

2017 Annual Report



HILARY S. FRANZ
COMMISSIONER OF PUBLIC LANDS



**// IT IS MY
PRIVILEGE TO
SAFEGUARD AND
STRENGTHEN OUR
FORESTS, WATERS,
AND COMMUNITIES.**

**TOGETHER,
WE'RE KEEPING
WORKING LANDS
WORKING, NOW
AND FOR FUTURE
GENERATIONS."**

HILARY S. FRANZ
COMMISSIONER OF
PUBLIC LANDS



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Cover photo taken by Corina Forson/DNR while doing geologic mapping near Mount St. Helens.



Hilary S. Franz

Commissioner of Public Lands

* Fiscal and timber pages account for the revenues DNR generated, collected, and expended during Fiscal Year 2017—July 1, 2016 to June 30, 2017.

This report was prepared by the Washington State Department of Natural Resources (DNR). It provides information required by the following statutes: RCW 79.10.010, RCW 79.64.100 and RCW 79.64.030

Contents

Department of Natural Resources
Highlights

2,726 acres

ADDED TO NATURAL
AREA PRESERVES

900 miles



OF FISH HABITAT
IN STREAMS
RECONNECTED

and 385 fish barriers
eliminated since 2003

42

URBAN FORESTS
AND THEIR
COMMUNITIES
MADE STRONGER



● 19 SURPLUS WILDLAND
FIRE ENGINES TRANSFERRED
TO LOCAL FIRE DISTRICTS OR
DEPARTMENTS

● 40 COMMUNITIES
PROVIDED WITH FIREWISE
FUNDING TO HELP PROTECT
LOCAL RESIDENTS AND
PROPERTIES.

98%

OF WILDFIRES
KEPT SMALL

LESS THAN 10 ACRES
IN SIZE—819 TOTAL
DNR JURISDICTION FIRES

14 AQUATIC
RESTORATION
EFFORTS

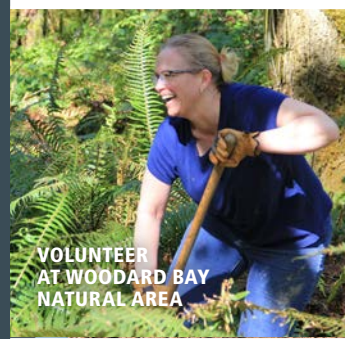
TO REMOVE CREOSOTE AND
DEBRIS FROM WASHINGTON
WATERS



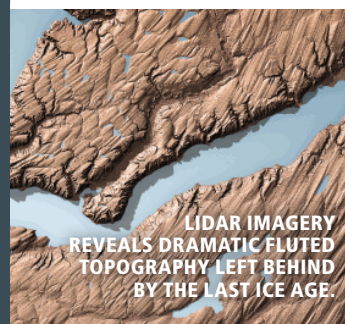
CONSERVATION
CORPS CREW REMOVING
BEACH DEBRIS



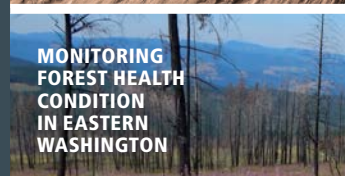
NEW BRIDGE
IN CLARK COUNTY
REMOVES A FISH BARRIER



VOLUNTEER
AT WOODARD BAY
NATURAL AREA



LIDAR IMAGERY
REVEALS DRAMATIC FLUTED
TOPOGRAPHY LEFT BEHIND
BY THE LAST ICE AGE.



MONITORING
FOREST HEALTH
CONDITION
IN EASTERN
WASHINGTON



14,655

DAYS WORKED ON THE
LAND BY CONSERVATION CORPS
CREW MEMBERS

46 K-12 PUBLIC
SCHOOLS

OR BUILDINGS RECEIVED
DNR-SUPPORTED COMMON SCHOOL
TRUST LAND CONSTRUCTION FUNDS



51,000

HOURS OF VOLUNTEER CARE
FOR TRAILS, CAMPGROUNDS
AND PICNIC AREAS

20 miles



OF NEW TRAILS FOR
DIVERSE RECREATION
OPPORTUNITIES ACROSS
STATE TRUST LANDS

7,977 acres

TREATED FOR FOREST HEALTH

33

COMMUNITIES,
COUNTIES AND
NON-PROFITS GOT
FUNDING FOR
HEALTHY URBAN
FORESTS



 **900**

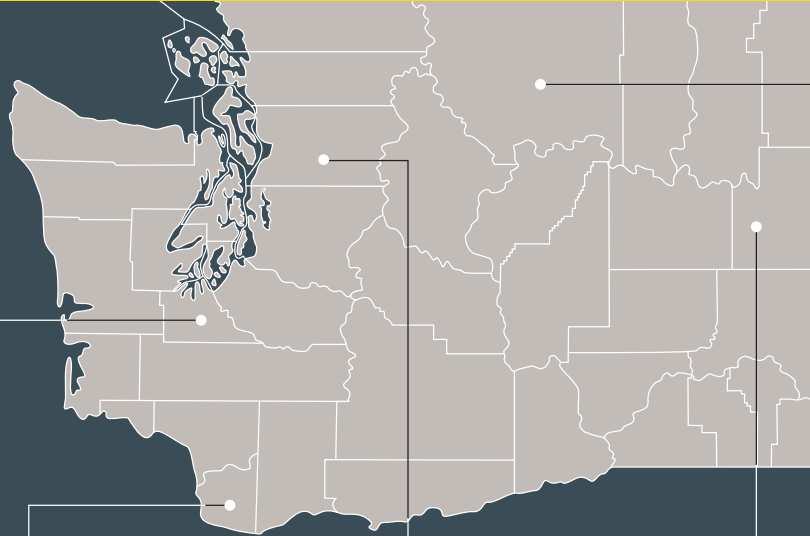
**FIREFIGHTERS
TRAINED FOR 49 AGENCIES
ACROSS THE STATE**

Strengthening Lands and Communities | A Sampling



THURSTON COUNTY

- **State forest lands generated \$3,759,864 for local services**
- Common school funds supported construction at North Thurston High School and Tumwater School District's East Olympia Elementary*
- **5 more acres acquired for the Woodard Bay Natural Resources Conservation Area (NRCA)**
- **Wildfire crews found and put out 45 wildfires before they grew beyond 10 acres in size**
- 467 additional square miles of LIDAR mapping made available to inform on geologic risks
- Washington Conservation Corps Crews performed \$20,000 worth of urban forestry restoration work on our state's capital grounds



CLARK COUNTY

- **State forest lands generated \$5,245,835 for local services**
- Common school funds supported construction of Camas School District's new Discovery High School*



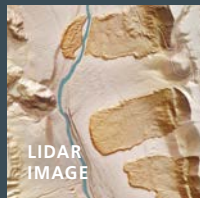
- 344 additional square miles of LIDAR mapping were made available to inform on geologic risks
- Wildfire crews found and put out 41 wildfires before they grew beyond 10 acres

