Appropriation Name(s):	EWR Non Dedicated Receipts G&F, EWR Lic Srchrg Inv Species, FAW Non Dedicated Rcpts G&F, FAW Non Dedicated Rcpts LT FAW Non Dedicated Rcpts WRA, FAW Deer Bear Mgmt, FAW Deer Feed & Cervidae Hlth, FAW Deer Habitat Improvement, FAW Wild Turkey Management, FAW Wldlf Land Ach Surchg, FAW Wtrfowl Habitat Improv, FAW Trout & Salmon Mgmt, FAW Pheasant Habitat Improv, FAW Wild Rice Management, FAW Walkin Access Program, FAW Lic Surcharge Walk-in Prog, FAW Lic Surcharge Venison Prog, FAW Walleye Stocking, FAW Wolf Mgmt & Monitoring, ENF Non Dedicated Rcpts G&F, ENF Adult Hunter Education, ENF Firearm Safety Training
Recommending Fee Change? (Yes/No)	No

Revenue Category Summary (Dollars in Thousands)	Actual FY 2013	Actual FY 2014	Estimated FY 2015	Current Law FY 2016	Gov Rec FY 2016	Current Law FY 2017	Gov Rec FY 2017
Accumulated Balance	44,481	59,905	79,494	90,025	90,025	104,992	101,210
Resources:							
Departmental Earnings- dedicated	7,824	8,410	7,895	8,188	8,188	8,383	8,383
Dept Earnings non-dedicated	76,130	80,634	82,238	79,690	83,280	85,879	89,331
Other Resources:							
Earnings Transferred In							
Revenue Collected by Another Agency	14,150	13,353	14,345	14,376	14,376	14,426	14,426
Other Receipts (e.g. interest)	144	151	145	145	145	145	145
Resource Reductions:							
Earnings Transferred Out	876	1,306	1,210	1,255	1,255	1,294	1,294
Revenue Collected for Another Agency							
Total Resources	97,372	101,242	103,413	101,144	104,734	107,539	110,991
Expenditures:							
Direct Expenditures	79,959	79,667	90,246	83,885	91,257	83,885	92,344
Indirect Expenditures	1,989	1,986	2,636	2,292	2,292	2,292	2,292
Total Expenditures	81,948	81,653	92,882	86,177	93,549	86,177	94,636
Current Difference	15,424	19,589	10,531	14,967	11,185	21,362	16,355
Accumulated Ending Balance	59,905	79,494	90,025	104,992	101,210	126,354	117,565

Accumulated balance forward and ending balances do not necessarily represent amounts in an account balance, but are shown to illustrate a five-year trend of cost recovery.

Supporting Information

Background Information:

The following departmental earnings are deposited to the fund(s) and exist to support game and fish programs including but not limited to:

1. Fish and wildlife operations to monitor populations, protect and restore habitats;
2. Ecological services programs relating to the protection of ecosystems; and
3. Enforce game and fish laws.

Dedicated		
Departmental Earnings	Fee Amount	Activity Supported
Wildlife Acquisition Surcharge	\$3.25 Small game 72 hour license \$6.50 Other license types that include small game	Acquisition and development of wildlife lands
Waterfowl Stamp	\$3.25 Small game 72 hour license \$6.75 Super Sport and Waterfowl stamp	Activities associated with improvement of waterfowl habitat
Trout Stamp	\$9 Stamps, validation, resident super sports \$18 Resident married combo super sport	Development, restoration, maintenance, improvement, protection, and preservation of habitat for trout and salmon in trout streams and lakes
Pheasant Stamp	\$3.75 Small game 72 hour license \$6.75 Stamps, super sport	Activities associated with improvement of pheasant habitat

Dedicated		
Departmental Earnings	Fee Amount	Activity Supported
Wild Rice	\$23.78 Season Harvester \$13.78 Resident Harvester– 1 day \$28.78 Nonresident Harvester – 1 day	Management of designated public waters to improve natural wild rice production
Hunting Donation	\$1, \$3, or \$5	Administration of Walk-in access program
Hunting Surcharge	\$5 of multiple non-resident license types \$1 on bonus deer permits	Administration of Walk-In Access and Venison donation programs
Fishing Surcharge	\$5 on non-resident licenses	Ecological and Waters License Surcharge Invasive Species
Walleye Stamp	\$5 Stamp and validation	Stocking walleyes purchased from the private sector in waters of the state
Wolf License	\$2.78 application \$28.78 resident wolf firearm, trapping \$248.78 non-resident wolf firearm, trapping	Application is for costs associated with conducting the wolf license drawing and wolf management research, damage control, enforcement, and education
Wolf Allocation	\$.50	Wolf management, research, damage control, enforcement, and education

Non-Dedicated		
Departmental Earnings	Fee Amount	Activity Supported
Application Fees	\$2.78 Application Fee \$10.78 Camp Ripley	Costs associated with drawings for turkey, prairie chicken, moose, elk, bear, Camp Ripley hunts
Game and Fish Commercial License	Various	Aquaculture, minnow, fishing, charter, trapping, other
Fishing License	Various	Manage, protect, and regulate fish and wildlife resources
Hunting License	Various	Manage, protect, and regulate fish and wildlife resources
Sportsman's License	\$38 Individual \$52 Combination	Manage, protect, and regulate fish and wildlife resources
DNR Sale of Fish/Eggs	Various	Surplus production stock, exchange of products, or sole source for suckers primarily to aquaculture facilities and businesses
Sport Fish Restoration revenues (DJ)	Various	Manage, protect, and regulate fish and wildlife resources
Wildlife Restoration revenues (PR)	Various	Manage, protect, and regulate fish and wildlife resources
Game and Fish Miscellaneous	Various	
Game and Fish Fines	Various	
Game and Fish Forfeits	Various	
DNR Restitution	Various	Restore damaged property

Non-Dedicated		
Departmental Earnings	Fee Amount	Activity Supported
Aquatic Plant Management	Various	Permits to remove plants to gain access to a water body
Aeration System Permit	\$250 annual fee, unless waived	Permits to allow the use of these systems to protect shoreline or fish populations
Game and Fish Lifetime License Activation	Equal to annual license fee	Annual transfer from trust fund to license accounts
Fishing Contests Permit	\$25 - \$500	Manage, protect, and regulate fish and wildlife resources
Super Sports	\$93 Individual Resident \$117 Married Combo Resident	Waterfowl, trout, and pheasant stamps, emergency deer feeding, deer habitat, deer bear management, wolf allocation

The Enforcement safety training section collects program fees to offset the costs of administering the Firearms Safety and Youth and Adult Hunter Education Training (FAS). In 2010 an online option was introduced which has led to an increase in the number of adults being trained. The online course is administered by a contract vendor and they collect a fee from the user separate from the state fee. The state fee is currently set at \$7.50 to partially recover costs for ammunition, ear plugs, targets, and numerous other expenditures including but not limited to; instructor training materials, student training materials and field day props. State statute also allows the volunteer instructor group to collect a fee up to a matching \$7.50. This matching fee is not receipted by the state in any way. Duplicate certificate fees are \$5.

Forecast Basis:

Fish & Wildlife receipts are forecasted based on a three year history. Additional input comes from program staff which assesses fish and wildlife population trends that may impact future license and stamp sales. Other adjustments may be made due to fee increases, participation rates, or prior year weather condition impacts.

The projection of Sport Fish and Wildlife Restoration revenues is based on the history of federal revenues (federal apportionment) available to the DNR for these programs and future apportionment estimates from the federal aid office.

Enforcement receipts generated from enforcement activities are projected based on a five-year history and planned changes in enforcement operations over the next three to five years. The Enforcement fees are currently under recovering the expenses of the program. The FAS program has seen a 76% increase (including online) in the number of users over the past five years. Costs associated with the program have also increased, largely due to the price of ammunition, printing and shipping expenditures. These costs are expected to continue to increase in the near future.

Recent Changes:

Fees adjustments were done in session law 2013 and 2014. Fee adjustments have a direct impact on the health of each account and are closely monitored.

Minnesota Session Laws 2013. Fees adjustments were made to youth hunting licenses making the activity more affordable to youth and families interested in engaging youth to the hunting experience.

Other adjustments were made aligning super sports license fees in close approximation to that of single license fees.

Minnesota Session Laws 2014. A technical change fee adjustment corrects a mistake of the 2012 fee increases including several spearing license types and adjusted the overall costs of select lifetime licenses to be less than or equal to the costs of the individual lifetimes licenses. An additional adjustment was made correcting the 2013 game and fish bill which simplified youth hunting requirements and fees for resident and nonresident youth and that unintentionally set the license fee for bear hunting at the adult rate.

Enforcement – Fees for the Firearms Safety and Youth and Adult Hunter Education Training (FAS) were increased in 2005. At that time, the fee was raised from \$5.00 to \$7.50. The fee increase slightly over-recovered expenditures but is currently under-recovering expenditures. Ideally, the program fees would be aligned across all programs and revenue account codes (such as ATV, Snowmobile, FAS) to account for an average of the expenditures and receipts. Some of the training materials are interchangeable between programs. By aligning the fees, there would be better continuity and less confusion among volunteers while still meeting the statutory requirement that the programs don't "significantly over recover or under recover" the expenditures.

Agency Analysis/Comments:

The Fish and Wildlife division manages fish and wildlife populations, their habitats, and use of these public resources, including fishing, hunting, and trapping. Our goal is to sustain healthy populations of fish and wildlife, high quality recreational opportunities, and vibrant local economies. In partnership with citizens, we protect and restore natural lands, lakes, and streams, monitor harvested species, anticipate and respond to new challenges, and promote the state's hunting and fishing heritage. Hunters, anglers, and wildlife viewers and photographers benefit from diverse, abundant species, accessible public lands, and high quality recreational experiences.

Revenues and expenditures go to designated programs to ensure funding is provided for specific activities. Fees established are set in statute and are supported by stakeholders. The agency prepares a fund statement to monitor balances. A budget oversight committee also provides an annual review of activities and trends. Recommendations are made and taken into consideration before new fees are proposed.

The Enforcement division currently offers three main programs: FAS, Snowmobile and ATV safety training. The FAS fee of \$7.50 is currently under-recovering costs. The Snowmobile fee of \$5.00 is currently under-recovering costs. The ATV fee of \$15 is currently over-recovering costs. These fees generally only recover expenditures related to materials and shipping costs used in the programs. As stated previously, these costs have increased in recent years. By setting a standard fee of \$12 across all programs, the state could better recover program related expenditures. (Please note that the snowmobile fee and ATV fee are not a component of the Game & Fish **revenue category**.)

The three initiatives in the Governor's recommended budget that impact game and fish revenue are

1) Fish and Wildlife Enhancement and Reinvestment 2) Expanding Shooting Ranges and 3) Operating Adjustment. These initiatives assure that the state fully captures our increased apportionment of federal excise taxes under the Wildlife Restoration Act (aka Pittman-Robertson), which have doubled in recent years. The revenue is deposited into revenue account 636089.

FY16-17 Departmental Earnings

Agency:	Department of Natural Resources
Revenue Category Name:	Land Recreation
Purpose:	To fund snowmobile, ATV, off highway motorcycle, off road vehicle, cross country ski programs and horse trails.
Legal Citation(s):	M.S. 84.82; 85.41, 85.42; 84.922, s2,5; 84.788, s3; 84.798, s3; 84.8712; 84.86, s1(6); 84.925, s1(b); 84.791, s2; 84.83, s5, 97A.065, s2, 609.101, s4; 84.8205; 85.46; 84.9275; 84.8035; 84.8015; 84.7945
Revenue Account Code(s):	636059, 636060, 636061, 636066, 636067, 636092, 636095, 636096, 636097, 636101, 636109, 636112, 636124, 636135, 636136, 636143, 636144
Dedicated Receipts (Yes/No):	Yes
Non-Dedicated Receipts (Yes/No):	Yes
Fund(s):	Natural Resources
Appropriation Name(s):	PAT Non Dedicated Rcpts SNOW, PAT Cross Country Ski Trails, PAT Non Dedicated Receipts ATV, PAT Non Dedicated Receipts OHM, PAT Non Dedicated Receipts ORV, ENF Non Dedicated Rcpts SNOW, ENF Snow Safety Training, PAT Horse Trails, ENF Non Dedicated Rcpts ORV
Recommending Fee Change? (Yes/No)	No

Revenue Category Summary (Dollars in Thousands)	Actual FY 2013	Actual FY 2014	Estimated FY 2015	Current Law FY 2016	Gov Rec FY 2016	Current Law FY 2017	Gov Rec FY 2017
Accumulated Balance	4,607	15,132	26,749	33,3111	33,3111	41,899	41,899
Resources:							
Departmental Earnings-dedicated	443	536	462	462	462	462	462
Dept Earnings non-dedicated	11,132	11,290	10,463	10,463	10,463	10,463	10,463
Other Resources:							
Earnings Transferred In	19,805	19,721	20,013	20,017	20,017	20,025	20,025
Revenue Collected by Another Agency							
Other Receipts (e.g. interest)							
Resource Reductions:							
Earnings Transferred Out	8	8	0	0	0	0	0
Revenue Collected for Another Agency							
Total Resources	31,372	31,539	30,938	30,942	30,942	30,950	30,950
Expenditures:							
Direct Expenditures	20,333	19,373	23,841	21,527	21,527	21,449	21,449
Indirect Expenditures	514	549	735	627	627	627	627
Total Expenditures	20,847	19,922	24,576	22,154	22,154	22,076	22,076
Current Difference	10,525	11,617	6,362	8,788	8,788	8,874	8,874
Accumulated Ending Balance	15,132	26,749	33,111	41,899	41,899	50,773	50,773

Accumulated balance forward and ending balances do not necessarily represent amounts in an account balance, but are shown to illustrate a five-year trend of cost recovery.

Supporting Information

Background Information:

Snowmobile: Fees from the registration of snowmobiles and unrefunded gasoline taxes attributable to snowmobile use are the main sources of funding in the Snowmobile Trails and Enforcement Account. The account funds may be spent only as appropriated by law, for:

- A grant-in-aid program to local units of government for construction and maintenance of snowmobile trails.
- Acquisition, development, and maintenance of state administered snowmobile trails.
- Snowmobile safety programs.
- Enforcement of snowmobile laws.
- Grants to local law enforcement agencies.

The following earnings are deposited as non-dedicated receipts to the Snowmobile account:

- Snowmobile registrations
- Snowmobile trail permits
- Snowmobile fines
- Snowmobile (track) studs - civil citations

The following earnings are deposited as dedicated receipts:

- Adult snowmobile training
- Youth snowmobile training

Off-highway Vehicle (OHV) Program: includes the 3 vehicle types defined as All-Terrain Vehicle (ATV), Off-Highway Motorcycle Account (OHM) and Off-Road Vehicle Account (ORV). Registrations and safety training earnings are deposited as non-dedicated receipts to the accounts for ATV, OHM and ORV. ATV civil citations and unrefunded gas tax are deposited as non-dedicated receipts or transferred in. Non-resident trail passes are required for ATVs, OHMs or ORVs

ATV: (M.S. 296A.18, Subd. 4 and M.S. 84.927, Subd. 1). The ATV Account was established in 1984. The ATV Account may be used, within guidelines of the Statewide Comprehensive Outdoor Recreation Plan, only for (M.S. 84.92):

- Acquisition, maintenance, and development of trails and use areas;
- Administration, enforcement, and implementation of applicable statutes;
- Grant-in-aid programs to counties and municipalities to construct and maintain ATV trails and use areas;
- Education and training program;
- Grant-in-aid to local safety programs;
- Safety and public education grants to local law enforcement agencies; and
- Maintenance of certain forest roads and county forest roads that are part of a designated trail system within state forest boundaries.

ATV registration fee, which covers a three-year registration period, was raised from \$30 to \$45 for machines in public use on and after July 1, 2007. A non-resident pass fee of \$20/year was implemented

starting in 2010 season which will provide a slight increase in revenue of approximately \$20,000 annually.

OHM: (M.S. 296A.18, Subd. 5 and M.S. 84.794, Subd. 1). Account was established in 1993. The OHM account may only be spent for (M.S. 84.794):

- Administration, enforcement, and implementation of OHM sections of statutes (M.S. 84.787 to 84.795);
- Acquisition, maintenance, and development of OHM trails and use areas; and
- Grants-in-aid to counties and municipalities to construct and maintain OHM trails and use areas. Grants must be guided by the Statewide Comprehensive Outdoor Recreation Plan.

The OHM registration fee is \$30 for a 3 year period per machine. A non-resident pass fee of \$20/year was implemented starting in 2014 season which will provide a slight increase in revenue.

ORV: (M.S. 296A.18, Subd. 6 and M.S. 84.803, Subd. 1). Account was established in 1993. The ORV Account may only be spent for (M.S. 84.803):

- Administration, enforcement, and implementation of M.S. 84.773 to 84.805;
- Acquisition, maintenance, and development of off-road vehicle trails and use areas;
- Grant-in-aid programs to counties and municipalities to construct and maintain off-road vehicle trails and use areas;
- Grants-in-aid to local safety programs; and
- Enforcement and public education grants to local law enforcement agencies.

The ORV registration fee is \$30 for a 3 year period per machine. A non-resident pass fee of \$20/year or \$30/3 years was implemented starting in 2012 season. The three year average of trail pass fees collected is \$6,000.

Cross-country ski pass: are deposited as dedicated receipts in the Natural Resources Fund, Cross Country Ski account. Ski passes are required for all trail users when skiing on state and grant-in-aid ski trails across Minnesota. The funds from this fee are used to support grooming and maintenance of both grant-in-aid and state park ski trails.

Horse pass: Established in 2007, a horse trail pass for individuals riding on state trails, state forests, state parks, and state recreation areas is required. The horse pass fee is \$4 daily and a \$20 annual for users age 16 and older. Receipts are deposited in a horse trail account in the natural resources fund and are dedicated for horse trail and trail facility development, maintenance and enforcement in state trails, forests, parks and recreation areas.

Enforcement: The ENF safety training section collects program fees to offset the costs of administering the ATV, snowmobile, and Off-highway motorcycle (OHM) and Off-highway vehicle (OHV) safety training programs. The fee for the ATV program is \$15; youth snowmobile is \$5; adult snowmobile is \$10 and OHM and OHV fees are \$5 each. Duplicate certificate fees are \$5.

Forecast Basis:

Snowmobile: Revenue projections are based on a review of actual receipts over the past (9) fiscal years. Snowmobile registrations and gas tax receipts are the largest receipt items in the account.

Registrations are strongly influenced by winter weather while gas tax receipts are largely predictable.

Average annual revenues deposited into the Natural Resources Fund, Snowmobile account are estimated at about \$6 million.

The Department of Transportation prepares the projection of the unrefunded gas tax, which is shown on the table as Other Resources transferred in.

Off-highway Vehicle (OHV) Program: Revenue projections are based on a review of actual receipts over a five-year period. ATV registration fees, the largest receipt item in the account, are anticipated to continue to grow. OHM registration growth is expected to be moderate. ORV registration growth is anticipated to be modest. The expenditures from ATV, OHM and ORV exceed receipts and transfers in for the last 5 years. The fund balance for ATV, OHM and ORV is expected to decline through FY2017.

ATV, OHM and ORV have appropriated dedicated dollars for projects like the expansion of the Iron Range Off-highway Vehicle Recreation Area that are available until spent. Those projects are underway and dollars are being spent now. One-time appropriation in FY2009 \$400,000 from the ATV Account, \$75,000 from the OHM Account and \$125,000 from the ORV Account for OHV (off-highway vehicle) facility development, specifically for the Iron Range Off Highway Vehicle State Recreation Area (IROHVRA); this appropriation is until spent. In FY2009 Parks and Trails received a line item appropriation for an ATV grant of \$100,000 to the Moose Trail as a match to federal funding, a one-time appropriation that the 2010 Legislature modified this funding to be available until spent.

Cross Country Ski: Projected revenues are based on the average actual receipts over the last five-years.

Horse Pass: Projected revenue is based on a five-year average of actual receipts.

Enforcement: The numbers of program users is expected to stay nearly the same as the previous five years. However, costs associated with the programs have increased, largely due to the price of printing and shipping expenditures. These costs are expected to continue to increase in the near future.

Recent Changes:

Snowmobile: The 2012 legislature combined the registration and state trail sticker fees into a single registration. The price of the three year state trail sticker has been included in the price of snowmobile registration which is now \$75 for a three year period.

- The 2013 legislature provided for a non-trail registration for snowmobiles that do not operate on state or grant-in-aid snowmobile trails at a cost of \$45 for three years.
- In FY2009 the Parks and Trails Division received a one-time appropriation of \$100,000 from the snowmobile account for a highway underpass at the Iron Range Vehicle State Recreation Area, this is available until spent.

ATV, OHM or ORV: No recent changes for these fees.

Cross Country Ski pass: The 2010 legislature increased the annual pass for individuals 16 years or older from \$14.00 to \$19.00, and the three-year pass for individuals 10 years or older from \$39.00 to \$54.00. Daily Ski pass for individuals 16 years of age or older increased from \$4.00 to \$5.00.

Horse pass: There have not been any significant changes to the horse pass fee since its inception in 2007.

Enforcement: The youth snowmobile safety training fee is currently \$5 and has not been changed since 1986. Ideally the program fees would be aligned across all programs (ATV, Snowmobile, FAS) to account for an average of the expenditures and receipts. Some of the training materials are interchangeable between programs. This would also create better continuity and less confusion among volunteers while still meeting the statutory requirement that the programs don't "significantly over recover or under recover" the expenditures.

Agency Analysis/Comments:

Snowmobile: The agency prepares a detailed annual fund statement for the Snowmobile Account. Revenue increases will be necessary at some point in the future to counter the effects of inflation.

ATV, OHM and ORV Account(s): The agency prepares a detailed annual statement for the ATV, OHM and ORV Account(s) as a component of the Natural Resources Fund. The division of Parks and Trails is contributing to ensure the funds health by planning for actual expenditures statewide remaining under the legislatively authorized biennial budget amounts for Parks and Trails and OHV GIA in FY15 and plan to continue to do the same for FY16 and FY17. Discussions of a possible fee change are an option to fund trail development and operations.

Cross Country ski pass: The agency annually prepares an account statement and monitors the account balance. Planned expenditures are reduced if actual receipts do not meet revenue projections, subject to the account balance. Currently, the account balance is healthy. **Horse pass:** The agency prepares a detailed annual statement for the horse trail pass recreation account as a component of the Natural Resources Fund. Planned expenditures are reduced if actual receipts do not meet revenue projections, subject to the account balance. Currently, the account balance is healthy.

Enforcement: The agency anticipates an alignment of fees across the program spectrum. Along with the alignment there is an anticipated increase in snowmobile, OHM, and OHV fees. The ATV fee of \$15 is currently over recovering costs. These fees generally only recover expenditures related to materials and shipping costs used in the programs. By setting a standard fee of \$12 across all programs, the state could better recover program related expenditures

FY16-17 Departmental Earnings

Agency:	Department of Natural Resources
Revenue Category Name:	Minerals Earnings
Purpose:	To generate revenues from minerals leases on acquired lands, school trust lands (permanent school and permanent university), and tax-forfeited lands.
Legal Citation(s):	M.S. 93.17, 93.25; 93.20; 93.25; 93.222; 92.50; 93.41; 85.052, s4c; 93.33, 93.285
Revenue Account Code(s):	636000, 636001, 636002, 636003, 636004, 636005, 636006, 636008, 636032, 636050
Dedicated Receipts (Yes/No):	Yes
Non-Dedicated Receipts (Yes/No):	Yes
Fund(s):	General, Restricted Misc Special Revenue, Other Misc Special Revenue, Natural Resources, Game & Fish, Permanent School and Miscellaneous Agency
Appropriation Name(s):	LAM Non Dedicated Receipts GEN, LAM Consul Conservation Areas, LAM Volstead Lands, LAM Mining Rent and Royalties, LAM Weighmasters Revolving Account, LAM Non Dedicated Receipts ATV, LAM Non Dedicated Receipts MMA, LAM Non Dedicated Receipts G&F, LAM Permanent School, LAM Permanent University, LAM Special Advance Royalties
Recommending Fee Change? (Yes/No)	No

Revenue Category Summary (Dollars in Thousands)	Actual FY 2013	Actual FY 2014	Estimated FY 2015	Current Law FY 2016	Gov Rec FY 2016	Current Law FY 2017	Gov Rec FY 2017
Accumulated Balance	101,551	135,322	195,067	220,335	220,335	248,722	248,722
Resources:							
Departmental Earnings-dedicated	39,364	59,367	35,837	33,287	33,287	33,286	33,286
Dept Earnings non-dedicated	9,789	14,727	9,471	8,790	8,790	8,790	8,790
Other Resources:							
Earnings Transferred In							
Revenue Collected by Another Agency							
Other Receipts (e.g. interest)							
Resource Reductions:							
Earnings Transferred Out	7,469	6,759	11,937	6,452	6,452	5,899	5,899
Revenue Collected for Another Agency							
Total Resources	41,684	67,335	33,371	35,625	35,625	36,177	36,177
Expenditures:							
Direct Expenditures	7,897	7,570	8,088	7,223	7,223	7,186	7,186
Indirect Expenditures	16	20	15	15	15	15	15
Total Expenditures	7,913	7,590	8,103	7,238	7,238	7,201	7,201
Current Difference	33,771	59,745	25,268	28,387	28,387	28,976	28,976
Accumulated Ending Balance	135,322	195,067	220,335	248,722	248,722	277,699	277,699

Accumulated balance forward and ending balances do not necessarily represent amounts in an account balance, but are shown to illustrate a five-year trend of cost recovery.

Supporting Information

Background Information:

The Division of Lands & Minerals manages mineral exploration and mine development on state-owned and tax-forfeited lands to generate equitable rental and royalty income. The State of Minnesota leases state-owned mineral interests and surface interests for minerals exploration and mining through public sales and negotiations. From 1890 through June 2014, mineral exploration and mining on state-owned lands have generated \$648 million. Revenue received from the state mineral leases is deposited into the appropriate fund or account based on land classification.

LAM Mining Rent and Royalties – Mineral leases generate revenue from a rental fee paid by the leaseholder to reserve the minerals under lease and a royalty payment for any actual minerals removed from state lands.

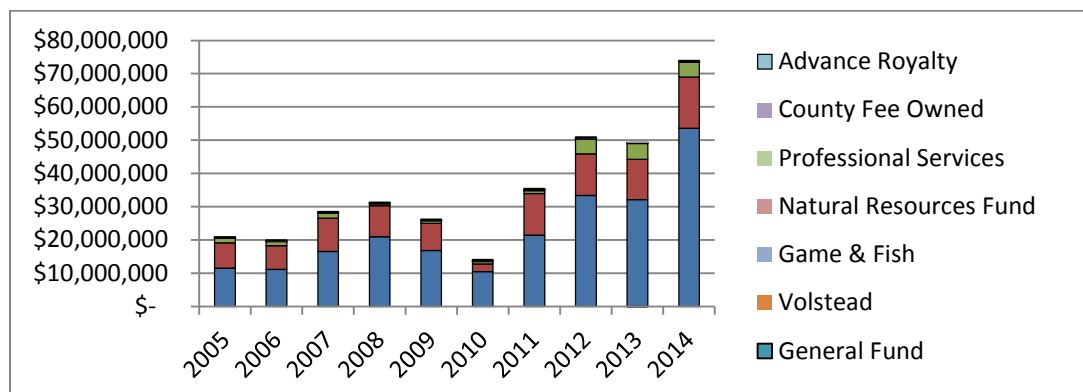
The state receives revenue from 478 current (as of October 1, 2014) mineral leases. Following is a summary of state mineral leases by lease type and acres under lease.

Lease Type	Number of Leases	Number of Acres
Iron Ore/Taconite	133	12,364.21
Metallic Minerals	310	107,684.07
Peat	10	3,850.45
Industrial Minerals	7	3,602.30
Residue	18	3,260.12
Total	478	130,761.15

The rental fee is a fixed amount paid quarterly, in advance, to reserve access to the minerals. Each and all of the state mineral leases require a rental payment.

The royalty payment is a payment for actual minerals removed from state lands. The royalty payment is based on the actual amount of material removed multiplied by a dollar per ton, or volumetric, royalty rate negotiated in the long term lease agreements. In FY 2014, the state received royalty revenue from four lease types: iron ore/taconite, peat, industrial minerals and residue.

In FY14, mineral revenue totaled \$74 million, which was an increase of forty five percent from FY12, the previous record high for mineral revenue. Following are graphs of mineral revenue for the past 10 years by mineral commodity and by land classification.



LAM Weighmasters Revolving Account – Most of the state mineral leases have a “Weighmasters” provision that require leaseholders to reimburse the state for the actual cost of inspection to insure the accuracy of the reporting of tonnage removed under lease.

LAM Non Dedicated Receipts MMA – The 2005 legislature created the Minerals Management Account. The legislation authorizes directing 20% of mineral revenue from state mineral trust lands to the Mineral Management Account. Total receipts deposited into this account for FY2014 were approximately \$14.7 million.

Expenditures in this account support evaluation of state minerals, state mineral leasing, and state mineral lease administration. 70% of the costs are personnel; the remainder is rental, maintenance, and communications, travel, and equipment costs. FY2014 expenditures were \$2.8 million which is the spending authorization for mineral management activities. Expenditures from this account are to cover the Division’s work to perform mineral management responsibilities including: state mineral evaluation and promotion, issuing leases for exploration and mining, negotiating royalty rates and rentals, and managing revenue transactions related to mining and exploration. The program also provides technical assistance to local governments on mineral resources and mining issues.

The legislation also directed that at the end of each fiscal year, the amount of the fund balance that exceeds \$3 million is distributed to the permanent school, university and local taxing funds in proportion to the revenue received into these three accounts.

The long-term leases include provisions to escalate the royalty rate using agreed upon published prices of iron ore and steel products.

LAM Special Advance Royalties – Twenty-seven of the state’s 133 taconite/iron ore leases require the lease holder to pay the state a minimum annual royalty. The minimum annual payment is held in a special advance royalty account and is recoverable if there is future production on the lease. In FY 2014 \$388,152 of minimum annual payments were collected and \$366,153 of the balance was applied to FY2014 production.

Forecast Basis:

The biennial budget forecast for mineral revenue is based mostly on an estimate of state-owned crude ore production and royalty rates. Lands and Minerals engineers consult with company engineers to determine production levels and make the forecast. Earnings also depend on escalator clauses in individual leases. Iron ore/taconite leases have escalator clauses that track iron ore prices and steel prices. All forecasts are forward-looking and contain an element of uncertainty. The forecast relies heavily on the production at the U.S. Steel mines, which contain a significant tonnage of state-owned iron ore.

Recent Changes:

The large increase in mineral revenue in FY 2014 was largely due to a favorable arbitration settlement. On June 25, 2013, the arbitration panel affirmed the DNR’s position and awarded the state a total of \$18,831,591.73 in disputed royalties and interest that accrued from July 2011 through March 2013. The state received final payment of all past due royalties on July 30, 2013. In FY 2015, iron ore/taconite revenue, will return to more normal levels which is projected to be \$46 million. The slight drop from 2012/2013 is due to falling world metal/commodity prices.

Agency Analysis/Comments:

Today Minnesota has a vibrant mining industry that has benefited from growing world demand. The United States Geologic Survey ranks Minnesota number three in non-fuel mineral production, behind only Nevada and Arizona. 80% of the iron ore used to make steel in North America is provided by Minnesota's Mesabi Range.

Nine years ago the state moved a significant portion of our mineral management funding from the General Fund to a newly created Mineral Management Fund. The fund was established in the 2005 legislature by retaining 20% of mineral royalty and rental income. In 2005 total mineral income was \$21.0 million. Recognizing that future years' income is uncertain, the percentage was believed to provide a level of funding than what was then deemed adequate for the Division's mineral management activities. The amount spent on these activities was capped at \$2,896,000 each year. The balance in the Mineral Management fund was to be reviewed annually and any portion of the balance in excess of \$3 million would be returned to the appropriate trust that generated the mineral income.

Although mineral activities and mineral income have grown significantly in the past 10 years, the amount DNR is appropriated to spend on mineral management activities and the cap that can be held in reserve has not increased. With inflationary pressures on salaries, expenses and overheads, staff have been focusing more, and more, time on current lease administration issues with less, and less, time and resources for previous work exploring, researching and advancing the future of the state's mineral resources.

FY16-17 Departmental Earnings

Agency:	Department of Natural Resources
Revenue Category Name:	Parks Earnings
Purpose:	Revenues generated partially fund the cost of maintaining and operating state parks.
Legal Citation(s):	M.S. 89.21, 16A.125, 85.053, 85.056, 85.052, 85.034, s7; 85.055, s1A; 85.22, s2A; 325G.051, 16A.055
Revenue Account Code(s):	636014, 636025, 636027, 636028, 636029, 636030, 636031, 636033, 636034, 636035, 636036, 636037, 636038, 636039, 636040, 636041, 636042, 636118
Dedicated Receipts (Yes/No):	Yes
Non-Dedicated Receipts (Yes/No):	Yes
Fund(s):	Other Misc Special Revenue, Natural Resources, Permanent School
Appropriation Name(s):	PAT Working Capital, PAT Non Dedicated Receipts SP, PAT Fort Snelling Upper Bluff, PAT St Forest Campground NRMS, PAT St Forest Susp School
Recommending Fee Change? (Yes/No)	Yes

Revenue Category Summary (Dollars in Thousands)	Actual FY 2013	Actual FY 2014	Estimated FY 2015	Current Law FY 2016	Gov Rec FY 2016	Current Law FY 2017	Gov Rec FY 2017
Accumulated Balance	788	-57	1,502	1,368	1,368	2,612	2,612
Resources:							
Departmental Earnings dedicated	5,563	6,833	7,261	7,261	7,261	7,261	7,261
Dept Earnings non-dedicated	11,669	12,644	12,415	12,415	13,415	12,415	13,715
Other Resources:							
Earnings Transferred In							
Revenue Collected by Another Agency							
Other Receipts (e.g. interest)	0	0	1	1	1	1	1
Resource Reductions:							
Earnings Transferred Out							
Revenue Collected for Another Agency							
Total Resources	17,232	19,477	19,677	19,677	20,677	19,677	20,977
Expenditures:							
Direct Expenditures	18,008	17,848	19,741	18,365	19,365	18,365	19,665
Indirect Expenditures	69	70	69	69	69	69	69
Total Expenditures	18,077	17,918	19,810	18,434	19,434	18,434	19,734
Current Difference	-845	1,559	-133	1,243	1,243	1,243	1,243
Accumulated Ending Balance	-57	1,502	1,368	2,612	2,612	3,855	3,855

Accumulated balance forward and ending balances do not necessarily represent amounts in an account balance, but are shown to illustrate a five-year trend of cost recovery.

Supporting Information

Background Information:

Parks departmental earnings are intended to partially fund the maintenance and operation of the state park system.

	Fees	Date of last fee change
Forest Campgrounds	\$14 to \$50	1/1/2014
Tours/Golf/Misc Income	Varies	
Reservations	\$10.50/\$8.50	5/1/2014
Parks Permits	Annual: \$25	5/1/2003
Annual park permit – motorcycle	\$20	7/1/2010
Daily	\$5	7/1/2007
Group Daily	\$3	7/1/2007
Handicapped	\$12	1/1/1991
Second vehicle – annual	\$18	5/1/2003
Camping Fees	Backpack/canoe: \$13 to \$23	4/1/2014
Class 3	\$50 to \$125	1/1/2012
Horseback	\$21 to \$23	4/1/2014
Tipi	\$30/\$35	1/1/2013
Camper Cabin	\$55 to \$70	4/1/2014
Drive in Sites	\$13 to \$23	4/1/2014
Electric Fee	\$8	4/1/2014
Water and Sewer Fee	\$6	1/1/2012

Parks Concession	see Commissioner order 59-3
Parks Facilities Rentals	see Commissioner order 59-3
Parks Equip Rental	charges defray expenses
Parks Sale of Consumables	charges defray expenses
Parks Sale of Merchandise	charges defray expenses
Douglas Lodge rentals	charges defray expenses
Douglas Lodge sale of consumables	charges defray expenses

The main Parks Working Capital account is a special revenue account established under MS 85.22 as a revolving account. Proceeds from retail sales are used to purchase the merchandise and consumable inventories, and receipts from rentals are used to buy and maintain rental equipment. The excess of revenue over expenditures from sales and rentals is used to fund resource management and interpretation efforts in state parks.

The Douglas Lodge account is a special revenue fund established under M.S. 85.22 for the operation of the Douglas Lodge complex at Itasca State Park. Revenue from lodging, restaurant and merchandise sales are deposited as dedicated receipts to this account. Parks division expenditures to operate the Douglas Lodge complex are paid from the account. The account is intended to be self-sustaining.

State Park Fund Account is a Natural Resources Fund account established under 85.052 to support the operation of the state park system. Revenues are received from park permits, campground and lodging reservations, tours, and concessions at the parks.

Fort Snelling Upper Bluff Account was established under 85.034 subd 7 and the revenue is generated by a lease to the Minneapolis Park and Recreation Board for the athletic fields and golf course operations. Money in the account is to be used for the payment of expenses related to the leasing and operation of the property.

St Forest Campground NRMS (Natural Resource Misc Statutory) and Parks and Trails State Forest Suspense School accounts: Parks maintains and operates the 55 forest campgrounds. Park expenditures include the annual costs of operating the forest campgrounds, approximately \$370,000 per year. Receipts from forest campgrounds located on state lands (not school trust land), \$155,173 in FY 2014, are deposited into the natural resources fund and appropriated to the DNR Commissioner.

Forecast Basis:

Forecast revenues are based on a five-year history of parks usage and receipts in the various categories

Recent Changes:

In mid-FY14 the division took initiative to increase revenues to the Working Capital account and the State Park Fund by increasing fees for camping and equipment rental as well as retail prices of merchandise and consumables. The fee increase for camping will not be fully realized until CY15 however the goal of increasing Working Capital revenues by \$300k/year has already been met and has exceeded expectations for CY14.

Agency Analysis/Comments:

Parks has initiated efforts to identify ways to generate additional revenues, increase work efficiencies and make other significant changes in the operation and management of the state park system and network of forest campgrounds. Consistent with broader agency priorities, Parks is implementing an operating strategy that includes the management, protection and restoration of the resources contained within state park boundaries. At the same time, Parks intends to explore ways for the park and forest campground operations to become more self-sufficient.

The Governor recommends increasing State Park user fees to offset the costs in the Natural Resources Fund – State Parks Account in the “Parks Operations and Maintenance” change item. This proposal increases the annual and daily vehicle permit fees by \$1 and \$5, respectively, to generate an estimated \$1.3 million annually. This revenue is deposited into revenue account 636028. These fees have not increased in more than a decade.

