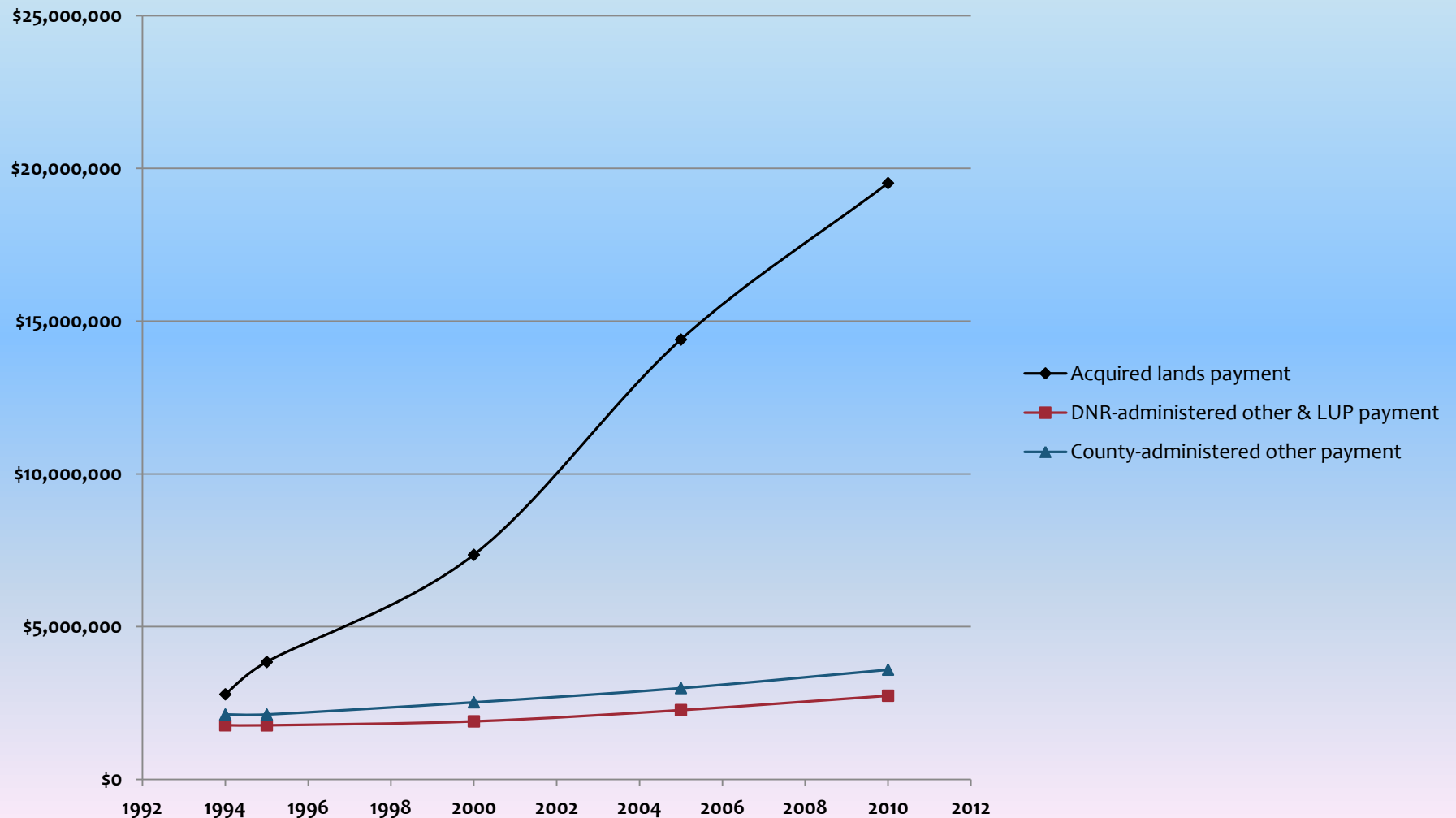


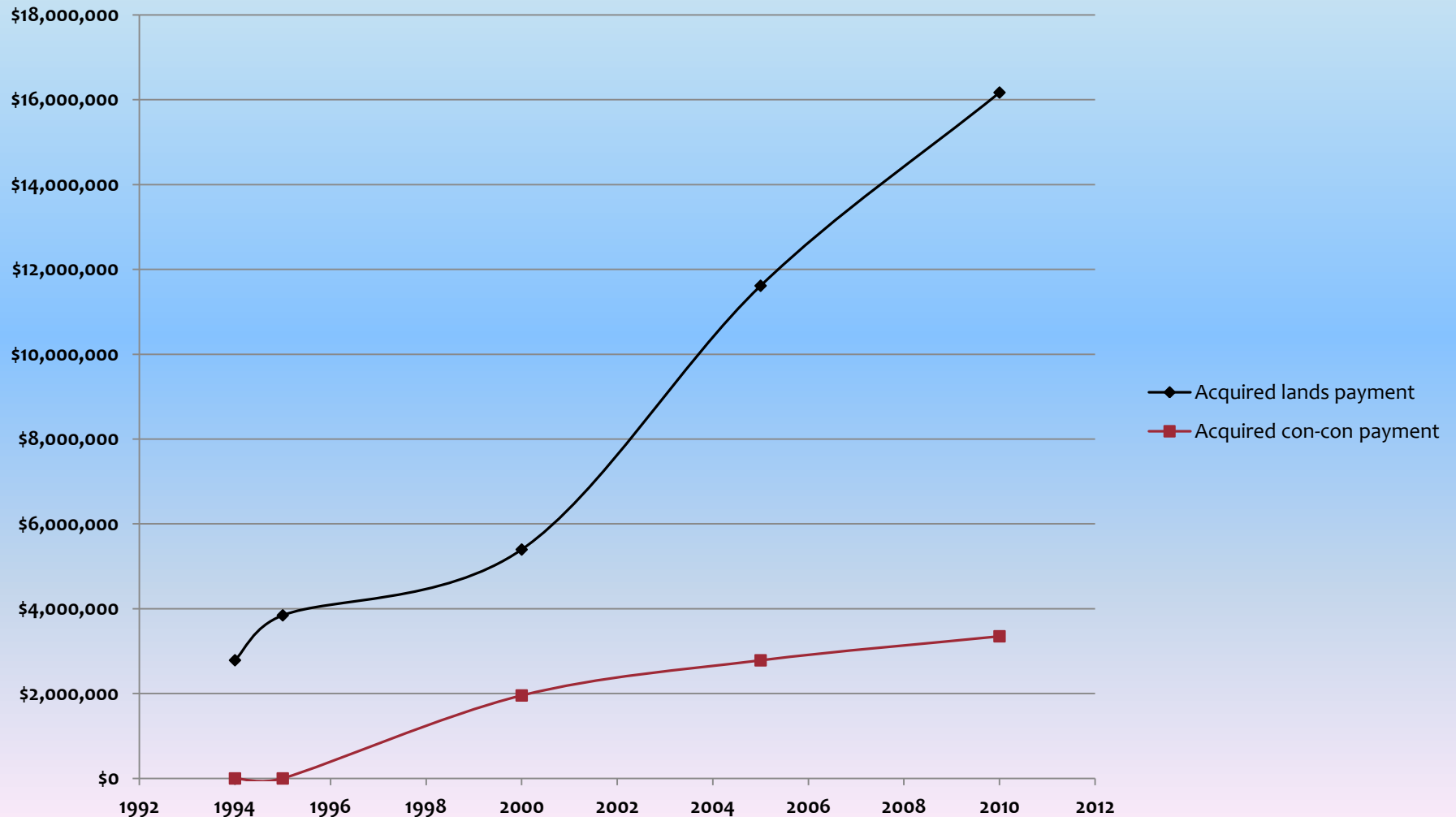
**DATA RUNS ON PILT
PILT REPORT
COMMISSIONERS'
ADVISORY GROUP
JULY 26, 2012**



Context: PILT Increases Since 1994 Are Largely In The Acquired Lands Category



Increases Resulted, In Part, From Re-Classifying Some Con-Con Lands As “Acquired” Lands



Increases In Acquired Acres & Payments Between 2000 And 2010

	Acquired w/o Con-Con	Acquired Con-Con
Acres in 2000	726,735	548,050
Acres in 2010	792,017	637,490
Acres Increase 2000-10	65,282	89,440
Acres % Increase	9%	16%
Payment in 2000	\$5,395,994	\$1,955,922
Payment in 2010	\$16,168,581	\$3,350,621
Pymt Increase 2000-10	\$10,772,587	\$1,394,699
Payment % Increase	200%	71%

Starting Point

- **FY11 PILT acres and payments under MS ch. 477A**
- **Excluded the following acres/payments from calculations:**
 - **Vermilion State Park/Soudan Underground State Park (\$465,284 FY11 payment)**
 - **DOT wetland replacement lands (\$9,368 FY11 payment)**
- **Data run results are compared with FY11 payments**
- **FY11 Total payment (minus Vermilion, Soudan & DOT lands) = \$25,151,525**