SNOHOMISH COUNTY

- **State forest lands generated \$9,267,701 for local services**
- Common school funds supported improvements at Edmonds School District's Lynwood, Madrona and Mountlake Terrace elementary schools as well as construction funding for the Lake Stevens School District's new Stevens Creek Elementary School*

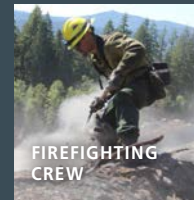
• **A new 4.6-mile North Mountain Bike Skills Area opened in Darrington**

- Added 1,805 acres of conservation land to the Morning Star Natural Resources Conservation Area, plus trail planning to provide environmentally sensitive recreation



• **Made 1,034 additional square miles of LIDAR mapping available to inform on geologic risks**

- Wildfire crews found and put out 23 wildfires before they grew beyond 10 acres in size
- Completed the Port Susan Bay Docks aquatic restoration project
- The City of Arlington received \$20,000 worth of Washington Conservation Corps crew assistance for urban forestry restoration



SPOKANE COUNTY

- Wildfire crews found and put out 160 wildfires before they grew beyond 10 acres
- **Common school funds supported improvements at the Liberty High School, Spokane School District's Franklin Elementary, Mead School District's Midway Elementary, and Central Valley School District's Ponderosa Elementary and North Pines Middle schools***
- The City of Spokane received a more than \$13,500 Community Forestry Assistance Grant for SpoCanopy Storm Recovery Tree Planting, plus an Arbor Day tree planting ceremony

- Firewise USA community efforts in Spokane, 9 Mile Falls, and Valleyford received a combined \$42,310 in matching grant funds to conduct \$128,344 worth of wildfire community preparedness work
- Technical assistance for 7 small forest landowners, including the removal of a barrier to reopen streams for fish habitat



OKANOGAN COUNTY

- **Common school funds supported improvements at Brewster School District's elementary school***
- The Conconully Volunteer Fire Department, Okanogan Fire District #3, Okanogan Fire District #9, and Okanogan Fire District #11 received surplus wildfire engines to help protect the communities of Mallott, Okanogan, Conconully, Cheesaw, Molson, and more
- **Wildfire crews found and put out 30 wildfires before they grew beyond 10 acres in size**
- The Town of Coulee Dam received a \$10,000 Community Forestry Assistance Grant for urban forestry planning and maintenance while the towns of Oroville, Pateros and Tonasket received funds for conducting Arbor Day tree planting ceremonies
- **Mazama Firewise USA community efforts received \$14,000 in matching grant funds to achieve \$27,275 worth of community preparedness work**

*DNR generated \$54 million through its management of common schools trust lands in 2017. 2017 Common School funds were awarded in January of 2018.



NATURAL RESOURCES

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ABOUT THESE PAGES

► These pages account for the revenues DNR generated, collected and expended during Fiscal Year 2017 (July 1, 2016 – June 30, 2017).

► Most revenues DNR generated are from activities on upland state trust lands and aquatic lands. Distribution of revenue is governed by statute and varies according to trust and revenue source.

► DNR manages 2.1 million acres of forestlands that generate revenue for state trusts, mostly from timber sales. On pages 35 to 38, DNR provides data on timber management activities on forested state trust lands, as required by RCW 79.10.010(3).

► Fiscal information is presented as a combination of tables, pie charts, and notes. The notes provide context for the tables.

► Underlined bold numbers are totals or subtotals.

► Some pages show dollars in thousands. Totals may not add exactly due to rounding.

► There is no individual page for the Community College Forest Reserve Trust. (See Fund Activity, page 11).

► These pages include data for federally granted trust lands and for legislatively established trust lands, including State Forest Lands (formerly known as Forest Board lands). Trusts are listed individually.

► Counties that contain State Forest Lands, but are not listed for an activity, did not have that activity during Fiscal Year 2017.

Total Revenue | FY 2017

REVENUE BY SOURCE ¹	FY 2017	FY 2016
Source	Total Funds	Total Funds
Sales		
Timber Sale Removals	\$172,645	\$190,276
Timber Sales-Related Activities	53	88
Forest Road Assessments	14,121	13,216
Nursery Seedling Sales	4,128	4,166
Miscellaneous	423	360
	\$191,370	\$208,106
Leases		
Agriculture	\$22,783	\$22,165
Aquatic	37,379	24,311
Commercial Real Estate	9,658	8,958
Mineral and Hydrocarbon	3,148	2,994
Communication Sites	4,728	4,639
Rights-of-Way	1,187	1,198
Miscellaneous	2,821	2,739
	\$81,704	\$67,004
Other Revenue		
Interest Income	\$563	\$484
Fire Assessments and Cost Reimbursement	17,366	11,603
Grants and Contributions	14,574	18,671
Permits, Fees and Related Charges	3,531	3,165
Miscellaneous	6,178	2,614
	\$42,214	\$36,537
Total Revenue from Operations	\$315,287	\$311,647
Land Transfers ³		
Land Bank ⁴	\$7,972	\$12,360
	7,755	0
	\$15,727	\$12,360
Total Revenue		
Total	\$331,014	\$324,007

Amounts are reported in thousands of dollars.

■ About This Page

Revenues are shown for two years for comparison. Differences between the years reflect changes in market conditions, legal requirements, availability of resources, and other factors.

Totals may not add due to rounding.

Amounts reported in thousands of dollars

Total Expenditures | FY 2017

EXPENDITURES BY PROGRAM ²	FY 2017	FY 2016
Operating		
Fire Suppression	\$52,038	\$146,486
Product Sales & Leasing	39,564	38,285
Resource Protection	23,638	20,022
Land Management	23,028	19,744
Agency Support	22,191	18,198
Forest Practices	19,341	16,781
Engineering Services	15,763	15,078
Aquatic Resources	15,550	14,606
Interagency Payments	8,921	10,121
Asset & Property Management	7,728	6,717
Administration	5,865	5,558
Geology & Earth Resources	5,148	4,772
Agricultural Resources	2,063	1,754
Law Enforcement Services	1,536	1,305
Total Operating Expenditures	\$242,374	\$319,425
Capital		
Real Estate and Property Acquisition	\$13,449	\$12,720
Trust Land Transfers	2,660	6,909
Facilities & Roads	6,149	3,823
Puget Sound Corps	3,334	2,352
Forest Health	6,718	2,123
Recreation & Natural Areas	5,383	1,674
Aquatic Resources	637	897
Forest Practices	3,679	640
Miscellaneous ²	1,173	336
Total Capital Expenditures	\$43,181	\$31,475
Total Expenditures		
Total²	\$285,555	\$350,901

Amounts are reported in thousands of dollars.

About This Page

Expenditures are shown for two years for comparison. Differences between the years reflect changes in the programs, legal requirements, salaries and benefits, inflation, and other factors.

DNR's expenditures reflect the Department's diverse work.

Land management activities, funded by trust land revenue, are investments in the long-term benefits and productivity of the resources. Other activities, funded by non-trust revenue sources, support regulatory, assistance and resource protection programs, as well as agency operations.