FY16-17 Departmental Earnings

Agency:	Department of Natural Resources
Revenue Category Name:	Real Estate Earnings
Purpose:	To generate revenues from real estate transactions on acquired lands, school trust lands (permanent school and permanent university), and tax-forfeited lands.
Legal Citation(s):	M.S. 85.015; 84.63; 84.631; 84.632; 89.17; 92.50; 94.16; 84.415; 84.153; 89.17; 92.46; 92.50; 97A.135; 84.972; 94.28; 94.16; 89.035; 97A.055; s2(3); 92.115; 94.10, 89.035, 92.501;89.035; 84.41, s5
Revenue Account Code(s):	636047, 636048, 636049, 636051, 636052, 636053, 636054, 636055, 636056, 636057, 636119, 636132, 636133, 636134
Dedicated Receipts (Yes/No):	Yes
Non-Dedicated Receipts (Yes/No):	Yes
Fund(s):	General, Restricted Misc Special Revenue, Other Misc Special Revenue, Natural Resources, Game & Fish, Permanent School, Miscellaneous Agency
Appropriation Name(s):	LAM Non Dedicated Receipts GEN, LAM Non Dedicated Receipts G&F, LAM Consul Conservation Areas, LAM Land Management Account, LAM St Forest Susp School, LAM St Forest Susp Univ, LAM Land Exchange Appraisal, LAM Permanent School, LAM Tax St Acquired Property, LAM Volstead Lands, LAM Lakeshore Leases, FOR Burntside State For Recei, FOR Pillsbury St Forest Rcpts, FOR Land Acquisition, PAT Working Capital, PAT Land Acq, FAW Public Grazing Program, FAW Land Acq Wildlife, MR Facility Rent & Maint
Recommending Fee Change? (Yes/No)	No

Revenue Category Summary (Dollars in Thousands)	Actual FY 2013	Actual FY 2014	Estimated FY 2015	Current Law FY 2016	Gov Rec FY 2016	Current Law FY 2017	Gov Rec FY 2017
Accumulated Balance	-561	-1,486	-132	-156	-156	79	79
Resources:							
Departmental Earnings-dedicated	2,003	2,304	1,360	1,360	1,360	1,360	1,360
Dept Earnings non-dedicated	897	612	334	334	334	334	334
Other Resources:							
Earnings Transferred In							
Revenue Collected by Another Agency							
Other Receipts (e.g. interest)							
Resource Reductions:							
Earnings Transferred Out							
Revenue Collected for Another Agency							
Total Resources	2,900	2,916	1,694	1,694	1,694	1,694	1,694
Expenditures:							
Direct Expenditures	3,825	1,562	1,718	1,459	1,459	1,459	1,459
Indirect Expenditures							
Total Expenditures	3,825	1,562	1,718	1,459	1,459	1,459	1,459
Current Difference	-925	1354	-24	236	236	236	236
Accumulated Ending Balance	-1,486	-132	-156	79	79	314	314

Accumulated balance forward and ending balances do not necessarily represent amounts in an account balance, but are shown to illustrate a five-year trend of cost recovery.

Supporting Information

Background Information:

The Division of Lands and Minerals manages the real estate transactions on 5.4 million acres of state-owned land. Real estate management generates revenue from leases, utility licenses, road easements, and land sales.

Leases

There are multiple types of real estate leases issued by the DNR. The leases authorize the use of the land for purposes including: agriculture, hunting cabins, towers, aggregate removal, wild rice farming, driveways, auxiliary mining facilities, access to private lands, and other miscellaneous uses. The leases are issued under the authority of Minnesota Statutes, sections 84.153, 89.17, 92.46, 92.50, 92.501, and 92.502. DNR also issues grant-in-aid trail permits for crossing state land under the authority of Minnesota Statutes, sections 89.17 and 92.50.

A rental is charged for the use of the land and if a resource is being removed, such as under an aggregate lease, a fee is also charged for the material removed. The payments are deposited into the funds as directed by state law. For example, the revenue from leases on school trust land is deposited into the Forest Suspense Account – school fund.

The lease rates are reviewed upon issuance and renewal of the leases. The annual lease rate for miscellaneous leases is 7.25% of market value. The payment for aggregate is based on the type of materials and ranges from \$.055 to \$1.25 per cubic yard. The payment under agriculture leases is based on the use of the land (i.e., crops, hay, pasture, animal grazing) and the locality. The agriculture lease rates range from \$5 per acre to \$151 per acre. The hunting cabin leases have a lease rate that increases \$10 annually, with a current rate of \$660 per lease. The grant-in-aid trail permits have a fee of \$40 per forty acres crossed for school trust lands.

Utility Licenses

Utility licenses are issued under the authority of Minn. Stat., sec. 84.415 and Minnesota Rules, Chapter 6135. A utility license is required for passage over, under, or across any school, university, internal improvement, swamp, or other land or public water under the control of the commissioner of natural resources. A utility license covers telephone, electric power lines, cables, and mains or pipe lines for gas, liquids, or solids in suspension (e.g., sewer). Most utility licenses are issued for a term of 50 years, but the applicant may request a term of 25 years.

There are three fees possible under a utility license: an application fee that covers the DNR staff cost for issuance of the license, a monitoring fee for large scale utility projects that covers the staff costs for monitoring the construction of the utility line, and a market value fee for the use of the state lands or waters for the term of the license. Starting in July of 2014, there are no fees charged if the utility license is on a public road right-of-way.

The application fee is \$2,250 for water crossing license and \$3,500 for a land crossing license. The monitoring fee is based on projected hours for the staff work at the division's professional services rate that recovers costs. The market value fee for water crossing licenses is set in rules based on type of utility, number of crossings and length of each crossing. The market value fee for land crossing licenses

is set in rules, based on type of utility, number of crossings, and length of each crossing, plus an additional fee not to exceed 15 percent of the value of the land in excess of \$100 per acre of the actual acreage taken by the right-of-way.

Road Easements

Easements to the United States, the state or subdivision of the state are issued under Minn. Stat., sec. 84.63, and cover the following types of easements: trails, highways, roads, flowage for development of fish and game resources, stream protection, and flood control. Road easements to private parties are issued under Minn. Stat., sec. 84.631. Road easements on school trust lands can now be issued to individuals, but only up to a term of 50 years. Easements for ingress and egress to cross a state trail, when the private party has a preexisting right, are issued under Minn. Stat., sec. 85.015, subd. 1b. The easements can be issued for a short term, but the majority of the easements are issued in perpetuity, subject to continued use.

There are three fees possible under an easement: an application fee that covers the DNR staff cost for issuance of the easement, a monitoring fee for large scale projects that covers the staff costs for monitoring the construction of the road, and a market value fee for the use of the state lands in perpetuity or for the term of the easement.

The application fee is \$2,000. The monitoring fee is based on projected hours for the staff work at the rate that recovers costs. The market value fee is based on the market value of the land, with a reduced fee for short term easements.

Land sales

State-owned land administered by the DNR is sold under Minnesota Statutes, sections 84.0273, 85.015, 92.06-92.16, and 94.09-94.165. The sale of school and university land raises revenue for the Permanent School Fund and the Permanent University Fund. The sale of acquired land raises revenue that is deposited into the Land Acquisition Account and may be used to buy land within the outdoor recreation system. The sale of administrative sites raises revenue that is deposited into the Facilities Management Account and used to acquire facilities or renovate buildings for administrative use or to acquire land for administrative buildings for the DNR.

The bidder is charged land sale costs and a market value payment for the land.

The land sale costs include the actual costs for valuation, survey review, advertising, deed tax, recording fees, and certain auction costs. The market value payment is based on an appraisal or valuation for each specific parcel offered.

Other fees

The DNR may collect damages to the land, crops, minerals or aggregate. These are infrequent fees and principally arise in situations where the utility license or lease will prevent the development of the mineral or aggregate resource. The fees are based on an estimated valuation of the resource to be damaged or prevented from being developed.

For land exchanges, the proposer of a land exchange has to bear a portion of the costs for valuation and survey. The fees are based on actual costs to be incurred.

The Division of Forestry

Forestry collects revenues into three accounts; FOR Burntside State Forest Receipts, FOR Pillsbury State Forest Receipts, and FOR Land Acquisition.

The FOR Burntside State Forest Receipts and FOR Pillsbury State Forest Receipts revenues are from timber sales and land lease revenues on specific lands within the Burntside and Pillsbury State Forests respectively. These revenues are used to pay for forest management activities within those two state forests. Pillsbury State Forest Revenues are distributed every 5 years (Laws of 1899 Ch. 214, Sec 10) with 1/6 of proceeds to the state and the remainder to the University of Minnesota, county and townships as described in law.

The FOR Land Acquisition revenues are from the sale of forestry administered acquired lands. Revenues are used to pay for the costs of land sales and acquiring lands from willing sellers for state forest purposes under the authority of MS 89.032.

The Forestry Division annually collects approximately \$72,000 in revenue from these leases and easements.

Forecast Basis:

Leases

Projections are based on recent receipts. There are no expected significant changes in the leasing programs.

Utility Licenses

Projections are based on an analysis of recent and historical patterns for issuance and projected impacts from changes in the fees that started in July of 2014. On average, the DNR issues 235 utility licenses per year, with 200 of them being water crossing licenses and 35 being land crossing licenses. FY2014 saw an increase in utility licenses, with a total of 308 licenses issued, of which 247 were water crossing licenses and 61 were land crossing licenses.

Road Easements

Projections for revenue are based on an analysis of recent and historical patterns for issuance. On average, the DNR issues 35 easements per year.

Land sales

Land sale revenue varies by year based on the number of parcels offered for sale and the number of parcels sold. Projections are based on the average from sales in recent years.

Projections for revenue for the Division of Forestry are based on historical analysis and estimates of future activity.

Forestry: Projections for revenue are based on a historical analysis and estimates of future activity.

Recent Changes:

Leases

The lease rate for miscellaneous leases was last adjusted in January of 2013. Previously the rate was 6% for governmental lessees and 9% for all other lessees for land value at or over \$800 per acre. It is both the rate and market value that will impact revenue received. There are no significant change impacts projected from these changes.

The lease rate for aggregate was last adjusted in April of 2012. The rates increased based on the market. Over time, there should be a modest increase in aggregate lease revenue.

The agricultural lease rate was last adjusted in January of 2012. The rates increased based on the market. Over time, there should be a modest increase in agriculture lease revenue.

All the hunting cabin leases are renewed at the same time. The current set of leases were renewed in 2010, with a rate of \$620, based on an analysis of the public and private market for hunting cabin leases, along with a \$10 per year rental increase for the 10 year term. At the time of renewal, the lease rate was \$340 per year. There was an increase in revenue in 2010, with modest increases each subsequent year.

The grant-in-aid trail permit fee has been identified as due for review; the rate has not been changed for over 10 years.

Utility Licenses: Prior to July 2009, the applicant paid a \$500 application fee and a fee for the use of the land. The 2009 legislature and the 2010 legislature enacted changes in the fees for utility licenses that resulted in increased application fees and monitoring fees for large scale projects. The 2013 legislature enacted a law, effective July 1, 2014, that eliminates all fees for utility licenses on public road right-of-ways.

It is estimated that about 70% of the water crossing licenses and 85% of the land crossing licenses are on public road right-of-ways. The 2014 change in law is estimated to result in a \$500,000 decrease in the application and monitoring fees and a \$200,000 decrease in market value fees per year.

Easements

Prior to July 2009, the applicant would, in some instances, pay an application fee and would, in most instances, pay for the use of the land. Starting in July of 2009, based on changes by the 2009 legislature, the applicant pays an application fee of \$2,000 for any type of easement, and, in most instances, pays for the use of the land. There was a modest increase in revenue with this change.

Land sales

The fees are based on actual land sale costs and market value determinations.

Agency Analysis/Comments:

Lands & Minerals: The lease fees for use of the land and removal of resources reflect market value rates. DNR does not collect a fee from the lessees that recover the cost of issuing the leases. Prior to FY2014, that cost was covered by the general fund and game and fish fund appropriations to the Lands and Minerals Division. Starting with FY2014, the costs for issuing leases are borne by the division administering the land, with payment made to Lands and Minerals through internal billing. The FY2016-FY2017 biennial budget includes a change item proposal to return to these lease issuance costs being borne by the general fund.

The removal of fees for the utility licenses results in an estimated annual loss of \$100,000 to the general fund and \$400,000 loss to the account from which the DNR was using to pay for the staff to do the work of issuing the licenses and monitoring construction of the low impact licenses. The legislature appropriated \$400,000 from the general fund to the DNR in FY2015 to cover the loss in application and monitoring fee revenue to replace the fee revenue that would otherwise have been paid by the

applicants. This appropriation will need to be continued in the base budget without other changes to the fee structure.

The application fees received for road easements are sufficient to cover the costs for DNR to review and issue the easements and monitor road construction, neither under recovering nor over recovering costs.

The land sales are recovering a significant portion of the costs of offering the parcels for sale. The sale costs are not always recovering the costs of staff time for preparing the sale information. Those costs are then borne by the division administering the land, with payment made to the Lands and Minerals Division through internal billing. The FY2016-FY2017 biennial budget includes a change item proposal to expand the land sale and land exchange programs and appropriate money to cover the costs, including staff costs, for the expanded programs.

Forestry: Revenues and expenses associated with these fees are not incurring any significant overage or underage. No changes are requested.

FY16-17 Departmental Earnings

Agency:	Department of Natural Resources
Revenue Category Name:	Reclamation Earnings
Purpose:	Revenues are used to pay for the state's cost for issuing permits, evaluating reclamation plans and monitoring reclamation activities for mine properties.
Legal Citation(s):	M.S. 93.481; 93.482
Revenue Account Code(s):	636046
Dedicated Receipts (Yes/No):	Yes
Non-Dedicated Receipts (Yes/No):	No
Fund(s):	Natural Resources
Appropriation Name(s):	LAM Mining Admin Permit Issue
Recommending Fee Change? (Yes/No)	No

Revenue Category Summary (Dollars in Thousands)	Actual FY 2013	Actual FY 2014	Estimated FY 2015	Current Law FY 2016	Gov Rec FY 2016	Current Law FY 2017	Gov Rec FY 2017
Accumulated Balance	-114	-183	-273	-919	-919	-1,056	-1,056
Resources:							
Departmental Earnings- dedicated	729	710	625	625	625	625	625
Other Resources:							
Earnings Transferred In							
Revenue Collected by Another Agency							
Other Receipts (e.g. interest)	3	3	3	3	3	3	3
Resource Reductions:							
Earnings Transferred Out							
Revenue Collected for Another Agency							
Total Resources	732	713	628	628	628	628	628
Expenditures:							
Direct Expenditures	801	803	1,274	765	765	628	628
Indirect Expenditures							
Total Expenditures	801	803	1,274	765	765	628	628
Current Difference	-69	-90	-646	-137	-137	0	0
Accumulated Ending Balance	-183	-273	-919	-1,056	-1,056	-1,056	-1,056

Accumulated balance forward and ending balances do not necessarily represent amounts in an account balance, but are shown to illustrate a five-year trend of cost recovery.

Supporting Information

Background Information:

In 2009, the governor signed legislation that created a fee structure to assess companies holding mining permits, i.e., Permits to Mine. The fee was established to pay for the state's cost for issuing permits, evaluating reclamation plans, and monitoring reclamation activities for mine properties. Specifically, the permit program functions include: 1) reducing the environmental impacts of mining, 2) ensuring

reclamation mining during and following completion of mining, 3) ensuring public review and input to the permitting process, and 4) enforcing reclamation rules.

The permitting fees are appropriated to the department for the management of the Mineland Reclamation Permitting Program.

The fees are assessed to operators of taconite mines, scam mines, non-ferrous mineral operations, and horticultural peat mines.

Annual Permit to Mine Fees

Type of Mine	Category	Fee Amount
Taconite	Production in previous year	\$60,000
Taconite	No production in previous year	\$30,000
Non-Ferrous	Production in previous year	\$75,000
Non-Ferrous	No production in previous year	\$37,500
Scram	Production in previous year	\$5,000
Scram	No production in previous year	\$2,500
Peat	Production in previous year	\$1,000
Peat	No production in previous year	\$500

Application Fee for a New Operation

Type of Mine	Category	Fee Amount
Taconite	New taconite mining operation	\$25,000
Non-Ferrous	New non-ferrous metallic mining operation	\$50,000
Scram	New scam mining operation	\$10,000
Peat	New peat operation	\$5,000

Application Fee for Amending a Permit

Type of Mine	Category	Fee Amount
Taconite	Amending a taconite mining permit	\$2,500
Non-Ferrous	Amending a non-ferrous metallic mining permit	\$5,000
Scram	Amending a scam mining permit	\$1,000
Peat	Amending a peat operation permit	\$500

Application Fee for an Assigned Permit

Type of Mine	Category	Fee Amount
Taconite	Assigning a taconite mining permit	\$2,500
Non-Ferrous	Assigning a non-ferrous metallic mining permit	\$5,000
Scram	Assigning a scam mining permit	\$1,000
Peat	Assigning a peat operation permit	\$500

Supplemental fees may be assessed if the cost to issue, amend, or assign permits exceeds the application fee.

Forecast Basis:

Mineland Reclamation Permit Fees revenue - The forecast for permit fee revenue is based on companies that currently hold permits, have applied for permits, and projections of companies that are expected to apply for permits, request permit assignments, or amendments.

Recent Changes:

During the 2010 legislative session, the fee structure for mineland reclamation permits was modified to fully recover the cost of issuing and managing permits. The staff cost-codes all their work to track costs related to individual companies and projects.

Agency Analysis/Comments:

FY16-17 Departmental Earnings

Agency:	Department of Natural Resources
Revenue Category Name:	Timber & Related Earnings
Purpose:	Revenues from the sale of timber on several classifications of state land and forest management services provided to private land owners.
Legal Citation(s):	M.S. 16A.125, s5; 88.79, s1(6); 88.79, s2; 88.79, subd 1(5); 89.035; 89.17; 90.101; 90.151, s1; 90.181, s2; 90.191; 90.193; 90.195
Revenue Account Code(s):	636013, 636015, 636016, 636017, 636018
Dedicated Receipts (Yes/No):	Yes
Non-Dedicated Receipts (Yes/No):	Yes
Fund(s):	General, Restricted Misc Special Revenue, Other Misc Special Revenue, Natural Resources, Permanent School, Miscellaneous Agency
Appropriation Name(s):	FOR Non Dedicated Receipts GEN, FOR Non Dedicated Receipts FMIA, FOR Svs To Priv Landowners, FOR Consul Conservation Areas, FOR Volstead Lands, FOR Pillsbury St Forest Receipts, FOR St Forest Susp School, FOR St Forest Susp Univ, PAT Working Capital, FAW WL Beltrami Island Cons, FAW Non Dedicated Rcpts G&F
Recommending Fee Change? (Yes/No)	No

Revenue Category Summary (Dollars in Thousands)	Actual FY 2013	Actual FY 2014	Estimated FY 2015	Current Law FY 2016	Gov Rec FY 2016	Current Law FY 2017	Gov Rec FY 2017
Accumulated Balance	9	-1,673	-4,398	-11,452	-11,452	-15,707	-15,707
Resources:							
Departmental Earnings-dedicated	11,781	14,954	13,476	13,655	13,655	13,657	13,657
Dept Earnings Non-dedicated	4,087	4,058	4,251	4,301	4,301	4,301	4,301
Other Resources:							
Earnings Transferred In							
Revenue Collected by Another Agency							
Other Receipts (e.g. interest)							
Resource Reductions:							
Earnings Transferred Out							
Revenue Collected for Another Agency							
Total Resources	15,868	19,012	17,727	17,956	17,956	17,958	17,958
Expenditures:							
Direct Expenditures	17,499	21,654	24,694	22,124	22,124	22,128	22,128
Indirect Expenditures	51	83	87	87	87	87	87
Total Expenditures	17,550	21,737	24,781	22,211	22,211	22,215	22,215
Current Difference	-1,682	-2,725	-7,054	-4,255	-4,255	-4,257	-4,257
Accumulated Ending Balance	-1,673	-4,398	-11,452	-15,707	-15,707	-19,964	-19,964

Accumulated balance forward and ending balances do not necessarily represent amounts in an account balance,

but are shown to illustrate a five-year trend of cost recovery.

Supporting Information

Background Information:

Approximately 99% percent of the revenue received in this category is from timber sales on state managed lands. Proceeds from the harvest of state timber are deposited according to the land status for the lands held in each of these respective school trusts:

- Forest Management Investment Account for acquired lands
- Special Revenue fund for Consolidated Conservation lands (seven counties)
- Beltrami Island
- Volstead Lands
- Parks and Trails Working Capital
- Pillsbury State Forest
- Permanent University account, and
- Permanent School fund

Forest management expenditures to manage state forest lands are spent from an annual appropriation from the Forest Management Investment Account. The account receives timber sales revenue and reimbursements from the various land classes for forest management work conducted by the Forestry Division on their behalf. Activities can include timber sales management, reforestation, maintaining forest roads silviculture and other forest management related projects to build and maintain healthy sustainable forests, provide wildlife habitat, prepare for changing climate, maintain water quality, and support the state's economy.

Timber revenue is variable and dependent on tree species, permit volume, distance from a market, harvest location accessibility, and other economic factors. Less than one tenth of one percent of the timber sales revenue collected is from penalties.

Forest management services provided by the Forestry Division to private landowners with less than one thousand forested acres is another piece of this earnings category. These services include technical advice, writing and approving forest stewardship plans, timber cruising/tree marking, scaling and marketing assistance and the rental of tree planter equipment.

The writing of forest stewardship plans is a base fee of \$350 plus \$7 per acre. \$50 is required for the review and approval of forest stewardship plans written by non-forestry division staff. Tree planter rental is \$40 per day. The fee for private land timber sales is 13% of the timber sale proceeds.

Forecast Basis:

State Land Timber Sales - The state timber revenue forecast is the culmination of four separate forecasts: (i) sales volume, (ii) per unit sales price, (iii) removals (harvest) volume, and (iv) per unit removals price. Sales and removals volume and per unit removals price forecasts rely entirely on internal timber sales data. External product market data is used in combination with historical stumpage price data to forecast unit sales prices. Each forecast variable is adjusted for known factors impacting the system. Examples can include large scale blowdown areas, changes in mill capacity or other situations impacting price or market demand. The resulting parameter estimates are used to forecast gross timber revenue which is allocated by fund (land status).

Private Forest Services - Revenue items in this earnings category are primarily based on a three-year history of receipts.

Recent Changes:

Laws of 2004 authorized the creation of the Forest Management Investment Account (FMIA) in the Natural Resources Fund. In the laws of 2005, a portion of the revenues previously transferred from the Forest Suspense account to the General Fund were directed to be deposited in the FMIA. A primary objective in creating the account was to more clearly associate timber sale revenues with forest management expenditures.

Agency Analysis/Comments:

No changes for fees are recommended at this time.

The Laws of 2013 increased the Division's General Fund appropriation for forest management by \$5.05 million each year for fiscal years 2014 and 2015. A portion of the appropriation was provided to stop the depletion of the Forest Management Investment Account. The fund balances in the Forest Management Investment Account dropped by \$2.2 million in FY2012, \$.9 million in 2013, and \$254 thousand in FY2014. The FY2014 ending fund balance was 1.1 million.

The Forest Management Investment Account continues to be over appropriated and has been under recovering costs for the last three years. The August 2014 Legislative Auditor Report entitled 'DNR Forest Management' found that 'departmental accounting changes have compounded the effects of reduced Forestry Division funding'. The report also contained a recommendation that: 'The legislature should reassess its approach to funding the Forestry Division's management of state-owned land.' The recommendation was made 'because the Forest Management Investment Account, which is a primary source of division funding, is unreliable.

The Forestry Division is evaluating options from the legislative audit findings.

1. The internal accounting practices affecting the account are being analyzed. Changes to better identify direct timber management related expenditures may provide more accurate distributions of funds to strengthen the Forest Management Investment Account fund balance.
2. Revenues from timber sales on state lands are expected to stabilize offering the opportunity and time to evaluate the future effectiveness of the Forest Management Investment Account.
3. Changes may be requested in the future.

Private Forest Services - These services are currently over recovering costs. The forestry division intends to expand its private forestry staffing in FY2015 and FY2016 to include 4 additional foresters. Future revenues in the account are anticipated to more closely align with costs.

FY16-17 Departmental Earnings

Agency:	Department of Natural Resources
Revenue Category Name:	Water Recreation
Purpose:	To fund water recreation programs including but not limited to: boat and water safety programs (administration, enforcement and education), acquisition development and maintenance of public water access, and watercraft registration and titling.
Legal Citation(s):	M.S. 86A.21, s5(b); 86B.415; 86B.705, s2; 86B.870; 609.101, s4
Revenue Account Code(s):	636062, 636063, 636100, 636121
Dedicated Receipts (Yes/No):	Yes
Non-Dedicated Receipts (Yes/No):	Yes
Fund(s):	Natural Resources
Appropriation Name(s):	PAT Non Dedicated Receipts WRA, PAT Water Recreation Marina, ENF Non Dedicated Rcpts WRA
Recommending Fee Change? (Yes/No)	No

Revenue Category Summary (Dollars in Thousands)	Actual FY 2013	Actual FY 2014	Estimated FY 2015	Current Law FY 2016	Gov Rec FY 2016	Current Law FY 2017	Gov Rec FY 2017
Accumulated Balance	7,148	5,352	5,809	2,621	2,621	1,056	1,056
Resources:							
Departmental Earnings-dedicated	52	45	50	50	50	50	50
Dept Earnings non-dedicated	6,450	6,920	6,379	6,379	6,379	6,379	6,379
Other Resources:							
Earnings Transferred In	10,582	10,540	10,698	10,702	10,702	10,708	10,708
Revenue Collected by Another Agency							
Other Receipts (e.g. interest)							
Resource Reductions:							
Earnings Transferred Out	750	750	750	750	750	750	750
Revenue Collected for Another Agency							
Total Resources	16,334	16,755	16,377	16,381	16,381	16,387	16,387
Expenditures:							
Direct Expenditures	17,106	15,466	18,643	17,062	17,062	17,051	17,051
Indirect Expenditures	1,024	832	922	884	884	884	884
Total Expenditures	18,130	16,298	19,565	17,946	17,946	17,935	17,935
Current Difference	-1,796	457	-3,188	-1,565	-1,564	-1,548	-1,548
Accumulated Ending Balance	5,352	5,809	2,621	1,056	1,056	-492	-492

Accumulated balance forward and ending balances do not necessarily represent amounts in an account balance, but are shown to illustrate a five-year trend of cost recovery.

Supporting Information

Background Information:

The Division of Parks and Trails uses the water recreation account funds to provide the public with a system of public accesses to lakes and rivers. Public water access sites are the gateway for water recreation activities, especially boating, canoeing, kayaking, and angling. Minnesota is third in the nation for the number of registered boats and first in the nation for the number of registered boats per capita. Minnesota also has the first and largest water trails system in the nation. The funding directly supports: 1,496 public water access sites, 4,500+ miles of State Water Trails on 32 designated rivers and Lake Superior, and 10 small craft harbors/protected accesses on Lake Superior.

Distributed around the state, the funds pay for all costs associated with facility maintenance and program operation including personnel, equipment, supplies, and services. The water recreation funds are often leveraged by using them to match additional state and federal boating access funds which help to accelerate efforts to improve the quantity and quality of public water access. Access site development incorporates best management practices for a variety of concerns including accessibility, storm water, and the prevention of the spread of Aquatic Invasive Species.

The Enforcement Division conducts boating safety patrols on Minnesota's lakes and waterways. Enforcement of boating safety related activities including personal watercraft laws, preventing introduction of invasive species in state waters and public access enforcement. Boating Safety training is designed to meet the statutory requirements for youth operation of watercraft in the state of MN. It is only required for ages 12-17. The boating safety training is offered in an online or workbook home study course. The online fee is \$22.50, which is paid to a private vendor. The home study course is free to the user, funded from federal grant dollars. Duplicate certificate fees are \$5. Water Recreation funds cover personnel and logistical costs related to water recreation activities. In addition, the Division administered grants to County Sheriff's Departments through the boat and water safety program. The counties are mandated to enforce boating safety statutes and rules, place and maintain waterway markers, investigate boating accidents and drowning, issue event and temporary structure permits, inspect rental craft and perform search, rescue and recovery operations.

The Division of Ecological and Water Resources conducts monitoring activities, provides technical assistance and oversight, provides leadership in the development of plans and rules, evaluates projects, issues permits and oversees permit implementation that enhanced the wide use of Minnesota's water resources.

The following fees are deposited into the Water Recreation account: watercraft titling \$15, last changed in 1991; title transfer \$10; title correction \$10; security interest \$10; duplicate \$4; assignment of Interest \$1; watercraft surcharge, watercraft fines, exotic species civil fine, DNR (watercraft related) restitution and harbor and marina fees. The watercraft registration fees are as follows: boat for hire >19ft \$75, last changed in 2005; canoe, kayaks etc <19ft \$10.50, last changed in 2013; dealer's License \$67.50, last changed in 2005; personal watercraft (PWC) \$37.50; pleasure craft <17ft (except PWC) \$18; pleasure craft 17-19ft \$27; pleasure craft 10-25ft \$45; pleasure craft 26-39ft \$67.50, pleasure craft >40ft \$90; rental or lease <19ft \$9; transfer/duplicate/renewal \$4.50, and watercraft non-profit \$4.50.

Fees for watercraft registration, license issuance and watercraft titling make up approximately 40 percent of the revenue for this account. Unrefunded gasoline taxes on watercraft (transfers into the

account) made up approximately 60 percent of the revenue. Revenues and expenditures have been fairly steady.

Forecast Basis:

Revenue projections are based on a review of actual receipts over a five-year period.

Watercraft titling is a one-time fee, paid at the time of watercraft purchase. Watercraft registrations and the invasive species surcharge cover a three-year period. These three receipt items have not increased over the past five years.

The Department of Transportation prepares the projection of the unrefunded gas tax, which is shown on the table as Other Resources transferred in.

Recent Changes:

There have been no recent fee changes.

Agency Analysis/Comments:

The economic impact of recreational boating in Minnesota is estimated to be 5.46 billion dollars/year (Source: NMMA and the Recreational Marine Research Center at Michigan State University) with watercraft registrations remaining steady over the last decade.

With inflationary pressures on salaries, expenses and overhead, the water recreation fund has a projected deficit beginning in FY16, with a \$1.44 million gap between projected revenues and projected expenditures.

FY16-17 Departmental Earnings

Agency:	Department of Natural Resources
Revenue Category Name:	Waters Earnings
Purpose:	To regulate use of ground and surface water.
Legal Citation(s):	M.S. 103G.301, s2 & 3; 103G.271, s6; 103G.515, s4; 103I.681, s11; MR 6115.0130
Revenue Account Code(s):	636009, 636010, 636011, 636012
Dedicated Receipts (Yes/No):	Yes
Non-Dedicated Receipts (Yes/No):	Yes
Fund(s):	Natural Resources
Appropriation Name(s):	EWR Non Dedicated Rec ITC WM, EWR Fees Account, EWR Underground Gas Storage
Recommending Fee Change? (Yes/No)	No

Revenue Category Summary (Dollars in Thousands)	Actual FY 2013	Actual FY 2014	Estimated FY 2015	Current Law FY 2016	Gov Rec FY 2016	Current Law FY 2017	Gov Rec FY 2017
Accumulated Balance	0	-1	-36	-76	-76	-76	-76
Resources:							
Departmental Earnings- dedicated	233	162	140	140	140	140	140
Depart Earnings non- dedicated	5,467	5,182	5,000	5,000	5,000	5,000	5,000
Other Resources:							
Earnings Transferred In							
Revenue Collected by Another Agency							
Other Receipts (e.g. interest)	1	-1	0	0	0	0	0
Resource Reductions:							
Earnings Transferred Out							
Revenue Collected for Another Agency							
Total Resources	5,701	5,343	5,140	5,140	5,140	5,140	5,140
Expenditures:							
Direct Expenditures	5,695	5,358	5,151	5,111	5,111	5,111	5,111
Indirect Expenditures	7	20	29	29	29	29	29
Total Expenditures	5,702	5,378	5,180	5,140	5,140	5,140	5,140
Current Difference	-1	-35	-40	0	0	0	0
Accumulated Ending Balance	-1	-36	-76	-76	-76	-76	-76

Accumulated balance forward and ending balances do not necessarily represent amounts in an account, balance, but are shown to illustrate a five-year trend of cost recovery.

Supporting Information

Background Information:

Water use permits are required for uses of more than 10,000 gallons per day or one million gallons per year. About 1.4 trillion gallons of water is appropriated each year in Minnesota. Of this amount, about 280 billion gallons is groundwater and more than 1.1 trillion gallons is surface water. Agricultural

irrigation is mostly from groundwater and about 66% of the water used by municipalities is groundwater. Energy and mining industries use predominantly surface water. In FY2010, there were approximately 6,800 active water appropriation permits. About 6,100 permits are for agricultural irrigation and small users (under 50 million gallons per year). State statutes require annual water use reports and fees and provide a maximum fee for large water volume users. These fees bring in about \$4.8M annually.

A public waters permit is required for work that would change or otherwise alter the course, current or cross-section of public water. These permit fees generate about \$160,000 per year.

A dam safety permit enables the division to better regulate the safety of dam structures. Inspections are required whenever a dam is over 6 feet in height or creates a reservoir with over 15 acre-feet of stored water capacity. Inspections are required on the construction of new dams, as well as on existing structures. These permit fees generate about \$130,000 per year.

Direct expenditures are those that relate to the regulation of water use and dam inspections, as tracked by the division, and are only a portion of total division expenditures.

Forecast Basis:

Projected receipts are based on historical activity at the permit and fee rates in current law.

Recent Changes:

The laws of 2014 increased the penalty for non-payment of water use fees from 2%/month to 10%/month on the unpaid balance of fees remaining 30 days after the sending of a second notice of fees due. The fee is not assessed to state or federal agencies. The laws of 2014 also set a penalty for non-compliant reporting of water use information. The penalty is ten percent of the annual water use permit processing fee. Predictions of additional revenues have not been made as these penalties are intended to increase compliance and we hope the need to assess penalties will be infrequent.

Agency Analysis/Comments:

Public Water permit fees do not collect enough money to fund working on them. Water use fees subsidize work on public water permits. The annual appropriation from the Water Management Account to the Division is \$5M. We spend about \$2.5M on water appropriation permitting and \$2.5M on public water work permitting – but public water permits provide only \$160,000 of the revenue to the Water Management Account.

FY16-17 Departmental Earnings

Agency:	H7K –Nursing Home Administrators
Revenue Category Name:	Licensing Fees
Purpose:	To recover the costs of regulating nursing home administrators.
Legal Citation(s):	M.S. 144A.18 – 144A.28, 214, and M.R. 6400
Revenue Account Code(s):	640100 – 640116
Dedicated Receipts (Yes/No):	No
Non-Dedicated Receipts (Yes/No):	Yes
Fund(s):	1201
Appropriation Name(s):	NHA non-dedicated receipts
Recommending Fee Change? (Yes/No)	No

Revenue Category Summary (Dollars in Thousands)	Actual FY 2013	Actual FY 2014	Estimated FY 2015	Current Law FY 2016	Gov Rec FY 2016	Current Law FY 2017	Gov Rec FY 2017
Accumulated Balance	\$123	\$130	\$162	\$6	\$6	(\$49)	(\$53)
Resources:							
Departmental Earnings							
Non-Dedicated Receipts	\$200	\$218	\$195	\$195	\$195	\$195	\$195
Other Resources:							
Earnings Transferred In							
Revenue Collected by Another Agency							
Other Receipts (e.g. interest)							
Resource Reductions:							
Earnings Transferred Out							
Revenue Collected for Another Agency							
Total Resources	\$200	\$218	\$195	\$195	\$195	\$195	\$195
Expenditures:							
Direct Expenditures	\$181	\$151	\$314	\$211	\$213	\$211	\$215
Indirect Expenditures	\$12	\$35	\$37	\$39	\$41	\$40	\$42
Total Expenditures	\$193	\$186	\$351	\$250	\$254	\$251	\$257
Current Difference	\$7	\$32	(\$156)	(\$55)	(\$59)	(\$56)	(\$62)
Accumulated Ending Balance	\$130	\$162	\$6	(\$49)	(\$53)	(\$105)	(\$115)

Supporting Information

Background Information:

The board's mission is to protect the public through effective licensure and enforcement of the statutes and rules governing nursing home administrators to ensure a standard of competent and ethical practice.

The Board of Nursing Home Administrators provides the following services:

- Issue initial licensure and renew licenses for qualified professionals.
- Ensure that only applicants who meet licensure requirements are granted a license.

- Respond to public and agency inquiries, complaints, and reports regarding licensure and conduct of applicants and licensees.
- Take disciplinary or corrective action against an applicant or licensee for misconduct.
- Set standards of practice and professional conduct for licensees.
- Set educational standards for initial licensure and continuing education requirements for maintaining licensure.
- Review applicant's education and training to determine compliance with the board's licensure requirements.
- Provide information about licensure requirements and standards of practice to citizens and other interested persons or agencies.

Forecast Basis:

Fees charged to applicants, prospective applicants, licensees, and sponsors of continuing education programs approved by the board are set to recover the board's direct and indirect expenditures. Revenues are forecasted based on a number of factors, including actual revenue collected in the previous year, the number of applicants historically seeking initial licensure, and any fee changes set in current law. There are no significant changes anticipated to the amount of revenue generated in the upcoming biennium. The board will require a fee and spending authority increase in the 2018-19 biennial budget.

Recent Changes:

The board reduced its annual license and registration fees in 1997.

Agency Analysis/Comments:

The board will attempt to maintain their expenses, fee schedule and spending authority to their previous approved budget levels. It is anticipated that the next biennial budget will require modification.

FY16-17 Departmental Earnings

Agency:	H7C – Board of Nursing
Revenue Category Name:	Licensing Fees
Purpose:	To recover the costs of regulating the nursing profession.
Legal Citation(s):	M.S. 148.171-148.285, 214, 319B & M.R. 6301-6340
Revenue Account Code(s):	512060, 608251-608252, 639440-639475, 639466
Dedicated Receipts (Yes/No):	No
Non-Dedicated Receipts (Yes/No):	Yes
Fund(s):	1201 , 2000
Appropriation Name(s):	Nursing non-dedicated receipts, Conference Fees Nursing Bd
Recommending Fee Change? (Yes/No)	No

Revenue Category Summary (Dollars in Thousands)	Actual FY 2013	Actual FY 2014	Estimated FY 2015	Current Law FY 2016	Gov Rec FY 2016	Current Law FY 2017	Gov Rec FY 2017
Accumulated Balance	\$5,411	\$6,456	\$7,582	\$6,874	\$6,874	\$6,187	\$5,995
Resources:							
Departmental Earnings:							
Non-Dedicated Receipts	\$5,686	\$5,866	\$5,748	\$5,358	\$5,358	\$5,379	\$5,379
Other Resources:							
Earnings Transferred In							
Revenue Collected by Another Agency							
Other Receipts (e.g. interest)		\$1	\$10				
Resource Reductions:							
Earnings Transferred Out			-\$75				
Revenue Collected for Another Agency							
Total Resources	\$5,686	\$5,867	\$5,683	\$5,358	\$5,358	\$5,379	\$5,379
Expenditures:							
Direct Expenditures	\$3,349	\$3,422	\$4,506	\$4,134	\$4,189	\$4,134	\$4,243
Indirect Expenditures	\$1,292	\$1,319	\$1,885	\$1,911	\$2,048	\$1,911	\$1,951
Total Expenditures	\$4,641	\$4,741	\$6,391	\$6,045	\$6,237	\$6,045	\$6,194
Current Difference	\$1,045	\$1,126	(\$708)	(\$687)	(\$879)	(\$666)	(\$815)
Accumulated Ending Balance	\$6,456	\$7,582	\$6,874	\$6,187	\$5,995	\$5,521	\$5,180

Supporting Information

Background Information:

Applicants for licensure, licensees, and nursing corporations pay fees that are set in rule or statute which support the following services:

- Issue initial licensure and renew licenses for practical, professional and advanced practice nurses; register public health nurses, nursing corporations and nurses from bordering states who are eligible for recognition of their license from that state as authority to practice in Minnesota.
- Verify license, disciplinary, and workforce data on behalf of consumers, employers, and boards of nursing and other agencies.
- Approve and regularly survey licensure-preparing nursing education programs.

