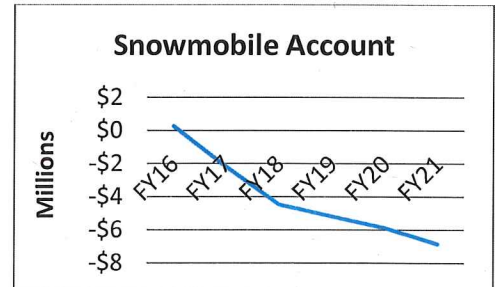


2018-19 Budget: Natural Resource Fund – Account Details

Each fund is unique – but they all share the need for new revenue.

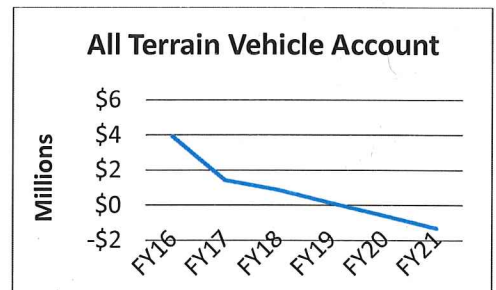
Snowmobile Account:

- Projects a deficit in FY18-19.
- To avoid fund deficits, DNR has reduced spending and held back GIA program grants.
- Without new revenue, DNR will need to decrease trail grooming and grants, affecting local communities.
- Last fee increase was in 2005.



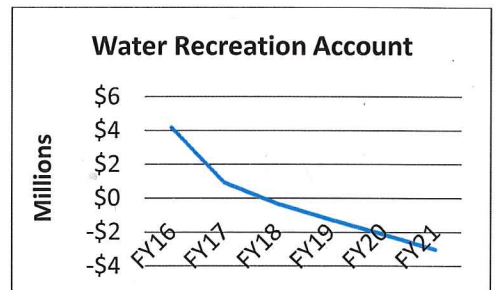
ATV Account:

- Projects a deficit in FY20-21.
- In FY17, funding was appropriated for the Prospector's Trail in NE MN, diminishing fund reserves.
- New revenue will allow us to continue to maintain state ATV trails and adequately fund the ATV GIA program.
- Last fee increase was in 2007.



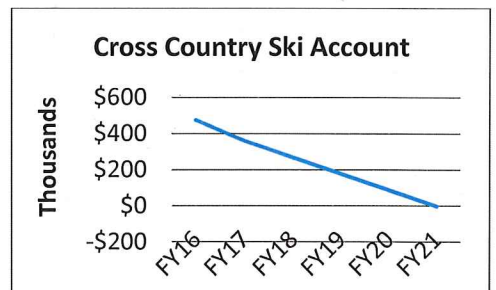
Water Recreation Account:

- Projects a deficit in FY18-19.
- To keep the fund solvent, DNR has reduced facility rehabilitation projects.
- New revenue is critical to maintain boat safety and enforcement, boat launching facilities and state water trails and aquatic plant management.
- Last fee increase was in 2006.



Cross Country Ski Account:

- Projects a deficit in FY19-20.
- The fund is not sufficient to cover ski grooming costs at DNR facilities and the GIA program.
- New revenue will allow DNR to cover grooming costs and add new funding for GIA program.
- Last fee increase was in 2010.



State Park Account:

- While the State Park Account fund balances are strong, new revenue is needed to address increased pressure from growing visitation and inflationary pressures.
- To cover inflationary costs in FY18-19, DNR seeks modest increases in park entrance fees.
- Last permit fee increase was in 2003.

Projected fund balances based on November 2016 revenue forecast.

Natural Resource Fund Proposed User Fee Increases

FY18-19 Biennial Budget

NR Fund Account	Fee Description	Last Fee Increase & Previous Fee Amount	Current Fee Amount	Proposed Fee (2017)	Similar States* Comparison (or similar fee)	Number of Current Vehicles or Sales	Estimated New Revenue/ Year
Snowmobile Account	3-year Snowmobile Registration	2005 \$45	\$75 (\$25/year)	\$105 (\$35/year)	\$25-\$55/year	196,000 Registered Snowmobiles	\$2M
	3-year Trail Pass (Combined with Registration in 2011)	2005 \$30					
	1-year Trail Pass (out of state)	2012 \$15	\$35	\$50	\$25-\$50/year	5,000	
ATV Account	3-year ATV Registration	2007 \$30	\$45 (\$15/year)	\$60 (\$20/year)	\$10-\$36/year	264,000 Registered ATVs	\$1.3M
	1-year Trail Pass (out of state)		\$20	\$30			
Cross-Country Ski Account	Daily Ski Pass	2010 \$4	\$5	\$7	\$5-\$8	19,000 trail passes sold in good snow year	\$70K average (up to \$100,000)
	1-year Ski Pass	2010 \$14	\$19	\$24	\$19-\$65		
	3-year Ski pass	2010 \$39	\$54	\$69			
	Daily Park Permit	2003 \$7	\$5	\$6		252,432	\$1.027M
State Park Account	1-year Park Permit	2003 \$20	\$25	\$30	\$0-235	144,904	
	Subsequent 1 year permit	2003 \$18	\$18	\$22		38,088	
	Group daily	2003 \$3	\$3	\$4		6684	
	Motorcycle	2003 \$20	\$20	\$25		1095	
	3-year WC owned by a non-profit	2006 \$3	\$4.50	\$6.50		5,041	\$2.5M
	3-year Rental/lease WC ≤ 19'	2006 \$6	\$9	\$15		12,361	
Water Recreation Account	3-year Sailboats and Non-Motorized > 10' and ≤ 19'	2006 \$7	\$10.50	\$17.50	\$9-\$50	202,336	(\$4M -1.5M)
	3-year Personal WC (Jet Ski)	2006 \$25	\$37.50	\$60	\$37.50-\$150	48,372	
	3-year PC < 17'	2006 \$12	\$18	\$30	\$17-\$111	291,256	
	3-year PC 17' to < 19'	2006 \$18	\$27	\$45	\$27-\$122	129,515	
	3-year PC 19' to < 26'	2006 \$30	\$45	\$75	\$37-\$135	115,584	
	3-year PC 26' to < 40'	2006 \$45	\$67.50	\$108	\$45-\$249	7,506	
	3-year PC ≥ 40'	2006 \$60	\$90	\$150	\$45-\$464	696	
	3-year Dealer's Demo License	2006 \$45	\$67.50	\$108		226	
	3-year WC >19' for hire	2006 \$50	\$75	\$120		115	
	Transfer and Duplicate	2006	\$4.50	\$6.50		3,000	

*Similar states surveyed include MI, ND, WY, WI, IA, CA, NE, WV, SD, HI, ME, MA, ID, NM, FL, OH, IL.

WC = Watercraft, PC = Pleasure Craft