Capital expenditures include land acquisitions on behalf of state trusts and natural areas.

Amounts reported in thousands of dollars.

See accompanying notes.

Totals may not add due to rounding.

DNR-Administered Funds – Revenue and Expenditures | FY 2017

Fund Title	Beginning Balance 7/1/16	Revenue	Expenditure	Ending Balance 6/30/17
Trust Management Accounts*				
Forest Development (FDA) ³	\$5,105	\$23,003	\$(23,380)	\$4,728
Resources Management (RMCA) Total**	19,720	59,673	(55,573)	23,820
RMCA Uplands Subtotal	14,321	33,913	(38,959)	9,274
RMCA Land Bank Subtotal	2,090	7,793	(2,572)	7,311
RMCA Aquatics Subtotal	3,307	17,968	(14,041)	7,234
Agricultural College (ACTMA)	800	1,354	(1,793)	360
	\$25,625	\$84,030	\$(80,746)	\$28,909
Other DNR-Administered Funds ¹⁴				
Access Road Revolving	\$6,337	\$14,217	\$(13,859)	\$6,695
Aquatic Lands Dredged Material	410	220	(7)	623
Aquatic Lands Enhancement ⁷	n/a	21,454	(5,382)	n/a
Clark-McNary	0	0	(2,036)	(2,036)
Community Forest Trust	51	18	0	69
Conservation Areas Stewardship	282	25	(32)	275
Contract Harvesting Revolving	8,019	18,632	(17,841)	8,810
Derelict Vessel Removal ⁸	n/a	40	(592)	n/a
Forest and Fish Support ⁹	n/a	85	(5,130)	n/a
Forest Fire Protection Assessment	11,236	10,507	(10,114)	11,629
Forest Practice Application	639	659	(639)	659
Geothermal	0	11	0	12
Landowner Contingency Forest Fire	3,962	657	(630)	3,989
Marine Resources Stewardship	505	3	(417)	91
ORV and Nonhighway Vehicle ⁶	n/a	(8)	(3,576)	n/a
Park Land Trust Revolving ¹⁰	n/a	714	(2,125)	n/a
Real Property Replacement ³	4,612	1,826	(518)	5,919
Special Forest Products Outreach & Educ.	9	3	-	12
State Forest Nursery Revolving	1,419	4,129	(4,235)	1,313
Surface Mining Reclamation	778	1,506	(1,663)	621
Surveys and Maps	1,002	792	(792)	1,003
		\$75,490	\$(69,589)	
Total DNR-Administered Funds ¹⁴		\$159,520	\$(150,335)	

Amounts are reported in thousands of dollars.

About This Page

DNR’s fiscal activity includes generating revenue for a variety of funds and accounts, some of which benefit state trust beneficiaries and some of which fund state programs, including DNR’s own. DNR’s fiscal activity also includes expenditures supporting its work. Some of the accounts that receive revenue from DNR or that fund DNR’s expenditures are managed by DNR; others are managed by other agencies.

* These accounts fund DNR’s management of state trust lands. Revenue may be carried over from year to year. As a result, any given year’s expenditures do not necessarily correlate to that year’s revenue.

** The RMCA trust balance includes \$7,311,072 dedicated by law (RCW 79.19) to Land Bank purchases of lands that replace previously sold trust lands.

See pages 12, 22, 24, and 28 for more detailed accounting. FDA and RMCA are funded through revenue generated from the lands whose management they support. ACTMA is not funded through such revenue, but instead, through a legislative appropriation from the State General Fund.

n/a = not applicable

See accompanying notes.
 Totals may not add due to rounding.
 Amounts reported in thousands of dollars.

Other Funds – Revenue and Expenditures | FY 2017

Fund Title	Revenue	Expenditure	Net Fiscal Activity
Trust Current Funds ¹³			
Common School Construction	\$53,334	\$0	\$53,334
Community College Forest Reserve	0	0	0
WSU Bond Retirement	1,663	0	1,663
UW Bond Retirement ¹⁹	1,835	0	1,835
CEP&RI	4,122	0	4,122
EWU Capital Projects	31	0	31
CWU Capital Projects	31	0	31
WWU Capital Projects	31	0	31
TESC Capital Projects	31	0	31
Capitol Building Construction	8,204	0	8,204
Forest Board Counties	61,820	0	61,820
	\$131,102	\$0	\$131,102
Trust Permanent Funds ¹³			
Agricultural College (WSU)	\$4,550	\$0	\$4,550
Normal School (EWU, CWU, WWU, TESC)	3,150	0	3,150
Common School (K-12)	1,077	0	1,077
Scientific (WSU)	4,060	0	4,060
State University (UW) ¹⁹	281	0	281
	\$13,118	\$0	\$13,118
Other Funds			
General Fund	\$26,038	\$(66,584)	\$(40,546)
Air Pollution Control	339	(353)	(14)
Budget Stabilization	0	(23,618)	(23,618)
Cleanup Settlement Account ¹⁷	(1,228)	0	(1,228)
Developmental Disabilities Community Trust	1	0	1
Disaster Response	822	(6,156)	(5,333)
Environmental Legacy Stewardship	0	(1,396)	(1,396)
NOVA Program	0	(405)	(405)
Special Personnel Litigation Revolving	659	0	659
State Building Construction	28	(33,688)	(33,660)
State Toxics Control	614	(3,020)	(2,406)
	\$27,273	\$(135,220)	\$(107,947)
			\$36,274
Total Activity - Other Funds ¹⁴	\$171,494	\$(135,220)	
Total All Funds and Activities	\$331,014	\$(285,555)	

Amounts are reported in thousands of dollars.

Totals may not add due to rounding. Notes 1 to 20 may be found in Fiscal Notes on pages 30-34.

About This Page

All revenue for the Community College Forest Reserve Trust was generated from leases. DNR expenditures from the fund were to purchase land for the trust.

See accompanying notes.

Totals may not add due to rounding.

Amounts reported in thousands of dollars.

Resource Management Cost Account (RMCA) | FY 2017

	EXPENDITURES	REVENUE
Source		
Beginning Balance (July 1, 2016)		\$19,719,762
RMCA Revenue		
Uplands		41,705,462
Aquatics		17,967,921
Total revenue		59,673,383
Less Expenditures ²		
Agricultural Resources	1,835,838	
Asset & Property Management	1,443,349	
Product Sales & Leasing	11,593,708	
Land Management	11,290,016	
Law Enforcement	824,295	
Correctional Camps	417,870	
Administration	1,902,260	
Interagency Payments	3,516,755	
Agency Support	7,564,257	
Aquatic Resources	9,476,735	
Engineering Services	3,135,360	
Total Operating Expenditures	53,000,443	
Total Capital Expenditures	2,572,316	
Total Expenditures	55,572,759	
RMCA Fund Balance (June 30, 2017)*		\$23,820,384

■ **About This Page**

The Resource Management Cost Account (RMCA) funds DNR's Land Management activities on state grant lands. DNR deposits a portion of the revenue it generates from these lands into the account, and the legislature appropriates funds from the account to DNR for expenditures. The RMCA can be used only for land management expenses (e.g., reforestation, preparing timber sales, or managing aquatic leases) that support federally granted state lands.