- Respond to public and agency inquiries, complaints and reports regarding licensure and conduct of applicants and licensees.
- Conduct investigations, resolve jurisdictional complaints and take disciplinary or corrective action against an applicant or licensee for jurisdictional violation of laws.
- Submit disciplinary data to national and federal data bases as required by law.

Forecast Basis:

Fees are set to recover the board's direct and indirect expenditures. Revenues are forecasted based on actual revenue collected in the previous year, the number of applicants seeking initial licensure and any fee changes set in current law. There are no significant changes anticipated to the amount of revenue generated with the exception that the Board will now collect a licensure fee for advanced practice registered nurses as a result of 2014 legislation.

Recent Changes:

The registered and licensed practical nurse licensure fee was last changed in 2000 and a change is not projected for the FY2016-2017 biennium. The 2014 legislature amended the Nurse Practice Act to require licensure for advanced practice registered nurses effective January 1, 2015. The Board anticipates revenue will increase approximately \$700,000, which will be used to cover expenditures related to salaries for licensure, enforcement and disciplinary functions and development of data base and online services modifications.

Agency Analysis/Comments:

Since FY2000 the board generated revenues greater than expenses. This imbalance was a result of an increase in nurses entering Minnesota, cost efficiencies and budget restrictions imposed on the board. However, the Board projects the balance to decrease FY 2015 through FY 2017.

FY16-17 Departmental Earnings

Agency:	Office of Higher Education
Revenue Category Name:	Private Postsecondary Licensure & Registration fees
Purpose:	Registration and licensing fees for private and out-of-state public postsecondary institutions/career schools
Legal Citation(s):	Minn. Stat. Chap. 141 and Minn. Stat. 136A.0411, 136A.61 to 136A.741
Revenue Account Code(s):	631320-631322
Dedicated Receipts (Yes/No):	Yes
Non-Dedicated Receipts (Yes/No):	No
Fund(s):	Restricted Miscellaneous Special Revenue
Appropriation Name(s):	E602500
Recommending Fee Change? (Yes/No)	No

Revenue Category Summary (Dollars in Thousands)	Actual FY 2013	Actual FY 2014	Estimated FY 2015	Current Law FY 2016	Gov Rec FY 2016	Current Law FY 2017	Gov Rec FY 2017
Accumulated Balance	642	1066	1428	1541	1541	1654	1654
Resources:							
Departmental Earnings	730	743	560	560	560	560	560
Other Resources:							
Earnings Transferred In							
Revenue Collected by Another Agency							
Other Receipts (e.g. interest)							
Resource Reductions:							
Earnings Transferred Out							
Revenue Collected for Another Agency							
Total Resources	1372	1809	1988	2101	2101	2214	2214
Expenditures:							
Direct Expenditures	301	379	443	443	443	443	443
Indirect Expenditures	5	2	4	4	4	4	4
Total Expenditures	306	381	447	447	447	447	447
Current Difference							
Accumulated Ending Balance	1066	1428	1541	1654	1654	1767	1767

Supporting Information

Background Information:

Licensure of private degree granting postsecondary institutions.

Statutes require the Office of Higher Education to set minimum standards for private and out-of-state institutions that offer programs in Minnesota. The Minnesota Private Institution Registration Act (M.S. 136A.61-136A.71) provides quality control and consumer protection for private and out-of-state postsecondary institutions offering associate degree and higher educational programs within the state. Licensing of private schools (M.S. Chapter 141) provides quality control and consumer protection for private, career training providers offering programs below the associate degree level.

Standards address the quality of faculty, facilities and other program resources, financial stability, advertising and promotion, and protection for students if an institution does not maintain the program as promised or ceases operations. State oversight protects prospective students from schools that collect tuition money fraudulently, “diploma mills” that sell degrees without offering legitimate programs, and schools that lack sufficient expertise or financial resources to develop and maintain adequate postsecondary programs.

Forecast Basis:

Based on historical receipt patterns.

Recent Changes:

None.

Agency Analysis/Comments:

Possible state participation in State Authorization Reciprocity Agreements (SARA) would decrease future revenues.

FY16-17 Departmental Earnings

Agency:	H7J – Optometry
Revenue Category Name:	Licensing Fees
Purpose:	To recover the costs of regulating the optometry profession.
Legal Citation(s):	M.S. 148.52, 145.711, 214, 319B, and M.R. 6500
Revenue Account Code(s):	608255 – 608256, 640500 – 640512, 644075
Dedicated Receipts (Yes/No):	No
Non-Dedicated Receipts (Yes/No):	Yes
Fund(s):	1201
Appropriation Name(s):	Optometry non-dedicated receipts
Recommending Fee Change? (Yes/No)	Yes

Revenue Category Summary (Dollars in Thousands)	Actual FY 2013	Actual FY 2014	Estimated FY 2015	Current Law FY 2016	Gov Rec FY 2016	Current Law FY 2017	Gov Rec FY 2017
Accumulated Balance	\$88	\$86	\$89	\$61	\$61	\$42	\$41
Resources:							
Departmental Earnings							
Non-Dedicated Receipts	\$129	\$127	\$123	\$123	\$153	\$123	\$158
Other Resources:							
Earnings Transferred In							
Revenue Collected by Another Agency							
Other Receipts (e.g. interest)							
Resource Reductions:							
Earnings Transferred Out							
Revenue Collected for Another Agency							
Total Resources	\$129	\$127	\$123	\$123	\$153	\$123	\$158
Expenditures:							
Direct Expenditures	\$114	\$106	\$119	\$108	\$138	\$108	\$143
Indirect Expenditures	\$17	\$18	\$32	\$34	\$35	\$35	\$36
Total Expenditures	\$131	\$124	\$151	\$142	\$173	\$143	\$179
Current Difference	(\$2)	\$3	(\$28)	(\$19)	(\$20)	(\$20)	(\$21)
Accumulated Ending Balance	\$86	\$89	\$61	\$42	\$41	\$22	\$20

Supporting Information

Background Information:

The board's mission is to protect the public through effective licensure and enforcement of the statutes and rules governing the practice of optometry to reasonably ensure a standard of competent and ethical practice.

The Board of Optometry regulates the profession by:

- Setting educational standards for initial licensure.
- Reviewing applicant's education and training to determine compliance with the board's licensure requirements.

- Reasonably ensuring that only applicants who meet licensure requirements are granted a license.
- Issuing initial licensure for qualified professionals.
- Setting continuing education requirements for maintenance of licensure.
- Renewing licenses of qualified professionals.
- Setting standards of practice and professional conduct for licensees.
- Taking disciplinary or corrective action against an applicant or licensee for misconduct.
- Responding to public and agency inquiries, complaints, and reports regarding licensure and conduct of applicants and licensees.
- Providing information about licensure requirements and standards of practice to citizens and other interested persons or agencies.

Forecast Basis:

Fees charged to applicants, licensees, and sponsors of continuing education programs approved by the board are set to recover the board's direct and indirect expenditures. Revenues are forecasted based on a number of factors, including actual revenue collected in the previous year, the number of applicants seeking initial licensure, and any fee changes set in current law. There are no significant changes anticipated to the amount of revenue generated in the upcoming biennium.

Recent Changes:

Overall, board fees were last increased in 1987. Nationally, the Minnesota Board of Optometry fees are in the lowest quartile when compared with other state boards. With the proposed fee increase, the fees will remain in the lowest 50% of all state boards for the annual renewal of license which accounts for 87% of the board's overall revenue. Stakeholders have been included in discussions on the fee changes and there is no formal opposition to either the policy or fiscal requests before the 2015 Legislature.

Agency Analysis/Comments:

The Board has historically been conservative in their spending and the establishment of fees is reflective of the last overall fee increase legislatively authorized in 1987. The Governor recommends moving the fees to statute, have a 'not to exceed' fee structure to lower fees if the surplus reaches the recommended one year of budgeted spending authority and to meet the current financial obligations of the board. Board staff will remain at a .8 FTE or a two part time staffing pattern. The board has delayed public safety initiatives during the prior two years in the areas of education and outreach to the ophthalmic community.

FY16-17 Departmental Earnings

Agency:	Peace Officers Standards and Training Board(POST)
Revenue Category Name:	POST Exam and Licensing Fees
Purpose:	To cover the administrative costs of testing and licensing peace officers, part-time officers and constables.
Legal Citation(s):	M.S. 626.843-45; M.S. 326.3386; M.R. 6700.0600
Revenue Account Code(s):	640800, 640801
Dedicated Receipts (Yes/No):	No
Non-Dedicated Receipts (Yes/No):	Yes
Fund(s):	1000
Appropriation Name(s):	POST Exam and Licensing Fees
Recommending Fee Change? (Yes/No)	No

Revenue Category Summary (Dollars in Thousands)	Actual FY 2013	Actual FY 2014	Estimated FY 2015	Current Law FY 2016	Gov Rec FY 2016	Current Law FY 2017	Gov Rec FY 2017
Accumulated Balance		49	102	120	120	133	116
Resources:							
Departmental Earnings	469	493	480	480	480	480	480
Other Resources:							
Earnings Transferred In							
Revenue Collected by Another Agency							
Other Receipts (e.g. interest)							
Resource Reductions:							
Earnings Transferred Out							
Revenue Collected for Another Agency							
Total Resources	469	493	480	480	480	480	480
Expenditures:							
Direct Expenditures	383	411	422	427	444	429	463
Indirect Expenditures	37	38	40	40	40	40	40
Total Expenditures	420	449	462	467	484	469	503
Current Difference	49	43	18	13	-4	11	-23
Accumulated Ending Balance	49	102	120	133	116	144	93

Supporting Information

Background Information:

The fee is for to cover the administrative costs of testing and licensing peace officers, part-time officers and constables. The fees are \$90 for a Peace Officer License and \$105 for a Peace Officer Examination.

Forecast Basis:

It is assumed actual FY 14 revenues will prevail for fiscal years 15-17.

Recent Changes:

The fee was last changed in 1998 to recover costs.

Agency Analysis/Comments:

The accumulated ending balance has been increasing. The fees are covering the cost of the activity.

FY16-17 Departmental Earnings

Agency:	H7D – Board of Pharmacy
Revenue Category Name:	Licensing Fees
Purpose:	To recover the costs of regulating pharmacists, pharmacies, drug wholesalers, and drug manufactures and the Board's share of the costs of operating the Prescription Monitoring Program.
Legal Citation(s):	MN Stats §§151.065, 214.055 & 214.06.
Revenue Account Code(s):	641002 – 641036
Dedicated Receipts (Yes/No):	No
Non-Dedicated Receipts (Yes/No):	Yes
Fund(s):	1201
Appropriation Name(s):	Pharmacy non-dedicated receipts
Recommending Fee Change? (Yes/No)	Yes

Revenue Category Summary (Dollars in Thousands)	Actual FY 2013	Actual FY 2014	Estimated FY 2015	Current Law FY 2016	Gov Rec FY 2016	Current Law FY 2017	Gov Rec FY 2017
Accumulated Balance	\$877	\$987	\$987	\$526	\$526	\$150	\$294
Resources:							
Departmental Earnings							
Non-Dedicated Receipts	\$2,286	\$2,380	\$2,291	\$2,291	\$2,670	\$2,291	\$2,670
Other Resources:							
Earnings Transferred In							
Revenue Collected by Another Agency							
Other Receipts (e.g. interest)							
Resource Reductions:							
Earnings Transferred Out							
Revenue Collected for Another Agency							
Total Resources	\$2,286	\$2,380	\$2,291	\$2,291	\$2,670	\$2,291	\$2,670
Expenditures:							
Direct Expenditures	\$1,916	\$2,049	\$2,356	\$2,206	\$2,320	\$2,206	\$2,361
Indirect Expenditures	\$260	\$331	\$396	\$461	\$582	\$461	\$485
Total Expenditures	\$2,176	\$2,380	\$2,752	\$2,667	\$2,902	\$2,667	\$2,846
Current Difference	\$110	\$0	(\$461)	(\$376)	(\$232)	(\$376)	(\$176)
Accumulated Ending Balance	\$987	\$987	\$526	\$150	\$294	(\$226)	\$118

Supporting Information

Background Information:

The core functions of the Board of Pharmacy are:

- Setting educational and examination standards for initial and continuing licensure of pharmacists;
- Setting standards for the registration of pharmacy interns and technicians;
- Conducting inspections of all pharmacies, drug wholesalers, drug manufacturers and controlled substance researchers with physical facilities located within the state;

- Responding to public and agency inquiries, complaints, and reports regarding licensure and conduct of applicants, registrants, and licensees;
- Setting standards of practice and conduct for licensees and pursuing educational or disciplinary action with licensees, to ensure that standards are met;
- Providing information and education about licensure requirements, standards of practice and Minnesota drug law to the public and to other interested audiences;
- Providing expertise on issues relating to pharmacy practice and pharmaceuticals to the Legislature, the Governor's Office and other federal, state and local agencies; and
- Administering the State's Prescription Monitoring Program (PMP).

Forecast Basis:

Fees charged to applicants, prospective applicants, licensees, and registrants are set to recover most of the board's direct and indirect expenditures. The Prescription Monitoring Program is funded by an appropriation to the Board of Pharmacy, the cost of which is shared by the Pharmacy Board and by the boards that license prescribers. Revenues are forecast based on a number of factors, including actual revenue collected in previous years, the historical trend in the number of applicants seeking initial licensure, the historical trend in the number of licensees and registrants that renew their license or registration and the fees established in MN Stats. \$151.065.

Recent Changes:

The last fee increases were authorized by the Legislature and went into effect in fiscal year 2012. Prior to the 2012 increases, there had been no fee increases since 2002. The 2012 fee increases did generate an increase in revenues. The difference in revenues collected between fiscal years 2011 and 2012 was approximately \$460,000. Not all of that increase was due to the changes in fees. Some of it was due to the fact that the number of licenses and registrations issued by the Board also increased. Revenues increased an additional \$100,000 in fiscal years 2013 and 2014. The \$200,000 increase in revenues for those two years was due to an increased number of licenses and registrations issued.

Agency Analysis/Comments:

The Governor is recommending a fee increase resulting in additional revenue in the amounts of \$379,000 in FY 2016 and \$379,000 in FY 2017. The proposed increases in fees are necessary to cover the Board's portion of the cost of administering the state's Prescription Monitoring Program, which increased as a result of legislation passed during the 2014 Session; the cost of hiring a complaints coordinator to better manage the increasing number of complaints that the Board is receiving and small agency base increase costs (primarily for potential salary increases, rent increases and increased utilization of the attorney general's office). If the fee increases are not granted, the Board will have no viable alternative but to lay off staff. That would result in fewer inspections of licensed facilities, delayed processing of citizen complaints, and longer wait times for the issuance of licenses and registrations.

It should be noted that the Board's workload has dramatically increased over the past decade. The number of facilities licensed by the Board increased by 924 between FY 2004 and FY 2014 (a 31% increase). The number of individuals licensed by the Board increased by 6,299 during the same period of time (a 49% increase). Due to a number of factors, the Board has seen the number of complaints that need to be processed triple since FY 2008. The Board has also been tasked by the Legislature to administer the Prescription Monitoring Program and to more stringently monitor nonresidential businesses that ship drugs into Minnesota.

FY16-17 Departmental Earnings

Agency:	H7W – Physical Therapy
Revenue Category Name:	Licensing Fees
Purpose:	To recover the costs of regulating physical therapist professions.
Legal Citation(s):	M.S. 148.65-148.78, 214, 319B and M.R. 5600.0100 – 5601.3000
Revenue Account Code(s):	641900 – 641916
Dedicated Receipts (Yes/No):	No
Non-Dedicated Receipts (Yes/No):	Yes
Fund(s):	1201
Appropriation Name(s):	Phy Ther non-dedicated receipts
Recommending Fee Change? (Yes/No)	No

Revenue Category Summary (Dollars in Thousands)	Actual FY 2013	Actual FY 2014	Estimated FY 2015	Current Law FY 2016	Gov Rec FY 2016	Current Law FY 2017	Gov Rec FY 2017
Accumulated Balance	\$469	\$520	\$553	\$426	\$426	\$421	\$412
Resources:							
Departmental Earnings							
Non-Dedicated Receipts	\$531	\$434	\$483	\$510	\$510	\$510	\$510
Other Resources:							
Earnings Transferred In							
Revenue Collected by Another Agency							
Other Receipts (e.g. interest)							
Resource Reductions:							
Earnings Transferred Out							
Revenue Collected for Another Agency							
Total Resources	\$531	\$434	\$483	\$510	\$510	\$510	\$510
Expenditures:							
Direct Expenditures	\$389	\$307	\$433	\$350	\$354	\$350	\$359
Indirect Expenditures	\$91	\$94	\$177	\$165	\$170	\$165	\$171
Total Expenditures	\$480	\$401	\$610	\$515	\$524	\$515	\$530
Current Difference	\$51	\$33	(\$127)	(\$5)	(\$14)	(\$5)	(\$20)
Accumulated Ending Balance	\$520	\$553	\$426	\$421	\$412	\$416	\$392

Supporting Information

Background Information:

Board services are entirely supported by the fees collected. Board services include credentialing, complaint review and investigation, and education services:

- Issuing initial licenses and renewing licenses for qualified professionals.
- Ensuring that only applicants who meet licensure requirements are granted a license.
- Responding to public and agency inquiries, complaints, and reports regarding licensure and conduct of applicants and licensees.

- Taking disciplinary or corrective action against an applicant or licensee for misconduct.
- Setting standards of practice and professional conduct for licensees.
- Setting educational standards for initial licensure and continuing education requirements for maintaining licensure.
- Reviewing applicant's education and training to determine compliance with the board's licensure requirements.
- Providing information about licensure requirements and standards of practice to citizens and other interested persons or agencies.

The fees are paid by physical therapist and physical therapist assistant licensees and applicants for licensure, and by sponsors of continuing education courses. All fees are established in statute.

Forecast Basis:

Fees charged to applicants, licensees, and sponsors of continuing education programs approved by the board are set to recover the board's direct and indirect expenditures. Revenues are forecasted based on a number of factors, including actual revenue collected in the previous year, and the number of applicants seeking initial licensure. There are no significant changes anticipated to the amount of revenue generated in the upcoming biennium.

Recent Changes:

Fees have not been increased since 1994.

Agency Analysis/Comments:

No fee changes are being requested.

FY16-17 Departmental Earnings

Agency:	H7Q –Podiatric Medicine
Revenue Category Name:	Licensing Fees
Purpose:	To recover the costs of regulating the podiatric medicine profession.
Legal Citation(s):	M.S. 153.02, 153.16, 214, 319B and M.R. 6900
Revenue Account Code(s):	608260 – 608261, 642330 – 642340, 644078
Dedicated Receipts (Yes/No):	No
Non-Dedicated Receipts (Yes/No):	Yes
Fund(s):	1201
Appropriation Name(s):	Pod Med Non-dedicated receipts
Recommending Fee Change? (Yes/No)	No

Revenue Category Summary (Dollars in Thousands)	Actual FY 2013	Actual FY 2014	Estimated FY 2015	Current Law FY 2016	Gov Rec FY 2016	Current Law FY 2017	Gov Rec FY 2017
Accumulated Balance	\$90	\$79	\$136	\$89	\$89	\$99	\$97
Resources:							
Departmental Earnings							
Non-Dedicated Receipts	\$94	\$134	\$87	\$113	\$113	\$88	\$88
Other Resources:							
Earnings Transferred In							
Revenue Collected by Another Agency							
Other Receipts (e.g. interest)							
Resource Reductions:							
Earnings Transferred Out							
Revenue Collected for Another Agency							
Total Resources	\$94	\$134	\$87	\$113	\$113	\$88	\$88
Expenditures:							
Direct Expenditures	\$78	\$62	\$101	\$77	\$78	\$77	\$79
Indirect Expenditures	\$27	\$15	\$33	\$26	\$27	\$26	\$27
Total Expenditures	\$105	\$77	\$134	\$103	\$105	\$103	\$106
Current Difference	(\$11)	\$57	(\$47)	\$10	\$8	(\$15)	(\$18)
Accumulated Ending Balance	\$79	\$136	\$89	\$99	\$97	\$84	\$79

Supporting Information

Background Information:

The board's mission is to protect the public through effective licensure and enforcement of the statutes and rules governing the practice of podiatric medicine to ensure a standard of competent and ethical practice.

The Board of Podiatric Medicine provides the following services:

- Issue initial licensure and renew licenses for qualified professionals.
- Ensure that only applicants who meet licensure requirements are granted a license.

- Respond to public and agency inquiries, complaints, and reports regarding licensure and conduct of applicants and licensees.
- Take disciplinary or corrective action against an applicant or licensee for misconduct.
- Set standards of practice and professional conduct for licensees.
- Set educational standards for initial licensure and continuing education requirements for maintaining licensure.
- Review applicant's education and training to determine compliance with the board's licensure requirements.
- Provide information about licensure requirements and standards of practice to citizens and other interested persons or agencies.

Forecast Basis:

Fees charged to applicants, licensees, and for license verifications approved by the board are set to recover the board's direct and indirect expenditures. Revenues are forecasted based on a number of factors, including actual revenue collected in the previous year, the number of applicants seeking initial licensure, and any fee changes set in current law. There are no significant changes anticipated to the amount of revenue generated in the upcoming biennium.

Recent Changes:

None.

Agency Analysis/Comments:

None.

Table of Contents
2016-17 Biennial Budget – Departmental Earnings

Minnesota Pollution Control Agency

Pollution Prevention Fee	1
Air Quality Fee	2
Low Level Radioactive Waste Generator Fee	3
Hazardous Waste Fee	4
Water Quality Fee	5
SSTS Licensing	6
SSTS Tank Fee	7
E-Waste	8
Dry Cleaner Fee	9
Voluntary Petroleum Investigation and Cleanup	11
PCA Income Agreements	13
Underground Storage Tank Certification Program	14
Waste Disposal Facility Operators & Inspectors Certification Program	15
Wastewater Operator Certification Program	17
Paint Stewardship Admin Fees	18

FY16-17 Departmental Earnings

Agency:	Minnesota Pollution Control Agency
Revenue Category Name:	Pollution Prevention Fee
Purpose:	Maintains a program that encourages toxic pollution prevention by providing technical assistance and grants to parties that are handling these substances and compounds.
Legal Citation(s):	M.S. 115D.12
Revenue Account Code(s):	642600
Dedicated Receipts (Yes/No):	No
Non-Dedicated Receipts (Yes/No):	Yes
Fund(s):	2800
Appropriation Name(s):	Cross Media Environmental Fund Non Dedicated- R32C002
Recommending Fee Change? (Yes/No)	No

Revenue Category Summary (Dollars in Thousands)	Actual FY 2013	Actual FY 2014	Estimated FY 2015	Current Law FY 2016	Gov Rec FY 2016	Current Law FY 2017	Gov Rec FY 2017
Accumulated Balance							
Resources:							
Departmental Earnings	1,385	1,414	1,200	1,200	1,200	1,200	1,200
Other Resources:							
Earnings Transferred In							
Revenue Collected by Another Agency							
Other Receipts (e.g. interest)							
Resource Reductions:							
Earnings Transferred Out							
Revenue Collected for Another Agency							
Total Resources	1,385	1,414	1,200	1,200	1,200	1,200	1,200
Expenditures:							
Direct Expenditures							
Indirect Expenditures							
Total Expenditures	0	0	0	0	0	0	0
Current Difference	1,385	1,414	1,200	1,200	1,200	1,200	1,200
Accumulated Ending Balance	1,385	1,414	1,200	1,200	1,200	1,200	1,200

Supporting Information

Background Information:

Exempt from cost recovery requirements in M.S. 16A.128 per M. S. 115D.112

Forecast Basis:

Recent Changes:

Agency Analysis/Comments:

FY16-17 Departmental Earnings

Agency:	Minnesota Pollution Control Agency
Revenue Category Name:	Air Quality Fee
Purpose:	Fees are used to finance the air quality programs, which include monitoring, permitting, permit enforcement and other air quality functions to improve and protect air quality in Minnesota.
Legal Citation(s):	M.S. 116.07, Subd4(d)
Revenue Account Code(s):	642601
Dedicated Receipts (Yes/No):	No
Non-Dedicated Receipts (Yes/No):	Yes
Fund(s):	2800
Appropriation Name(s):	R32A001
Recommending Fee Change? (Yes/No)	Yes

Revenue Category Summary (Dollars in Thousands)	Actual FY 2013	Actual FY 2014	Estimated FY 2015	Current Law FY 2016	Gov Rec FY 2016	Current Law FY 2017	Gov Rec FY 2017
Accumulated Balance							
Resources:							
Departmental Earnings	13,473	14,228	14,200	14,560	14,560	14,923	14,923
Other Resources:							
Earnings Transferred In							
Revenue Collected by Another Agency							
Other Receipts (e.g. interest)							
Resource Reductions:							
Earnings Transferred Out							
Revenue Collected for Another Agency							
Total Resources	13,473	14,228	14,200	14,560	14,560	14,923	14,923
Expenditures:							
Direct Expenditures							
Indirect Expenditures							
Total Expenditures	0	0	0	0	0	0	0
Current Difference	13,473	14,228	14,200	14,560	14,560	14,923	14,923
Accumulated Ending Balance	13,473	14,228	14,200	14,560	14,560	14,923	14,923

Supporting Information

Background Information:

Exempt from cost recovery requirements in M.S. 16A.128 per M. S. 115D.112

Forecast Basis:

Recent Changes:

Agency Analysis/Comments:

FY16-17 Departmental Earnings

Agency:	Minnesota Pollution Control Agency
Revenue Category Name:	Low Level Radioactive Waste Generator Fee
Purpose:	Fees paid by generators that ship low level radioactive waste out-of-state.
Legal Citation(s):	M.S. 116C.834
Revenue Account Code(s):	642602
Dedicated Receipts (Yes/No):	No
Non-Dedicated Receipts (Yes/No):	Yes
Fund(s):	2800
Appropriation Name(s):	Cross Media Environmental Fund Non Dedicated- R32C002
Recommending Fee Change? (Yes/No)	No

Revenue Category Summary (Dollars in Thousands)	Actual FY 2013	Actual FY 2014	Estimated FY 2015	Current Law FY 2016	Gov Rec FY 2016	Current Law FY 2017	Gov Rec FY 2017
Accumulated Balance							
Resources:							
Departmental Earnings	9	17	10	10	10	10	10
Other Resources:							
Earnings Transferred In							
Revenue Collected by Another Agency							
Other Receipts (e.g. interest)							
Resource Reductions:							
Earnings Transferred Out							
Revenue Collected for Another Agency							
Total Resources	9	17	10	10	10	10	10
Expenditures:							
Direct Expenditures							
Indirect Expenditures							
Total Expenditures	0	0	0	0	0	0	0
Current Difference	9	17	10	10	10	10	10
Accumulated Ending Balance	9	17	10	10	10	10	10

Supporting Information

Background Information:

This fee covers the costs incurred by the Agency in performing its duties under the Midwest Low-Level Radioactive Waste Compact. The statutory purpose is to identify for a site a low level radioactive waste disposal facility within the boundaries of state belonging to the compact. In lieu of the 1997 suspension of site development by Midwest Compact states, the focus is now on maintaining disposal options for generators within the 6 state compact region.

Exempt from cost recovery requirements in M.S. 16.A1285 per M.S. 116834

Forecast Basis:

Recent Changes:

FY16-17 Departmental Earnings

Agency:	Minnesota Pollution Control Agency
Revenue Category Name:	Hazardous Waste Fee
Purpose:	Recover the costs of regulating hazardous waste recyclers, generators, transporters and waste treatment, storage and disposal facilities.
Legal Citation(s):	M.S. 116.07, sub 4(d)/M.S. 116.12
Revenue Account Code(s):	642605
Dedicated Receipts (Yes/No):	No
Non-Dedicated Receipts (Yes/No):	Yes
Fund(s):	2800
Appropriation Name(s):	Land Environmental Fund Non Dedicated – R32L003
Recommending Fee Change? (Yes/No)	No

Revenue Category Summary (Dollars in Thousands)	Actual FY 2013	Actual FY 2014	Estimated FY 2015	Current Law FY 2016	Gov Rec FY 2016	Current Law FY 2017	Gov Rec FY 2017
Accumulated Balance							
Resources:							
Departmental Earnings	4,702	4,395	4,400	4,650	4,650	4,650	4,650
Other Resources:							
Earnings Transferred In							
Revenue Collected by Another Agency							
Other Receipts (e.g. interest)							
Resource Reductions:							
Earnings Transferred Out							
Revenue Collected for Another Agency							
Total Resources	4,702	4,395	4,400	4,650	4,650	4,650	4,650
Expenditures:							
Direct Expenditures							
Indirect Expenditures							
Total Expenditures	0	0	0	0	0	0	0
Current Difference	4,702	4,395	4,400	4,650	4,650	4,650	4,650
Accumulated Ending Balance	4,702	4,395	4,400	4,650	4,650	4,650	4,650

Supporting Information

Background Information:

Exempt from cost recovery requirements in M.S. 116.07, subd. 4(d).

Forecast Basis:

Recent Changes:

FY16-17 Departmental Earnings

Agency:	Minnesota Pollution Control Agency
Revenue Category Name:	Water Quality Fee
Purpose:	Collecting water quality fees to partially cover the reasonable costs of reviewing and acting upon applications for permits, implementing and enforcing the conditions of water permits pursuant to pollution control rules.
Legal Citation(s):	M.S. 116.07, Subd 4(d)
Revenue Account Code(s):	642608
Dedicated Receipts (Yes/No):	No
Non-Dedicated Receipts (Yes/No):	Yes
Fund(s):	2800
Appropriation Name(s):	Water Quality Environmental Fund Non Dedicated – R32W003
Recommending Fee Change? (Yes/No)	No

Revenue Category Summary (Dollars in Thousands)	Actual FY 2013	Actual FY 2014	Estimated FY 2015	Current Law FY 2016	Gov Rec FY 2016	Current Law FY 2017	Gov Rec FY 2017
Accumulated Balance							
Resources:							
Departmental Earnings	4,949	4,754	4,860	4,860	4,860	4,860	4,860
Other Resources:							
Earnings Transferred In							
Revenue Collected by Another Agency							
Other Receipts (e.g. interest)							
Resource Reductions:							
Earnings Transferred Out							
Revenue Collected for Another Agency							
Total Resources	4,949	4,754	4,860	4,860	4,860	4,860	4,860
Expenditures:							
Direct Expenditures							
Indirect Expenditures							
Total Expenditures	0	0	0	0	0	0	0
Current Difference	4,949	4,754	4,860	4,860	4,860	4,860	4,860
Accumulated Ending Balance	4,949	4,754	4,860	4,860	4,860	4,860	4,860

Supporting Information

Background Information:

Forecast Basis:

Recent Changes:

FY16-17 Departmental Earnings

Agency:	Minnesota Pollution Control Agency
Revenue Category Name:	SSTS Licensing
Purpose:	The fee is established to defray the cost of licensing persons who design, install and maintain, pump or inspect subsurface sewage treatment systems (SSTS).
Legal Citation(s):	M.S. 115.56, Subd 4
Revenue Account Code(s):	642610
Dedicated Receipts (Yes/No):	No
Non-Dedicated Receipts (Yes/No):	Yes
Fund(s):	2800
Appropriation Name(s):	Water Quality Environmental Fund Non Dedicated – R32W003
Recommending Fee Change? (Yes/No)	No

Revenue Category Summary (Dollars in Thousands)	Actual FY 2013	Actual FY 2014	Estimated FY 2015	Current Law FY 2016	Gov Rec FY 2016	Current Law FY 2017	Gov Rec FY 2017
Accumulated Balance							
Resources:							
Departmental Earnings	433	421	420	420	420	420	420
Other Resources:							
Earnings Transferred In							
Revenue Collected by Another Agency							
Other Receipts (e.g. interest)							
Resource Reductions:							
Earnings Transferred Out							
Revenue Collected for Another Agency							
Total Resources	433	421	420	420	420	420	420
Expenditures:							
Direct Expenditures							
Indirect Expenditures							
Total Expenditures	0	0	0	0	0	0	0
Current Difference	433	421	420	420	420	420	420
Accumulated Ending Balance	433	421	420	420	420	420	420

Supporting Information

Background Information:

Forecast Basis:

Recent Changes:

FY16-17 Departmental Earnings

Agency:	Minnesota Pollution Control Agency
Revenue Category Name:	SSTS Tank Fee
Purpose:	This fee covers the costs of new system and technology review, provides technical assistance for local governments, and enforcement.
Legal Citation(s):	M.S. 115.551
Revenue Account Code(s):	642614
Dedicated Receipts (Yes/No):	No
Non-Dedicated Receipts (Yes/No):	Yes
Fund(s):	2800
Appropriation Name(s):	Water Quality Environmental Fund Non Dedicated – R32W003
Recommending Fee Change? (Yes/No)	No

Revenue Category Summary (Dollars in Thousands)	Actual FY 2013	Actual FY 2014	Estimated FY 2015	Current Law FY 2016	Gov Rec FY 2016	Current Law FY 2017	Gov Rec FY 2017
Accumulated Balance							
Resources:							
Departmental Earnings	299	286	280	280	280	280	280
Other Resources:							
Earnings Transferred In							
Revenue Collected by Another Agency							
Other Receipts (e.g. interest)							
Resource Reductions:							
Earnings Transferred Out							
Revenue Collected for Another Agency							
Total Resources	299	286	280	280	280	280	280
Expenditures:							
Direct Expenditures							
Indirect Expenditures							
Total Expenditures	0	0	0	0	0	0	0
Current Difference	299	286	280	280	280	280	280
Accumulated Ending Balance	299	286	280	280	280	280	280

Supporting Information

Background Information:

A licensed installer shall pay a fee of \$25 for each septic system tank installed and inspected by county environmental staff in the previous calendar year.

Forecast Basis:

FY16-17 Departmental Earnings

Recent Changes:Agency:	Minnesota Pollution Control Agency
Revenue Category Name:	E-Waste
Purpose:	This legislation directs the MPCA to establish the avenues for Minnesota residents to recycle rather than dispose of electronics. State statute bans disposing of electronic components such as video display devices and computers in landfills. This program provides a mechanism to collect and recycle electronic devices covered by the ban. Electronic manufacturers are required to register annually and pay a fee to cover the Agency's costs of administering this program.
Legal Citation(s):	09 037 01 003 005 330 and M.S. 115A.1314
Revenue Account Code(s):	612615
Dedicated Receipts (Yes/No):	No
Non-Dedicated Receipts (Yes/No):	Yes
Fund(s):	2800
Appropriation Name(s):	Cross Media Environmental Fund Non Dedicated- R32C002
Recommending Fee Change? (Yes/No)	No

Revenue Category Summary (Dollars in Thousands)	Actual FY 2013	Actual FY 2014	Estimated FY 2015	Current Law FY 2016	Gov Rec FY 2016	Current Law FY 2017	Gov Rec FY 2017
Accumulated Balance							
Resources:							
Departmental Earnings	164	497	300	300	300	300	300
Other Resources:							
Earnings Transferred In							
Revenue Collected by Another Agency							
Other Receipts (e.g. interest)							
Resource Reductions:							
Earnings Transferred Out							
Revenue Collected for Another Agency							
Total Resources	164	497	300	300	300	300	300
Expenditures:							
Direct Expenditures	0	0	0	0	0	0	0
Indirect Expenditures							
Total Expenditures	0	0	0	0	0	0	0
Current Difference	164	497	300	300	300	300	300
Accumulated Ending Balance	164	497	300	300	300	300	300

Supporting Information

Background Information:

Forecast Basis:

Forecast is based on the number of annual registrations.

Recent Changes:

FY16-17 Departmental Earnings

Agency:	Minnesota Pollution Control Agency
Revenue Category Name:	Dry Cleaner Fee
Purpose:	To provide a means for Minnesota dry cleaners to fund cleanup at sites that have been contaminated by dry cleaning operations.
Legal Citation(s):	M.S. 115B.49, subd. 4
Revenue Account Code(s):	646613 and 646614
Dedicated Receipts (Yes/No):	Yes
Non-Dedicated Receipts (Yes/No):	No
Fund(s):	2801
Appropriation Name(s):	Dry Cleaners Projects - R32L112
Recommending Fee Change? (Yes/No)	No

Revenue Category Summary (Dollars in Thousands)	Actual FY 2013	Actual FY 2014	Estimated FY 2015	Current Law FY 2016	Gov Rec FY 2016	Current Law FY 2017	Gov Rec FY 2017
Accumulated Balance		820	879	776	776	776	776
Resources:							
Departmental Earnings	554	574	540	643	643	643	643
Other Resources:							
Earnings Transferred In							
Revenue Collected by Another Agency							
Other Receipts (e.g. interest)	8	4	5	5	5	5	5
Resource Reductions:							
Earnings Transferred Out							
Revenue Collected for Another Agency							
Total Resources	562	578	545	648	648	648	648
Expenditures:							
Direct Expenditures	655	519	648	648	648	648	648
Indirect Expenditures							
Total Expenditures	655	519	648	648	648	648	648
Current Difference							
Accumulated Ending Balance	820	879	776	776	776	776	776

Supporting Information

Background Information:

The dry cleaner fees are collected by the Department of Revenue and deposited in the Remediation Fund.

The fee was established in June 1995. The fee was created at the request of the dry cleaner industry that wanted a fund to draw from for Superfund or Voluntary cleanups, after the first \$10,000 of expenditures. The PCA agreed to partner with industry on this idea.

The Department of Revenue collects the following dry cleaner fees:

* Dry Cleaner Operator Annual Registration Fees. All dry cleaning establishments pay an annual registration fee, which is based on the number of employees. The current fee is \$1,500 < 5 FTE, \$3,250 5-10 FES and \$6,000 > 10 FTES.

* Dry Cleaner Solvent Fees. Retailers of dry cleaning solvents collect this fee, which is based on the type and amount of solvent used. The current fee is \$15.70 for Perchloroethylene (Perc), \$8.30 for Hydrocarbons and \$3.90 for all others.