Data Models

- 1. Cap on Acquired Lands Payment**
 - a) \$20/acre**
 - b) \$30/acre**
 - c) \$40/acre**
 - d) \$50/acre**
- 2. 1979 Flat Rates Adjusted for Inflation**
 - a) Version 1 (inflation starting in 1979)**
 - b) Version 2 (inflation starting in 1994)**
- 3. 2010 PILT Law (before repeal of inflation adjustment)**
- 4. Nargang Proposal—based on % state-owned land within county**
- 5. Nargang Proposal Reversed—based on % state-owned land within county**
- 6. New Jersey Model—based on % state-owned land within county**
- 7. Acquired lands values frozen, inflation adjustment added**

DATA MODEL 1. CAP ON ACQUIRED LANDS PAYMENT

	1a.	1b.	1c.	1d.
Cap Amount	\$20	\$30	\$40	\$50
Current Total	\$25,151,525	\$25,151,525	\$25,151,525	\$25,151,525
Data Run Total	\$21,786,918	\$23,544,637	\$24,023,039	\$24,303,098
Impact On State	+\$3,364,607	+\$1,606,888	+\$1,128,486	+\$848,427
Counties With Loss	37	14	9	5
Counties With Gain	0	0	0	0
Counties Not Affected	50	73	78	82

DATA MODEL 2. 1979 FLAT RATES ADJUSTED FOR INFLATION

	2a. Inflation starting in 1979	2b. Inflation starting in 1994
Current Total	\$25,151,525	\$25,151,525
Data Run Total	\$27,544,017	\$14,481,603
Impact On State	-\$2,392,492	+\$10,669,922
Counties With Loss	62	78
Counties With Gain	25	9
Counties Not Affected	0	0

DATA MODEL 3. 2010 PILT LAW (BEFORE REPEAL OF INFLATION ADJUSTMENT)

Current Total	\$25,151,525
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Data Run Total	\$25,553,236
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Impact On State	-\$401,711
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Counties With Loss	0
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Counties With Gain	85
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Counties Not Affected	2
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DATA MODEL 4. NARGANG PROPOSAL*

Current Total	\$25,151,525
Data Run Total	\$18,846,086
Impact On State	+\$6,305,439
Counties With Loss	68
Counties With Gain	19
Counties Not Affected	0

Dollar/acre amounts below were applied only to acquired lands payments; current rates were used for other payments

*

% State land	Dollar/Acre
0-10%	\$12
11-20%	\$10
21-40%	\$8
41%+	\$6

DATA MODEL 5.

NARGANG PROPOSAL REVERSED*

Current Total	\$25,151,525
Data Run Total	\$19,445,990
Impact On State	+\$5,705,535
Counties With Loss	75
Counties With Gain	12
Counties Not Affected	0

Dollar/acre amounts below were applied only to acquired lands payments; current rates were used for other payments

*

% State land	Dollar/Acre
0-10%	\$6
11-20%	\$8
21-40%	\$10
41%+	\$12

DATA MODEL 6. NEW JERSEY MODEL*

Current Total	\$25,151,525
Data Run Total	\$14,493,251
Impact On State	+10,658,274
Counties With Loss	83
Counties With Gain	4
Counties Not Affected	0

Dollar/acre amounts below were applied only to acquired lands payments; current rates were used for other payments

*

% State land	Dollar/Acre
0-20%	\$2
21-40%	\$5
41-60%	\$10
61%+	\$20

**DATA MODEL 7a. FY11 ACQUIRED LANDS VALUES FROZEN, 5 YR
FORECAST WITH INFLATION ADJUSTMENTS**

Current Total	\$25,151,525	Annual Increase	% Increase
FY12 Forecast	\$25,655,762	\$504,238	2.00%
FY13 Forecast	\$26,173,381	\$517,618	2.02%
FY14 Forecast	\$26,770,327	\$596,946	2.28%
FY15 Forecast	\$27,403,743	\$633,416	2.37%
FY16 Forecast	\$28,050,464	\$646,721	2.36%

**DATA MODEL 7b. FY05 ACQUIRED LANDS VALUES FROZEN, 5 YR
FORECAST WITH INFLATION ADJUSTMENTS**

FY05 Total	\$19,657,301	Annual Increase	% Increase
FY12 Forecast	\$20,051,391	\$394,090	2.00%
FY13 Forecast	\$20,455,938	\$404,547	2.02%
FY14 Forecast	\$20,922,484	\$466,546	2.28%
FY15 Forecast	\$21,417,534	\$495,049	2.37%
FY16 Forecast	\$21,922,982	\$505,448	2.36%