* RMCA fund balance includes \$7,311,072 in upland trust reserved for Land Bank sell-first purchases. See page 14 for details.

Totals may not add due to rounding.

State Grant Lands | FY 2017

Source	REVENUE	DISTRIBUTION		
	Grand Total All Funds	Trust Current Funds ¹³	Trust Permanent Funds ¹³	Resource Management Cost Account ¹⁵
Sales				
Timber Sales ^{11, 15, 19}	\$74,314,863	\$39,034,653	\$13,146,766	\$22,133,443
Timber Sales-Related Activities ¹	31,719	4,188	19,982	7,549
Trust Land Transfer Program ³	1,482,000	1,482,000	0	0
Land Sales (Includes Land Bank) ⁴	7,755,000	0	5,000	7,750,000
	\$83,583,582	\$40,520,841	\$13,171,748	\$29,890,993
Leases				
Agriculture				
Dryland	\$4,608,438	\$2,688,596	\$589,016	\$1,330,825
Irrigated	17,148,918	11,132,982	799,108	5,216,828
Grazing and Other	966,613	632,736	39,211	294,667
Aquatic Lands	37,381,153	20,138,066	0	17,243,087
Special Use	2,132,271	1,367,288	112,456	652,526
Commercial Real Estate	9,652,244	6,584,960	76,748	2,990,537
Mineral And Hydrocarbon	2,866,871	1,366,086	439,391	1,061,394
Rights-Of-Way	946,705	235,171	386,172	325,363
Communication Sites	3,110,706	1,708,596	470,417	931,693
Special Forest Products	223,996	125,800	30,520	67,676
	\$79,037,915	\$45,980,282	\$2,943,038	\$30,114,595
Other Revenue				
Interest Income	\$391,236	\$134,518	\$9,705	\$247,014
Non-Trust Revenue ¹⁶	664,721	605,603	0	59,118
Operating Transfer ^{1, 12}	(770,500)	3,494,043	(3,494,043)	(770,500)
Permits, Fees, and Miscellaneous ¹	621,141	1,135	487,843	132,163
	\$906,598	\$4,235,298	\$(2,996,495)	\$(332,205)
Total Revenue	\$163,528,095	\$90,736,421	\$13,118,291	\$59,673,383

■ About This Page

State grant lands (upland and aquatic) were granted to Washington at statehood by the federal government. Each upland parcel is assigned to a specific state trust dedicated to financially supporting a specific beneficiary (e.g., the Common School Trust supports construction of K-12 schools).

The aquatic lands are designated as a public trust to benefit the public as a whole. Income from state grant lands is divided among trust beneficiary accounts and the RMCA, which DNR uses to manage the lands.

Totals may not add due to rounding.

Resource Management Cost Account (RMCA) Upland | FY 2017

Source	Granted Trusts	Land Bank*	Total Uplands
Beginning Trust Balance (July 1, 2016)	\$14,322,052	\$2,090,464	\$16,412,516
Upland Revenue			
Operating Revenue	34,102,539	7,792,923	41,895,462
Interfund Transfer*	(190,000)	0	(190,000)
Total Upland Revenue	33,912,539	7,792,923	41,705,462
Less: Expenditures ²			
Agricultural Resources	1,835,838	0	1,835,838
Asset & Property Management	1,443,349	0	1,443,349
Product Sales & Leasing	11,593,708	0	11,593,708
Land Management	11,290,016	0	11,290,016
Law Enforcement	824,295	0	824,295
Correctional Camps	417,870	0	417,870
Administration	1,331,582	0	1,331,582
Interagency Payments	1,987,465	0	1,987,465
Agency Support	5,099,825	0	5,099,825
Engineering Services	3,135,360	0	3,135,360
Total Operating Expenditures	38,959,308	0	38,959,308
Total Capital Expenditures	0	2,572,316	2,572,316
Total Expenditures	38,959,308	2,572,316	41,531,624
Ending Trust Balance (June 30, 2017)	\$9,275,283	\$7,311,071	\$16,586,354

*Moore vs HCA settlement.
Totals may not add due to rounding.

► About Next Page

Generally, by law, each beneficiary of the granted land trusts receives 70 percent of the revenue earned from its lands, and the remaining 30 percent goes to the RMCA to fund DNR's management of the lands. This chart shows the combined distribution in Fiscal Year 2017, with each trust beneficiary's share proportional to its share of the total revenue earned, and with the RMCA share divided among DNR's expenditures from the account for upland management activities.

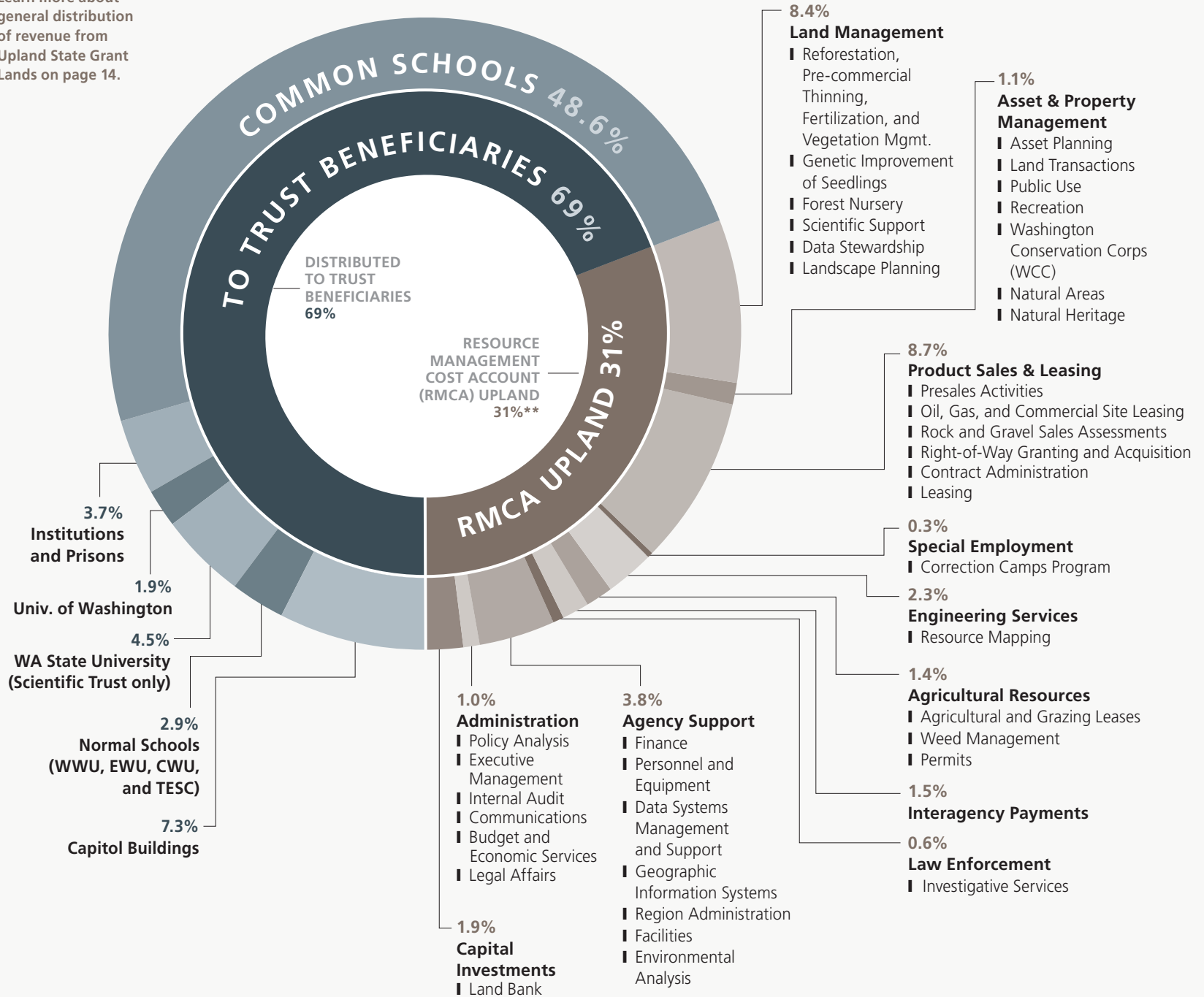
Expenditures are appropriated by the legislature and are ongoing investments to keep the lands productive and to generate future income for the trusts.