Forecast Basis:

Recent Changes:

FY16-17 Departmental Earnings

Agency:	Minnesota Pollution Control Agency
Revenue Category Name:	Voluntary Petroleum Investigation and Cleanup
Purpose:	The voluntary applicant (or client) pays MPCA for its costs to provide services (i.e. closure and liability letters, review of investigations and cleanups, review development response action plans) requested by customers for petroleum contaminated properties. The Petroleum Brownfield Program (PBP) provides services to property developers, public redevelopment agencies, cities, and other parties seeing liability assurances and technical review of their cleanup plans.
Legal Citation(s):	
Revenue Account Code(s):	642607
Dedicated Receipts (Yes/No):	Yes
Non-Dedicated Receipts (Yes/No):	No
Fund(s):	2000
Appropriation Name(s):	Petroleum Brownfields Program – R32L109
Recommending Fee Change? (Yes/No)	No

Revenue Category Summary (Dollars in Thousands)	Actual FY 2013	Actual FY 2014	Estimated FY 2015	Current Law FY 2016	Gov Rec FY 2016	Current Law FY 2017	Gov Rec FY 2017
Accumulated Balance	32	53	129				
Resources:							
Departmental Earnings	121	149	129	140	140	140	140
Other Resources:							
Earnings Transferred In							
Revenue Collected by Another Agency							
Other Receipts (e.g. interest)							
Resource Reductions:							
Earnings Transferred Out							
Revenue Collected for Another Agency							
Total Resources	153	202	258	140	140	140	140
Expenditures:							
Direct Expenditures	81	61	218	104	104	104	104
Indirect Expenditures	19	12	40	36	36	36	36
Total Expenditures	100	74	258	140	140	140	140
Current Difference	53						
Accumulated Ending Balance	53	129	0	0	0	0	0

Supporting Information

Background Information:

The Petroleum Brownfield Program (PBP) provides services to property developers, public redevelopment agencies, cities and other parties seeking liability assurances and technical review of their cleanup plans. The current rate is \$125 per hour.

Forecast Basis:

Recent Changes:

FY16-17 Departmental Earnings

Agency:	Minnesota Pollution Control Agency
Revenue Category Name:	PCA Income Agreements
Purpose:	The MPCA enters into written income agreements with outside parties that agree to pay the MPCA for specific tasks and services.
Legal Citation(s):	M.S. 115.06, Subd. 2
Revenue Account Code(s):	642611
Dedicated Receipts (Yes/No):	Yes
Non-Dedicated Receipts (Yes/No):	No
Fund(s):	2000
Appropriation Name(s):	Multiple
Recommending Fee Change? (Yes/No)	No

Revenue Category Summary (Dollars in Thousands)	Actual FY 2013	Actual FY 2014	Estimated FY 2015	Current Law FY 2016	Gov Rec FY 2016	Current Law FY 2017	Gov Rec FY 2017
Accumulated Balance	344	444	434	0	0	0	0
Resources:							
Departmental Earnings	556	337	398	482	482	482	482
Other Resources:							
Earnings Transferred In							
Revenue Collected by Another Agency							
Other Receipts (e.g. interest)							
Resource Reductions:							
Earnings Transferred Out							
Revenue Collected for Another Agency							
Total Resources	900	781	832	482	482	482	482
Expenditures:							
Direct Expenditures	371	284	671	364	364	364	364
Indirect Expenditures	85	63	161	118	118	118	118
Total Expenditures	456	347	832	482	482	482	482
Current Difference	100	(10)	(434)	0	0	0	0
Accumulated Ending Balance	444	434	0	0	0	0	0

Supporting Information

Background Information:

Receipts are deposited to dedicated accounts in the Restricted Miscellaneous Special Revenue Fund.

Forecast Basis:

Recent Changes:

FY16-17 Departmental Earnings

Agency:	Minnesota Pollution Control Agency
Revenue Category Name:	Underground Storage Tank Certification Program
Purpose:	To certify persons who install, repair, or remove underground storage tanks.
Legal Citation(s):	M.S. 116.491, Subd. 2
Revenue Account Code(s):	642606
Dedicated Receipts (Yes/No):	No
Non-Dedicated Receipts (Yes/No):	Yes
Fund(s):	2350
Appropriation Name(s):	Land Petro Fund Non Dedicated – R32L002
Recommending Fee Change? (Yes/No)	No

Revenue Category Summary (Dollars in Thousands)	Actual FY 2013	Actual FY 2014	Estimated FY 2015	Current Law FY 2016	Gov Rec FY 2016	Current Law FY 2017	Gov Rec FY 2017
Accumulated Balance							
Resources:							
Departmental Earnings	5	4	6	6	6	6	6
Other Resources:							
Earnings Transferred In							
Revenue Collected by Another Agency							
Other Receipts (e.g. interest)							
Resource Reductions:							
Earnings Transferred Out							
Revenue Collected for Another Agency							
Total Resources	5	4	6	6	6	6	6
Expenditures:							
Direct Expenditures							
Indirect Expenditures							
Total Expenditures	0	0	0	0	0	0	0
Current Difference	5	4	6	6	6	6	6
Accumulated Ending Balance	5	4	6	6	6	6	6

Supporting Information

Background Information:

The current fee rate is \$50 for a contractor license for two years and \$50 for a supervisor license for four years.

- The receipts deposited to the account are only for PCA activities related to certification of the Underground Storage Tank Contractors.
- This is one of the sources of revenue to the Petro Fund, which is appropriated to the Department of Commerce and the PCA for the purpose of dealing with petroleum tank related contamination of the land and water.
- Fees are deposited in the Petroleum Tank Release Cleanup fund as a non-dedicated receipt.
- These receipts are independent of the appropriations out of this fund to the PCA.
- Fees are set by MN Rules, chapter 7105.

FY16-17 Departmental Earnings

Agency:	Minnesota Pollution Control Agency
Revenue Category Name:	Waste Disposal Facility Operators & Inspectors Certification Program
Purpose:	Train inspectors and operators of waste water disposal facilities.
Legal Citation(s):	M.S. 116.41, Subd 2
Revenue Account Code(s):	642603 and 642612
Dedicated Receipts (Yes/No):	No
Non-Dedicated Receipts (Yes/No):	Yes
Fund(s):	1000
Appropriation Name(s):	Water Quality General Fund Non Dedicated – R32W001 and Land General Fund Non Dedicated– R32L001
Recommending Fee Change? (Yes/No)	No

Revenue Category Summary (Dollars in Thousands)	Actual FY 2013	Actual FY 2014	Estimated FY 2015	Current Law FY 2016	Gov Rec FY 2016	Current Law FY 2017	Gov Rec FY 2017
Accumulated Balance							
Resources:							
Departmental Earnings	9	9	9	9	9	9	9
Other Resources:							
Earnings Transferred In							
Revenue Collected by Another Agency							
Other Receipts (e.g. interest)							
Resource Reductions:							
Earnings Transferred Out							
Revenue Collected for Another Agency							
Total Resources	9	9	9	9	9	9	9
Expenditures:							
Direct Expenditures	0	0	0	0	0	0	0
Indirect Expenditures							
Total Expenditures							
Current Difference	9	9	9	9	9	9	9
Accumulated Ending Balance	9	9	9	9	9	9	9

Supporting Information

Background Information:

State statutes require that operators and inspectors of waste water disposal facilities be trained and certified by the PCA. This certification program is managed in the Water program area. The \$15 certification fee is deposited in the General Fund. The PCA receives an Environmental Fund appropriation from which resources to operate the certification program are paid.

State statutes require that operators of solid waste management facilities be trained and certified by the PCA. This certification program is managed in the Land program area. The original certification fee is

\$375, and the recertification is \$15 and required every three years. The fees are deposited in the General Fund. The PCA receives an Environmental Fund appropriation from which resources to operate the certification program are paid; however, the fees deposited and the appropriation are independent.

Forecast Basis:

Recent Changes:

FY16-17 Departmental Earnings

Agency:	Minnesota Pollution Control Agency
Revenue Category Name:	Wastewater Operator Certification Program
Purpose:	Certify operators of wastewater treatment plants.
Legal Citation(s):	M.S. 116.07, Sudb 4(d)
Revenue Account Code(s):	642609
Dedicated Receipts (Yes/No):	No
Non-Dedicated Receipts (Yes/No):	Yes
Fund(s):	1200
Appropriation Name(s):	Water Quality Special Revenue Fund Non-Dedicated – R32W002
Recommending Fee Change? (Yes/No)	No

Revenue Category Summary (Dollars in Thousands)	Actual FY 2013	Actual FY 2014	Estimated FY 2015	Current Law FY 2016	Gov Rec FY 2016	Current Law FY 2017	Gov Rec FY 2017
Accumulated Balance							
Resources:							
Departmental Earnings	52	58	57	57	57	57	57
Other Resources:							
Earnings Transferred In							
Revenue Collected by Another Agency							
Other Receipts (e.g. interest)							
Resource Reductions:							
Earnings Transferred Out							
Revenue Collected for Another Agency							
Total Resources	52	58	57	57	57	57	57
Expenditures:							
Direct Expenditures							
Indirect Expenditures							
Total Expenditures	0	0	0	0	0	0	0
Current Difference	52	58	57	57	57	57	57
Accumulated Ending Balance	52	58	57	57	57	57	57

Supporting Information

Background Information:

Statute requires various types of certification and related fees. Fees are deposited to the State Government Special Revenue Fund, and the MPCA receives an appropriation from the fund for the costs of the certification.

Forecast Basis:

Recent Changes:

FY16-17 Departmental Earnings

Agency:	Minnesota Pollution Control Agency
Revenue Category Name:	Paint Stewardship Admin Fees
Purpose:	
Legal Citation(s):	M.S. 115A1415, subd. 16
Revenue Account Code(s):	642616
Dedicated Receipts (Yes/No):	No
Non-Dedicated Receipts (Yes/No):	Yes
Fund(s):	2000
Appropriation Name(s):	Cross Media Environmental Fund Non Dedicated- R32C135
Recommending Fee Change? (Yes/No)	No

Revenue Category Summary (Dollars in Thousands)	Actual FY 2013	Actual FY 2014	Estimated FY 2015	Current Law FY 2016	Gov Rec FY 2016	Current Law FY 2017	Gov Rec FY 2017
Accumulated Balance							
Resources:							
Departmental Earnings			202	78	78	78	78
Other Resources:							
Earnings Transferred In							
Revenue Collected by Another Agency							
Other Receipts (e.g. interest)							
Resource Reductions:							
Earnings Transferred Out							
Revenue Collected for Another Agency							
Total Resources			50	50	50	50	50
Expenditures:							
Direct Expenditures			157	61	61	61	61
Indirect Expenditures			45	17	17	17	17
Total Expenditures			202	78	78	78	78
Current Difference			0	0	0	0	0
Accumulated Ending Balance			0	0	0	0	0

Supporting Information

Background Information:

Administrative fee:

The stewardship organization or individual producer submitting a stewardship plan shall pay an annual administrative fee to the MPCA. The agency may establish a variable fee based on relevant factors, including, but not limited to, the portion of architectural paint sold in the state by members of the organization compared to the total amount of architectural paint sold in the state by all organizations submitting a stewardship plan.

- Prior to July 1, 2014, and before July 1 annually thereafter, the agency shall identify the costs incurred. The agency shall set the fee amount that, when paid by every stewardship

organization or individual producer that submits a stewardship plan, is adequate to reimburse the MPCA's full costs of administering this. The total amount of annual fees collected must not exceed the amount necessary to reimburse the costs incurred by the MPCA to administer.

- A stewardship organization or individual producer subject to this must pay the MPCA's administrative fee on or before July 1. Each year after the initial payment, the annual administrative fee may not exceed five percent of the aggregate stewardship assessment added to the cost of all architectural paint sold by producers in the state for the proceeding calendar year.
- All fees received shall be deposited in the state treasury and credited to a product stewardship account in the special revenue fund. For fiscal years 2014 and 2015, the amount collected is annually appropriated to the MPCA to implement and enforce this.

Forecast Basis:

Recent Changes:

FY16-17 Departmental Earnings

Agency:	Private Detective Board
Revenue Category Name:	Licenses & Fees
Purpose:	To license all private detectives, investigators and protective agents doing business in the State of Minnesota.
Legal Citation(s):	M.S. 326.3331, M.S. 326.3386, M.R.7506.0140
Revenue Account Code(s):	645745, 645746
Dedicated Receipts (Yes/No):	No
Non-Dedicated Receipts (Yes/No):	Yes
Fund(s):	1000
Appropriation Name(s):	B7S999
Recommending Fee Change? (Yes/No)	No

Revenue Category Summary (Dollars in Thousands)	Actual FY 2013	Actual FY 2014	Estimated FY 2015	Current Law FY 2016	Gov Rec FY 2016	Current Law FY 2017	Gov Rec FY 2017
Accumulated Balance		7	60	104	104	153	151
Resources:							
Departmental Earnings	142	180	180	180	180	180	180
Other Resources:							
Earnings Transferred In							
Revenue Collected by Another Agency							
Other Receipts (e.g. interest)							
Resource Reductions:							
Earnings Transferred Out							
Revenue Collected for Another Agency							
Total Resources	142	180	180	180	180	180	180
Expenditures:							
Direct Expenditures	123	116	124	120	122	120	124
Indirect Expenditures	12	11	12	11	11	11	11
Total Expenditures	135	127	136	131	133	131	135
Current Difference	7	53	44	49	47	49	45
Accumulated Ending Balance	7	60	104	153	151	202	196

Supporting Information

Background Information:

This fee exists to pay for the cost of licensing all private detectives, investigators and protective agents doing business in Minnesota.

The fee schedule is:

Fee Schedule for Initial Licenses

NEW LICENSE	REISSUANCE
Private Detective	Private Detective
Individual	\$1,000
0 to 1 Employees	\$540
Partnership	\$1,700
2 to 10 Employees	\$710
Corporation/LLC	\$1,900
11 to 25 Employees	\$880
26 to 50 Employees	\$1,050
51 or more employees	\$1,220
Protective Agent	Protective Agent
Individual	\$800
0 to 1 Employees	480
Partnership	\$1,600
2 to 10 Employees	\$650
Corporation/LLC	\$1,800
11 to 25 Employees	\$820
26 to 50 Employees	\$990
51 or more employees	\$1,160

Forecast Basis:

It is assumed actual FY 14 revenues will prevail for fiscal years 15-17.

Recent Changes:

No recent changes.

Agency Analysis/Comments:

The accumulated ending balance has been increasing. The fees appear to be covering the cost of the activity.

FY16-17 Departmental Earnings

Agency:	H7V –Psychology
Revenue Category Name:	Licensing Fees
Purpose:	To recover the costs of regulating the practice of psychology.
Legal Citation(s):	M.S. 148.88 – 148.98, 214, 319B and M.R. 7200
Revenue Account Code(s):	512417, 608263 – 608264, 643000 – 643021
Dedicated Receipts (Yes/No):	No
Non-Dedicated Receipts (Yes/No):	Yes
Fund(s):	1201
Appropriation Name(s):	Psychology non-dedicate receipts
Recommending Fee Change? (Yes/No)	No

Revenue Category Summary (Dollars in Thousands)	Actual FY 2013	Actual FY 2014	Estimated FY 2015	Current Law FY 2016	Gov Rec FY 2016	Current Law FY 2017	Gov Rec FY 2017
Accumulated Balance	\$857	\$839	\$972	\$769	\$769	\$708	\$688
Resources:							
Departmental Earnings							
Non-Dedicated Receipts	\$1,115	\$1,213	\$1,156	\$1,156	\$1,156	\$1,156	\$1,156
Other Resources:							
Earnings Transferred In							
Revenue Collected by Another Agency							
Other Receipts (e.g. interest)							
Resource Reductions:							
Earnings Transferred Out							
Revenue Collected for Another Agency							
Total Resources	\$1,115	\$1,213	\$1,156	\$1,156	\$1,156	\$1,156	\$1,156
Expenditures:							
Direct Expenditures	\$901	\$783	\$1,015	\$862	\$874	\$862	\$884
Indirect Expenditures	\$232	\$297	\$344	\$355	\$363	\$355	\$363
Total Expenditures	\$1,133	\$1,080	\$1,359	\$1,217	\$1,237	\$1,217	\$1,247
Current Difference	(\$18)	\$133	(\$203)	(\$61)	(\$81)	(\$61)	(\$91)
Accumulated Ending Balance	\$839	\$972	\$769	\$708	\$688	\$647	\$597

Supporting Information

Background Information:

The mission of the Board of Psychology is to protect the public through licensure, regulation, and education to promote access to safe, ethical, and competent psychological services.

The Board of Psychology fees support the licensure of applicants as licensed psychologists, the regulation of applicants and licensees, and the education of the Board stakeholders to fulfill the agency mission.

- \$500.00 fee per applicant supports applicants for licensed psychologist licensure, including mobility and reciprocity.

- \$50.00 fee per applicant is assessed by MN.IT to develop an e-licensing solution.
- \$150 fee per examination applicant goes to support the development, issuance, grading, and maintenance of the Board's Professional Examination (PRE).
- \$80 fee per activity supports the review and approval of continuing education activities.
- \$250 fee per applicant supports the volunteer licensure process.
- \$150 fee per applicant supports the guest licensure process, including guest licensure by temporary permit.

In general Board fees support the issuance of initial licensure and renewals for qualified professionals. Issues initial licensure and renews licenses for qualified professionals. Specifically, these fees allow the Board to screen to ensure that only applicants who meet licensure requirements are granted a license. Fees also support the Board's duty to respond to public and agency inquiries, complaints, and reports regarding licensure and conduct of applicants and licensees. Based on these complaints, the Board may disciplinary or corrective action against an applicant or licensee for violations of the Minnesota Psychology Practice Act.

Forecast Basis:

Fees charged to applicants, licensees, the public and sponsors of continuing education programs approved by the board are set to recover the board's direct and indirect expenditures. Revenues are forecasted based on a number of factors, including actual revenue collected in the previous year, the number of applicants seeking initial licensure, and any fee changes set in current law. There are no significant changes anticipated to the amount of revenue generated in the upcoming biennium.

Recent Changes:

The board increased its licensing and renewal fees in 2001.

Agency Analysis/Comments:

None.

FY16-17 Departmental Earnings

Agency:	B24 – Public Facilities Authority
Revenue Category Name:	PFA Application and Loan Servicing Fees
Purpose:	Pay for administration of the Authority's programs.
Legal Citation(s):	446A.04 Subd. 5 446A.086 Subd. 2 (b) – Credit Enhancement
Revenue Account Code(s):	621600
Dedicated Receipts (Yes/No):	Yes
Non-Dedicated Receipts (Yes/No):	No
Fund(s):	2000, 8200, 8201, 8202
Appropriation Name(s):	2000-B240020: Credit Enhancement Applications 2000-B240040: Clean Water Legacy Applications 8200-B240110: Clean Water SRF Loan Servicing Fees 8201-B240230: Drinking Water SRF Loan Servicing Fees 8202-B240360: Transportation RLF Loan Servicing Fees
Recommending Fee Change? (Yes/No)	No

Revenue Category Summary (Dollars in Thousands)	Actual FY 2013	Actual FY 2014	Estimated FY 2015	Current Law FY 2016	Gov Rec FY 2016	Current Law FY 2017	Gov Rec FY 2017
Accumulated Balance	4,992	4,951	5,308	5,456	5,456	5,035	5,035
Resources:							
Departmental Earnings	2,399	2,944	3,040	3,040	3,040	3,040	3,040
Other Resources:							
Earnings Transferred In							
Revenue Collected by Another Agency							
Other Receipts (e.g. interest)	0	0	0	0	0	0	0
Resource Reductions:							
Earnings Transferred Out	-1,318	-1,521	-1,511	-2,144	-2,144	-2,144	-2,144
Revenue Collected for Another Agency							
Total Resources	1,080	1,423	1,529	896	896	896	896
Expenditures:							
Direct Expenditures	1,012	962	1,212	1,126	1,126	1,126	1,126
Indirect Expenditures	111	105	168	191	191	191	191
Total Expenditures	1,123	1,066	1,380	1,317	1,317	1,317	1,317
Current Difference	-42	357	149	-421	-421	-421	-421
Accumulated Ending Balance	4,951	5,308	5,456	5,035	5,035	4,192	4,192

Transfers-out is for Minnesota Pollution Control Agency (PCA) costs for Clean Water SRF admin plus \$195k in 2014 to Agriculture for the CW SRF AgBMP program; 2016-2017 include Minnesota Department of Health (MDH) costs for Drinking Water SRF admin.

Supporting Information

Background Information:

The Minnesota Public Facilities Authority (MPFA) collects fees (under M.S. 446A.04 Subd. 5) to pay

expenses for administrative support of MPFA programs. This support includes MPFA staff, support costs of the Department of Employment and Economic Development, and staff of the PCA. Support costs by MDH staff are covered by this statute but to date have been paid for with MPFA federal capitalization grant funds.

The majority of the fees are derived from up to 2 percent of loan repayments. The fee is not added to the payment due by MPFA borrowers; it is simply a portion thereof. For the vast majority of MPFA loans, net loan repayments are pledged to holders of MPFA's revenue bonds. Fees taken from the repayments must be minimized to enhance the credit quality and lending capacity of the revenue bond funds.

A much smaller portion of the fees come from application fees on MPFA's grant programs, up to ½ of one percent of grant application amounts.

In addition, (under MS 446A.086 Subd. 2), MPFA collects fees specifically for credit enhancement applications.

Forecast Basis:

For the majority of the fees, from the servicing fee portion of loan repayments, MPFA uses its cash flow projection models that show scheduled loan repayments from existing and anticipated loans.

The application fees are much smaller in amount and we use recent history to forecast receipts.

Recent Changes:

None.

Agency Analysis/Comments:

MPFA has been building fee balances in fund 8201 (Drinking Water SRF) with the goal of funding costs of the MDH. To date these costs have been paid from federal capitalization grants. Using these fees instead of federal grant allocations will make more federal money available for program loans, helping to grow program lending capacity. We plan to begin using fees for DOH costs beginning in BFY 2016.

PFA's goal is to reach equilibrium where approximately one year's worth of total expenditures will be kept on hand while annual receipts approximate expenditures. We currently have enough built up to sustain this change for several years even though receipts are projected to be less than expenditures. This is re-assessed each year during preparation of the internal budget and formal annual spending plan. If we determine that Fee receipts won't be sufficient, then we could partially rely on federal funds to the extent available. If at some point federal grants were to stop, then expenditures would be reduced to reflect this, even though the programs would continue.

Table of Contents
2016-17 Biennial Budget – Departmental Earnings

Public Safety, Department of

HSEM Hazardous Fee	1
BCA Criminal Justice Network	3
BCA Crime Alert Network fee.....	4
ECN 9-1-1 Fees	5
BCA Non-Criminal Information Requests.....	7
BCA Personal Protection Pistol Permit Fee	8
Fire Insurance Policy Surcharge	10
Fire Safety Inspection, Certification Permit Fee	12
Patrol Commercial MV Inspection Fee.....	14
Patrol Contracted Service Fees	16
DVS Licensing DWI Reinstatement Fees.....	18
Interstate Reg & Reciprocity Filing Fees (Fuel Tax).....	20
DVS Motor Vehicle Dealer License Fees	22
DVS Licensing Motorcycle Endorsement Fees	24
DVS Public Safety Motor Vehicle Account Fee.....	26
DVS Driver License & Related Fees	28
DVS Fleet Registration Admin Fee	30
Motor Vehicle Misc.-Admin & Advertising	31
Motor Vehicle Special List Copy Fees.....	33
DVS Motor Vehicle Transfer Fee	35
Motor Vehicle Special Plates and Sticker Fees.....	37
Vehicle Registration & Title Certification Fees	39
Motor Vehicle Filing Fees.....	41
MNLARS-DVS Technology Account	43
Gambling Enforcement Fees.....	45
AGED Liquor License Fees.....	47
Pipeline Safety Inspection Fess	49

FY16-17 Departmental Earnings

Agency:	Public Safety
Revenue Category Name:	HSEM Hazardous Fee
Purpose:	To recover the costs of data management, the operation of the Emergency Mgmt. Center and maintaining regional Hazardous Incident Response Teams
Legal Citation(s):	M.S. 299K.09; 299K.095 M.R. 7507-0500
Revenue Account Code(s):	644007; 644008; 644009
Dedicated Receipts (Yes/No):	No
Non-Dedicated Receipts (Yes/No):	Yes
Fund(s):	1000
Appropriation Name(s):	P072351
Recommending Fee Change? (Yes/No)	No

Revenue Category Summary (Dollars in Thousands)	Actual FY 2013	Actual FY 2014	Estimated FY 2015	Current Law FY 2016	Gov Rec FY 2016	Current Law FY 2017	Gov Rec FY 2017
Accumulated Balance		27	80	28	28	-24	-24
Resources:							
Departmental Earnings	592	631	591	591	591	591	591
Other Resources:							
Earnings Transferred In							
Revenue Collected by Another Agency							
Other Receipts (e.g. interest)							
Resource Reductions:							
Earnings Transferred Out							
Revenue Collected for Another Agency							
Total Resources	592	631	591	591	591	591	591
Expenditures:							
Direct Expenditures	522	531	593	593	593	593	593
Indirect Expenditures	43	47	50	50	50	50	50
Total Expenditures	565	578	643	643	643	643	643
Current Difference	27	53	-52	-52	-52	-52	-52
Accumulated Ending Balance	27	80	28	-24	-24	-76	-76

Supporting Information

Background Information:

This fee is to recover a portion of the costs of maintaining for hazardous materials data management and incident teams. The fees are \$75 per facility; \$200 annual fee for zero releases and transfers annually; \$400 more than zero releases and transfers not exceeding 25,000 pounds; \$800 for releases and transfers exceeding 25,000 annually.

Forecast Basis:

It is assumed actual FY 15 revenues will prevail for fiscal years 16-17.

Recent Changes:

The fee was last changed in 1992. The current fee structure appears to be covering the costs.

Agency Analysis/Comments:

The accumulated ending balance has been decreasing slightly. The fees are covering the cost of the activity.

FY16-17 Departmental Earnings

Agency:	Public Safety
Revenue Category Name:	BCA Criminal Justice Network
Purpose:	To recover a portion of the costs of maintaining the criminal justice network
Legal Citation(s):	M.S. 299C.46 subd. 3; 299C.48
Revenue Account Code(s):	644011, 644010
Dedicated Receipts (Yes/No):	Yes
Non-Dedicated Receipts (Yes/No):	Yes
Fund(s):	1000,2000
Appropriation Name(s):	P073421, P073002
Recommending Fee Change? (Yes/No)	No

Revenue Category Summary (Dollars in Thousands)	Actual FY 2013	Actual FY 2014	Estimated FY 2015	Current Law FY 2016	Gov Rec FY 2016	Current Law FY 2017	Gov Rec FY 2017
Accumulated Balance		140	77	200	200	323	323
Resources:							
Departmental Earnings	1,568	1,558	1,540	1,540	1,540	1,540	1,540
Other Resources:							
Earnings Transferred In							
Revenue Collected by Another Agency							
Other Receipts (e.g. interest)							
Resource Reductions:							
Earnings Transferred Out							
Revenue Collected for Another Agency							
Total Resources	1,568	1,558	1,540	1,540	1,540	1,540	1,540
Expenditures:							
Direct Expenditures	1,299	1,474	1,289	1,289	1,289	1,289	1,289
Indirect Expenditures	129	147	128	128	128	128	128
Total Expenditures	1,428	1,621	1,417	1,417	1,417	1,417	1,417
Current Difference	140	-63	123	123	123	123	123
Accumulated Ending Balance	140	77	200	323	323	446	446

Supporting Information

Background Information:

This fee is to recover a portion of the costs of maintaining the criminal justice network. The fee is \$150 per quarter for connection and \$120 per quarter for unit for a total of \$270 per quarter.

Forecast Basis:

It is assumed actual FY 15 revenues will prevail for fiscal years 16-17.

Recent Changes:

The last fee change was some time ago. At the time of the last change, fees were not covering costs. There was a revenue increase after the last change so that revenue cover costs.

Agency Analysis/Comments:

The accumulated ending balance has been increasing. The fees are covering the cost of the activity.

FY16-17 Departmental Earnings

Agency:	Public Safety
Revenue Category Name:	BCA Crime Alert Network fee
Purpose:	To recover a portion of the costs for sending electronic transmission of information regarding crime including missing children and crime prevention
Legal Citation(s):	M.S. 299A.61 subd. 4
Revenue Account Code(s):	644060
Dedicated Receipts (Yes/No):	Yes
Non-Dedicated Receipts (Yes/No):	No
Fund(s):	2000
Appropriation Name(s):	P073542
Recommending Fee Change? (Yes/No)	No

Revenue Category Summary (Dollars in Thousands)	Actual FY 2013	Actual FY 2014	Estimated FY 2015	Current Law FY 2016	Gov Rec FY 2016	Current Law FY 2017	Gov Rec FY 2017
Accumulated Balance		5					
Resources:							
Departmental Earnings	10	6	10	10	10	10	10
Other Resources:							
Earnings Transferred In							
Revenue Collected by Another Agency							
Other Receipts (e.g. interest)							
Resource Reductions:							
Earnings Transferred Out							
Revenue Collected for Another Agency							
Total Resources	10	6	10	10	10	10	10
Expenditures:							
Direct Expenditures	5	11	10	10	10	10	10
Indirect Expenditures							
Total Expenditures	5	11	10	10	10	10	10
Current Difference	5	-6					
Accumulated Ending Balance	5						

Supporting Information

Background Information:

This fee is to recover a portion of the costs of maintaining the criminal justice network. The fee is \$10

Forecast Basis:

It is assumed actual FY 15 revenues will prevail for fiscal years 16-17.

Recent Changes:

No recent changes

Agency Analysis/Comments:

Fees cover costs.

FY16-17 Departmental Earnings

Agency:	Public Safety
Revenue Category Name:	ECN 9-1-1 Fees
Purpose:	The 911 emergency numbers is designed to provide immediate access to emergency services. The surcharge is used to cover the costs of providing this service to every Minnesotan
Legal Citation(s):	M.S. 403.11 and 403.113
Revenue Account Code(s):	644000
Dedicated Receipts (Yes/No):	Yes
Non-Dedicated Receipts (Yes/No):	No
Fund(s):	4900
Appropriation Name(s):	P079609
Recommending Fee Change? (Yes/No)	No

Revenue Category Summary (Dollars in Thousands)	Actual FY 2013	Actual FY 2014	Estimated FY 2015	Current Law FY 2016	Gov Rec FY 2016	Current Law FY 2017	Gov Rec FY 2017
Accumulated Balance	25,264	19,086	19,059	5,984	5,984	17,900	17,900
Resources:							
Departmental Earnings	63,264	63,571	63,639	75,625	75,625	75,930	75,930
Other Resources:							
Earnings Transferred In							
Revenue Collected by Another Agency							
Other Receipts (e.g. interest)							
Resource Reductions:							
Earnings Transferred Out	-34,004	-33,194	-33,594	-33,594	-33,594	-33,594	-33,594
Revenue Collected for Another Agency							
Total Resources	29,260	30,377	30,045	42,031	42,031	42,336	42,336
Expenditures:							
Direct Expenditures	35,367	30,336	43,012	30,045	30,045	30,045	30,045
Indirect Expenditures	71	68	108	70	70	70	70
Total Expenditures	35,438	30,404	43,120	30,115	30,115	30,115	30,115
Current Difference	-6,178	-27	-13,075	11,916	11,916	12,221	12,221
Accumulated Ending Balance	19,086	19,059	5,984	17,900	17,900	30,121	30,121

Supporting Information

Background Information:

The 911 emergency telephone number is designed to provide immediate access to emergency services. The surcharge is used to cover the costs of providing this service to every Minnesotan. The charge is \$.78 per line per month. The charge will increase to \$.95 a month.

Forecast Basis:

The agency projects an increase in revenues in fiscal years 2016 and 2017.

Recent Changes:

The fee was last changed in October 2013. The fee will increase in fiscal year 2016.

Agency Analysis/Comments:

FY16-17 Departmental Earnings

Agency:	Public Safety
Revenue Category Name:	BCA Non-Criminal Information Requests
Purpose:	To recover the costs of processing requests for criminal history record information for non-criminal justice use.
Legal Citation(s):	M.S. 299C.10; 13.87
Revenue Account Code(s):	644055
Dedicated Receipts (Yes/No):	Yes
Non-Dedicated Receipts (Yes/No):	No
Fund(s):	2000
Appropriation Name(s):	P073232
Recommending Fee Change? (Yes/No)	No

Revenue Category Summary (Dollars in Thousands)	Actual FY 2013	Actual FY 2014	Estimated FY 2015	Current Law FY 2016	Gov Rec FY 2016	Current Law	Gov Rec FY 2017
Accumulated Balance	520	635	515	575	575	726	726
Resources:							
Departmental Earnings	2,388	2,409	2,409	2,409	2,409	2,409	2,409
Other Resources:							
Earnings Transferred In							
Revenue Collected by Another Agency							
Other Receipts (e.g. interest)							
Resource Reductions:							
Earnings Transferred Out							
Revenue Collected for Another Agency							
Total Resources	2,388	2,409	2,409	2,409	2,409	2,409	2,409
Expenditures:							
Direct Expenditures	2,273	2,529	2,249	2,258	2,258	2,309	2,309
Indirect Expenditures							
Total Expenditures	2,273	2,529	2,249	2,258	2,258	2,309	2,309
Current Difference	115	-120	160	151	151	100	100
Accumulated Ending Balance	635	515	575	726	726	826	826

Supporting Information

Background Information:

This fee is to recover the costs of processing requests for criminal history record information for non-criminal justice use. The fee is \$8 for personal and non-profit background checks and \$15 for business background checks.

Forecast Basis:

It is assumed actual FY 15 revenues will prevail for fiscal years 16-17.

Recent Changes:

No recent changes.

Agency Analysis/Comments:

The accumulated ending balance has been increasing. The fees are covering the cost of the activity.

FY16-17 Departmental Earnings

Agency:	Public Safety
Revenue Category Name:	BCA Personal Protection Pistol Permit Fee
Purpose:	To recover the costs of BCA providing permit status via a connection to the Criminal Justice Data Communications Network.
Legal Citation(s):	M.S. 624.717 subd. 3(f)
Revenue Account Code(s):	644064
Dedicated Receipts (Yes/No):	No
Non-Dedicated Receipts (Yes/No):	Yes
Fund(s):	1000
Appropriation Name(s):	P073431
Recommending Fee Change? (Yes/No)	No

Revenue Category Summary (Dollars in Thousands)	Actual FY 2013	Actual FY 2014	Estimated FY 2015	Current Law FY 2016	Gov Rec FY 2016	Current Law FY 2017	Gov Rec FY 2017
Accumulated Balance							
Resources:							
Departmental Earnings	442	491	181	181	181	181	181
Other Resources:							
Earnings Transferred In							
Revenue Collected by Another Agency							
Other Receipts (e.g. interest)							
Resource Reductions:							
Earnings Transferred Out							
Revenue Collected for Another Agency							
Total Resources	442	491	181	181	181	181	181
Expenditures:							
Direct Expenditures	442	491	181	181	181	181	181
Indirect Expenditures							
Total Expenditures	442	491	181	181	181	181	181
Current Difference							
Accumulated Ending Balance							

Supporting Information

Background Information:

This fee is to recover the costs of BCA providing permit status via a connection to the Criminal Justice Data Communications Network. The fee is \$10

Forecast Basis:

It is assumed actual FY 15 revenues will prevail for fiscal years 16-17.

Recent Changes:

No recent changes.

Agency Analysis/Comments:

The fees appear to be covering the cost of the activity.

FY16-17 Departmental Earnings

Agency:	Public Safety
Revenue Category Name:	Fire Insurance Policy Surcharge
Purpose:	Surcharges to cover the cost of the State Fire Marshal Division; MN Board of Firefighters; and other fire service programs
Legal Citation(s):	M.S. 297I.06
Revenue Account Code(s):	644016
Dedicated Receipts (Yes/No):	Yes
Non-Dedicated Receipts (Yes/No):	No
Fund(s):	2000
Appropriation Name(s):	P074012
Recommending Fee Change? (Yes/No)	No

Revenue Category Summary (Dollars in Thousands)	Actual FY 2013	Actual FY 2014	Estimated FY 2015	Current Law FY 2016	Gov Rec FY 2016	Current Law FY 2017	Gov Rec FY 2017
Accumulated Balance	3,152	3,103	3,334	2,982	2,982	2,630	2,630
Resources:							
Departmental Earnings	14,625	13,193	10,200	10,200	10,200	10,200	10,200
Other Resources:							
Earnings Transferred In							
Revenue Collected by Another Agency							
Other Receipts (e.g. interest)							
Resource Reductions:							
Earnings Transferred Out	10,338	8,706	5,713	5,713	5,713	5,713	5,713
Revenue Collected for Another Agency							
Total Resources	4,287	4,487	4,487	4,487	4,487	4,487	4,487
Expenditures:							
Direct Expenditures	4,041	3,942	4,487	4,487	4,487	4,487	4,487
Indirect Expenditures	295	314	352	352	352	352	352
Total Expenditures	4,336	4,256	4,839	4,839	4,839	4,839	4,839
Current Difference	-49	231	-352	-352	-352	-352	-352
Accumulated Ending Balance	3,103	3,334	2,982	2,630	2,630	2,278	2,278

Supporting Information

Background Information:

A surcharge of one-half of one percent on the gross fire premiums and assessments, less return premiums, on all direct business received by the insurer or agents of the insurer in Minnesota, in cash or otherwise, during the year.

Forecast Basis:

It is assumed actual FY 15 revenues will prevail for fiscal years 16-17.

Recent Changes:

No recent changes.

The current fee structure appears to be covering the costs

Agency Analysis/Comments:

The accumulated ending balance has been decreasing slightly. The fees are covering the cost of the activity.

FY16-17 Departmental Earnings

Agency:	Public Safety
Revenue Category Name:	Fire Safety Inspection., Certification Permit Fee
Purpose:	To inspect daycare facilities and hotels for Fire Safety; license fire protection system contractors; issue permits to fireworks display operators.
Legal Citation(s):	M.S. 299M.04; 624.22 subd 3 & 7; 245A151
Revenue Account Code(s):	644017; 644062; 644065; 644068; 644070; 644012; 644013; 644014
Dedicated Receipts (Yes/No):	Yes
Non-Dedicated Receipts (Yes/No):	Yes
Fund(s):	1000; 2000
Appropriation Name(s):	P074511; P074022; P074032; P0745112; P0754122; P074522
Recommending Fee Change? (Yes/No)	No

Revenue Category Summary (Dollars in Thousands)	Actual FY 2013	Actual FY 2014	Estimated FY 2015	Current Law FY 2016	Gov Rec FY 2016	Current Law FY 2017	Gov Rec FY 2017
Accumulated Balance	1,251	1,233	1,230	935	935	648	648
Resources:							
Departmental Earnings	1,382	1,424	1,407	1,417	1,417	1,417	1,417
Other Resources:							
Earnings Transferred In							
Revenue Collected by Another Agency							
Other Receipts (e.g. interest)							
Resource Reductions:							
Earnings Transferred Out							
Revenue Collected for Another Agency							
Total Resources	1,382	1,424	1,407	1,417	1,417	1,417	1,417
Expenditures:							
Direct Expenditures	1,401	1,427	1,702	1,704	1,704	1,704	1,704
Indirect Expenditures							
Total Expenditures	1,401	1,427	1,702	1,704	1,704	1,704	1,704
Current Difference	-19	-3	-295	-287	-287	-287	-287
Accumulated Ending Balance	1,233	1,230	935	648	648	362	362

Supporting Information

Background Information:

Forecast Basis:

It is assumed actual FY 15 revenues will prevail for fiscal years 16-17.