* This chart is based on statewide averages. Detailed breakdown of DNR programs contain examples only, not a complete listing. This chart does not include revenue from the Agricultural School trust lands because 100 percent of revenue from those lands is distributed to the trust.

** Per Board of Natural Resources Resolution #1472, the management fund deduction of revenues from granted lands was established at 31 percent, effective 8/18/15.

General Distribution of Revenue from Upland State Grant Lands* | FY 2017

Learn more about general distribution of revenue from Upland State Grant Lands on page 14.



*** Expenditures from Land Bank.

Common School, Indemnity and Escheat Grants | FY 2017

Source	REVENUE	DISTRIBUTION		
	Total Funds	Common School Construction	Common School Permanent	Resource Management Cost Account ¹⁵
Sales				
Timber Sales ^{11, 15}	\$41,182,468	\$28,126,521	\$0	\$13,055,947
Timber Sales-Related Activities ¹	8,282	3,944	(0)	4,339
Trust Land Transfer Program ³	1,482,000	1,482,000	0	0
Land Sales (Includes Land Bank) ⁴	7,755,000	0	5,000	7,750,000
	\$50,427,750	\$29,612,464	\$5,000	\$20,810,286
Leases				
Agriculture				
Dryland	\$3,519,921	\$2,423,952	\$0	\$1,095,969
Irrigated	16,050,701	11,075,163	0	4,975,539
Grazing and Other	881,563	608,262	0	273,300
Aquatic Lands	-	0	0	0
Special Use	1,919,773	1,324,644	0	595,130
Commercial Real Estate	9,530,809	6,576,258	0	2,954,551
Mineral And Hydrocarbon	661,327	20,475	435,809	205,043
Rights-Of-Way	244,757	20,127	148,742	75,888
Communication Sites	2,207,136	1,505,890	0	701,247
Special Forest Products	131,694	90,869	0	40,825
	\$35,147,682	\$23,645,639	\$584,551	\$10,917,492
Other Revenue				
Interest Income	\$138,300	\$75,475	\$21	\$62,805
Non-Trust Revenue ¹⁶	31,214	0	0	31,214
Operating Transfer ^{1, 15}	(479,914)	0	0	(479,914)
Permits, Fees, and Miscellaneous ¹	588,854	0	487,843	101,011
	\$278,453	\$75,475	\$487,864	\$(284,885)
Totals	\$85,853,885	\$53,333,579	\$1,077,415	\$31,442,892

■ About This Page

Income from these state grant lands and escheat lands (those with no known heirs) supports construction of state public kindergarten through 12th grade schools.

The beneficiary's share of income is distributed to the Common School Construction Account and the Common School Permanent Account, which generates perpetual interest for the support of school construction. This distribution varies by activity and is governed by law.

Totals may not add due to rounding.

University Grants Original and Transferred (UW) | FY 2017

Source ¹⁹	REVENUE	DISTRIBUTION		
	Total Funds	UW Retirement Bond	State (UW) University Permanent	Resource Management Cost Account ¹⁵
Sales				
Timber Sales	\$2,637,310	\$0	\$1,820,032	\$817,278
Timber Sales-Related Activities ¹	438	0	302	136
Land Sales (Includes Land Bank)	0	0	0	0
	\$2,637,749	\$0	\$1,820,335	\$817,414
Leases				
Agriculture				
Dryland	\$212,028	\$0	\$146,299	\$65,729
Irrigated	0	0	0	0
Grazing and Other	29,941	0	20,659	9,282
Aquatic Lands	0	0	0	0
Special Use	23,033	0	15,893	7,140
Commercial Real Estate	103,472	0	71,396	32,076
Mineral And Hydrocarbon	0	0	0	0
Rights-Of-Way	45,204	0	31,191	14,013
Communication Sites	0	0	0	0
Special Forest Products	12,309	0	8,493	3,816
	\$425,987	\$0	\$293,931	\$132,056
Other Revenue				
Interest Income	\$11,767	\$1,133	\$286	\$10,347
Non-Trust Revenue ¹⁶	945	0	0	945
Operating Transfer ^{1, 12, 19}	(229)	1,833,715	(1,833,715)	(229)
Permits, Fees, and Miscellaneous ¹	222	0	0	222
	\$12,704	\$1,834,848	\$(1,833,429)	\$11,285
Total Revenue	\$3,076,440	\$1,834,848	\$280,837	\$960,755

■ **About This Page**

Income from these state grant lands supports construction of buildings for the University of Washington. Some of these lands were acquired at the time of statehood, and some lands were transferred to this trust from the CEP&RI trust by the legislature in 1893.

The beneficiary's share of income is distributed to the University Permanent and UW Bond Retirement accounts. This distribution varies by activity and is governed by law.

Totals may not add due to rounding.

Charitable, Educational, Penal and Reformatory Institutions Grant (CEP&RI) | FY 2017

Source	REVENUE	DISTRIBUTION	
	Total Funds	CEP & RI Account	Resource Management Cost Account ¹⁵
Sales			
Timber Sales	\$4,160,754	\$2,870,920	\$1,289,834
Timber Sales-Related Activities ¹	154	93	61
Land Sales (Includes Land Bank)	0	0	0
	\$4,160,908	\$2,871,013	\$1,289,895
Leases			
Agriculture			
Dryland	\$284,032	\$195,982	\$88,050
Irrigated	3,295	2,273	1,021
Grazing and Other	15,131	10,441	4,691
Aquatic Lands	0	0	0
Special Use	6,573	4,535	2,038
Commercial Real Estate	11,150	7,694	3,456
Mineral And Hydrocarbon	1,282,484	884,914	397,570
Rights-Of-Way	124	86	38
Communication Sites	173,329	119,364	53,965
Special Forest Products	32,143	22,179	9,964
	\$1,808,262	\$1,247,467	\$560,794
Other Revenue			
Interest Income	\$27,856	\$3,413	\$24,443
Non-Trust Revenue ¹⁶	1,844	0	1,844
Operating Transfer	0	0	0
Permits, Fees, and Miscellaneous ¹	2,511	0	2,511
	\$32,211	\$3,413	\$28,798
Total Revenue	\$6,001,381	\$4,121,893	\$1,879,488

■ **About This Page**

Income from these state grant lands is used to establish and maintain institutions managed by the Department of Corrections (such as prisons) and the Department of Social and Health Services (such as the Western State Hospital).

The beneficiary's share of income is distributed to the CEP&RI Account.

Totals may not add due to rounding.

Capitol Building Grant | FY 2017

Source	REVENUE	DISTRIBUTION	
	Total Funds	Capitol Building Construction	Resource Management Cost Account ¹⁵
Sales			
Timber Sales	\$11,921,571	\$8,037,213	\$3,884,359
Timber Sales-Related Activities ¹	1,454	151	1,303
Land Sales (Includes Land Bank)	0	0	0
	\$11,923,026	\$8,037,364	\$3,885,662
Leases			
Agriculture			
Dryland	\$44,606	\$30,778	\$13,828
Irrigated	0	0	0
Grazing and Other	6,423	4,432	1,991
Aquatic Lands	0	0	0
Special Use	32,571	20,924	11,647
Commercial Real Estate	1,461	1,008	453
Mineral And Hydrocarbon	4,886	3,372	1,515
Rights-Of-Way	1,803	1,244	559
Communication Sites	120,786	83,343	37,444
Special Forest Products	14,335	9,891	4,444
	\$226,871	\$154,991	\$71,880
Other Revenue			
Interest Income	\$60,696	\$11,985	\$48,711
Non-Trust Revenue ¹⁶	3,645	0	3,645
Operating Transfer ^{1, 15}	(297,019)	0	(297,019)
Permits, Fees, and Miscellaneous ¹	218	0	218
	\$(232,460)	\$11,985	\$(244,444)
Total Revenue	\$11,917,438	\$8,204,340	\$3,713,098

■ **About This Page**

Income from these state grant lands supports construction of state government office buildings at the Capitol Campus in Olympia.

The beneficiary's share of income is distributed to the Capitol Building Construction Account.

Totals may not add due to rounding.

Normal School Grant (EWU, CWU, WWU and TESC) | FY 2017

Source	REVENUE	DISTRIBUTION		
	Total Funds	EWU, CWU, WWU, TESC Capital Projects	Normal School Permanent	Resource Management Cost Account ¹⁵
Sales				
Timber Sales ^{11, 15}	\$4,270,238	\$0	\$3,003,719	\$1,266,520
Timber Sales-Related Activities ¹	2,658	0	1,540	1,118
Land Sales (Includes Land Bank)	0	0	0	0
	\$4,272,896	\$0	\$3,005,258	\$1,267,638
Leases				
Agriculture				
Dryland	\$54,904	\$37,884	\$0	\$17,020
Irrigated	80,502	55,547	0	24,956
Grazing and Other	13,915	9,601	0	4,314
Aquatic Lands	0	0	0	0
Special Use	24,906	17,185	0	7,721
Commercial Real Estate	0	0	0	0
Mineral and Hydrocarbon	0	0	0	0
Rights-Of-Way	206,967	0	142,807	64,160
Communication Sites	0	0	0	0
Special Forest Products	4,146	2,861	0	1,285
	\$385,342	\$123,079	\$142,807	\$119,456
Other Revenue				
Interest Income	\$19,024	\$730	\$1,870	\$16,424
Non-Trust Revenue ¹⁶	1,389	0	0	1,389
Operating Transfer ^{1, 15}	6,663	0	0	6,663
Permits, Fees, and Miscellaneous ¹	1,342	843	0	499
	\$28,417	\$1,573	\$1,870	\$24,974
Total Revenue	\$4,686,655	\$124,651	\$3,149,936	\$1,412,068

■ **About This Page**

Income from these state grant lands supports construction at Eastern Washington University, Central Washington University, and Western Washington University (regional universities). These three universities were originally called 'normal schools.' The Evergreen State College (TESC) was added to this trust by the legislature to begin receiving revenue after July 1, 1995.

The beneficiary's share of income is distributed to the Normal School Permanent Account and capital project accounts for each university. This distribution varies by activity and is governed by law.

Totals may not add due to rounding.

Scientific School Grant (WSU) | FY 2017

Source	REVENUE	DISTRIBUTION		
	Total Funds	WSU Bond Retirement	Scientific Permanent	Resource Management Cost Account ¹⁵
Sales				
Timber Sales	\$5,869,375	\$0	\$4,049,869	\$1,819,506
Timber Sales-Related Activities ¹	1,907	0	1,316	591
Land Sales (Includes Land Bank)	0	0	0	0
	\$5,871,282	\$0	\$4,051,185	\$1,820,097
Leases				
Agriculture				
Dryland	\$162,031	\$0	\$111,801	\$50,230
Irrigated	694,554	0	479,243	215,312
Grazing and Other	3,513	0	2,424	1,089
Aquatic Lands	0	0	0	0
Special Use	93,068	0	64,217	28,851
Commercial Real Estate	0	0	0	0
Mineral and Hydrocarbon	0	0	0	0
Rights-Of-Way	3,543	0	2,445	1,098
Communication Sites	448,508	0	309,471	139,038
Special Forest Products	26,920	0	19,578	7,342
	\$1,432,138	\$0	\$989,179	\$442,959
Other Revenue				
Interest Income	\$37,669	\$1,848	\$5,993	\$29,828
Non-Trust Revenue ¹⁶	2,256	0	0	2,256
Operating Transfer ¹²	0	986,557	(986,557)	0
Permits, Fees, and Miscellaneous ¹	2,020	0	0	2,020
	\$41,945	\$988,404	\$(980,564)	\$34,105
Total Revenue	\$7,345,365	\$988,404	\$4,059,799	\$2,297,161

■ **About This Page**

Income from these state grant lands supports construction of buildings at Washington State University. The beneficiary's share of income is distributed to the Scientific School Permanent and the WSU Bond Retirement accounts. This distribution varies by activity and is governed by law.

Totals may not add due to rounding.