Recent Changes:

The fee was last changed in 2012. The current fee structure appears to be covering the costs

Agency Analysis/Comments:

The accumulated ending balance has been decreasing slightly. The fees are covering the cost of the activity.

FY16-17 Departmental Earnings

Agency:	Public Safety
Revenue Category Name:	Patrol Commercial MV Inspection Fee
Purpose:	To recover the costs of certifying Commercial Vehicle Inspectors and issue Inspection Certification Decals.
Legal Citation(s):	M.S. 169.781 subd. 3 &5
Revenue Account Code(s):	644021
Dedicated Receipts (Yes/No):	No
Non-Dedicated Receipts (Yes/No):	Yes
Fund(s):	2700
Appropriation Name(s):	P075647
Recommending Fee Change? (Yes/No)	No

Revenue Category Summary (Dollars in Thousands)	Actual FY 2013	Actual FY 2014	Estimated FY 2015	Current Law FY 2016	Gov Rec FY 2016	Current Law FY 2017	Gov Rec FY 2017
Accumulated Balance							
Resources:							
Departmental Earnings	41	50	50	50	50	50	50
Other Resources:							
Earnings Transferred In							
Revenue Collected by Another Agency							
Other Receipts (e.g. interest)							
Resource Reductions:							
Earnings Transferred Out							
Revenue Collected for Another Agency							
Total Resources	41	50	50	50	50	50	50
Expenditures:							
Direct Expenditures	41	50	50	50	50	50	50
Indirect Expenditures							
Total Expenditures	41	50	50	50	50	50	50
Current Difference							
Accumulated Ending Balance							

Supporting Information

Background Information:

This fee is to recover the costs of certifying Commercial Vehicle Inspectors and issue Inspection Certification Decals. The fee for two year Commercial Vehicle Inspector is \$10 and the fee for the 12 inspection decal is \$2.

Forecast Basis:

It is assumed actual FY 15 revenues will prevail for fiscal years 16-17.

Recent Changes:

No recent changes.

Agency Analysis/Comments:

The fees are covering the cost of the activity.

FY16-17 Departmental Earnings

Agency:	Public Safety
Revenue Category Name:	Patrol Contracted Service Fees
Purpose:	To recover costs related to State Patrol Escort activities and State Patrol Flight Activities
Legal Citation(s):	M.S 299D.03, subd.1 (12); 299D.09
Revenue Account Code(s):	644019; 644022; 644058; 512605
Dedicated Receipts (Yes/No):	Yes
Non-Dedicated Receipts (Yes/No):	No
Fund(s):	2000, 2001
Appropriation Name(s):	P075082, P08508I, P075122, P07510I, P07512I
Recommending Fee Change? (Yes/No)	Yes

Revenue Category Summary (Dollars in Thousands)	Actual FY 2013	Actual FY 2014	Estimated FY 2015	Current Law FY 2016	Gov Rec FY 2016	Current Law FY 2017	Gov Rec FY 2017
Accumulated Balance		-4	-106	-424	-424	-722	-572
Resources:							
Departmental Earnings	2,364	2,680	2,741	2,745	2,895	2,746	2,896
Other Resources:							
Earnings Transferred In							
Revenue Collected by Another Agency							
Other Receipts (e.g. interest)							
Resource Reductions:							
Earnings Transferred Out							
Revenue Collected for Another Agency							
Total Resources	2,364	2,680	2,741	2,745	2,895	2,746	3,045
Expenditures:							
Direct Expenditures	2,199	2,594	2,855	2,837	2,837	2,837	2,837
Indirect Expenditures	169	188	204	206	206	206	206
Total Expenditures	2,368	2,782	3,059	3,043	3,043	3,043	3,043
Current Difference	-4	-102	-318	-298	-148	-297	-147
Accumulated Ending Balance	-4	-106	-424	-722	-572	-1,019	-719

Supporting Information

Background Information:

The fee for Patrol escort services is \$79.28 per hour with a vehicle and \$59.28 per hour without a vehicle. For Flight services the range per hour is \$140 an hour to \$560 depending on the flight vehicle.

Forecast Basis:

It is assumed actual FY 15 revenues will prevail for fiscal years 16-17.

Recent Changes:

The rates were changed in 2012. The rate change increased revenue, but the revenue is not keeping up with actual costs.

Agency Analysis/Comments:

Continuing current rates will create a negative balance. The Governor recommends changing the statutorily established rate set for escort services of the MN State Patrol to more closely reflect actual operating cost of this service. Further, this proposal seeks to change statutory language allowing the Commissioner of Public Safety to set an average rate based upon actual cost per fiscal year.

FY16-17 Departmental Earnings

Agency:	Public Safety
Revenue Category Name:	DVS Licensing DWI Reinstatement Fees
Purpose:	To recover cost of revoking and suspending drivers licenses and related costs of reinstatement.
Legal Citation(s):	M.S. 171.29 subd 2
Revenue Account Code(s):	644046; 644047
Dedicated Receipts (Yes/No):	Yes
Non-Dedicated Receipts (Yes/No):	Yes
Fund(s):	1000; 2000
Appropriation Name(s):	P077811; P077062; P077082; P077092
Recommending Fee Change? (Yes/No)	No

Revenue Category Summary (Dollars in Thousands)	Actual FY 2013	Actual FY 2014	Estimated FY 2015	Current Law FY 2016	Gov Rec FY 2016	Current Law FY 2017	Gov Rec FY 2017
Accumulated Balance		1,184	2,036	1,345	1,345	853	853
Resources:							
Departmental Earnings	16,332	15,797	14,794	14,794	14,794	14,794	14,794
Other Resources:							
Earnings Transferred In							
Revenue Collected by Another Agency							
Other Receipts (e.g. interest)							
Resource Reductions:							
Earnings Transferred Out	12,244	11,858	11,998	11,998	11,998	11,998	11,998
Revenue Collected for Another Agency							
Total Resources							
Expenditures:							
Direct Expenditures	2,717	2,893	3,262	3,078	3,078	3,078	3,078
Indirect Expenditures	187	194	225	210	210	210	210
Total Expenditures	2,904	3,087	3,487	3,288	3,288	3,288	3,288
Current Difference	1,184	852	-691	-492	-492	-492	-492
Accumulated Ending Balance	1,184	2,036	1,345	853	853	361	361

Supporting Information

Background Information:

The DWI Reinstatement Fee is \$680. The fee is to of revoking and suspending drivers licenses and related costs of reinstatement.

Forecast Basis:

It is assumed actual FY 15 revenues will prevail for fiscal years 16-17.

Recent Changes:

No recent changes. The current fee structure appears to be covering the costs.

Agency Analysis/Comments:

The accumulated ending balance has been decreasing slightly. The fees appear to be covering the cost of the activity.

FY16-17 Departmental Earnings

Agency:	Public Safety
Revenue Category Name:	Interstate Reg & Reciprocity Filing Fees (Fuel Tax)
Purpose:	Applicants paying license fees under the International Fuel Tax Agreement, shall pay a fuel tax license fee and an annual application filing fee to cover the costs of the program.
Legal Citation(s):	M.S. 168D.06; 168D.12
Revenue Account Code(s):	644035; 644036; 644037
Dedicated Receipts (Yes/No):	Yes
Non-Dedicated Receipts (Yes/No):	No
Fund(s):	2000
Appropriation Name(s):	P077102
Recommending Fee Change? (Yes/No)	Yes

Revenue Category Summary (Dollars in Thousands)	Actual FY 2013	Actual FY 2014	Estimated FY 2015	Current Law FY 2016	Gov Rec FY 2016	Current Law FY 2017	Gov Rec FY 2017
Accumulated Balance		53	78	2	2	7	46
Resources:							
Departmental Earnings	243	243	203	203	243	203	243
Other Resources:							
Earnings Transferred In	250	250	250	300	300	300	300
Revenue Collected by Another Agency							
Other Receipts (e.g. interest)							
Resource Reductions:							
Earnings Transferred Out							
Revenue Collected for Another Agency							
Total Resources	493	493	453	503	543	503	543
Expenditures:							
Direct Expenditures	412	439	495	467	467	467	467
Indirect Expenditures	28	29	34	32	32	32	32
Total Expenditures	440	468	529	499	499	499	499
Current Difference	53	25	-76	5	44	4	44
Accumulated Ending Balance	53	78	2	7	46	11	90

Supporting Information

Background Information:

The fuel tax fee varies based on the Minnesota miles driven. The fees charged are to cover the cost of the program.

Forecast Basis:

It is assumed actual FY 15 revenues will prevail for fiscal years 16-17.

Recent Changes:

No recent changes.

Agency Analysis/Comments:

The Governor recommends a reinstatement fee of \$100 to cover the administrative costs associated with reinstating a revoked International Fuel Tax Agreement (IFTA) license. This practice is followed by other IFTA jurisdictions. The revenue is a non-dedicated receipt in the vehicle services operating account.

FY16-17 Departmental Earnings

Agency:	Public Safety
Revenue Category Name:	DVS Motor Vehicle Dealer License Fees
Purpose:	To cover the costs of issuing Motor Vehicle Dealer License and to provide consumer protection
Legal Citation(s):	M.S. 168.27 subd 11 &22
Revenue Account Code(s):	644048
Dedicated Receipts (Yes/No):	Yes
Non-Dedicated Receipts (Yes/No):	Yes
Fund(s):	1000; 2000
Appropriation Name(s):	P077711; P077102
Recommending Fee Change? (Yes/No)	No

Revenue Category Summary (Dollars in Thousands)	Actual FY 2013	Actual FY 2014	Estimated FY 2015	Current Law FY 2016	Gov Rec FY 2016	Current Law FY 2017	Gov Rec FY 2017
Accumulated Balance		46	57	-3	-3	-14	-14
Resources:							
Departmental Earnings	592	601	629	629	629	629	629
Other Resources:							
Earnings Transferred In	165	165	165	165	165	165	165
Revenue Collected by Another Agency							
Other Receipts (e.g. interest)							
Resource Reductions:							
Earnings Transferred Out							
Revenue Collected for Another Agency							
Total Resources	757	766	794	794	794	794	794
Expenditures:							
Direct Expenditures	665	708	799	754	754	754	754
Indirect Expenditures	46	47	55	51	51	51	51
Total Expenditures	711	755	854	805	805	805	805
Current Difference	46	11	-60	-11	-11	-11	-11
Accumulated Ending Balance	46	57	-3	-14	-14	-25	-25

Supporting Information

Background Information

The Dealer License fee is \$275 for Motor Vehicle Dealers and \$15 for Boat/Snowmobile/Horse-Trailer/Motorized Bicycles. The fees cover the cost of Motor Vehicle Dealer licensing.

Forecast Basis:

It is assumed actual FY 15 revenues will prevail for fiscal years 16-17.

Recent Changes:

No recent changes. The current fee structure appears to be covering the costs.

Agency Analysis/Comments:

The accumulated ending balance has been decreasing slightly. The fees appear to be covering the cost of the activity.

FY16-17 Departmental Earnings

Agency:	Public Safety
Revenue Category Name:	DVS Licensing Motorcycle Endorsement Fees
Purpose:	To cover the costs of the motorcycle safety education programs and to license motorcycle drivers.
Legal Citation(s):	M.S. 171.06 subd 2a
Revenue Account Code(s):	644052
Dedicated Receipts (Yes/No):	Yes
Non-Dedicated Receipts (Yes/No):	Yes
Fund(s):	1000; 2000
Appropriation Name(s):	P077711; P079222
Recommending Fee Change? (Yes/No)	No

Revenue Category Summary (Dollars in Thousands)	Actual FY 2013	Actual FY 2014	Estimated FY 2015	Current Law FY 2016	Gov Rec FY 2016	Current Law FY 2017	Gov Rec FY 2017
Accumulated Balance		128	209	372	372	541	541
Resources:							
Departmental Earnings	1,715	1,636	1,683	1,683	1,683	1,683	1,683
Other Resources:							
Earnings Transferred In							
Revenue Collected by Another Agency							
Other Receipts (e.g. interest)							
Resource Reductions:							
Earnings Transferred Out	970	970	249	243	243	243	243
Revenue Collected for Another Agency							
Total Resources	745	666	1,434	1,440	1,440	1,440	1,440
Expenditures:							
Direct Expenditures	614	582	1,268	1,268	1,268	1,268	1,268
Indirect Expenditures	3	3	3	3	3	3	3
Total Expenditures	617	585	1,271	1,271	1,271	1,271	1,271
Current Difference	128	81	163	169	169	169	169
Accumulated Ending Balance	128	209	372	541	541	710	710

Supporting Information

Background Information:

The Motorcycle endorsement fee is \$18.50 for the first issue and \$13 for renewal. The fees cover the costs of the motorcycle safety education program and the licensing of motorcycle drivers.

Forecast Basis:

It is assumed actual FY 15 revenues will prevail for fiscal years 16-17.

Recent Changes:

No recent changes. The current fee structure appears to be covering the costs.

Agency Analysis/Comments:

The accumulated ending balance has been decreasing slightly. The fees appear to be covering the cost of the activity.

FY16-17 Departmental Earnings

Agency:	Public Safety
Revenue Category Name:	DVS Public Safety Motor Vehicle Account Fee
Purpose:	To cover the costs of Public Safety Motor Vehicles.
Legal Citation(s):	M.S. 168A.29 subd. 1(b); 299A.70
Revenue Account Code(s):	644024
Dedicated Receipts (Yes/No):	Yes
Non-Dedicated Receipts (Yes/No):	No
Fund(s):	2000
Appropriation Name(s):	P075052
Recommending Fee Change? (Yes/No)	No

Revenue Category Summary (Dollars in Thousands)	Actual FY 2013	Actual FY 2014	Estimated FY 2015	Current Law FY 2016	Gov Rec FY 2016	Current Law FY 2017	Gov Rec FY 2017
Accumulated Balance	1,346	1,945	2,249	824	824	637	637
Resources:							
Departmental Earnings	4,345	4,578	4,200	4,200	4,200	4,200	4,200
Other Resources:							
Earnings Transferred In							
Revenue Collected by Another Agency							
Other Receipts (e.g. interest)							
Resource Reductions:							
Earnings Transferred Out	500	431	506	483	483	483	483
Revenue Collected for Another Agency							
Total Resources	3,845	4,147	3,694	3,717	3,717	3,717	3,717
Expenditures:							
Direct Expenditures	3,246	3,843	5,119	3,904	3,904	3,704	3,704
Indirect Expenditures							
Total Expenditures	3,246	3,843	5,119	3,904	3,904	3,704	3,704
Current Difference	599	304	-1,425	-187	-187	13	13
Accumulated Ending Balance	1,945	2,249	824	637	637	650	650

Supporting Information

Background Information:

This fee is to cover the costs of Public Safety Motor Vehicles. The fee is part of the Certificate of Motor Vehicle Title fee. The amount of the Public Safety Motor Vehicle Account fee is \$3.50.

Forecast Basis:

It is assumed actual FY 15 revenues will prevail for fiscal years 16-17.

Recent Changes:

No recent changes.

Agency Analysis/Comments:

The fees appear to be covering the cost of the activity.

FY16-17 Departmental Earnings

Agency:	Public Safety
Revenue Category Name:	DVS Driver License & Related Fees
Purpose:	To license all drivers of motorized vehicles and related fees to recover of providing data on licenses.
Legal Citation(s):	M.S. 168.327; 168.33; 169.09 subd 13€; 169.345 subd3; 171.06; 171.07; 171.13 subd 5; 171.20 subd 4; 171.29; 171.324; and 171.36
Revenue Account Code(s):	644041; 644042; 644039; 644026; 644040; 644045; 644040; 644042; 644025; 644044
Dedicated Receipts (Yes/No):	Yes
Non-Dedicated Receipts (Yes/No):	Yes
Fund(s):	2000; 2700
Appropriation Name(s):	P077102
Recommending Fee Change? (Yes/No)	No

Revenue Category Summary (Dollars in Thousands)	Actual FY 2013	Actual FY 2014	Estimated FY 2015	Current Law FY 2016	Gov Rec FY 2016	Current Law FY 2017	Gov Rec FY 2017
Accumulated Balance		520	651	986	986	1,201	1,201
Resources:							
Departmental Earnings	28,191	27,863	28,366	28,366	28,366	28,366	28,366
Other Resources:							
Earnings Transferred In							
Revenue Collected by Another Agency							
Other Receipts (e.g. interest)							
Resource Reductions:							
Earnings Transferred Out	10,970	9,980	7,980	9,250	9,250	9,350	9,350
Revenue Collected for Another Agency							
Total Resources	17,221	17,883	20,386	19,116	19,116	19,016	19,016
Expenditures:							
Direct Expenditures	15,625	16,637	18,760	17,699	17,699	17,699	17,699
Indirect Expenditures	1,076	1,115	1,291	1,203	1,203	1,203	1,203
Total Expenditures	16,701	17,752	20,051	18,902	18,902	18,902	18,902
Current Difference	520	131	335	215	215	14	14
Accumulated Ending Balance	520	651	986	1,201	1,201	1,315	1,315

Supporting Information

Background Information:

Fees are listed in M.S. 171.06. The fees are to cover the costs of licensing drivers and related activities.

Forecast Basis:

It is assumed actual FY 15 revenues will prevail for fiscal years 16-17.

Recent Changes:

No recent changes.

Agency Analysis/Comments:

The accumulated ending balance has been increasing. The fees appear to be covering the cost of the activity.

FY16-17 Departmental Earnings

Agency:	Public Safety
Revenue Category Name:	DVS Fleet Registration Admin Fee
Purpose:	To recover the costs of administrating the registration for vehicles in a fleet.
Legal Citation(s):	M.S. 169.127 subd 6
Revenue Account Code(s):	644034
Dedicated Receipts (Yes/No):	Yes
Non-Dedicated Receipts (Yes/No):	No
Fund(s):	2000
Appropriation Name(s):	P077102
Recommending Fee Change? (Yes/No)	No

Revenue Category Summary (Dollars in Thousands)	Actual FY 2013	Actual FY 2014	Estimated FY 2015	Current Law FY 2016	Gov Rec FY 2016	Current Law FY 2017	Gov Rec FY 2017
Accumulated Balance							
Resources:							
Departmental Earnings	175	175	150	150	150	150	150
Other Resources:							
Earnings Transferred In							
Revenue Collected by Another Agency							
Other Receipts (e.g. interest)							
Resource Reductions:							
Earnings Transferred Out							
Revenue Collected for Another Agency							
Total Resources	175	175	150	150	150	150	150
Expenditures:							
Direct Expenditures	175	175	150	150	150	150	150
Indirect Expenditures							
Total Expenditures	175	175	150	150	150	150	150
Current Difference							
Accumulated Ending Balance							

Supporting Information

Background Information:

A unique category registration category is established for vehicles of a fleet. Vehicles registered in the fleet must be issued a distinctive license plate. Instead of a filing fee, the applicant shall pay an equivalent administrative fee for each vehicle in the fleet.

Forecast Basis:

It is assumed actual FY 15 revenues will prevail for fiscal years 16-17.

Recent Changes:

No recent changes.

Agency Analysis/Comments:

FY16-17 Departmental Earnings

Agency:	Public Safety
Revenue Category Name:	Motor Vehicle Misc.-Admin & Advertising
Purpose:	Administrative and miscellaneous motor vehicle fees for tax exempt vehicles.
Legal Citation(s):	M.S. 168.581;168.012;168.013, Subd 12; 168.017; 168.018; 168.10; 168.12; 168.29;168.31;168A.152; 299A.01; and 299A.802
Revenue Account Code(s):	644027;644029;644030;644043;644059;644061
Dedicated Receipts (Yes/No):	Yes
Non-Dedicated Receipts (Yes/No):	Yes
Fund(s):	1000; 2000
Appropriation Name(s):	P077711; P077022; P077102
Recommending Fee Change? (Yes/No)	No

Revenue Category Summary (Dollars in Thousands)	Actual FY 2013	Actual FY 2014	Estimated FY 2015	Current Law FY 2016	Gov Rec FY 2016	Current Law FY 2017	Gov Rec FY 2017
Accumulated Balance		18	182	207	207	275	275
Resources:							
Departmental Earnings	1,599	2,731	1,803	1,803	1,803	1,803	1,803
Other Resources:							
Earnings Transferred In							
Revenue Collected by Another Agency							
Other Receipts (e.g. interest)							
Resource Reductions:							
Earnings Transferred Out	600	1,525	600	625	625	625	625
Revenue Collected for Another Agency							
Total Resources	999	1,206	1,203	1,178	1,178	1,178	1,178
Expenditures:							
Direct Expenditures	918	977	1,102	1,040	1,040	1,040	1,040
Indirect Expenditures	63	65	76	71	71	71	71
Total Expenditures	981	1,042	1,178	1,110	1,110	1,111	1,111
Current Difference	18	164	25	68	68	67	67
Accumulated Ending Balance	18	182	207	275	275	342	342

Supporting Information

Background Information:

The fees vary according to the Minnesota Statutes listed above. The fees cover the administrative costs related to tax exempt vehicles

Forecast Basis:

It is assumed actual FY 15 revenues will prevail for fiscal years 16-17.

Recent Changes:

No recent changes.

Agency Analysis/Comments:

The fees appear to be covering the cost of the activity.

FY16-17 Departmental Earnings

Agency:	Public Safety
Revenue Category Name:	Motor Vehicle Special List Copy Fees
Purpose:	To recover the cost of furnishing copies of motor vehicle registration data and driver license to the public upon request.
Legal Citation(s):	M.S. 168.327 subd 1 & 2
Revenue Account Code(s):	644053
Dedicated Receipts (Yes/No):	Yes
Non-Dedicated Receipts (Yes/No):	Yes
Fund(s):	1000; 2000
Appropriation Name(s):	P077102; P077711
Recommending Fee Change? (Yes/No)	No

Revenue Category Summary (Dollars in Thousands)	Actual FY 2013	Actual FY 2014	Estimated FY 2015	Current Law FY 2016	Gov Rec FY 2016	Current Law FY 2017	Gov Rec FY 2017
Accumulated Balance		236	224	404	404	585	585
Resources:							
Departmental Earnings	547	378	532	532	532	532	532
Other Resources:							
Earnings Transferred In							
Revenue Collected by Another Agency							
Other Receipts (e.g. interest)							
Resource Reductions:							
Earnings Transferred Out	155	225	165	175	175	175	175
Revenue Collected for Another Agency							
Total Resources	392	153	367	357	357	357	357
Expenditures:							
Direct Expenditures	146	155	175	165	165	165	165
Indirect Expenditures	10	10	12	11	11	11	11
Total Expenditures	156	165	187	176	176	176	176
Current Difference	236	-12	180	181	181	181	181
Accumulated Ending Balance	236	224	404	585	585	766	766

Supporting Information

Background Information:

The various fees for public data is listed in M.S. 168.327. The purpose of the fee is to cover the costs of providing Motor Vehicle and Driver License public data upon request.

Forecast Basis:

It is assumed actual FY 15 revenues will prevail for fiscal years 16-17.

Recent Changes:

There was a new fee added in 2014 laws chapter 293. The full extent of the revenue increase from the change is not currently available.

Agency Analysis/Comments:

The fees appear to be covering the cost of the activity.

FY16-17 Departmental Earnings

Agency:	Public Safety
Revenue Category Name:	DVS Motor Vehicle Transfer Fee
Purpose:	Funds are appropriated to state agencies for environmental issues involving motor vehicles such as tire waste management and cleanup activities.
Legal Citation(s):	M.S. 115.908 subd 1
Revenue Account Code(s):	644049
Dedicated Receipts (Yes/No):	No
Non-Dedicated Receipts (Yes/No):	Yes
Fund(s):	2800
Appropriation Name(s):	P077771E
Recommending Fee Change? (Yes/No)	No

Revenue Category Summary (Dollars in Thousands)	Actual FY 2013	Actual FY 2014	Estimated FY 2015	Current Law FY 2016	Gov Rec FY 2016	Current Law FY 2017	Gov Rec FY 2017
Accumulated Balance							
Resources:							
Departmental Earnings	9,935	10,398	9,530	9,530	9,530	9,530	9,530
Other Resources:							
Earnings Transferred In							
Revenue Collected by Another Agency							
Other Receipts (e.g. interest)							
Resource Reductions:							
Earnings Transferred Out							
Revenue Collected for Another Agency	9,935	10,398	9,530	9,530	9,530	9,530	9,530
Total Resources							
Expenditures:							
Direct Expenditures							
Indirect Expenditures							
Total Expenditures							
Current Difference							
Accumulated Ending Balance							

Supporting Information

Background Information:

A fee is collected on initial registration and each subsequent transfer of title with the state.

Forecast Basis:

It is assumed actual FY 15 revenues will prevail for fiscal years 16-17.

Recent Changes:

No recent changes.

Agency Analysis/Comments:

The fees appear to be covering the cost of the activity.

FY16-17 Departmental Earnings

Agency:	Public Safety
Revenue Category Name:	Motor Vehicle Special Plates and Sticker Fees
Purpose:	Issue special and personalized plates & impound reinstatement fees
Legal Citation(s):	M.S 169A.60; 168.12; 168.041
Revenue Account Code(s):	644038
Dedicated Receipts (Yes/No):	Yes
Non-Dedicated Receipts (Yes/No):	No
Fund(s):	2000
Appropriation Name(s):	P077102
Recommending Fee Change? (Yes/No)	No

Revenue Category Summary (Dollars in Thousands)	Actual FY 2013	Actual FY 2014	Estimated FY 2015	Current Law FY 2016	Gov Rec FY 2016	Current Law FY 2017	Gov Rec FY 2017
Accumulated Balance		539	946	349	349	189	189
Resources:							
Departmental Earnings	7,947	8,220	7,425	7,425	7,425	7,425	7,425
Other Resources:							
Earnings Transferred In							
Revenue Collected by Another Agency							
Other Receipts (e.g. interest)							
Resource Reductions:							
Earnings Transferred Out	985	985	310	315	315	325	325
Revenue Collected for Another Agency							
Total Resources	6,962	7,235	7,115	7,110	7,110	7,100	7,100
Expenditures:							
Direct Expenditures	6,009	6,399	7,215	6,807	6,807	6,807	6,807
Indirect Expenditures	414	429	497	463	463	463	463
Total Expenditures	6,423	6,828	7,712	7,270	7,270	7,270	7,270
Current Difference	539	407	-597	-160	-160	-170	-170
Accumulated Ending Balance	539	9446	349	189	189	19	19

Supporting Information

Background Information:

The fees vary according to the Minnesota Statutes listed above. The fees cover the administrative costs related to Special Plates and Decals.

Forecast Basis:

It is assumed actual FY 15 revenues will prevail for fiscal years 16-17.

Recent Changes:

Changes were made in the 2014 laws and are reflected in the revenue estimates. The changes were not significant to revenue estimates.

Agency Analysis/Comments:

The fees appear to be covering the cost of the activity.

FY16-17 Departmental Earnings

Agency:	Public Safety
Revenue Category Name:	Vehicle Registration & Title Certification Fees
Purpose:	To title vehicles for the purpose of providing consumer protection.
Legal Citation(s):	M.S. 168A.29; M.S. 168.54
Revenue Account Code(s):	644023
Dedicated Receipts (Yes/No):	Yes
Non-Dedicated Receipts (Yes/No):	Yes
Fund(s):	1000; 2000
Appropriation Name(s):	P077102; P077711
Recommending Fee Change? (Yes/No)	No

Revenue Category Summary (Dollars in Thousands)	Actual FY 2013	Actual FY 2014	Estimated FY 2015	Current Law FY 2016	Gov Rec FY 2016	Current Law FY 2017	Gov Rec FY 2017
Accumulated Balance		908	1,788	-53	-53	-1,152	-1,152
Resources:							
Departmental Earnings	11,674	12,324	11,085	11,085	11,085	11,085	11,085
Other Resources:							
Earnings Transferred In			775	775	775	775	775
Revenue Collected by Another Agency							
Other Receipts (e.g. interest)							
Resource Reductions:							
Earnings Transferred Out							
Revenue Collected for Another Agency							
Total Resources	11,674	12,324	11,860	11,860	11,860	11,860	11,860
Expenditures:							
Direct Expenditures	10,072	10,725	12,093	11,409	11,409	11,409	11,409
Indirect Expenditures	694	719	832	776	776	776	776
Total Expenditures	10,766	11,444	12,925	12,185	12,185	12,185	12,185
Current Difference	908	880	-1,065	-325	-325	-325	-325
Accumulated Ending Balance	908	1,788	723	399	399	74	74

Supporting Information

Background Information:

The fees vary according to the Minnesota Statutes listed above. The fees cover the costs related to titling vehicles for the purpose of providing consumer protection.

Forecast Basis:

It is assumed actual FY 15 revenues will prevail for fiscal years 16-17.

Recent Changes:

Changes were made in the 2014 laws and are reflected in the revenue estimates. The changes were not significant to revenue estimates.

Agency Analysis/Comments:

The fees appear to be covering the cost of the activity.

FY16-17 Departmental Earnings

Agency:	Public Safety
Revenue Category Name:	Motor Vehicle Filing Fees
Purpose:	Impose filing fees on every motor vehicle registration and every other type of vehicle transaction to recover the cost of processing the renewal.
Legal Citation(s):	M.S. 168.326; 168.33, subd 7
Revenue Account Code(s):	644028
Dedicated Receipts (Yes/No):	Yes
Non-Dedicated Receipts (Yes/No):	Yes
Fund(s):	1000; 2000
Appropriation Name(s):	P07711; P077102; P077172
Recommending Fee Change? (Yes/No)	No

Revenue Category Summary (Dollars in Thousands)	Actual FY 2013	Actual FY 2014	Estimated FY 2015	Current Law FY 2016	Gov Rec FY 2016	Current Law FY 2017	Gov Rec FY 2017
Accumulated Balance		408	404	436	436	618	618
Resources:							
Departmental Earnings	10,084	9,609	9,645	9,645	9,645	9,645	9,645
Other Resources:							
Earnings Transferred In							
Revenue Collected by Another Agency							
Other Receipts (e.g. interest)							
Resource Reductions:							
Earnings Transferred Out	7,500	7,300	7,000	7,000	7,000	7,000	7,000
Revenue Collected for Another Agency							
Total Resources	2,036	2,168	2,445	2,307	2,307	2,307	2,307
Expenditures:							
Direct Expenditures	2,036	2,168	2,445	2,463	2,463	2,464	2,464
Indirect Expenditures	140	145	168	157	157	157	157
Total Expenditures	2,176	2,313	2,613	2,463	2,463	2,464	2,464
Current Difference	408	-4	32	182	182	181	181
Accumulated Ending Balance	408	404	436	618	618	799	799

Supporting Information

Background Information:

A filing fee of \$4.50 on every motor vehicle and \$8.50 on every other type of vehicle. An expedited fee of \$20 for processing of a vehicle title registration within three days. The fee proceeds are expected to cover the costs.

Forecast Basis:

It is assumed actual FY 15 revenues will prevail for fiscal years 16-17.

Recent Changes:

No recent changes.

Agency Analysis/Comments:

The fees appear to be covering the cost of the activity.

FY16-17 Departmental Earnings

Agency:	Public Safety
Revenue Category Name:	MNLARS-DVS Technology Account
Purpose:	Impose a technology surcharge on driver's license, identification cards, and vehicle registration and ownership transactions to recover the cost and development of the Minnesota Licensing and Registration System (MNLARS) information system.
Legal Citation(s):	MS 299.705.3
Revenue Account Code(s):	644028, 644069
Dedicated Receipts (Yes/No):	Yes
Non-Dedicated Receipts (Yes/No):	No
Fund(s):	2000
Appropriation Name(s):	P077172
Recommending Fee Change? (Yes/No)	No

Revenue Category Summary (Dollars in Thousands)	Actual FY 2013	Actual FY 2014	Estimated FY 2015	Current Law FY 2016	Gov Rec FY 2016	Current Law FY 2017	Gov Rec FY 2017
Accumulated Balance	40,359	46,777	47,187	28,542	28,542	13,919	13,919
Resources:							
Departmental Earnings	10,066	10,176	9,900	9,900	9,900	1,900	1,900
Other Resources:							
Earnings Transferred In	7,100						
Revenue Collected by Another Agency							
Other Receipts (e.g. interest)							
Resource Reductions:							
Earnings Transferred Out							
Revenue Collected for Another Agency							
Total Resources	17,166	10,176	9,900	9,900	9,900	1,900	1,900
Expenditures:							
Direct Expenditures	10,643	9,594	28,333	24,440	24,440	16,392	16,392
Indirect Expenditures	105	172	212	82	82	82	82
Total Expenditures	10,748	9,766	28,545	24,522	24,522	16,474	16,474
Current Difference	6,418	410	-18,645	-14,622	-14,622	-14,574	-14,574
Accumulated Ending Balance	46,777	47,187	28,542	13,919	13,919	-655	-655

Supporting Information

Background Information:

The driver and vehicle services technology account is created in the special revenue fund, consisting of the technology surcharge collected as specified in chapters 168, 168A, and 171; the filing fee revenue collected under section [168.33, subdivision 7](#); and any other money otherwise donated, allotted, appropriated, or legislated to this account. Money in the account is to support the research,

development and deployment of the driver and vehicle information system.

Forecast Basis:

It is assumed the accumulated balance forward and revenues will cover the deployment of the driver and vehicle information system.

Recent Changes:

Technology surcharge is scheduled to expire on June 30, 2016. Filing fees will continue to cover the costs of this activity.

Agency Analysis/Comments:

The fees appear to be covering the cost of the activity.

FY16-17 Departmental Earnings

Agency:	Public Safety
Revenue Category Name:	Gambling Enforcement Fees
Purpose:	To license manufacturers and distributors of gambling devices: conduct background investigations of gambling device sellers and employees of Indian Reservation Gambling Compact.
Legal Citation(s):	M.S. 3.9221; 299L.02 subd 7; 299L.07 subd 5 & 6
Revenue Account Code(s):	644011; 644003: 644002
Dedicated Receipts (Yes/No):	Yes
Non-Dedicated Receipts (Yes/No):	Yes
Fund(s):	1000; 2000
Appropriation Name(s):	P079151; P079122; P079132
Recommending Fee Change? (Yes/No)	No

Revenue Category Summary (Dollars in Thousands)	Actual FY 2013	Actual FY 2014	Estimated FY 2015	Current Law FY 2016	Gov Rec FY 2016	Current Law FY 2017	Gov Rec FY 2017
Accumulated Balance		173	317	519	519	730	730
Resources:							
Departmental Earnings	498	483	570	570	570	570	570
Other Resources:							
Earnings Transferred In							
Revenue Collected by Another Agency							
Other Receipts (e.g. interest)							
Resource Reductions:							
Earnings Transferred Out							
Revenue Collected for Another Agency							
Total Resources	498	483	570	570	570	570	570
Expenditures:							
Direct Expenditures	300	313	340	332	332	337	337
Indirect Expenditures	25	26	28	27	27	27	27
Total Expenditures	325	339	368	359	359	364	364
Current Difference	173	144	202	211	211	206	206
Accumulated Ending Balance	173	317	519	730	730	936	936

Supporting Information

Background Information:

According to statutes license fees range from \$1,500 to \$7,500. A Background investigation fee is charged to cover the costs of investigations.

Forecast Basis:

It is assumed actual FY 15 revenues will prevail for fiscal years 16-17.

Recent Changes:

No recent changes. The current fee structure appears to be covering the costs.

Agency Analysis/Comments:

The accumulated ending balance has been increasing slightly. The fees appear to be covering the cost of the activity.

FY16-17 Departmental Earnings

Agency:	Public Safety
Revenue Category Name:	AGED Liquor License Fees
Purpose:	To cover the cost of license and provide identification cards to manufacturers, wholesalers, importers of liquor, wine and malt beverages and to common carriers of liquor and malt beverages.
Legal Citation(s):	M.S. 340A
Revenue Account Code(s):	644067; 644071; 644054
Dedicated Receipts (Yes/No):	Yes
Non-Dedicated Receipts (Yes/No):	Yes
Fund(s):	1000; 2000
Appropriation Name(s):	P079161; P0791A2
Recommending Fee Change? (Yes/No)	No

Revenue Category Summary (Dollars in Thousands)	Actual FY 2013	Actual FY 2014	Estimated FY 2015	Current Law FY 2016	Gov Rec FY 2016	Current Law FY 2017	Gov Rec FY 2017
Accumulated Balance		1,612	3,556	5,101	5,101	6,490	6,490
Resources:							
Departmental Earnings	2,614	2,972	2,691	2,676	2,676	2,676	2,676
Other Resources:							
Earnings Transferred In							
Revenue Collected by Another Agency							
Other Receipts (e.g. interest)							
Resource Reductions:							
Earnings Transferred Out	505	545	520	505	505	505	505
Revenue Collected for Another Agency							
Total Resources	2,109	2,427	2,171	2,171	2,171	2,171	2,171
Expenditures:							
Direct Expenditures	460	447	579	721	721	721	721
Indirect Expenditures	37	36	47	61	61	61	61
Total Expenditures	497	483	626	782	782	782	782
Current Difference	1,612	1,944	1,545	1,389	1,389	1,389	1,389
Accumulated Ending Balance	1,612	3,556	5,101	6,490	6,490	7,879	7,879

Supporting Information

Background Information:

The various fees ranges from \$30 to \$30,000. The fees cover the licensing and regulating of manufacturers, wholesalers, importers of liquor, wine and malt beverages and to common carriers of liquor and malt beverages.

Forecast Basis:

It is assumed actual FY 15 revenues will prevail for fiscal years 16-17.

Recent Changes:

No recent changes. The current fee structure appears to be covering the costs.

Agency Analysis/Comments:

The accumulated ending balance has been increasing. The fees appear to be covering the cost of the activity.