Agricultural College Trust Management Account (ACTMA) | FY 2017

	EXPENDITURES	REVENUE
Source		
Beginning Fund Balance (July 1, 2016)		\$800,045
Revenue		
Operating Revenue *		4,806
Interfund Transfer from General Fund ^{5, **}		1,349,000
Total Revenue		1,353,806
Less Expenditures ²		
Agricultural Resources	227,261	
Asset & Property Management	38,902	
Product Sales & Leasing	642,465	
Land Management	435,989	
Law Enforcement	17,977	
Correctional Camps	2,383	
Administration	57,984	
Interagency Payments	62,618	
Agency Support	234,169	
Engineering Services	73,677	
Total Operating Expenditures	1,793,425	
Total Capital Expenditures	0	
Total Expenditures and Other Charges	1,793,425	
ACTMA Fund Balance (June 30, 2017)		\$360,426

About This Page

This account funds DNR's management of the Agricultural College trust lands. The ACTMA is funded through an appropriation from the state General Fund. (As of July 1, 1999, Agricultural College trust lands do not contribute to the RMCA, which supports DNR's management of other state grant lands.)

*Includes treasurer's interest. See accompanying notes on pages 10-14.

*Includes treasurer's interest.

**Includes Moore vs HCA settlement.

See accompanying notes.

Totals may not add due to rounding.

Agricultural School Grant (WSU) | FY 2017

Source	REVENUE	DISTRIBUTION	
	Total Funds	WSU Bond Retirement	Agricultural College Permanent
Sales			
Timber Sales	\$4,273,146	\$0	\$4,273,146
Timber Sales-Related Activities ¹	16,825	0	16,825
Asset Transfer/Loan Repayment	0	0	0
Land Sales (Includes Land Bank)	0	0	0
	\$4,289,971	\$0	\$4,289,971
Leases			
Agriculture			
Dryland	\$330,916	\$0	\$330,916
Irrigated	319,865	0	319,865
Grazing and Other	16,127	0	16,127
Aquatic Lands	0	0	0
Special Use	32,346	0	32,346
Commercial Real Estate	5,352	0	5,352
Mineral and Hydrocarbon	3,582	0	3,582
Rights-Of-Way	60,987	0	60,987
Communication Sites	160,946	0	160,946
Special Forest Products	2,448	0	2,448
	\$932,570	\$0	\$932,570
Other Revenue			
Interest Income	\$2,487	\$952	\$1,535
Non-Trust Revenue	0	0	0
Operating Transfer ¹²	0	673,771	(673,771)
Permits, Fees, and Miscellaneous	0	0	0
	\$2,487	\$674,723	\$(672,236)
Total Revenue	\$5,225,028	\$674,723	\$4,550,305

■ **About This Page**

Income from these state grant lands supports construction of Washington State University's buildings. All revenue from these lands is income for the trust and is divided between the Agricultural College Permanent Account and the WSU Bond Retirement Account. This distribution varies by activity and is governed by law.

Totals may not add due to rounding.

Forest Development Account (FDA) | FY 2017

	EXPENDITURES	REVENUE
Source		
Fund Balance (July 1, 2016)		\$5,105,035
Revenue		
Operating Revenue		23,115,629
Interfund Transfer*		(113,000)
Total Revenue		23,002,629
Less Expenditures ²		
Agricultural Resources	0	
Asset & Property Management	424,702	
Product Sales & Leasing	9,347,765	
Land Management	7,145,932	
Law Enforcement	239,531	
Correctional Camps	555,056	
Administration	782,624	
Interagency Payments	1,370,778	
Agency Support	3,439,907	
Engineering Services	73,583	
Total Operating Expenditures	23,379,878	
Capital Expenditures	0	
Total Expenditures and Other Charges	23,379,878	
FDA Fund Balance (June 30, 2017)		
		\$4,727,785

*Moore vs HCA settlement.
See accompanying notes.
Totals may not add due to rounding.

► **About Next Page**

By law, revenue from State Forest Lands (formerly known as Forest Board Lands) goes to the county in which the land is located, the state general fund for the support of Common Schools, and to the FDA to fund DNR's management of the lands. Distribution differs for Transfer lands and Purchase lands—see the small pie charts.

The large pie chart shows the combined total distribution for Fiscal Year 2016, with the FDA share divided among DNR's expenditures from the account. Expenditures are appropriated by the legislature and are ongoing investments to keep the lands productive and to generate future revenue.

* This chart is based on statewide averages. Detailed breakdown of DNR programs contains examples only, not a complete listing.

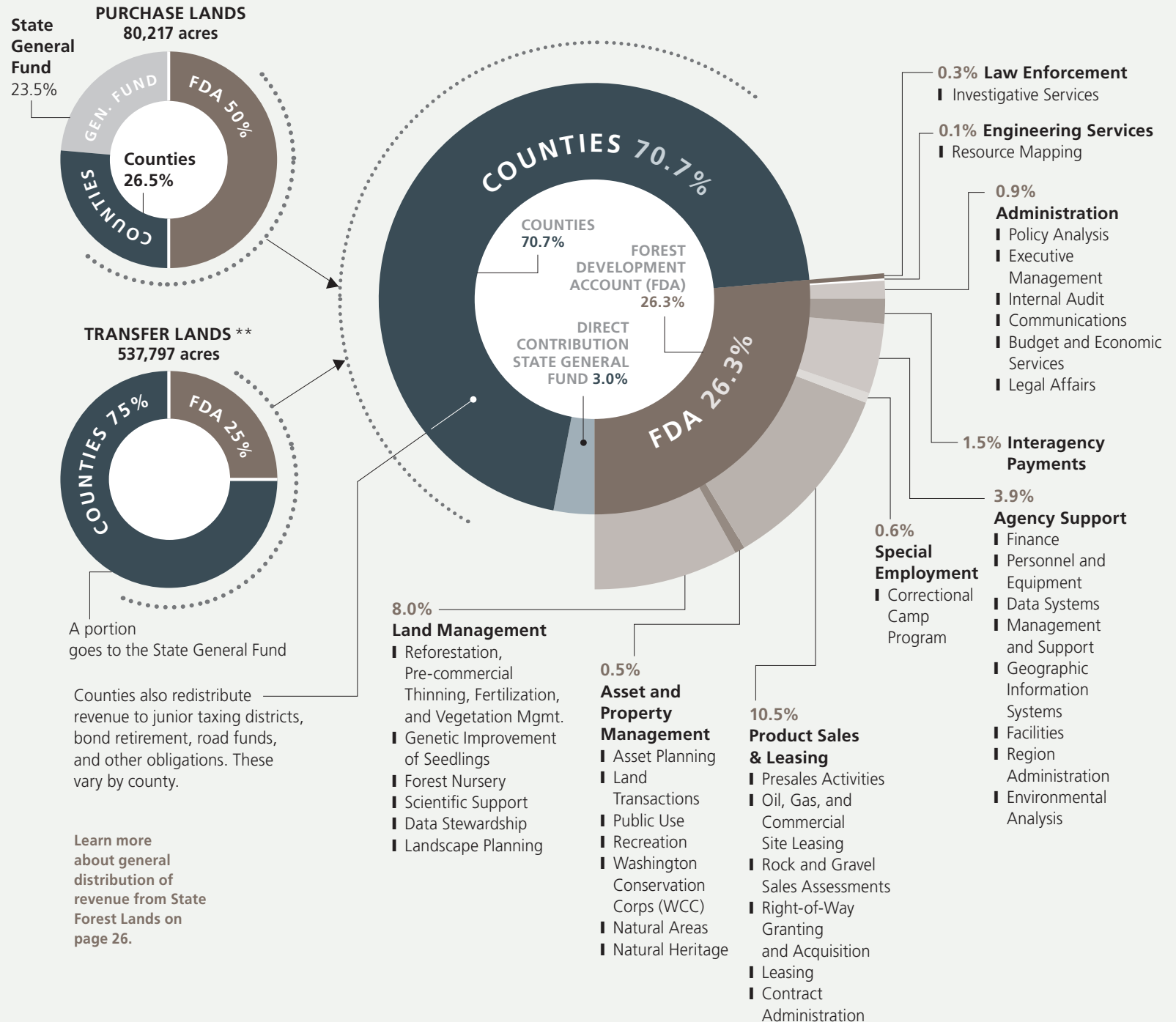
** Per Board of Natural Resources Resolution No.1408, the management fund deduction for FDA was increased to 25% effective 7/2/13.