FY16-17 Departmental Earnings

Agency:	Public Safety
Revenue Category Name:	Pipeline Safety Inspection Fess
Purpose:	To recover the state's share of all costs related to the Office of Pipeline Safety.
Legal Citation(s):	M.S. 299F.631; 299J.12; 16D.08
Revenue Account Code(s):	644004
Dedicated Receipts (Yes/No):	Yes
Non-Dedicated Receipts (Yes/No):	No
Fund(s):	2000
Appropriation Name(s):	P079402; P0794C2
Recommending Fee Change? (Yes/No)	No

Revenue Category Summary (Dollars in Thousands)	Actual FY 2013	Actual FY 2014	Estimated FY 2015	Current Law FY 2016	Gov Rec FY 2016	Current Law FY 2017	Gov Rec FY 2017
Accumulated Balance							
Resources:							
Departmental Earnings	574	919	1,354	1,354	1,354	1,354	1,354
Other Resources:							
Earnings Transferred In							
Revenue Collected by Another Agency							
Other Receipts (e.g. interest)							
Resource Reductions:							
Earnings Transferred Out							
Revenue Collected for Another Agency							
Total Resources	574	919	1,354	1,354	1,354	1,354	1,354
Expenditures:							
Direct Expenditures	574	919	1,354	1,354	1,354	1,354	1,354
Indirect Expenditures							
Total Expenditures	574	919	1,354	1,354	1,354	1,354	1,354
Current Difference							
Accumulated Ending Balance							

Supporting Information

Background Information:

On a quarterly basis Pipeline Operators are charged the state share of the costs of the Office of Pipeline Safety. The quarterly costs apportioned according to a formula set by rules.

Forecast Basis:

It is assumed actual FY 15 revenues will prevail for fiscal years 16-17.

Recent Changes:

No recent changes

Agency Analysis/Comments:

The fees cover the state share costs of the Office of Pipeline Safety.

Table of Contents
2016-17 Biennial Budget – Departmental Earnings

Public Utilities Commission

Administrative Hearings Cost Recovery	1
Energy Regulation Cost Assessment to Utilities	3
Extended Area Service Balloting Charges	5
Telephone Regulation Cost Assessment to Utilities.....	7
Telephone Assistance Program	9

FY16-17 Departmental Earnings

Agency:	Public Utilities Commission
Revenue Category Name:	Administrative Hearings Cost Recovery
Purpose:	To recover the costs of regulating the rates and services provided by energy utility companies
Legal Citation(s):	M.S. 216B.62, subd. 2 and M.S. 216B.62
Revenue Account Code(s):	645824,645825, 645826
Dedicated Receipts (Yes/No):	Yes
Non-Dedicated Receipts (Yes/No):	No
Fund(s):	2000
Appropriation Name(s):	B82ALJ0
Recommending Fee Change? (Yes/No)	No

Revenue Category Summary (Dollars in Thousands)	Actual FY 2013	Actual FY 2014	Estimated FY 2015	Current Law FY 2016	Gov Rec FY 2016	Current Law FY 2017	Gov Rec FY 2017
Accumulated Balance	55	227	74			0	0
Resources:							
Departmental Earnings	227	226	300	400	400	400	400
Other Resources:							
Earnings Transferred In							
Revenue Collected by Another Agency							
Other Receipts (e.g. interest)							
Resource Reductions:							
Earnings Transferred Out							
Revenue Collected for Another Agency							
Total Resources	227	453	374	400	400	400	400
Expenditures:							
Direct Expenditures	53	381	374	400	400	400	400
Indirect Expenditures							
Total Expenditures	53		374				
Current Difference			0	0	0	0	0
Accumulated Ending Balance	229	72	0	0	0	0	0

Supporting Information

Background Information:

The assessment of administrative hearings costs recovers the costs to the Public Utilities Commission for contested case hearings held by the Office of Administrative Hearings. M.S. 216B.62, Subd. 6 and M.S. 237.295 require that administrative hearing costs for contested cases be paid from a special revolving fund and subsequently assessed to the utilities involved. Receipts are deposited into the revolving fund. Expenditures and receipts vary with contested case activity.

Forecast Basis:

The Forecast assumes expanded services will be provided by the Office of Administrative Hearings to the Public Utilities Commission due to the increasing controversy surrounding utility construction projects (e.g. oil and gas pipelines, transmission lines and power plant siting and routing decisions).

Recent Changes:

No recent changes

Agency Analysis/Comments:

The Commission recovers 100% of the costs of Administrative Hearings and deposits the funds into a revolving account. Utility billings occur after expenditures have been made. As a result, the annual “balance” in the account may appear to be over or under recovered. The account is made whole annually once all invoiced costs have been received.

Cash flow for this account has been a concern for the past two years due to an increase in the number of Certificate of Need Cases requiring direct billing during the regular assessment process. Direct billings only occur twice each year, and the account can run a negative balance until the next full assessment is processed. The agency has received cash flow assistance from MMB to mitigate this effect.

FY16-17 Departmental Earnings

Agency:	Public Utilities Commission
Revenue Category Name:	Energy Regulation Cost Assessment to Utilities
Purpose:	To recover the costs of regulating the rates and services provided by energy utility companies
Legal Citation(s):	M.S. 216B.62, subd. 2 and M.S. 216B.62
Revenue Account Code(s):	645803, 645805, 645806, 645807, 645808, 645813,
Dedicated Receipts (Yes/No):	No
Non-Dedicated Receipts (Yes/No):	Yes
Fund(s):	1000
Appropriation Name(s):	B82NDRO
Recommending Fee Change? (Yes/No)	Yes

Revenue Category Summary (Dollars in Thousands)	Actual FY 2013	Actual FY 2014	Estimated FY 2015	Current Law FY 2016	Gov Rec FY 2016	Current Law FY 2017	Gov Rec FY 2017
Accumulated Balance		(571)	(110)			0	
Resources:							
Departmental Earnings	4,371	5,805	5,670	5,100	6,025	5,100	6,025
Other Resources:							
Earnings Transferred In							
Revenue Collected by Another Agency							
Other Receipts (e.g. interest)							
Resource Reductions:							
Earnings Transferred Out							
Revenue Collected for Another Agency	306	478	335	250	250	250	250
Total Resources	4,677	5,712	5,895	5,350	6,275	5,350	
Expenditures:							
Direct Expenditures	5,220	5,620	5,695	5,150	6,075	5,150	6,075
Indirect Expenditures	41	202	200	200	200	200	200
Total Expenditures	5,261	5,822	5,895	5,350	6,275	5,350	6,275
Current Difference	(571)	(110)	0	0	0	0	0
Accumulated Ending Balance	(571)	(110)	0	0	0	0	0

Supporting Information

Background Information:

To recover the costs of regulating the rates and services provided by gas and electric utility companies. M.S. 216B.62 subd. 2 and M.S. 216B.62 permit the PUC to recover its direct and indirect regulatory expenses from regulated energy utilities. The PUC typically recovers nearly all (nearly 98%) of its direct and indirect energy regulation costs. M.S. 216B.62 limits the assessment of costs to no more than two-fifths of one percent of the gross jurisdictional revenues regulated utilities reported for the previous year.

Forecast Basis:

The Forecast assumes declining FTE in FY 2016-17, and minimal salary adjustments at 1.8% for the biennium.

Recent Changes:

No recent changes

Agency Analysis/Comments:

The Commission recovers nearly all of the costs of utility regulation annually and deposits receipts as non-dedicated receipts to the general fund. Utility billings occur after expenditures have been made. As a result, the annual “balance” in the account may appear to be over or under recovered depending on the billing cycle. The account is made whole for the previous fiscal year in the third quarter of each year.

The Governor recommends additional funding for the Commission. The additional funding will support 5 new professional and technical positions, and also support increased compensation costs associated with current services. Because of the Commission’s assessment authority, the recommended increase in funding will be recovered for the General Fund via assessments on regulated utilities.

FY16-17 Departmental Earnings

Agency:	Public Utilities Commission
Revenue Category Name:	Extended Area Service Balloting Charges
Purpose:	Cost recovery for processing extended area service balloting requests from regulated telephone companies.
Legal Citation(s):	M.S. 237.61, subd. 6
Revenue Account Code(s):	645828
Dedicated Receipts (Yes/No):	Yes
Non-Dedicated Receipts (Yes/No):	No
Fund(s):	2000
Appropriation Name(s):	B82EAS0
Recommending Fee Change? (Yes/No)	No

Revenue Category Summary (Dollars in Thousands)	Actual FY 2013	Actual FY 2014	Estimated FY 2015	Current Law FY 2016	Gov Rec FY 2016	Current Law FY 2017	Gov Rec FY 2017
Accumulated Balance	30	32	32	32	32	32	32
Resources:							
Departmental Earnings							
Other Resources:							
Earnings Transferred In							
Revenue Collected by Another Agency							
Other Receipts (e.g. interest)							
Resource Reductions:							
Earnings Transferred Out							
Revenue Collected for Another Agency							
Total Resources	30	32	32	32	32	32	32
Expenditures:							
Direct Expenditures	0	0	0	0	0	0	0
Indirect Expenditures	0	0	0	0	0	0	0
Total Expenditures	0	0	0	0	0	0	0
Current Difference	0	0	0	0	0	0	0
Accumulated Ending Balance	0	0	0	0	0	0	0

Supporting Information

Background Information:

The assessment of Extended Area Service (EAS) balloting costs recovers costs billed to the Public Utilities Commission for balloting telephone exchanges that have petitioned for extended area service. M.S. 237.61, subd. 6 required the Commission to complete a proceeding and issue a final order to establish an orderly and equitable process and standards for determining the configurations and cost allocations for Extended Area Service (EAS) in the State. The Commission issued its orders on October 24, 1995 and February 26, 1996. Those orders, and subsequent orders, allow filing and processing of EAS cases on an ongoing basis. There has been no activity during the reporting period.

Forecast Basis:

The Forecast assumes that little, if any balloting will occur in the near term.

Recent Changes: No recent changes**Agency Analysis/Comments:**

There has been no activity in this account during the past biennium. Approximately \$30,000 is available for the Commission to conduct balloting activities if a petition for extended area telephone service is received. The Commission would recover 100% of balloting charges.

FY16-17 Departmental Earnings

Agency:	Public Utilities Commission
Revenue Category Name:	Telephone Regulation Cost Assessment to Utilities
Purpose:	To recover the costs of regulating the rates and services provided by telephone utility companies
Legal Citation(s):	M.S. 237.295
Revenue Account Code(s):	645813, 645814, 645818
Dedicated Receipts (Yes/No):	No
Non-Dedicated Receipts (Yes/No):	Yes
Fund(s):	1000
Appropriation Name(s):	B82NDRO
Recommending Fee Change? (Yes/No)	No

Revenue Category Summary (Dollars in Thousands)	Actual FY 2013	Actual FY 2014	Estimated FY 2015	Current Law FY 2016	Gov Rec FY 2016	Current Law FY 2017	Gov Rec FY 2017
Accumulated Balance		142	100	100	100	0	0
Resources:							
Departmental Earnings	1,470	1,147	1,100	1,000	1,000	1,000	1,000
Other Resources:							
Earnings Transferred In							
Revenue Collected by Another Agency							
Other Receipts (e.g. interest)							
Resource Reductions:							
Earnings Transferred Out							
Revenue Collected for Another Agency	82	23	25	25	25	25	25
Total Resources	1,552	1,312	1,225	1,125	1,125	1,025	1,025
Expenditures:							
Direct Expenditures	1,410	1,212	1,225	1,125	1,125	1,025	1,025
Indirect Expenditures							
Total Expenditures							
Current Difference	142	100	100	0	0	0	0
Accumulated Ending Balance	142	100	100	0	0	0	0

Supporting Information

Background Information:

To recover the costs of regulating the rates and services provided by telephone companies pursuant to M.S. 237.295. In the past, the Public Utilities Commission (PUC) has recovered nearly all (approximately 98%) of its expenditures associated with the regulation of telecommunications utilities. It recovered its statewide indirect costs and the telecommunications regulatory costs of the staff of the Attorney General's office assigned to the PUC as well. M.S. 237.295 sets the maximum limitations for assessment of telephone costs at three-eighths of one percent of the gross jurisdictional revenues it reported for the previous year. As of July 1, 2005, M.S. 237.295 was revised to allow the PUC to recover all of its

telecommunications regulation expenses for each fiscal year from telecommunications companies in proportion to their respective gross jurisdictional operating revenues during the last calendar year on a quarterly basis. Also, a filing fee for new authority applications was established effective July 1, 2005 and has been set at \$570 per applicant since that date.

Forecast Basis:

The Forecast assumes declining FTE in FY 2016-17, and minimal salary adjustments at 1.8% for the biennium.

Recent Changes:

No recent changes

Agency Analysis/Comments:

The Commission recovers nearly all of the costs of telephone utility regulation annually and deposits receipts as non-dedicated receipts to the general fund. Utility billings occur after expenditures have been made. As a result, the annual “balance” in the account may appear to be over or under recovered depending on the billing cycle. The account is made whole for the previous fiscal year in the third quarter of each year.

FY16-17 Departmental Earnings

Agency:	Public Utilities Commission
Revenue Category Name:	Telephone Assistance Program
Purpose:	The TAP fund assists low income Minnesotans, senior citizens and the disabled to maintain telephone service by funding a monthly telephone bill credit.
Legal Citation(s):	M.S. 237.70, subd. 6
Revenue Account Code(s):	645830, 512001
Dedicated Receipts (Yes/No):	Yes
Non-Dedicated Receipts (Yes/No):	No
Fund(s):	2000
Appropriation Name(s):	B82TAP0
Recommending Fee Change? (Yes/No)	No

Revenue Category Summary (Dollars in Thousands)	Actual FY 2013	Actual FY 2014	Estimated FY 2015	Current Law FY 2016	Proposed FY 2016	Current Law FY 2017	Proposed FY 2017
Accumulated Balance	1,951	1,978	1,444	1,110	1,110	710	710
Resources:							
Departmental Earnings	1,555	919	960	900	900	900	900
Other Resources:							
Earnings Transferred In							
Revenue Collected by Another Agency							
Other Receipts (e.g. interest)	13	9	6	3	3	3	3
Resource Reductions:							
Earnings Transferred Out							
Revenue Collected for Another Agency							
Total Resources	3,519	2,906	2,416	2,010	2,010	1,613	1,613
Expenditures:							
Direct Expenditures	999	1,255	1,300	1,300	1,300	1,300	1,300
Indirect Expenditures							
Total Expenditures	999	1,255	1,300	1,300	1,300	1,300	1,300
Current Difference	569	(327)	(328)	(397)	(397)	(397)	(397)
Accumulated Ending Balance	1,978	1,444	1,110	710	710	313	313

Supporting Information

Background Information:

The TAP fund assists low income Minnesotans, senior citizens and the disabled to maintain telephone service by funding a monthly telephone bill credit. M.S. 237.70, subd. 6, authorizes the Commission to assess a uniform monthly surcharge not to exceed ten cents per wireline access line. M.S. 237.70, subd. 6, authorizes the Commission to assess a uniform monthly surcharge not to exceed ten cents per wireline access line. Currently, the program is funded by a three cent monthly surcharge. TAP provides monthly credits to low-income subscribers who also qualify for the federal Lifeline program. The monthly credit is presently set at \$3.50 by the Commission. Qualification is based on a) Income at or

below 135 percent of the federal poverty guidelines, or b) participation in at least one of designated federal assistance programs (e.g., Food Stamps). The continued migration to wireless telecommunications service has resulted in a decline in TAP revenues, which also is expected to continue.

Forecast Basis:

Recent Changes:

No recent changes

Agency Analysis/Comments:

Telephone Assistance Program revenues and expenditures are evaluated annually to ensure that benefits provided to low income Minnesotans are more closely match with available revenues. The account has over-recovered costs in previous fiscal years. In FY 2014, the Commission reduced the surcharge paid by utilities to 3 cents per wired line and increased the benefits to \$3.50 to better balance revenues and expenditures.

FY16-17 Departmental Earnings

Agency:	Minnesota Racing Commission
Revenue Category Name:	Pari-Mutuel Horse Racing Licenses, Racetrack Owner/Operator License Class A
Purpose:	To recover a portion of the cost of regulating the industry
Legal Citation(s):	M.S. 240.10, M.S. 240.15 subd. 6
Revenue Account Code(s):	646560, 646561
Dedicated Receipts (Yes/No):	Yes
Non-Dedicated Receipts (Yes/No):	No
Fund(s):	2000
Appropriation Name(s):	Harness & Card Control, Racing Commission Control
Recommending Fee Change? (Yes/No)	Yes

Revenue Category Summary (Dollars in Thousands)	Actual FY 2013	Actual FY 2014	Estimated FY 2015	Current Law FY 2016	Gov Rec FY 2016	Current Law FY 2017	Gov Rec FY 2017
Accumulated Balance	535	473	439	321	321	255	255
Resources:							
Departmental Earnings	800	835	839	833	833	833	1,015
Other Resources:							
Earnings Transferred In							
Revenue Collected by Another Agency							
Other Receipts (e.g. interest)		3					
Resource Reductions:							
Earnings Transferred Out							
Revenue Collected for Another Agency							
Total Resources	800	838	839	833	833	833	1,015
Expenditures:							
Direct Expenditures	843	831	914	846	846	856	1,031
Indirect Expenditures	20	41	43	53	53	43	50
Total Expenditures	863	872	957	899	899	899	1,081
Current Difference	(63)	(34)	(118)	(66)	(66)	(66)	(66)
Accumulated Ending Balance	472	439	321	255	255	189	189

Supporting Information

Background Information:

The Minnesota Racing Commission (MRC) issues approx. 5,000 Class C occupational licenses to persons employed in horse racing/card room-related activities and all other persons and vendors who by rule require licensing to ensure the integrity of racing. Minn. Stat. 240.08. Through background checks, the MRC must determine that each of these licensees is qualified for the occupation for which licensing is sought and will not adversely affect public health, welfare or safety.

Class C licenses provide approximately 23% of the operating revenue collected by the MRC. The balance of the revenue is drawn from the associations (Canterbury Park \$324,000 and Running Aces \$316,400 in FY 2014).

Forecast Basis:

The MRC is assuming the distribution of types of licenses will remain constant. The number of Class C licenses issued is decreasing at Running Aces and has leveled off at Canterbury Park. Current revenue projections are considered optimistic going into the biennium.

Recent Changes:

The \$100 Class C license fee cap was part of the original 1983 legislation. In the last 31 years, inflation has increased general costs 138%, yet the cost of licenses has remained the same and, for some licensee, is well below that of other racing and gaming jurisdictions.

The current statutory ceiling ignores the increased costs of regulation and a revenue source that has been flat.

Agency Analysis/Comments:

The Governor recommends removal of the \$100 fee cap on Class C licenses. This will enable the MRC, through the rule-making process (with notice and comment from interested parties), to increase fees on those who derive substantial economic benefit from their participation in the industry (e.g., larger vendors) or whose operations are so critical to the integrity of racing that they require more extensive background checks or more resource-intensive regulatory oversight (e.g. tote companies, card room equipment vendors. Fees for these licensees will be kept in line with other jurisdictions so as not to compromise Minnesota racing. The Governor also recommends that the MRC be allowed to offer three year class C licenses in addition to the one year licenses they now issue.

Finally, because these recommendations will require rule changes, new revenues from any fee increases or changes would not impact the budget until FY17.

Table of Contents
2016-17 Biennial Budget – Departmental Earnings

Revenue, Department of	
Gambling License Regulatory Fees	1
Revenue Recapture Fee	3
Assessor's Education - Licensing.....	5
Cigarette – Tobacco Licensure	6
Conditional Use Fees.....	7
Filing Fees.....	9
Health Impact Fees	10
Motor Fuels License Fees.....	11
Petroleum Tank Clean Up Fees	13
Petroleum Distributor Fees.....	14
Propane – Liquefied Petroleum Gas Fee	16

FY16-17 Departmental Earnings

Agency:	Minnesota Revenue – G90
Revenue Category Name:	Gambling License Regulatory Fees
Purpose:	Gambling Regulation
Legal Citation(s):	
Revenue Account Code(s):	622716
Dedicated Receipts (Yes/No):	Yes
Non-Dedicated Receipts (Yes/No):	No
Fund(s):	2000
Appropriation Name(s):	Gambling Control Acct
Recommending Fee Change? (Yes/No)	Yes

Revenue Category Summary (Dollars in Thousands)	Actual FY 2013	Actual FY 2014	Estimated FY 2015	Current Law FY 2016	Gov Rec FY 2016	Current Law FY 2017	Gov Rec FY 2017
Accumulated Balance	NA	NA	NA	NA	NA	NA	NA
Resources:							
Departmental Earnings	1,194	1,205	1,225	1,225	1,784	1,225	1,835
Other Resources:							
Earnings Transferred In							
Revenue Collected by Another Agency							
Other Receipts (e.g. interest)							
Resource Reductions:							
Earnings Transferred Out (Transferred to Gambling Control Board)	1,194	1,205	1,225	1,225	1,784	1,225	1,835
Revenue Collected for Another Agency							
Total Resources	0	0	0	0	0	0	0
Expenditures:							
Direct Expenditures							
Indirect Expenditures							
Total Expenditures	0	0	0	0	0	0	0
Current Difference	0	0	0	0	0	0	0
Accumulated Ending Balance	NA	NA	NA	NA	NA	NA	NA

Supporting Information

Background Information:

Fees are used to regulate gambling.

Forecast Basis:

Forecasted figures were trend based

Recent Changes:

None.

Governor's Recommendation:

The Governor recommends a in the regulatory fee paid by gambling organizations from .001 per penny spent on gambling at regulated gambling organizations to .0015 per penny. This change is projected to increase revenues by \$559,000 in FY 2016 and \$610,000 in FY 2017. The revenues are collected by the Department of Revenue and transferred into the lawful gambling regulatory account.

FY16-17 Departmental Earnings

Agency:	Minnesota Revenue
Revenue Category Name:	Revenue Recapture Fee
Purpose:	Administrative fee to customers when refunds are recaptured for debt owed.
Legal Citation(s):	270A.07
Revenue Account Code(s):	646608
Dedicated Receipts (Yes/No):	Yes
Non-Dedicated Receipts (Yes/No):	No
Fund(s):	2000
Appropriation Name(s):	Revenue Recapture 110
Recommending Fee Change? (Yes/No)	No

Revenue Category Summary (Dollars in Thousands)	Actual FY 2013	Actual FY 2014	Estimated FY 2015	Current Law FY 2016	Gov Rec FY 2016	Current Law FY 2017	Gov Rec FY 2017
Accumulated Balance	378	243	570	530	530	500	500
Resources:							
Departmental Earnings	752	808	810	820	820	830	830
Other Resources:							
Earnings Transferred In	0	0	0	0	0	0	0
Revenue Collected by Another Agency	0	0	0	0	0	0	0
Other Receipts (e.g. interest)	0	0	0	0	0	0	0
Resource Reductions:							
Earnings Transferred Out	0	0	0	0	0	0	0
Revenue Collected for Another Agency	0	0	0	0	0	0	0
Total Resources	752	808	810	820	820	830	830
Expenditures:							
Direct Expenditures	887	481	850	850	850	850	850
Indirect Expenditures	0	0					
Total Expenditures	887	481	850	850	850	850	850
Current Difference	-135	327	-40	-30	-30	-20	-20
Accumulated Ending Balance	243	570	530	500	500	480	480

Supporting Information

Background Information:

DOR charges an administrative fee to customers when refunds are recaptured for debt owed to state agencies, county governments, and certain federal agencies. The current fee is \$15.00, \$11.00 going to the State's General Funds and \$4.00 going to the DOR for administration.

Forecast Basis:

Forecasted figures were trend base

Recent Changes:

None.

Agency Analysis/Comments:

DOR maximizes the use of these funds to recover debt owed to governmental agencies.

FY16-17 Departmental Earnings

Agency:	Minnesota Revenue – G90
Revenue Category Name:	Assessor's Education - Licensing
Purpose:	Assessor's Licensing
Legal Citation(s):	270.44
Revenue Account Code(s):	646600
Dedicated Receipts (Yes/No):	No
Non-Dedicated Receipts (Yes/No):	Yes
Fund(s):	1000
Appropriation Name(s):	Non Dedicated Receipts
Recommending Fee Change? (Yes/No)	No

Revenue Category Summary (Dollars in Thousands)	Actual FY 2013	Actual FY 2014	Estimated FY 2015	Current Law FY 2016	Gov Rec FY 2016	Current Law FY 2017	Gov Rec FY 2017
Accumulated Balance	NA	NA	NA	NA	NA	NA	NA
Resources:							
Departmental Earnings	65	62	62	62	62	62	62
Other Resources:							
Earnings Transferred In							
Revenue Collected by Another Agency							
Other Receipts (e.g. interest)							
Resource Reductions:							
Earnings Transferred Out							
Revenue Collected for Another Agency							
Total Resources	65	62	62	62	62	62	62
Expenditures:							
Direct Expenditures							
Indirect Expenditures							
Total Expenditures							
Current Difference	65	62	62	62	62	62	62
Accumulated Ending Balance	NA	NA	NA	NA	NA	NA	NA

Supporting Information

Background Information:

Fees are set to recover the costs of the State Board of Assessors.

Forecast Basis:

Forecasted figures were trend based.

Recent Changes:

None.

Agency Analysis/Comments:

Revenues are non-dedicated and deposited in the general fund. Appropriations sufficient to cover the board costs are made to Department of Revenue operating budget.

FY16-17 Departmental Earnings

Agency:	Minnesota Revenue – G90
Revenue Category Name:	Cigarette – Tobacco Licensure
Purpose:	Cigarette Sale Regulation
Legal Citation(s):	297F.03
Revenue Account Code(s):	646607, 646616
Dedicated Receipts (Yes/No):	No
Non-Dedicated Receipts (Yes/No):	Yes
Fund(s):	1000
Appropriation Name(s):	Non Dedicated Receipts
Recommending Fee Change? (Yes/No)	No

Revenue Category Summary (Dollars in Thousands)	Actual FY 2013	Actual FY 2014	Estimated FY 2015	Current Law FY 2016	Gov Rec FY 2016	Current Law FY 2017	Gov Rec FY 2017
Accumulated Balance	NA	NA	NA	NA	NA	NA	NA
Resources:							
Departmental Earnings	2,884	3,458	3,458	3,458	3,458	3,485	3,485
Other Resources:							
Earnings Transferred In							
Revenue Collected by Another Agency							
Other Receipts (e.g. interest)							
Resource Reductions:							
Earnings Transferred Out							
Revenue Collected for Another Agency							
Total Resources	2,884	3,458	3,458	3,458	3,458	3,485	3,485
Expenditures:							
Direct Expenditures							
Indirect Expenditures							
Total Expenditures							
Current Difference	2,884	3,458	3,458	3,458	3,458	3,485	3,485
Accumulated Ending Balance	NA	NA	NA	NA	NA	NA	NA

Supporting Information

Background Information:

Cigarette and tobacco licensure is to regulate the sale of cigarette and tobacco products.

Forecast Basis:

Forecasted figures were trend base

Recent Changes:

None. There is a proposal to increase revenue from license fees and civil penalties

Agency Analysis/Comments:

Revenues are non-dedicated and deposited in the State's General Fund.

FY16-17 Departmental Earnings

Agency:	Minnesota Revenue – G90
Revenue Category Name:	Conditional Use Fees
Purpose:	Administration of Conditional Use Fees
Legal Citation(s):	282.01, Subd. 1g
Revenue Account Code(s):	646622
Dedicated Receipts (Yes/No):	Yes
Non-Dedicated Receipts (Yes/No):	No
Fund(s):	2000
Appropriation Name(s):	Conditional Use Fees
Recommending Fee Change? (Yes/No)	No

Revenue Category Summary (Dollars in Thousands)	Actual FY 2013	Actual FY 2014	Estimated FY 2015	Current Law FY 2016	Gov Rec FY 2016	Current Law FY 2017	Gov Rec FY 2017
Accumulated Balance	NA	NA	NA	NA	NA	NA	NA
Resources:							
Departmental Earnings	10	8	10	10	10	10	10
Other Resources:							
Earnings Transferred In							
Revenue Collected by Another Agency							
Other Receipts (e.g. interest)							
Resource Reductions:							
Earnings Transferred Out							
Revenue Collected for Another Agency							
Total Resources	10	8	10	10	10	10	10
Expenditures:							
Direct Expenditures							
Indirect Expenditures							
Total Expenditures	10	8	10	10	10	10	10
Current Difference	0	0	0	0	0	0	0
Accumulated Ending Balance	NA	NA	NA	NA	NA	NA	NA

Supporting Information

Background Information:

A governmental subdivision of the state applying for a conditional use deed must submit a \$250 fee with the application. If denied, \$150 is refunded. Proceeds from the fees deposited in conditional use deed revolving fund for making refunds and for administering the conditional use deed laws.

Forecast Basis:

Forecasted figures were trend based.

Recent Changes:

None.

Agency Analysis/Comments:

Revenues are deposited in the State's special revenue fund.

FY16-17 Departmental Earnings

Agency:	Minnesota Revenue – G90
Revenue Category Name:	Filing Fees
Purpose:	
Legal Citation(s):	289A.08, Subd 16
Revenue Account Code(s):	646617
Dedicated Receipts (Yes/No):	No
Non-Dedicated Receipts (Yes/No):	Yes
Fund(s):	1000
Appropriation Name(s):	Non Dedicated Receipts
Recommending Fee Change? (Yes/No)	No

Revenue Category Summary (Dollars in Thousands)	Actual FY 2013	Actual FY 2014	Estimated FY 2015	Current Law FY 2016	Gov Rec FY 2016	Current Law FY 2017	Gov Rec FY 2017
Accumulated Balance	NA	NA	NA	NA	NA	NA	NA
Resources:							
Departmental Earnings	23	22	20	20	20	20	20
Other Resources:							
Earnings Transferred In							
Revenue Collected by Another Agency							
Other Receipts (e.g. interest)							
Resource Reductions:							
Earnings Transferred Out							
Revenue Collected for Another Agency							
Total Resources	23	22	20	20	20	20	20
Expenditures:							
Direct Expenditures							
Indirect Expenditures							
Total Expenditures	0	0	0	0	0	0	0
Current Difference	23	22	20	20	20	20	20
Accumulated Ending Balance	NA	NA	NA	NA	NA	NA	NA

Supporting Information

Background Information:

Tax preparers that file a paper tax return must pay a fee of \$5.00 to reimburse the state for the added cost of paper filings versus electronic submission

Forecast Basis:

Forecasted figures were trend based

Recent Changes:

None

Agency Analysis/Comments:

Revenues are non-dedicated and deposited in the State's general fund.

FY16-17 Departmental Earnings

Agency:	Minnesota Revenue – G90
Revenue Category Name:	Health Impact Fees
Purpose:	Healthcare Cost Recovery
Legal Citation(s):	256.9658
Revenue Account Code(s):	646618, 646620
Dedicated Receipts (Yes/No):	No
Non-Dedicated Receipts (Yes/No):	Yes
Fund(s):	1150
Appropriation Name(s):	Non Dedicated Receipts
Recommending Fee Change? (Yes/No)	No

Revenue Category Summary (Dollars in Thousands)	Actual FY 2013	Actual FY 2014	Estimated FY 2015	Current Law FY 2016	Gov Rec FY 2016	Current Law FY 2017	Gov Rec FY 2017
Accumulated Balance	NA	NA	NA	NA	NA	NA	NA
Resources:							
Departmental Earnings	191,210	0	0	0	0	0	0
Other Resources:							
Earnings Transferred In							
Revenue Collected by Another Agency							
Other Receipts (e.g. interest)							
Resource Reductions:							
Earnings Transferred Out							
Revenue Collected for Another Agency							
Total Resources	191,210	0	0	0	0	0	0
Expenditures:							
Direct Expenditures							
Indirect Expenditures							
Total Expenditures	0	0	0	0	0	0	0
Current Difference	191,210	0	0	0	0	0	0
Accumulated Ending Balance	NA	NA	NA	NA	NA	NA	NA

Supporting Information

Background Information:

Revenues from the fee are deposited in the state treasury and credited to the health impact fund to recover the healthcare costs attributable to tobacco use

Forecast Basis:

The fee was repealed in 2013

Recent Changes:

Repealed in 2013.

Agency Analysis/Comments:

FY16-17 Departmental Earnings

Agency:	Minnesota Revenue – G90
Revenue Category Name:	Motor Fuels License Fees
Purpose:	Fuel Regulation
Legal Citation(s):	296A.03; 296A.04
Revenue Account Code(s):	646604, 646605
Dedicated Receipts (Yes/No):	No
Non-Dedicated Receipts (Yes/No):	Yes
Fund(s):	1000
Appropriation Name(s):	Non Dedicated Receipts
Recommending Fee Change? (Yes/No)	No

Revenue Category Summary (Dollars in Thousands)	Actual FY 2013	Actual FY 2014	Estimated FY 2015	Current Law FY 2016	Gov Rec FY 2016	Current Law FY 2017	Gov Rec FY 2017
Accumulated Balance	NA	NA	NA	NA	NA	NA	NA
Resources:							
Departmental Earnings	16	15	10	10	10	10	10
Other Resources:							
Earnings Transferred In							
Revenue Collected by Another Agency							
Other Receipts (e.g. interest)							
Resource Reductions:							
Earnings Transferred Out							
Revenue Collected for Another Agency							
Total Resources	16	15	10	10	10	10	10
Expenditures:							
Direct Expenditures							
Indirect Expenditures							
Total Expenditures	0	0	0	0	0	0	0
Current Difference	16	15	10	10	10	10	10
Accumulated Ending Balance	NA	NA	NA	NA	NA	NA	NA

Supporting Information

Background Information:

No person shall produce, manufacture, or refine petroleum products in this state, or receive, distribute, sell, or use in this state petroleum products which have not been received in this state by a licensed distributor.

No person, except a licensed distributor, shall engage in the business of selling or delivering special fuel, upon which no tax has been imposed, as a special fuel dealer without having applied for and secured from the commissioner a special fuel dealer's license

Forecast Basis:

Forecasted figures were trend based.

Recent Changes:

None.

Agency Analysis/Comments:

FY16-17 Departmental Earnings

Agency:	Minnesota Revenue – G90
Revenue Category Name:	Petroleum Tank Clean Up Fees
Purpose:	Clean Up of Leaking Tanks
Legal Citation(s):	115C.08
Revenue Account Code(s):	646612
Dedicated Receipts (Yes/No):	No
Non-Dedicated Receipts (Yes/No):	Yes
Fund(s):	2350
Appropriation Name(s):	Non Dedicated Receipts
Recommending Fee Change? (Yes/No)	No

Revenue Category Summary (Dollars in Thousands)	Actual FY 2013	Actual FY 2014	Estimated FY 2015	Current Law FY 2016	Gov Rec FY 2016	Current Law FY 2017	Gov Rec FY 2017
Accumulated Balance	NA	NA	NA	NA	NA	NA	NA
Resources:							
Departmental Earnings	27,070	12,974	14,140	14,140	14,140	14,140	14,140
Other Resources:							
Earnings Transferred In							
Revenue Collected by Another Agency							
Other Receipts (e.g. interest)							
Resource Reductions:							
Earnings Transferred Out							
Revenue Collected for Another Agency	27,070	12,974	14,140	14,140	14,140	14,140	14,140
Total Resources	0	0	0	0	0	0	0
Expenditures:							
Direct Expenditures							
Indirect Expenditures							
Total Expenditures	0	0	0	0	0	0	0
Current Difference	NA	NA	NA	NA	NA	NA	NA
Accumulated Ending Balance	NA	NA	NA	NA	NA	NA	NA

Supporting Information

Background Information:

Fees are used for the cleanup of leaking petroleum storage tanks and are collected for the Department of Commerce

Forecast Basis:

Forecasted figures were trend based.

Recent Changes:

None.

Agency Analysis/Comments:

FY16-17 Departmental Earnings

Agency:	Minnesota Revenue – G90
Revenue Category Name:	Petroleum Distributor Fees
Purpose:	Petroleum Tax Monitoring
Legal Citation(s):	296A
Revenue Account Code(s):	646606
Dedicated Receipts (Yes/No):	Yes and No
Non-Dedicated Receipts (Yes/No):	Yes and No
Fund(s):	1000 and 2000
Appropriation Name(s):	Non Dedicated Receipts Petroleum Inspection Fees
Recommending Fee Change? (Yes/No)	No

Revenue Category Summary (Dollars in Thousands)	Actual FY 2013	Actual FY 2014	Estimated FY 2015	Current Law FY 2016	Gov Rec FY 2016	Current Law FY 2017	Gov Rec FY 2017
Accumulated Balance	NA	NA	NA	NA	NA	NA	NA
Resources:							
Departmental Earnings	3,876	3,981	3,458	3,910	3,910	3,910	3,910
Other Resources:							
Earnings Transferred In							
Revenue Collected by Another Agency							
Other Receipts (e.g. interest)							
Resource Reductions:							
Earnings Transferred Out							
Revenue Collected for Another Agency							
Total Resources	3,876	3,981	3,458	3,910	3,910	3,910	3,910
Expenditures:							
Direct Expenditures							
Indirect Expenditures							
Total Expenditures	0	0	0	0	0	0	0
Current Difference	3,876	3,981	3,458	3,910	3,910	3,910	3,910
Accumulated Ending Balance	NA	NA	NA	NA	NA	NA	NA

Supporting Information

Background Information:

Fees are used to identify wholesalers, bulk users, and sellers of petroleum products to assist in monitoring and tracking those entities liable for paying gasoline and special fuel taxes. These fees are collected for the Department of Commerce

Forecast Basis:

Forecasted figures were trend based.

Recent Changes:

None.

Agency Analysis/Comments:

Revenues are non-dedicated and deposited in the State's General Fund. Revenue are also dedicated and deposited in the special revenue fund.

FY16-17 Departmental Earnings

Agency:	Minnesota Revenue – G90
Revenue Category Name:	Propane – Liquefied Petroleum Gas Fee
Purpose:	Improve Energy Efficiency
Legal Citation(s):	239.785
Revenue Account Code(s):	647180
Dedicated Receipts (Yes/No):	Yes
Non-Dedicated Receipts (Yes/No):	No
Fund(s):	2000
Appropriation Name(s):	Liquefied Petro Gas Fee
Recommending Fee Change? (Yes/No)	No

Revenue Category Summary (Dollars in Thousands)	Actual FY 2013	Actual FY 2014	Estimated FY 2015	Current Law FY 2016	Gov Rec FY 2016	Current Law FY 2017	Gov Rec FY 2017
Accumulated Balance	NA	NA	NA	NA	NA	NA	NA
Resources:							
Departmental Earnings	375	502	340	340	340	340	340
Other Resources:							
Earnings Transferred In							
Revenue Collected by Another Agency							
Other Receipts (e.g. interest)							
Resource Reductions:							
Earnings Transferred Out							
Revenue Collected for Another Agency							
Total Resources	375	502	340	340	340	340	340
Expenditures:							
Direct Expenditures							
Indirect Expenditures							
Total Expenditures	0	0	0	0	0	0	0
Current Difference	375	505	340	340	340	340	340
Accumulated Ending Balance	NA	NA	NA	NA	NA	NA	NA

Supporting Information

Background Information:

Fees are used to improve the energy efficiency of residential liquefied petroleum gas heating equipment in low income households. Fees are collected for the Department of Commerce.

Forecast Basis:

Forecasted figures were trend based

Recent Changes:

None.

Agency Analysis/Comments:

Table of Contents
2016-17 Biennial Budget – Departmental Earnings

Secretary of State

Business Services Filings, Copy and Certification Fees	1
Computer Info Fees Direct Access (Uniform Coml. Code Acct.).....	3
Election Fees – Candidate Filing, Copy & Certification Fees.....	5
Notary Commission and Renewal Fee.....	7
Uniform Commercial Code Filing and Copy Fees	9

FY16-17 Departmental Earnings

Agency:	Secretary of State
Revenue Category Name:	Business Services Filings, Copy and Certification Fees
Purpose:	Central depository for the general public to register and obtain information related to businesses.
Legal Citation(s):	Chapters 333, 302A, 303, 308A, 308B, 322B, 323A, 321, 317A
Revenue Account Code(s):	647231 647235 647242 647252 647255
Dedicated Receipts (Yes/No):	No
Non-Dedicated Receipts (Yes/No):	Yes
Fund(s):	1000
Appropriation Name(s):	Secretary of State
Recommending Fee Change? (Yes/No)	No

Revenue Category Summary (Dollars in Thousands)	Actual FY 2013	Actual FY 2014	Estimated FY 2015	Current Law FY 2016	Gov Rec FY 2016	Current Law FY 2017	Gov Rec FY 2017
Accumulated Balance	0	8,439	17,294	26,440	26,440	35,862	35,862
Resources:							
Departmental Earnings	10,705	10,959	11,205	11,221	11,221	11,237	11,237
Other Resources:							
Earnings Transferred In							
Revenue Collected by Another Agency							
Other Receipts (e.g. interest)							
Resource Reductions:							
Earnings Transferred Out							
Revenue Collected for Another Agency							
Total Resources	10,705	10,959	11,205	11,221	11,221	11,237	11,237
Expenditures:							
Direct Expenditures	2,266	2,104	2,059	1,799	1,799	1,736	1,736
Indirect Expenditures							
Total Expenditures	2,266	2,104	2,059	1,799	1,799	1,736	1,736
Current Difference	8,439	8,855	9,146	9,422	9,422	9,501	9,501
Accumulated Ending Balance	8,439	17,294	26,440	35,862	35,862	45,363	45,363

Supporting Information

Background Information:

The Office of the Secretary of State is the central depository for the general public, law firms, and service companies to register and obtain information related to businesses operating in Minnesota. Business Services fees include statutorily set filing fees to file documents for domestic, foreign & non-profit corporations, limited liability companies, limited partnerships, assumed names, trademarks and all related documents including Annual Business Renewals. Annual Business Renewals do not require a fee unless it requires a Reinstatement or the foreign (out of state) ones. Fees are also collected for obtaining copies and certificates. There are a number of various filing & order fees set forth in statutes.

Forecast Basis:

A review of the previous fiscal years, current fiscal year as well as any statute changes that may impact the revenue.

Recent Changes:

None

Agency Analysis/Comments:

The Office of the Secretary of State collects general fund revenue far in excess of general fund expenditures. When broken down by separate earnings groups and attributed to a particular activity some activities will show an excess or deficit in the accumulated balances as they are not all self-supporting. Therefore, the review forms do not reflect an accurate picture of the ratio of expenditures to receipts.

FY16-17 Departmental Earnings

Agency:	Secretary of State
Revenue Category Name:	Computer Info Fees Direct Access (Uniform Coml. Code Acct.)
Purpose:	Fees are to cover the costs of providing services online including database requests or other supplemental services for our customers. Fees are also deposited into this account to pay all credit card fees for the agency.
Legal Citation(s):	M.S. 338.9-418, M.S. 336.9
Revenue Account Code(s):	647231 647232 647233 647269
Dedicated Receipts (Yes/No):	Yes
Non-Dedicated Receipts (Yes/No):	No
Fund(s):	2000
Appropriation Name(s):	Secretary of State
Recommending Fee Change? (Yes/No)	N/A

Revenue Category Summary (Dollars in Thousands)	Actual FY 2013	Actual FY 2014	Estimated FY 2015	Current Law FY 2016	Gov Rec FY 2016	Current Law FY 2017	Gov Rec FY 2017
Accumulated Balance	0	2	14	195	195	195	195
Resources:							
Departmental Earnings	2,676	2,766	3,100	3,120	3,120	3,170	3,170
Other Resources:							
Earnings Transferred In	144	1,967	2,324	1,500	1,500	1,000	1,000
Revenue Collected by Another Agency							
Other Receipts (e.g. interest)							
Resource Reductions:							
Earnings Transferred Out	-1,967	-2,324	-1,500	-1,000	-1,000	-500	-500
Revenue Collected for Another Agency							
Total Resources	853	2409	3,924	3,620	3,620	3,670	3,670
Expenditures:							
Direct Expenditures	851	2,397	3,743	3,620	3,620	3,670	3,670
Indirect Expenditures							
Total Expenditures	851	2,397	3,743	3,620	3,620	3,670	3,670
Current Difference	2	12	181	0	0	195	195
Accumulated Ending Balance	2	14	195	195	195	390	390

Supporting Information

Background Information:

Fees are charged to offset the costs of providing services including online. The costs involved are IT & operational unit staff salaries, software/hardware equipment & maintenance costs, lease and other additional expenses.

Forecast Basis:

A review of the previous fiscal years, current fiscal year as well as any statute changes that may impact the revenue.

Recent Changes:

None

Agency Analysis/Comments:

The Office of the Secretary of State collects Direct Access/Uniform Commercial Code Acct. revenue to offset the costs of providing services & products to our customers, the majority in the form of technology. We are continually adding new functionality and updating our applications to best serve our customers. These funds are also utilized towards providing the best security possible for our applications.

FY16-17 Departmental Earnings

Agency:	Secretary of State
Revenue Category Name:	Election Fees – Candidate Filing, Copy & Certification Fees
Purpose:	To have official notification of candidates running for office to be placed on the ballot. Provide orders including copies, certification of copies, Voter Registration orders, fees for related items and possible recount fees.
Legal Citation(s):	M.S. 204B.11, 207A.02, 204C.35, 16A.48
Revenue Account Code(s):	647231 647239 647240 647263 647267
Dedicated Receipts (Yes/No):	No
Non-Dedicated Receipts (Yes/No):	Yes
Fund(s):	1000
Appropriation Name(s):	Secretary of State
Recommending Fee Change? (Yes/No)	No

Revenue Category Summary (Dollars in Thousands)	Actual FY 2013	Actual FY 2014	Estimated FY 2015	Current Law FY 2016	Gov Rec FY 2016	Current Law FY 2017	Gov Rec FY 2017
Accumulated Balance	0	-2,523	-4,828	-8,646	-8,646	-12,391	-12,391
Resources:							
Departmental Earnings	23	67	29	77	77	10	10
Other Resources:							
Earnings Transferred In							
Revenue Collected by Another Agency							
Other Receipts (e.g. interest)							
Resource Reductions:							
Earnings Transferred Out							
Revenue Collected for Another Agency							
Total Resources	23	67	29	77	77	10	10
Expenditures:							
Direct Expenditures	2,546	2,372	3,847	3,822	3,822	3,845	3,845
Indirect Expenditures							
Total Expenditures	2,546	2,372	3,847	3,822	3,822	3,845	3,845
Current Difference	-2,523	-2,305	-3,818	-3,745	-3,745	-3,835	-3,835
Accumulated Ending Balance	-2,523	-4,828	-8,646	-12,391	-12,391	-16,226	-16,226

Supporting Information

Background Information:

Filing fees from individuals who run for public office. Includes fees for providing copies, district maps, Voter Registration orders, or for other election related items and a fee for doing recount of an election. The majority of candidate filing fees come in during the heavy general election years, FY14 & FY16.

Forecast Basis:

A review of the previous fiscal years, current fiscal year as well as any statute changes that may impact the revenue.

Recent Changes:

None

Agency Analysis/Comments:

The Office of the Secretary of State collects general fund revenue far in excess of general fund expenditures. When broken down by separate earnings groups and attributed to a particular activity some activities will show an excess or deficit in the accumulated balances as they are not all self-supporting. Therefore, the review forms do not reflect an accurate picture of the ratio of expenditures to receipts.

FY16-17 Departmental Earnings

Agency:	Secretary of State
Revenue Category Name:	Notary Commission and Renewal Fee
Purpose:	When making application for a commission the applicant must submit, along with the information required a nonrefundable fee.
Legal Citation(s):	M.S. 359.01, Subd. 3
Revenue Account Code(s):	647231 647230
Dedicated Receipts (Yes/No):	No
Non-Dedicated Receipts (Yes/No):	Yes
Fund(s):	1000
Appropriation Name(s):	Secretary of State
Recommending Fee Change? (Yes/No)	No

Revenue Category Summary (Dollars in Thousands)	Actual FY 2013	Actual FY 2014	Estimated FY 2015	Current Law FY 2016	Gov Rec FY 2016	Current Law FY 2017	Gov Rec FY 2017
Accumulated Balance	0	-498	-670	-54	-54	-453	-453
Resources:							
Departmental Earnings	1,500	1,351	1,910	1,400	1,400	1,500	1,500
Other Resources:							
Earnings Transferred In							
Revenue Collected by Another Agency							
Other Receipts (e.g. interest)							
Resource Reductions:							
Earnings Transferred Out							
Revenue Collected for Another Agency							
Total Resources							
Expenditures:							
Direct Expenditures	1,998	1,523	1,294	1,799	1,799	1,736	1,736
Indirect Expenditures							
Total Expenditures	1,998	1,523	1,294	1,799	1,799	1,736	1,736
Current Difference	-498	-172	616	-399	-399	-236	-236
Accumulated Ending Balance	-498	-670	-54	-453	-453	-689	-689

Supporting Information

Background Information:

The Office of the Secretary of State handles the notary function for the State of Minnesota. Fees are collected for new notary commissions, renewals and other notary related filings. The fee is \$120 for a new commission or renewal and is set forth in statute.

Forecast Basis:

A review of the previous fiscal years, current fiscal year as well as any statute changes that may impact the revenue.

Recent Changes:

None

Agency Analysis/Comments:

The Office of the Secretary of State collects general fund revenue far in excess of general fund expenditures. When broken down by separate earnings groups and attributed to a particular activity some activities will show an excess or deficit in the accumulated balances as they are not all self-supporting. Therefore, the review forms do not reflect an accurate picture of the ratio of expenditures to receipts.

FY16-17 Departmental Earnings

Agency:	Secretary of State
Revenue Category Name:	Uniform Commercial Code Filing and Copy Fees
Purpose:	Central depository for business and financial institutions to obtain information on liens recorded against businesses across the state.
Legal Citation(s):	Chapters 336.9 –(403-407), 413, 5.12, 336A.04,09
Revenue Account Code(s):	647231 647232 647233 647266
Dedicated Receipts (Yes/No):	No
Non-Dedicated Receipts (Yes/No):	Yes
Fund(s):	1000
Appropriation Name(s):	Secretary of State
Recommending Fee Change? (Yes/No)	No

Revenue Category Summary (Dollars in Thousands)	Actual FY 2013	Actual FY 2014	Estimated FY 2015	Current Law FY 2016	Gov Rec FY 2016	Current Law FY 2017	Gov Rec FY 2017
Accumulated Balance	0	907	2,313	4,371	4,371	5,935	5,935
Resources:							
Departmental Earnings	2,905	2,929	3,352	3,363	3,363	3,374	3,374
Other Resources:							
Earnings Transferred In							
Revenue Collected by Another Agency							
Other Receipts (e.g. interest)							
Resource Reductions:							
Earnings Transferred Out							
Revenue Collected for Another Agency							
Total Resources	2,905	2,929	3,352	3,363	3,363	3,374	3,374
Expenditures:							
Direct Expenditures	1,998	1,523	1,294	1,799	1,799	1,736	1,736
Indirect Expenditures							
Total Expenditures	1,998	1,523	1,294	1,799	1,799	1,736	1,736
Current Difference	907	1,406	2,058	1,564	1,564	1,638	1,638
Accumulated Ending Balance	907	2,313	4,371	5,935	5,935	7,573	7,573

Supporting Information

Background Information:

The Office of the Secretary of State is the central depository for business and financial institutions to register and obtain information on liens recorded against businesses across the state. Fees are collected for filing UCC documents, farm liens, state & federal liens. Fees are also collected for obtaining searches, copies & CNS Buyers lists. There are a number of various filing & order fees set forth in statutes.

Forecast Basis:

A review of the previous fiscal years, current fiscal year as well as any statute changes that may impact the revenue.

Recent Changes:

None

Agency Analysis/Comments:

The Office of the Secretary of State collects general fund revenue far in excess of general fund expenditures. When broken down by separate earnings groups and attributed to a particular activity some activities will show an excess or deficit in the accumulated balances as they are not all self-supporting. Therefore, the review forms do not reflect an accurate picture of the ratio of expenditures to receipts.

FY16-17 Departmental Earnings

Agency:	H7L –Social Work
Revenue Category Name:	Licensing Fees
Purpose:	To recover the costs of regulating the social work profession.
Legal Citation(s):	M.S. 148D, 148E, 214, 319B
Revenue Account Code(s):	608257, 648700 – 648739
Dedicated Receipts (Yes/No):	No
Non-Dedicated Receipts (Yes/No):	Yes
Fund(s):	1201
Appropriation Name(s):	Social Work non-dedicated receipts
Recommending Fee Change? (Yes/No)	Yes

Revenue Category Summary (Dollars in Thousands)	Actual FY 2013	Actual FY 2014	Estimated FY 2015	Current Law FY 2016	Gov Rec FY 2016	Current Law FY 2017	Gov Rec FY 2017
Accumulated Balance	\$638	\$596	\$556	\$235	\$235	\$90	(\$26)
Resources:							
Departmental Earnings							
Non-Dedicated Receipts	\$1,128	\$1,163	\$1,200	\$1,236	\$1,239	\$1,273	\$1,276
Other Resources:							
Earnings Transferred In							
Revenue Collected by Another Agency							
Other Receipts (e.g. interest)							
Resource Reductions:							
Earnings Transferred Out							
Revenue Collected for Another Agency							
Total Resources	\$1,128	\$1,163	\$1,200	\$1,236	\$1,239	\$1,273	\$1,276
Expenditures:							
Direct Expenditures	\$974	\$969	\$1,269	\$1,127	\$1,141	\$1,127	\$1,155
Indirect Expenditures	\$196	\$234	\$252	\$254	\$264	\$254	\$266
Total Expenditures	\$1,170	\$1,203	\$1,521	\$1,381	\$1,405	\$1,381	\$1,421
Current Difference	(\$42)	(\$40)	(\$321)	(\$145)	(\$166)	(\$108)	(\$145)
Accumulated Ending Balance	\$596	\$556	\$235	\$90	\$69	(\$18)	(\$76)

Supporting Information

Background Information:

The Board's mission is to protect the public through effective licensure and enforcement of the statutes governing the practice of social work to ensure standards of competent and ethical practice.

Board of Social Work Services and Statutory Mandate:

The Board accomplishes its core public safety and regulatory mission by:

- Setting and administering minimum educational, supervision, and examination requirements for initial licensure as a social worker, and setting and administering requirements for renewal of licensure;

- setting and enforcing standards of ethical practice; responding to inquiries, complaints, and reports regarding applicants, licensees, temporary license holders, and unlicensed practitioners;
- investigating complaints of alleged violations of statutes, holding educational and disciplinary conferences, and taking legal action, when appropriate, against licensees who fail to meet minimum standards of practice;
- approving continuing education providers; and
- providing information about licensure and standards of practice through public education outreach efforts, the Board's website, online license verification services, brochures, and telephone and email inquiries.

Board of Social Work Fees:

- Revenues collected from applicants, licensees, and continuing education providers are deposited in the State Government Special Revenue Fund.
- Fees are approved and enacted by the Legislature, as identified in Minnesota Statutes, Sections 148D.175 and 148D.180 (current statute), and Minnesota Statutes, Sections 148E.175 and 148E.180 (statute effective August 1, 2011).
- Board fees are listed at the Board's website: www.socialwork.state.mn.us

Forecast Basis:

- Fees charged to applicants, licensees, and continuing education providers are set to recover the Board's direct and indirect expenditures.
- Revenues are forecasted based on a number of factors including actual revenue collected in the previous year, the number of applicants seeking initial licensure, the number of licensees renewing a license, any fee changes set in current statute, and any anticipated changes in statewide indirect costs.

Recent Changes:

The Board's licensing and renewal fees were temporarily decreased by approximately 20%, in January 2006 for a period of four years, and were due to sunset June 30, 2009.

- After a careful analysis, in an effort to even more effectively balance revenues and expenditures, the Legislature approved a licensing fee decrease of approximately 10%, effective July 1, 2009. The effect of the intentional fee decrease was realized in FY 2010, and is an essential factor in ongoing budget planning.

Agency Analysis/Comments:

The Governor recommends that licensing fees assessed by the Board of Social Work (BOSW) be adjusted and are expected to generate an additional \$3,000 per year in fee revenue. This represents a 0.2% increase in the board's anticipated fee collections.

Table of Contents
2016-17 Biennial Budget – Departmental Earnings

Supreme Court

Data Practices/Cost of Copies – A3.....	1
State Building Code - AH	2
Licensing Attorneys.....	3
Licensing Attorneys - NK.....	5
Reg of Attny Actions & Ethical PR - NN.....	7
Fees For Filing Appeals – VC	8
Fees From Users of MNCIS Comp Sys – VD.....	10
Miscellaneous Court Fees – VG.....	11
Civil Legal Services Dedicated – VH.....	13
Testing/Training Interpreters – VI.....	14

FY16-17 Departmental Earnings

Agency:	Supreme Court
Revenue Category Name:	Data Practices/Cost of Copies – A3
Purpose:	To reimburse the cost of providing copies to patrons.
Legal Citation(s):	MS 13.03 Subd. 10
Revenue Account Code(s):	651400
Dedicated Receipts (Yes/No):	Yes
Non-Dedicated Receipts (Yes/No):	No
Fund(s):	2000
Appropriation Name(s):	Copy Cost Reimb
Recommending Fee Change? (Yes/No)	No

Revenue Category Summary (Dollars in Thousands)	Actual FY 2013	Actual FY 2014	Estimated FY 2015	Current Law FY 2016	Gov Rec FY 2016	Current Law FY 2017	Gov Rec FY 2017
Accumulated Balance	22	21	21	0	0	0	0
Resources:							
Departmental Earnings	6	0	0	0	0	0	0
Other Resources:							
Earnings Transferred In							
Revenue Collected by Another Agency							
Other Receipts (e.g. interest)							
Resource Reductions:							
Earnings Transferred Out							
Revenue Collected for Another Agency							
Total Resources	6	0	0	0	0	0	0
Expenditures:							
Direct Expenditures	7	0	21	0	0	0	0
Indirect Expenditures							
Total Expenditures	7	0	21	0	0	0	0
Current Difference	-1	0	-21	0	0	0	0
Accumulated Ending Balance	21	21	0	0	0	0	0

Supporting Information

Background Information:

Reimbursement for copies.

Forecast Basis:

None.

Recent Changes:

No recent changes.

Agency Analysis/Comments:

Accumulated balance forward and ending balances do not necessarily represent amounts in an account balance, but are shown to illustrate a five-year trend of cost recovery.

FY16-17 Departmental Earnings

Agency:	Supreme Court
Revenue Category Name:	State Building Code - AH
Purpose:	Fund Early Neutral Evaluation training.
Legal Citation(s):	MS 16A 721 2
Revenue Account Code(s):	632414
Dedicated Receipts (Yes/No):	Yes
Non-Dedicated Receipts (Yes/No):	No
Fund(s):	2000
Appropriation Name(s):	Ene Training
Recommending Fee Change? (Yes/No)	No

Revenue Category Summary (Dollars in Thousands)	Actual FY 2013	Actual FY 2014	Estimated FY 2015	Current Law FY 2016	Gov Rec FY 2016	Current Law FY 2017	Gov Rec FY 2017
Accumulated Balance	12	0	0	0	0	0	0
Resources:							
Departmental Earnings	0	3	15	15	15	15	15
Other Resources:							
Earnings Transferred In							
Revenue Collected by Another Agency							
Other Receipts (e.g. interest)							
Resource Reductions:							
Earnings Transferred Out							
Revenue Collected for Another Agency							
Total Resources	0	3	15	15	15	15	15
Expenditures:							
Direct Expenditures	0	3	15	15	15	15	15
Indirect Expenditures	12						
Total Expenditures	12	3	15	15	15	15	15
Current Difference	-12	0	0	0	0	0	0
Accumulated Ending Balance	0	0	0	0	0	0	0

Supporting Information

Background Information:

Fees from participants to offset the cost of training.

Forecast Basis: Forecasted revenue was based on history.

Recent Changes: No recent changes.

Agency Analysis/Comments:

Accumulated balance forward and ending balances do not necessarily represent amounts in an account balance, but are shown to illustrate a five-year trend of cost recovery.

FY16-17 Departmental Earnings

Agency:	Legal Profession Boards
Revenue Category Name:	Licensing Attorneys
Purpose:	To regulate the examination and licensing of individuals who practice as attorneys at law in Minnesota so that established qualifications are met and licensed attorneys are competent.
Legal Citation(s):	MS 481.01 and Court Rules
Revenue Account Code(s):	634107, 63108, 634110, 634111
Dedicated Receipts (Yes/No):	Yes
Non-Dedicated Receipts (Yes/No):	No
Fund(s):	2000
Appropriation Name(s):	Board of Law Examiners
Recommending Fee Change? (Yes/No)	No

Revenue Category Summary (Dollars in Thousands)	Actual FY 2013	Actual FY 2014	Estimated FY 2015	Current Law FY 2016	Gov Rec FY 2016	Current Law FY 2017	Gov Rec FY 2017
Accumulated Balance	2,256	2,372	2,491	1,905	1,905	1,493	1,493
Resources:							
Departmental Earnings	1,569	1,642	1,221	1,273	1,273	1,280	1,280
Other Resources:							
Earnings Transferred In							
Revenue Collected by Another Agency							
Other Receipts (e.g. interest)							
Resource Reductions:							
Earnings Transferred Out							
Revenue Collected for Another Agency							
Total Resources	1,569	1,642	1,221	1,273	1,273	1,280	1,280
Expenditures:							
Direct Expenditures	1,543	1,523	1,807	1,685	1,685	1,744	1,744
Indirect Expenditures							
Total Expenditures	1,543	1,523	1,807	1,685	1,685	1,744	1,744
Current Difference	26	119	-586	-412	-412	-464	-464
Accumulated Ending Balance	2,282	2,491	1,905	1,493	1,493	1,029	1,029

Supporting Information

Background Information:

Fees charged to enter practice of law in Minnesota, including Bar examination fees.

Forecast Basis:

Forecasted revenue was based on history.

Recent Changes:

No recent changes.

Agency Analysis/Comments:

Accumulated balance forward and ending balances do not necessarily represent amounts in an account balance, but are shown to illustrate a five-year trend of cost recovery.

FY16-17 Departmental Earnings

Agency:	Supreme Court
Revenue Category Name:	Licensing Attorneys - NK
Purpose:	A temporary increase in the attorney registration fee is transferred to the Board of Public Defense to provide additional funding for representation of indigent criminal defendants and civil litigants. This will expire with the fees due and payable 7/1/2013.
Legal Citation(s):	MS 481.022.002 and extended by ADM10-8002
Revenue Account Code(s):	634108
Dedicated Receipts (Yes/No):	Yes
Non-Dedicated Receipts (Yes/No):	No
Fund(s):	2000
Appropriation Name(s):	Public Defense Board
Recommending Fee Change? (Yes/No)	No

Revenue Category Summary (Dollars in Thousands)	Actual FY 2013	Actual FY 2014	Estimated FY 2015	Current Law FY 2016	Gov Rec FY 2016	Current Law FY 2017	Gov Rec FY 2017
Accumulated Balance	0	0	0	0	0	0	0
Resources:							
Departmental Earnings							
Other Resources:							
Earnings Transferred In							
Revenue Collected by Another Agency							
Other Receipts (e.g. interest)							
Resource Reductions:							
Earnings Transferred Out							
Revenue Collected for Another Agency	1564	24					
Total Resources	1564	24	0	0	0	0	0
Expenditures:							
Direct Expenditures							
Indirect Expenditures	1564	24	0	0	0	0	0
Total Expenditures	1564	24	0	0	0	0	0
Current Difference	0	0	0	0	0	0	0
Accumulated Ending Balance	0	0	0	0	0	0	0

Supporting Information

Background Information:

Portion of atty reg fees transferred to Board of Public Defense.

Forecast Basis:

None.

Recent Changes:

No recent changes.

Agency Analysis/Comments:

Accumulated balance forward and ending balances do not necessarily represent amounts in an account balance, but are shown to illustrate a five-year trend of cost recovery.

FY16-17 Departmental Earnings

Agency:	Supreme Court
Revenue Category Name:	Reg of Attrny Actions & Ethical PR - NN
Purpose:	Fund the operational costs of collecting the annual attorney registration fee.
Legal Citation(s):	MS 481.01 & Court Rules
Revenue Account Code(s):	647271, 634112
Dedicated Receipts (Yes/No):	Yes
Non-Dedicated Receipts (Yes/No):	No
Fund(s):	2000
Appropriation Name(s):	Attorney Regis Operations
Recommending Fee Change? (Yes/No)	No

Revenue Category Summary (Dollars in Thousands)	Actual FY 2013	Actual FY 2014	Estimated FY 2015	Current Law FY 2016	Gov Rec FY 2016	Current Law FY 2017	Gov Rec FY 2017
Accumulated Balance	98	86	56	27	27	0	0
Resources:							
Departmental Earnings	92	82	56	57	57	58	58
Other Resources:							
Earnings Transferred In							
Revenue Collected by Another Agency							
Other Receipts (e.g. interest)							
Resource Reductions:							
Earnings Transferred Out							
Revenue Collected for Another Agency							
Total Resources	92	82	56	57	57	58	58
Expenditures:							
Direct Expenditures	104	112	85	84	84	58	58
Indirect Expenditures							
Total Expenditures	104	112	85	84	84	58	58
Current Difference	-12	-30	-29	-27	-27	0	0
Accumulated Ending Balance	86	56	27	0	0	0	0

Supporting Information

Background Information:

Fees charged to attorneys for late annual registration.

Forecast Basis:

Forecasted revenue was based on history.

Recent Changes:

No recent changes.

Agency Analysis/Comments:

Accumulated balance forward and ending balances do not necessarily represent amounts in an account balance, but are shown to illustrate a five-year trend of cost recovery.

FY16-17 Departmental Earnings

Agency:	Supreme Court
Revenue Category Name:	Fees For Filing Appeals - VC
Purpose:	Filing fees are established by statute for appeals presented to the Supreme Court and Court of Appeals. These filing fees are not intended to directly finance the costs of the Supreme Court or the Court of Appeals, but rather to discourage the filing of frivolous appeals after cases have been decided in the District Courts. These fees are deposited as non-dedicated receipts to the General Fund and do not accumulate to a specific account.
Legal Citation(s):	MS 357.08
Revenue Account Code(s):	649740
Dedicated Receipts (Yes/No):	No
Non-Dedicated Receipts (Yes/No):	Yes
Fund(s):	1000
Appropriation Name(s):	Non dedicated receipts
Recommending Fee Change? (Yes/No)	No

Revenue Category Summary (Dollars in Thousands)	Actual FY 2013	Actual FY 2014	Estimated FY 2015	Current Law FY 2016	Gov Rec FY 2016	Current Law FY 2017	Gov Rec FY 2017
Accumulated Balance	0	0	0	0	0	0	0
Resources:							
Departmental Earnings							
Other Resources:							
Earnings Transferred In							
Revenue Collected by Another Agency							
Other Receipts (e.g. interest)							
Resource Reductions:							
Earnings Transferred Out							
Revenue Collected for Another Agency	571	594	590	590	590	590	590
Total Resources	571	594	590	590	590	590	590
Expenditures:							
Direct Expenditures							
Indirect Expenditures	571	594	590	590	590	590	590
Total Expenditures	571	594	590	590	590	590	590
Current Difference	0	0	0	0	0	0	0
Accumulated Ending Balance	0	0	0	0	0	0	0

Supporting Information

Background Information:

Filing fees for appeals.

Forecast Basis:

Forecasted revenue was based on history.

Recent Changes:

No recent changes.

Agency Analysis/Comments:

Accumulated balance forward and ending balances do not necessarily represent amounts in an account balance, but are shown to illustrate a five-year trend of cost recovery.

FY16-17 Departmental Earnings

Agency:	Supreme Court
Revenue Category Name:	Fees From Users of MNCIS Comp Sys - VD
Purpose:	To cover costs for the MNCIS database access for non-court users.
Legal Citation(s):	MS 13.03
Revenue Account Code(s):	649741
Dedicated Receipts (Yes/No):	Yes
Non-Dedicated Receipts (Yes/No):	No
Fund(s):	2000
Appropriation Name(s):	Mncis Access
Recommending Fee Change? (Yes/No)	No

Revenue Category Summary (Dollars in Thousands)	Actual FY 2013	Actual FY 2014	Estimated FY 2015	Current Law FY 2016	Gov Rec FY 2016	Current Law FY 2017	Gov Rec FY 2017
Accumulated Balance	84	124	191	0	0	0	0
Resources:							
Departmental Earnings	44	67	25	25	25	25	25
Other Resources:							
Earnings Transferred In							
Revenue Collected by Another Agency							
Other Receipts (e.g. interest)							
Resource Reductions:							
Earnings Transferred Out							
Revenue Collected for Another Agency							
Total Resources	644	67	25	25	25	25	25
Expenditures:							
Direct Expenditures	4	0	216	25	25	25	25
Indirect Expenditures							
Total Expenditures	4	0	216	25	25	25	25
Current Difference	40	67	-191	0	0	0	0
Accumulated Ending Balance	124	191	0	0	0	0	0

Supporting Information

Background Information:

Fees from users of state computer system.

Forecast Basis:

Forecasted revenue was based on history.

Recent Changes:

No recent changes.

Agency Analysis/Comments:

Accumulated balance forward and ending balances do not necessarily represent amounts in an account balance, but are shown to illustrate a five-year trend of cost recovery.

FY16-17 Departmental Earnings

Agency:	Supreme Court
Revenue Category Name:	Miscellaneous Court Fees - VG
Purpose:	To cover the cost of certifying mediators and arbitrators, disseminating a roster statewide, and supporting the activities of the Board.
Legal Citation(s):	MS 481.01
Revenue Account Code(s):	649744
Dedicated Receipts (Yes/No):	Yes
Non-Dedicated Receipts (Yes/No):	No
Fund(s):	2000
Appropriation Name(s):	Alter Dispute Resolution
Recommending Fee Change? (Yes/No)	No

Revenue Category Summary (Dollars in Thousands)	Actual FY 2013	Actual FY 2014	Estimated FY 2015	Current Law FY 2016	Gov Rec FY 2016	Current Law FY 2017	Gov Rec FY 2017
Accumulated Balance	55	45	27	18	18	9	9
Resources:							
Departmental Earnings	62	59	60	60	60	60	60
Other Resources:							
Earnings Transferred In							
Revenue Collected by Another Agency							
Other Receipts (e.g. interest)							
Resource Reductions:							
Earnings Transferred Out							
Revenue Collected for Another Agency							
Total Resources	62	59	60	60	60	60	60
Expenditures:							
Direct Expenditures	72	77	69	69	69	69	69
Indirect Expenditures							
Total Expenditures	72	77	69	69	69	69	69
Current Difference	-10	-18	-9	-9	-9	-9	-9
Accumulated Ending Balance	45	27	18	9	9	0	0

Supporting Information

Background Information:

Alternative dispute resolution registration fee.

Forecast Basis:

Forecasted revenue was based on history.

Recent Changes:

No recent changes.

Agency Analysis/Comments:

Accumulated balance forward and ending balances do not necessarily represent amounts in an account balance, but are shown to illustrate a five-year trend of cost recovery.

FY16-17 Departmental Earnings

Agency:	Supreme Court
Revenue Category Name:	Civil Legal Services Dedicated - VH
Purpose:	To provide partial funding for legal services for the poor by assessing MN attorneys.
Legal Citation(s):	MS 481.01 and Court Rules
Revenue Account Code(s):	649745
Dedicated Receipts (Yes/No):	Yes
Non-Dedicated Receipts (Yes/No):	No
Fund(s):	2000
Appropriation Name(s):	Civil Legal Services-Ded
Recommending Fee Change? (Yes/No)	No

Revenue Category Summary (Dollars in Thousands)	Actual FY 2013	Actual FY 2014	Estimated FY 2015	Current Law FY 2016	Gov Rec FY 2016	Current Law FY 2017	Gov Rec FY 2017
Accumulated Balance	184	438	514	322	322	156	156
Resources:							
Departmental Earnings	1,917	1,968	1,867	1,897	1,897	1,897	1,897
Other Resources:							
Earnings Transferred In							
Revenue Collected by Another Agency							
Other Receipts (e.g. interest)							
Resource Reductions:							
Earnings Transferred Out							
Revenue Collected for Another Agency							
Total Resources	1,917	1,968	1,867	1,897	1,897	1,897	1,897
Expenditures:							
Direct Expenditures	1,663	1,892	2,059	2,063	2,063	2,053	2,053
Indirect Expenditures							
Total Expenditures	1,663	1,892	2,059	2,063	2,063	2,053	2,053
Current Difference	254	76	-192	-166	-166	-156	-156
Accumulated Ending Balance	438	514	322	156	156	0	0

Supporting Information

Background Information:

Fees charged to MN attorneys to support legal services for the poor.

Forecast Basis:

Forecasted revenue was based on history.

Recent Changes:

No recent changes.

Agency Analysis/Comments:

Accumulated balance forward and ending balances do not necessarily represent amounts in an account balance, but are shown to illustrate a five-year trend of cost recovery

FY16-17 Departmental Earnings

Agency:	Supreme Court
Revenue Category Name:	Testing/Training Interpreters - VI
Purpose:	To supplement funding available to train and test court interpreters through a user fee.
Legal Citation(s):	MS 481.175
Revenue Account Code(s):	649746
Dedicated Receipts (Yes/No):	Yes
Non-Dedicated Receipts (Yes/No):	No
Fund(s):	2000
Appropriation Name(s):	Interpreter
Recommending Fee Change? (Yes/No)	No

Revenue Category Summary (Dollars in Thousands)	Actual FY 2013	Actual FY 2014	Estimated FY 2015	Current Law FY 2016	Gov Rec FY 2016	Current Law FY 2017	Gov Rec FY 2017
Accumulated Balance	57	34	20	10	10	0	0
Resources:							
Departmental Earnings	24	19	16	25	25	25	25
Other Resources:							
Earnings Transferred In							
Revenue Collected by Another Agency							
Other Receipts (e.g. interest)							
Resource Reductions:							
Earnings Transferred Out							
Revenue Collected for Another Agency							
Total Resources	24	19	16	25	25	25	25
Expenditures:							
Direct Expenditures	47	33	26	35	35	25	25
Indirect Expenditures							
Total Expenditures	47	33	26	35	35	25	25
Current Difference	-23	-14	-10	-10	-10	0	0
Accumulated Ending Balance	34	20	10	0	0	0	0

Supporting Information

Background Information:

Fee for testing and training court interpreters.

Forecast Basis:

Forecasted revenue was based on history.

Recent Changes:

No recent changes.

Agency Analysis/Comments:

Accumulated balance forward and ending balances do not necessarily represent amounts in an account balance, but are shown to illustrate a five-year trend of cost recovery.

Table of Contents
2016-17 Biennial Budget – Departmental Earnings

Transportation, Department of	
Advertising Permits	1
Airports, Commercial Operations, & Aircraft Dealer License.....	3
Air Transportation Revolving Account.....	5
DOT: Miscellaneous.....	7
Highway Toll Revenue	10
Motor Carrier Permits & Fees.....	12
Motor Vehicle Miscellaneous Fee	14
Tower Leases Rental Income.....	16
Transportation Permits	18

FY16-17 Departmental Earnings

Agency:	Transportation Department
Revenue Category Name:	Advertising Permits
Purpose:	Permits for the placement of advertising devices along interstate highways.
Legal Citation(s):	M.S. 173.13, Subd 4
Revenue Account Code(s):	650001
Dedicated Receipts (Yes/No):	No
Non-Dedicated Receipts (Yes/No):	Yes
Fund(s):	2700
Appropriation Name(s):	Non-Dedicated Commercial Vehicle - 2700
Recommending Fee Change? (Yes/No)	No

Revenue Category Summary (Dollars in Thousands)	Actual FY 2013	Actual FY 2014	Estimated FY 2015	Current Law FY 2016	Gov Rec FY 2016	Current Law FY 2017	Gov Rec FY 2017
Accumulated Balance	0	105	136	184	184	232	232
Resources:							
Departmental Earnings	437	131	200	200	200	200	200
Other Resources:							
Earnings Transferred In							
Revenue Collected by Another Agency							
Other Receipts (e.g. interest)							
Resource Reductions:							
Earnings Transferred Out							
Revenue Collected for Another Agency							
Total Resources	437	131	200	200	200	200	200
Expenditures:							
Direct Expenditures	292	60	112	112	112	112	112
Indirect Expenditures	40	40	40	40	40	40	40
Total Expenditures	332	100	152	152	152	152	152
Current Difference	105	31	48	48	48	48	48
Accumulated Ending Balance	105	136	184	232	232	280	280

Supporting Information

Background Information:

To promote the safety of the traveling public, and to conserve the natural beauty of areas adjacent to highways, permits are issued to regulate and control the placement and characteristics of advertising devices along highways. This revenue results in a positive adjustment to the Trunk Highway fund balance. Rates are stated in law and were last changed in 1997.

Forecast Basis:

Revenues and costs are dependent on customer orders. Revenue declined slightly over the past five years.

Recent Changes:

None

Agency Analysis/Comments:

Accumulated balance forward and ending balances do not necessarily represent amounts in an account balance, but are shown to illustrate a five-year trend of cost recovery.

FY16-17 Departmental Earnings

Agency:	Transportation Department
Revenue Category Name:	Airports, Commercial Operations, & Aircraft Dealer License
Purpose:	Licenses for airports aviation dealers, and persons engaged in commercial operations at airports.
Legal Citation(s):	M.S. 360.63, and M.S. 360.018
Revenue Account Code(s):	650006
Dedicated Receipts (Yes/No):	No
Non-Dedicated Receipts (Yes/No):	Yes
Fund(s):	2720
Appropriation Name(s):	Non-Dedicated Aeronautics - 2720
Recommending Fee Change? (Yes/No)	No

Revenue Category Summary (Dollars in Thousands)	Actual FY 2013	Actual FY 2014	Estimated FY 2015	Current Law FY 2016	Gov Rec FY 2016	Current Law FY 2017	Gov Rec FY 2017
Accumulated Balance		-17	-38	-60	-60	-82	-82
Resources:							
Departmental Earnings	13	10	10	10	10	10	10
Other Resources:							
Earnings Transferred In							
Revenue Collected by Another Agency							
Other Receipts (e.g. interest)							
Resource Reductions:							
Earnings Transferred Out							
Revenue Collected for Another Agency							
Total Resources	13	10	10	10	10	10	10
Expenditures:							
Direct Expenditures	29	30	31	32	32	33	33
Indirect Expenditures	1	1	1	1	1	1	1
Total Expenditures	30	31	32	33	33	34	34
Current Difference	-17	-21	-22	-23	-23	-24	-24
Accumulated Ending Balance	-17	-38	-60	-82	-82	106	106

Supporting Information

Background Information:

To promote safety in aeronautics, MnDOT will license any person engaged in commercial operations in or at an approved airport, such as an aircraft dealer, or persons involved in air instruction. The agency also issues licenses for airports, restricted landing site, and other air navigation facilities.

Fees for licenses are set by law and have not increased since 1983.

Forecast Basis:

Forecast is based on historic and current data.

Recent Changes:

None

Agency Analysis/Comments:

Accumulated balance forward and ending balances do not necessarily represent amounts in an account balance, but are shown to illustrate a five-year trend of cost recovery.

FY16-17 Departmental Earnings

Agency:	Transportation Department
Revenue Category Name:	Air Transportation Revolving Account
Purpose:	Collections to capture the cost of providing air transportation.
Legal Citation(s):	M.S. 360.024
Revenue Account Code(s):	650007
Dedicated Receipts (Yes/No):	Yes
Non-Dedicated Receipts (Yes/No):	No
Fund(s):	2722
Appropriation Name(s):	Air Transport Service
Recommending Fee Change? (Yes/No)	No

Revenue Category Summary (Dollars in Thousands)	Actual FY 2013	Actual FY 2014	Estimated FY 2015	Current Law FY 2016	Gov Rec FY 2016	Current Law FY 2017	Gov Rec FY 2017
Accumulated Balance	172	382	433	402	402	304	304
Resources:							
Departmental Earnings	705	702	700	700	700	700	700
Other Resources:							
Earnings Transferred In							
Revenue Collected by Another Agency							
Other Receipts (e.g. interest)	0	0	3	3	3	3	3
Resource Reductions:							
Earnings Transferred Out							
Revenue Collected for Another Agency							
Total Resources	705	702	703	703	703	703	703
Expenditures:							
Direct Expenditures	495	651	734	801	801	867	867
Indirect Expenditures							
Total Expenditures	495	651	734	801	801	867	867
Current Difference	210	51	-31	-98	-98	-164	-164
Accumulated Ending Balance	382	433	402	304	304	140	140

Supporting Information

Background Information:

This activity provides air transportation for state officials traveling on government business. The fares for the flights are used to maintain the airplanes and cover correlating expenses. This account operates as a revolving account. Current rate has been in place since July 2008.

Forecast Basis:

Forecast is based on historic and current trends along with fuel cost projections and plane usage. As stated in law, fees are collected for direct operating cost only.

Recent Changes:

None

Agency Analysis/Comments:

An increase in expenditures is estimated for FY16 through FY19 due to major aircraft maintenance cost, and is expected to deplete the majority of the accumulated balance.

FY16-17 Departmental Earnings

Agency:	Transportation Department
Revenue Category Name:	DOT: Miscellaneous
Purpose:	Miscellaneous revenue includes rent collection on use of highway right of way, revenues for agreements with other governments for construction and maintenance, sale of sand, gravel, and salt at cost to other governmental units, sign fabrication cost recovery, striper operations and replacement expense recovery.
Legal Citation(s):	M.S.222.63 subd.8; M.S.160.298; M.S.161.391; M.S. 161.231; M.S. 174.02 subd.6
Revenue Account Code(s):	650008, 650009, 650010, 650013, 650014, 650015
Dedicated Receipts (Yes/No):	Yes
Non-Dedicated Receipts (Yes/No):	Yes
Fund(s):	2000, 2700
Appropriation Name(s):	Rail Bank Maintenance; Highway Sign Revolving Account; Pavement Stripe Rev Acct; Excess Right-a-Way Rent; and Other misc. partnerships account in special revenue fund.
Recommending Fee Change? (Yes/No)	Yes – Change in use of fees not amount

Revenue Category Summary (Dollars in Thousands)	Actual FY 2013	Actual FY 2014	Estimated FY 2015	Current Law FY 2016	Gov Rec FY 2016	Current Law FY 2017	Gov Rec FY 2017
Accumulated Balance	5,635	10,768	6,656	4,435	4,435	3,153	3,153
Resources:							
Departmental Earnings	9,181	96,699	104,545	100,948	101,248	70,020	70,320
Other Resources:							
Earnings Transferred In							
Revenue Collected by Another Agency							
Other Receipts (e.g. interest)							
Resource Reductions:							
Earnings Transferred Out		3,770	421	281	281	281	281
Revenue Collected for Another Agency							
Total Resources	9,181	92,929	104,124	100,667	100,967	69,739	69,739
Expenditures:							
Direct Expenditures	4,048	97,041	106,345	101,949	102,249	71,327	71,627
Indirect Expenditures							
Total Expenditures	3,971	97,041	106,345	101,949	102,249	71,327	71,627
Current Difference	5,133	-4,112	-2,221	-1,282	-1,282	-1,588	-1,588
Accumulated Ending Balance	10,768	6,656	4,435	3,153	3,153	1,565	1,565

Supporting Information

Background Information:

MnDOT Leases, External

MnDOT will continue to utilize available resources (vacant land and buildings) in a fiscally responsible manner until the resource is needed for construction. Many leases are long-term such as parking for churches or hay cutting along state roads. Also, some lease collections are for inter-governmental co-operation property utilization. These earnings are collected as miscellaneous income and are not identified with specific operating expenditures in the department. Vacant right-of-way is also leased to interested parties until needed by MnDOT.

MnDOT Agreement with other Governments

These agreements are with other units of government including bordering states for provision of MnDOT expertise in project engineering and construction.

Sale of Gravel, Sand, and Salt

MnDOT sells gravel, sand, and salt to other units of government where locations are convenient, and supplies are adequate at an at cost basis.

Pavement Striping Revenue Account

MnDOT uses these funds to recover expenses for owning a centralized striping machine and creates a reserve for future striping needs.

Sign Fabrication Cost Recovery

The state sign shop creates signs for MnDOT, other units of government, and individual entities. Revenue is used to cover the cost of these operations.

Rail Safety Inspection Assessment

Reimbursements are received for Rail Safety Inspector's inspection of rail tracks, rail right-of-way, review of maintenance and repair records, and review of railroad security measures.

Forecast Basis:

Forecast is based on historic and current cost of above activities. Amounts collected in these accounts are established within each written agreement.

Recent Changes:

The large increase beginning in FY 14 was due to the Wisconsin St Croix Crossing partnership. The St Croix Crossing is scheduled for completion by FY17

Agency Analysis/Comments:

These department earnings are a mix of dedicated and non-dedicated receipts established for cost recovery. Beginning in FY14, earnings transferred are Excess Right-a-Way Rents that are canceled to the Trunk Highway Fund.

The Governor recommends allowing MnDOT to use the currently non-dedicated trunk highway funds proceeds from property sales and leases to help fund/facilitate property disposal. To fund a new unit dedicated to managing (maintenance, leasing, limited use permits) existing right-of-way and conveying surplus right-of-way. The activities would include operations, property management, environmental investigations and clean-up costs, real estate services, appraisal services, etc. for both leasing and sale of

right-of-way. We estimate this would increase sales of parcels by \$1,000,000 (not departmental earnings) and leasing revenue by \$300,000 per year.

FY16-17 Departmental Earnings

Agency:	Transportation Department
Revenue Category Name:	Highway Toll Revenue
Purpose:	Fees collected for usage of Minnesota's highway management lanes.
Legal Citation(s):	M.S. 160.93
Revenue Account Code(s):	650016
Dedicated Receipts (Yes/No):	Yes
Non-Dedicated Receipts (Yes/No):	No
Fund(s):	2000
Appropriation Name(s):	MN/Pass Fare Receipts, MN/Pass Unearned Receipts
Recommending Fee Change? (Yes/No)	No

Revenue Category Summary (Dollars in Thousands)	Actual FY 2013	Actual FY 2014	Estimated FY 2015	Current Law FY 2016	Gov Rec FY 2016	Current Law FY 2017	Gov Rec FY 2017
Accumulated Balance	2,498	3,408	5,637	3,838	3,838	2,905	2,905
Resources:							
Departmental Earnings	3,855	4,427	4,381	4,325	4,325	4,525	4,525
Other Resources:							
Earnings Transferred In							
Revenue Collected by Another Agency							
Other Receipts (e.g. interest)							
Resource Reductions:							
Earnings Transferred Out	1,549	684	684	683	683	1,246	1,246
Revenue Collected for Another Agency							
Total Resources	2,306	3,743	3,697	3,642	3,642	3,279	3,279
Expenditures:							
Direct Expenditures	1,396	1,514	5,496	4,575	4,575	3,073	3,073
Indirect Expenditures							
Total Expenditures	1,396	1,514	5,496	4,575	4,575	3,073	3,073
Current Difference	910	2,229	-1,799	-933	-933	206	206
Accumulated Ending Balance	3,408	5,637	3,838	2,905	2,905	3,111	3,111

Supporting Information

Background Information:

Fees are collected from single passenger vehicles utilizing the MN/PASS lanes and rental of transponders to MN/PASS customers. As the MN/PASS system gets older, there will be a greater need for maintaining and improving the toll infrastructure.

Forecast Basis:

Forecast is based on historic and current data, along with projected future expansion of toll system. Toll lanes were established as a traffic management tool. Fees vary and are imposed as needed to effectively manage traffic flow.

Recent Changes:

The significant increase between FY 14 and 15 is due to I-35E start-up costs and toll infrastructure replacement costs. MN/Pass I-35E lane is projected to open in FY16, generating additional revenues and cost, along with an upcoming change in the transponder system.

Agency Analysis/Comments:

The system requires customers to maintain a minimum account balance. This balance is unearned until the vehicle uses a toll lane and tolls are charged (earned). These account balances are deposited into a MnDOT account. Unearned receipts equal approximately \$550,000 of the rolled forward balances. Revenue is used to maintain and expand the current system. Earnings transferred represent the revenue sharing agreement payments to Metropolitan Council.

FY16-17 Departmental Earnings

Agency:	Transportation Department
Revenue Category Name:	Motor Carrier Permits & Fees
Purpose:	Fees collected through licensing, permitting, and registration of MN for-hire property, passenger carriers and commercial vehicles engaged in intrastate commerce.
Legal Citation(s):	M.S. 221.131
Revenue Account Code(s):	650004
Dedicated Receipts (Yes/No):	No
Non-Dedicated Receipts (Yes/No):	Yes
Fund(s):	2700
Appropriation Name(s):	Non-Dedicated Commercial Vehicle - 2700
Recommending Fee Change? (Yes/No)	No

Revenue Category Summary (Dollars in Thousands)	Actual FY 2013	Actual FY 2014	Estimated FY 2015	Current Law FY 2016	Gov Rec FY 2016	Current Law FY 2017	Gov Rec FY 2017
Accumulated Balance	0	-285	955	828	828	637	637
Resources:							
Departmental Earnings	1,720	3,305	2,000	2,000	2,000	2,000	2,000
Other Resources:							
Earnings Transferred In							
Revenue Collected by Another Agency							
Other Receipts (e.g. interest)							
Resource Reductions:							
Earnings Transferred Out							
Revenue Collected for Another Agency							
Total Resources	1,720	3,350	2,000	2,000	2,000	2,000	2,000
Expenditures:							
Direct Expenditures	2,005	2,065	2,127	2,191	2,191	2,257	2,257
Indirect Expenditures							
Total Expenditures	2,005	2,065	2,127	2,191	2,191	2,257	2,257
Current Difference	-285	1240	-127	-191	-191	-257	-257
Accumulated Ending Balance	-285	955	828	637	637	380	380

Supporting Information

Background Information:

Motor carrier permits and fees ensure compliance with state laws, rules, and regulations governing Minnesota intrastate motor carrier operations, so that transportation of persons and property on Minnesota's public highways is safe and meets the needs of carriers, shippers, passengers, and the traveling public. Permit are established in law were last changed in 1994.

Commercial motor vehicles (CMVs)

Fees are collected through the Unified Carrier Registration (UCR) system for registering the operators of commercial motor vehicles (CMVs) engaged in interstate travel. Revenues are deposited into the Trunk Highway Fund.

Other vehicle fees

Revenue for these activities is received into the Trunk Highway Fund through direct payments by applicants who apply for authority and/or vehicle identifiers such as, Limousine Program (Limo), Household Goods (HHG), Building Movers (BMH), Motor Carriers of Passengers

Forecast Basis:

Forecast is based on historic and current data. Fees for these activities vary per type of commercial vehicle and type of registrations (annual or renewal).

Recent Changes:

None

Agency Analysis/Comments

Revenue for Unified Carriers permits are received into the Trunk Highway Fund through the Unified Carriers Registration System. This system is used by all states in the United States. Congress determined state caps based on 2004 receipts. Any revenue received by MnDOT that is over Minnesota's cap, \$1,137,132.30, is returned to the program in following years for distribution to other states.

FY16-17 Departmental Earnings

Agency:	Transportation Department
Revenue Category Name:	Motor Vehicle Miscellaneous Fee
Purpose:	Sales taxes on short term vehicle rentals.
Legal Citation(s):	M.S. 297A.815 subd.3
Revenue Account Code(s):	644031
Dedicated Receipts (Yes/No):	No
Non-Dedicated Receipts (Yes/No):	Yes
Fund(s):	2710
Appropriation Name(s):	Non-Dedicated Agency Service -2710
Recommending Fee Change? (Yes/No)	No

Revenue Category Summary (Dollars in Thousands)	Actual FY 2013	Actual FY 2014	Estimated FY 2015	Current Law FY 2016	Gov Rec FY 2016	Current Law FY 2017	Proposed FY 2017
Accumulated Balance		1,342	3,615	5,615	5,615	7,615	7,615
Resources:							
Departmental Earnings	1,342	2,273	2,000	2,000	2,000	2,000	2,000
Other Resources:							
Earnings Transferred In							
Revenue Collected by Another Agency							
Other Receipts (e.g. interest)							
Resource Reductions:							
Earnings Transferred Out							
Revenue Collected for Another Agency							
Total Resources	1,342	2,273	2,000	2,000	2,000	2,000	2,000
Expenditures:							
Direct Expenditures							
Indirect Expenditures							
Total Expenditures	0	0	0	0	0	0	0
Current Difference	1,342	2,273	2,000	2,000	2,000	2,000	2,000
Accumulated Ending Balance	1,342	3,615	5,615	7,615	7,615	9,615	

Supporting Information

Background Information:

Fees are collected on vehicles rented for less than 28 days if the fee is greater than the motor vehicle registration tax, the excess is deposited in the Highway User Tax Distribution Fund. These non-dedicated receipts are collected by Public Safety and are used to support the overall transportation system. This fee was initiated in FY 2009.

Forecast Basis:

Forecast is based on historic and current trends. Revenues are distributed for use as directed by law.

Recent Changes:

Revenue distribution was changed in 2014, Chapter 312, Sec. 29 Subd.3

Agency Analysis/Comments:

Accumulated balance forward and ending balances do not necessarily represent amounts in an account balance, but are shown to illustrate a five-year trend of cost recovery.

FY16-17 Departmental Earnings

Agency:	Transportation Department
Revenue Category Name:	Tower Leases Rental Income
Purpose:	Lease receipts for use of statewide communication tower space.
Legal Citation(s):	M.S. 174.70
Revenue Account Code(s):	65000
Dedicated Receipts (Yes/No):	Yes
Non-Dedicated Receipts (Yes/No):	No
Fund(s):	2700
Appropriation Name(s):	Tower Leases
Recommending Fee Change? (Yes/No)	No

Revenue Category Summary (Dollars in Thousands)	Actual FY 2013	Actual FY 2014	Estimated FY 2015	Current Law FY 2016	Gov Rec FY 2016	Current Law FY 2017	Gov Rec FY 2017
Accumulated Balance	571	289	463	0	0	0	0
Resources:							
Departmental Earnings	297	432	200	210	210	221	221
Other Resources:							
Earnings Transferred In							
Revenue Collected by Another Agency							
Other Receipts (e.g. interest)	23	24	100	105	105	110	110
Resource Reductions:							
Earnings Transferred Out							
Revenue Collected for Another Agency							
Total Resources	320	456	300	315	315	331	331
Expenditures:							
Direct Expenditures	602	282	763	315	315	331	331
Indirect Expenditures							
Total Expenditures	602	282	763	315	315	331	331
Current Difference	-282	174	-463	0	0	0	0
Accumulated Ending Balance	289	463	0	0	0	0	0

Supporting Information

Background Information:

Lease agreements established with commercial wireless providers or other tower owners to install privately owned equipment on state-owned buildings or structures. Revenues are collected and deposited in the Trunk Highway Fund. Revenue is used for developing and maintaining the statewide communications systems that serves state agencies. In lieu of a site use fee, the commissioner may make agreements with commercial wireless service providers or other tower owners to place state equipment on privately owned towers and may accept improvements such as tower reinforcement, reconstruction, site development, or other site improvements to the state's communications system facilities or real or personal property.

Forecast Basis:

Forecast is based on historic and current trends. Fees collected are based on the value of the real property or structure made available.

Recent Changes:

None

Agency Analysis/Comments:

The revenues derived are used to reduce the overall cost of operating the Statewide Radio Communication systems, but do not cover all cost incurred.

FY16-17 Departmental Earnings

Agency:	Transportation Department
Revenue Category Name:	Transportation Permits
Purpose:	To regulate the movement of oversized/overweight vehicles on the trunk highway system and to compensate for damage to the highways
Legal Citation(s):	M.S. 169.86
Revenue Account Code(s):	650005
Dedicated Receipts (Yes/No):	Yes
Non-Dedicated Receipts (Yes/No):	Yes
Fund(s):	2700, 2000
Appropriation Name(s):	Non-Dedicated Construction–2700, Special Weight Permits
Recommending Fee Change? (Yes/No)	

Revenue Category Summary (Dollars in Thousands)	Actual FY 2013	Actual FY 2014	Estimated FY 2015	Current Law FY 2016	Gov Rec FY 2016	Current Law FY 2017	Gov Rec FY 2017
Accumulated Balance	981	4,037	7,309	10,152	10,152	13,121	13,121
Resources:							
Departmental Earnings	4,738	5,084	4,950	4,950	4,950	4,712	4,712
Other Resources:							
Earnings Transferred In							
Revenue Collected by Another Agency							
Other Receipts (e.g. interest)							
Resource Reductions:							
Earnings Transferred Out							
Revenue Collected for Another Agency							
Total Resources	4,738	5,084	4,950	4,950	4,950	4,712	4,712
Expenditures:							
Direct Expenditures	1,682	1,812	2,107	1,981	1,981	1,981	1,981
Indirect Expenditures							
Total Expenditures	1,682	1,812	2,107	1,981	1,981	1,981	1,981
Current Difference	3,056	3,272	2,843	2,969	2,969	2,731	2,731
Accumulated Ending Balance	4,037	7,309	10,152	13,121	13,121	15,852	15,852

Supporting Information

Background Information:

Special permit fees are assessed and collected for vehicles that exceed height, width or load for which the vehicle is registered, or otherwise not in conformity. The last time the fees were changed was in 1993.

Non-dedicated revenue is deposited in the Trunk Highway Fund and used to maintain and repair the trunk highway system.

Dedicated revenue, (M.S. 169.8261) is deposited in a special revenue account and used for the inspection, and erection of weight-posting signs on local bridges.

Forecast Basis:

Forecast is based on historic and current trends. Fees are stated in law.

Recent Changes:

None

Agency Analysis/Comments:

Accumulated balance forward and ending balances do not necessarily represent amounts in an account balance, but are shown to illustrate a five-year trend of cost recovery.

Table of Contents
2016-17 Biennial Budget – Departmental Earnings

Veterans Affairs, Department of	
Veterans Homes Domiciliary Resident Maintenance Charges.....	1
Veterans Homes Skilled Nursing Resident Maintenance Charges	2
Veterans Homes Per Diem for Skilled Nursing Care.....	3
Veterans Homes Per Diem for Domiciliary Care	4
Veterans Homes Per Diem for Skilled Nursing Care.....	5
Veterans Homes Per Diem for Adult Day Care	6
Veterans Cemetery Burial Fees	7
Veterans Home Domiciliary Rental & Lease Fees	8

FY16-17 Departmental Earnings

Agency:	Minnesota Department of Veterans Affairs
Revenue Category Name:	Veterans Homes Domiciliary Resident Maintenance Charges
Purpose:	Charges for the Cost of Care of Resident
Legal Citation(s):	M.S. 198.03
Revenue Account Code(s):	650701
Dedicated Receipts (Yes/No):	Yes
Non-Dedicated Receipts (Yes/No):	No
Fund(s):	2001
Appropriation Name(s):	Veteran Home Operations
Recommending Fee Change? (Yes/No)	No

Revenue Category Summary (Dollars in Thousands)	Actual FY 2013	Actual FY 2014	Estimated FY 2015	Current Law FY 2016	Gov Rec FY 2016	Current Law FY 2017	Gov Rec FY 2017
Accumulated Balance							
Resources:							
Departmental Earnings	2,219	1,961	2,079	2,184	2,184	2,184	2,184
Other Resources:							
Earnings Transferred In							
Revenue Collected by Another Agency							
Other Receipts (e.g. interest)							
Resource Reductions:							
Earnings Transferred Out							
Revenue Collected for Another Agency							
Total Resources	2,219	1,961	2,079	2,184	2,184	2,184	2,184
Expenditures:							
Direct Expenditures	2,219	1,961	2,079	2,184	2,184	2,184	2,184
Indirect Expenditures							
Total Expenditures	2,219	1,961	2,079	2,184	2,184	2,184	2,184
Current Difference	0	0	0	0	0	0	0
Accumulated Ending Balance	0	0	0	0	0	0	0

Supporting Information

Background Information:

The commissioner sets out in rules the method of calculating the average cost of care for domiciliary care residents. The cost are determined yearly based upon the average cost per resident taking into account, but not limited to, administrative cost of the homes, the cost of service available to the resident, and food and lodging costs. The amount charged each resident for maintenance, if anything, is be based on the appropriate average cost of care calculation and the assets and income of the resident but must not exceed the appropriate average cost of care.

Forecast Basis:

The estimated increase in earnings from FY15 to FY16 is 2%.

FY16-17 Departmental Earnings

Agency:	Minnesota Department of Veterans Affairs
Revenue Category Name:	Veterans Homes Skilled Nursing Resident Maintenance Charges
Purpose:	Charges for the Cost of Care of Resident
Legal Citation(s):	M.S. 198.03
Revenue Account Code(s):	650702
Dedicated Receipts (Yes/No):	Yes
Non-Dedicated Receipts (Yes/No):	No
Fund(s):	2001
Appropriation Name(s):	Veteran Home Operations
Recommending Fee Change? (Yes/No)	No

Revenue Category Summary (Dollars in Thousands)	Actual FY 2013	Actual FY 2014	Estimated FY 2015	Current Law FY 2016	Gov Rec FY 2016	Current Law FY 2017	Gov Rec FY 2017
Accumulated Balance							
Resources:							
Departmental Earnings	12,970	13,553	14,028	14,338	14,338	14,303	14,303
Other Resources:							
Earnings Transferred In							
Revenue Collected by Another Agency							
Other Receipts (e.g. interest)							
Resource Reductions:							
Earnings Transferred Out							
Revenue Collected for Another Agency							
Total Resources	12,970	13,553	14,028	14,338	14,338	14,303	14,303
Expenditures:							
Direct Expenditures	12,970	12,970	14,028	14,338	14,338	14,303	14,303
Indirect Expenditures							
Total Expenditures	12,970	12,970	14,028	14,338	14,338	14,303	14,303
Current Difference							
Accumulated Ending Balance	0	0	0	0	0	0	0

Supporting Information

Background Information: The commissioner sets out in rules the method of calculating the average cost of care for nursing care residents. The cost are determined yearly based upon the average cost per resident taking into account, but not limited to, administrative cost of the homes, the cost of service available to the resident, and food and lodging costs. The amount charged each resident for maintenance, if anything, is based on the appropriate average cost of care calculation and the assets and income of the resident but must not exceed the appropriate average cost of care.

Forecast Basis:

The estimated increase in earnings from FY15 to FY16 is 2.2%.

FY16-17 Departmental Earnings

Agency:	Minnesota Department of Veterans Affairs
Revenue Category Name:	Veterans Homes Per Diem for Skilled Nursing Care
Purpose:	Per Diem received for the Cost of Care for <70% Resident
Legal Citation(s):	M.S. 198.03 sub. 4a & 38 U.S.C. 1741
Revenue Account Code(s):	650703
Dedicated Receipts (Yes/No):	Yes
Non-Dedicated Receipts (Yes/No):	No
Fund(s):	2001
Appropriation Name(s):	Veteran Home Operations
Recommending Fee Change? (Yes/No)	No

Revenue Category Summary (Dollars in Thousands)	Actual FY 2013	Actual FY 2014	Estimated FY 2015	Current Law FY 2016	Gov Rec FY 2016	Current Law FY 2017	Gov Rec FY 2017
Accumulated Balance							
Resources:							
Departmental Earnings	15,979	16,386	15,794	15,854	15,854	15,854	15,854
Other Resources:							
Earnings Transferred In							
Revenue Collected by Another Agency							
Other Receipts (e.g. interest)							
Resource Reductions:							
Earnings Transferred Out							
Revenue Collected for Another Agency							
Total Resources	15,979	16,386	15,794	15,854	15,854	15,854	15,854
Expenditures:							
Direct Expenditures							
Indirect Expenditures							
Total Expenditures							
Current Difference							
Accumulated Ending Balance	0	0	0	0	0	0	0

Supporting Information

Background Information: VA per diem for nursing home care and domiciliary care is paid for any Veteran who is eligible for such care in a VA or State Veterans Care facility (38 U.S.C. 1741).

Forecast Basis:

The estimated increase in VA Per Diem October 1, 2014 is 2%.

FY16-17 Departmental Earnings

Agency:	Minnesota Department of Veterans Affairs
Revenue Category Name:	Veterans Homes Per Diem for Domiciliary Care
Purpose:	Per Diem received for the Cost of Care for DOMS Resident
Legal Citation(s):	M.S. 198.03 sub. 4a & 38 U.S.C. 1741
Revenue Account Code(s):	650704
Dedicated Receipts (Yes/No):	Yes
Non-Dedicated Receipts (Yes/No):	No
Fund(s):	2001
Appropriation Name(s):	Veteran Home Operations
Recommending Fee Change? (Yes/No)	No

Revenue Category Summary (Dollars in Thousands)	Actual FY 2013	Actual FY 2014	Estimated FY 2015	Current Law FY 2016	Gov Rec FY 2016	Current Law FY 2017	Gov Rec FY 2017
Accumulated Balance							
Resources:							
Departmental Earnings	3,226	3,093	3,154	3,154	3,154	3,154	3,154
Other Resources:							
Earnings Transferred In							
Revenue Collected by Another Agency							
Other Receipts (e.g. interest)							
Resource Reductions:							
Earnings Transferred Out							
Revenue Collected for Another Agency							
Total Resources	3,226	3,093	3,154	3,154	3,154	3,154	3,154
Expenditures:							
Direct Expenditures							
Indirect Expenditures							
Total Expenditures							
Current Difference	0	0	0	0	0	0	0
Accumulated Ending Balance	0	0	0	0	0	0	0

Supporting Information

Background Information: VA per diem for nursing home care and domiciliary care is paid for any Veteran who is eligible for such care in a VA or State Veterans Care facility (38 U.S.C. 1741).

Forecast Basis:

The estimated increase in VA Per Diem October 1, 2014 is 2%.

FY16-17 Departmental Earnings

Agency:	Minnesota Department of Veterans Affairs
Revenue Category Name:	Veterans Homes Per Diem for Skilled Nursing Care
Purpose:	Per Diem received for the Cost of Care for >70% Resident
Legal Citation(s):	M.S. 198.03 sub. 4a & 38 U.S.C. 1741
Revenue Account Code(s):	650705
Dedicated Receipts (Yes/No):	Yes
Non-Dedicated Receipts (Yes/No):	No
Fund(s):	2001
Appropriation Name(s):	Veteran Home Operations
Recommending Fee Change? (Yes/No)	No

Revenue Category Summary (Dollars in Thousands)	Actual FY 2013	Actual FY 2014	Estimated FY 2015	Current Law FY 2016	Gov Rec FY 2016	Current Law FY 2017	Gov Rec FY 2017
Accumulated Balance							
Resources:							
Departmental Earnings	6,317	9,506	9,128	9,154	9,154	9,154	9,154
Other Resources:							
Earnings Transferred In							
Revenue Collected by Another Agency							
Other Receipts (e.g. interest)							
Resource Reductions:							
Earnings Transferred Out							
Revenue Collected for Another Agency							
Total Resources	6,317	9,506	9,128	9,154	9,154	9,154	9,154
Expenditures:							
Direct Expenditures							
Indirect Expenditures							
Total Expenditures							
Current Difference							
Accumulated Ending Balance	0	0	0	0	0	0	0

Supporting Information

Background Information: VA per diem for nursing home care and domiciliary care is paid for any Veteran who is eligible for such care in a VA or State Veterans Care facility (38 U.S.C. 1741).

Forecast Basis:

The estimated increase in VA Per Diem October 1, 2014 is 2%.

FY16-17 Departmental Earnings

Agency:	Minnesota Department of Veterans Affairs
Revenue Category Name:	Veterans Homes Per Diem for Adult Day Care
Purpose:	Per Diem received for the Cost of Care for ADC Resident
Legal Citation(s):	M.S. 198.03 sub. 4a & 38 U.S.C. 1741
Revenue Account Code(s):	650706
Dedicated Receipts (Yes/No):	Yes
Non-Dedicated Receipts (Yes/No):	No
Fund(s):	2001
Appropriation Name(s):	Veteran Home Operations
Recommending Fee Change? (Yes/No)	No

Revenue Category Summary (Dollars in Thousands)	Actual FY 2013	Actual FY 2014	Estimated FY 2015	Current Law FY 2016	Proposed FY 2016	Current Law FY 2017	Proposed FY 2017
Accumulated Balance							
Resources:							
Departmental Earnings	40	76	78	78	78	78	78
Other Resources:							
Earnings Transferred In							
Revenue Collected by Another Agency							
Other Receipts (e.g. interest)							
Resource Reductions:							
Earnings Transferred Out							
Revenue Collected for Another Agency							
Total Resources	40	76	78	78	78	78	78
Expenditures:							
Direct Expenditures	40	76	78	78	78	78	78
Indirect Expenditures							
Total Expenditures	40	76	78	78	78	78	78
Current Difference							
Accumulated Ending Balance	0	0	0	0	0	0	0

Supporting Information

Background Information: VA per diem for ADHC is paid for any Veteran who meets the criteria of 38 CFR 52.50.

Forecast Basis:

The estimated increase in VA Per Diem October 1, 2014 is 2%.

FY16-17 Departmental Earnings

Agency:	Minnesota Department of Veterans Affairs
Revenue Category Name:	Veterans Cemetery Burial Fees
Purpose:	Fees received for cost of burials
Legal Citation(s):	M.S. 197.236 sub. 9
Revenue Account Code(s):	650850
Dedicated Receipts (Yes/No):	Yes
Non-Dedicated Receipts (Yes/No):	No
Fund(s):	2000
Appropriation Name(s):	Veteran Cemetery Operations
Recommending Fee Change? (Yes/No)	No

Revenue Category Summary (Dollars in Thousands)	Actual FY 2013	Actual FY 2014	Estimated FY 2015	Current Law FY 2016	Gov Rec FY 2016	Current Law FY 2017	Gov Rec FY 2017
Accumulated Balance							
Resources:							
Departmental Earnings	63	94	80	91	91	91	91
Other Resources:							
Earnings Transferred In							
Revenue Collected by Another Agency							
Other Receipts (e.g. interest)							
Resource Reductions:							
Earnings Transferred Out							
Revenue Collected for Another Agency							
Total Resources	63	94	80	91	91	91	91
Expenditures:							
Direct Expenditures	63	94	80	91	91	91	91
Indirect Expenditures							
Total Expenditures	63	94	80	91	91	91	91
Current Difference	0	0	0	0	0	0	0
Accumulated Ending Balance	0	0	0	0	0	0	0

Supporting Information

Background Information:

The Commissioner of Veterans Affairs shall establish a fee schedule, which may be adjusted from time to time, for the interment of eligible spouses and dependent children. The fees shall cover as nearly as practicable the actual costs of interment, excluding the value of the plot.

Forecast Basis:

Estimate based prior year's activity. No new fee increases expected at this time.

FY16-17 Departmental Earnings

Agency:	Minnesota Department of Veterans Affairs
Revenue Category Name:	Veterans Home Domiciliary Rental & Lease Fees
Purpose:	Various Rental & Lease Fees used to pay for building maintenance and utility costs
Legal Citation(s):	M.S. 198.03 sub. 4a
Revenue Account Code(s):	650700
Dedicated Receipts (Yes/No):	Yes
Non-Dedicated Receipts (Yes/No):	No
Fund(s):	2000
Appropriation Name(s):	Veteran Homes Operations
Recommending Fee Change? (Yes/No)	No

Revenue Category Summary (Dollars in Thousands)	Actual FY 2013	Actual FY 2014	Estimated FY 2015	Current Law FY 2016	Gov Rec FY 2016	Current Law FY 2017	Gov Rec FY 2017
Accumulated Balance							
Resources:							
Departmental Earnings	63	94	80	91	91	91	91
Other Resources:							
Earnings Transferred In							
Revenue Collected by Another Agency							
Other Receipts (e.g. interest)							
Resource Reductions:							
Earnings Transferred Out							
Revenue Collected for Another Agency							
Total Resources	63	94	80	91	91	91	91
Expenditures:							
Direct Expenditures	63	94	80	91	91	91	91
Indirect Expenditures							
Total Expenditures	63	94	80	91	91	91	91
Current Difference							
Accumulated Ending Balance	0	0	0	0	0	0	0

Supporting Information

Background Information:

The Hastings Veterans Homes rents and leases parts of this facility to the Dakota County Detox Facility, the Department of Transportation and it provides supportive housing for veterans.

Forecast Basis:

Estimate based prior year's activity. No new fee increases expected at this time.

FY16-17 Departmental Earnings

Agency:	H7R –Veterinary Medicine
Revenue Category Name:	Licensing Fees
Purpose:	To recover the costs of regulating the veterinary medicine profession.
Legal Citation(s):	M.S. 156, 214, 319B and M.R. 9100
Revenue Account Code(s):	608262, 650400 – 650411, 651401
Dedicated Receipts (Yes/No):	No
Non-Dedicated Receipts (Yes/No):	Yes
Fund(s):	1201
Appropriation Name(s):	Vet Med non-dedicated receipts
Recommending Fee Change? (Yes/No)	No

Revenue Category Summary (Dollars in Thousands)	Actual FY 2013	Actual FY 2014	Estimated FY 2015	Current Law FY 2016	Gov Rec FY 2016	Current Law FY 2017	Gov Rec FY 2017
Accumulated Balance	\$253	\$231	\$261	\$227	\$227	\$241	\$234
Resources:							
Departmental Earnings							
Non-Dedicated Receipts	\$345	\$359	\$375	\$385	\$385	\$385	\$385
Other Resources:							
Earnings Transferred In							
Revenue Collected by Another Agency							
Other Receipts (e.g. interest)							
Resource Reductions:							
Earnings Transferred Out							
Revenue Collected for Another Agency							
Total Resources	\$345	\$359	\$375	\$385	\$385	\$385	\$385
Expenditures:							
Direct Expenditures	\$277	\$230	\$303	\$258	\$262	\$258	\$265
Indirect Expenditures	\$90	\$99	\$106	\$113	\$116	\$113	\$117
Total Expenditures	\$367	\$329	\$409	\$371	\$378	\$371	\$382
Current Difference	(\$22)	\$30	(\$34)	\$14	\$7	\$14	\$3
Accumulated Ending Balance	\$231	\$261	\$227	\$241	\$234	\$255	\$237

Supporting Information

Background Information:

The board's mission is to protect the public through effective licensure and enforcement of the statutes and rules governing the practice of veterinary medicine to ensure a standard of competent and ethical practice.

The Board of Veterinary Medicine provides the following services:

- Issue initial licensure and renew licenses for qualified professionals.
- Ensure that only applicants who meet licensure requirements are granted a license.

- Respond to public and agency inquiries, complaints, and reports regarding licensure and conduct of applicants and licensees.
- Take disciplinary or corrective action against an applicant or licensee for misconduct.
- Set standards of practice and professional conduct for licensees.
- Set educational standards for initial licensure and continuing education requirements for maintaining licensure.
- Review applicant's education and training to determine compliance with the board's licensure requirements.
- Provide information about licensure requirements and standards of practice to citizens and other interested persons or agencies.
- Evaluate and review continuing education programs

Forecast Basis:

Fees charged to applicants, licensees, and sponsors of continuing education programs approved by the board are set to recover the board's direct and indirect expenditures. Revenues are forecasted based on a number of factors, including actual revenue collected in the previous years, revenue trends and the number of applicants seeking initial licensure.

Recent Changes:

There are no recent changes. The board last increased fees for licensure and renewal in 1997.

Agency Analysis/Comments:

None

FY16-17 Departmental Earnings

Agency:	Board of Water and Soil Resources
Revenue Category Name:	Departmental Earnings
Purpose:	(1) Wetland Banking Program Fees and (2) Wetland Conservation Act Appeal Fees
Legal Citation(s):	(1) MS 103G.2242.15 and (2) MS 103G.2242.9
Revenue Account Code(s):	(1) 650900 and (2) 650901
Dedicated Receipts (Yes/No):	Yes
Non-Dedicated Receipts (Yes/No):	No
Fund(s):	Fund 2000
Appropriation Name(s):	(1) Wetland Banking Fees and (2) WCA Appeal Fees
Recommending Fee Change? (Yes/No)	No

Revenue Category Summary (Dollars in Thousands)	Actual FY 2013	Actual FY 2014	Estimated FY 2015	Current Law FY 2016	Gov Rec FY 2016	Current Law FY 2017	Gov Rec FY 2017
Accumulated Balance	313	250	208	249	249	174	174
Resources:							
Departmental Earnings	366	516	553	503	503	503	503
Other Resources:							
Earnings Transferred In							
Revenue Collected by Another Agency							
Other Receipts (e.g. interest)							
Resource Reductions:							
Earnings Transferred Out							
Revenue Collected for Another Agency							
Total Resources	366	516	553	503	503	503	503
Expenditures:							
Direct Expenditures	429	558	512	578	578	599	599
Indirect Expenditures							
Total Expenditures	429	558	512	578	578	599	599
Current Difference	(63)	(42)	41	(75)	(75)	(96)	(96)
Accumulated Ending Balance	250	208	249	174	174	78	78

Supporting Information

Background Information:

99% of Departmental Earnings are through the Wetland Banking Program. Only 1% is for Wetland Conservation Act (WCA) Appeal fees.

Forecast Basis:

Revenue projections are based on recent history.

Recent Changes:

None