Totals may not add due to rounding. Notes 1 to 20 may be found in Fiscal Notes on pages 30-34.

Purchase lands,
see definition on page 26.

Transfer lands,
see definition on page 27.

General Distribution of Revenue from State Forest Lands* | FY 2017



State Forest Lands | FY 2017

Source	REVENUE	CONTRIBUTING LANDS	
	Total Funds	Transfer Lands	Purchase Lands
Sales			
Timber Sales	\$80,458,764	\$72,299,286	\$8,159,478
Timber Sales-Related Activities ¹	21,808	19,661	2,147
	\$80,480,572	\$72,318,947	\$8,161,626
Leases			
Agriculture/Minor Forest Products	\$366,134	\$302,392	\$63,741
Commercial/Special Use	122,721	101,017	21,705
Mineral and Hydrocarbon	281,434	281,434	0
Rights-Of-Way	232,020	230,564	1,456
Communication Sites	1,602,148	1,232,124	370,024
	\$2,604,457	\$2,147,530	\$456,926
Other Revenue			
Interest Income ¹	\$59,260	\$58,319	\$941
Permits, Fees, and Miscellaneous ¹	4,336,850	4,336,850	0
Treasurer's Revenue ¹⁸	34,940	n/a	n/a
FDA Non-Trust Revenue ¹⁶	(67,209)	n/a	n/a
	\$4,363,841	\$4,395,169	\$941
Totals	\$87,448,870	\$78,861,647	\$8,619,492

■ **About This Page and Next Page**

Income from these lands is distributed to the counties in which the lands are located, the state general fund for the support of common schools, and the Forest Development Account (FDA) for DNR's Land Management expenses on these lands. There are two categories of State Forest Lands (formerly known as Forest Board Lands): Purchase lands and Transfer lands.

Purchase lands were given to the state or purchased by the state at low cost. The FDA receives half the income from these lands. The other half is divided between the respective county and the state general fund for the support of common schools.
n/a: Not applicable.

n/a—not applicable.
Totals may not add due to rounding.

State Forest Lands | FY 2017 CONTINUED

Recipient	REVENUE	CONTRIBUTING LANDS	
	Total Funds	Transfer Lands	Purchase Lands
County			
Clallam	\$6,591,060	\$6,590,927	\$133
Clark	5,245,835	5,221,170	24,664
Cowlitz	2,267,556	2,253,832	13,725
Grays Harbor	2,505,488	690,771	1,814,717
Jefferson	834,061	834,061	0
King	997,629	997,629	0
Kitsap	240,824	225,906	14,918
Klickitat	26,941	26,675	266
Lewis	5,446,576	5,311,596	134,980
Mason	3,765,386	3,764,878	508
Okanogan	31	31	0
Pacific	3,363,412	3,362,521	890
Pierce	304,725	300,118	4,607
Skagit	10,896,405	10,896,405	0
Skamania ³	2,088,753	2,087,051	1,702
Snohomish	9,267,701	9,267,701	0
Stevens	109,195	109,195	0
Thurston	3,759,864	3,081,973	677,891
Wahkiakum	2,025,593	2,025,593	0
Whatcom	2,047,987	2,036,934	11,052
Treasurer's Revenue ¹⁸	34,940	n/a	n/a
	\$61,819,961	\$59,084,968	\$2,700,053
Forest Development Account			
Trust Activity	\$21,970,154	\$18,677,450	\$3,292,705
Permits, Fees, & Miscellaneous ¹	1,099,683	1,099,229	455
Treasurer's Revenue	0	n/a	n/a
FDA Non-Trust Revenue ¹⁶	(67,209)	n/a	n/a
	\$23,002,629	\$19,776,678	\$3,293,159
General Fund - State	\$2,626,280	\$0	\$2,626,280
Total Revenue	\$87,448,870	\$78,861,647	\$8,619,492

Transfer lands were forfeited to the counties in which they were located when the private landowners failed to pay property taxes, primarily in the 1920s and 1930s. The counties turned the lands over to the state. DNR now manages these lands and distributes at least 75 percent of the income to the counties and up to 25 percent of the income to the Forest Development Account (FDA).

n/a: not applicable.

n/a—not applicable.

Totals may not add due to rounding.

Aquatic Resources | FY 2017

Source	REVENUE	DISTRIBUTION	
	Total Funds	Aquatic Lands Enhancement	Resource Management Cost Account ¹⁵
Aquatic Resources Activities			
Leases	\$37,381,153	\$20,138,066	\$17,243,087
Mineral and Hydrocarbon	914,591	457,325	457,265
Rights-Of-Way	383,320	213,714	169,606
Interest Income ¹	93,438	38,982	54,456
Non-Trust Revenue ¹⁶	623,428	605,603	17,825
Miscellaneous ¹	25,974	292	25,682
Total Revenue	\$39,421,903	\$21,453,982	\$17,967,921

Totals may not add due to rounding.

Source	EXPENDITURES	REVENUE
Trust Balance (July 1, 2016)		\$3,307,246
RMCA Aquatic Revenue		17,967,921
Less Expenditures ²		
Aquatic Resources	9,476,735	
Administration	570,678	
Interagency Payments	1,529,290	
Agency Support	2,464,433	
Total Operating Expenditures	14,041,136	
Total Capital Expenditures	0	
Total Expenditures	14,041,136	
Trust Balance (June 30, 2017)		\$7,234,031

See accompanying notes.

Totals may not add due to rounding.

About Next Page

By law, revenue from state-owned aquatic lands goes to the Aquatic Lands Enhancement Account (ALEA) for aquatic resource enhancement and to the RMCA to fund DNR's management of state aquatic lands. Distribution differs for different types of aquatic land — see the small pie charts.

The large pie chart shows the combined total distribution, with the ALEA share divided among state agency expenditures from that account, and the RMCA share divided among DNR's expenditures from the RMCA. Expenditures are appropriated by the legislature and are ongoing investments to keep the submerged lands productive.

* This chart is based on statewide averages. Detailed breakdown of DNR programs contains examples only, not a complete listing.

** The ALEA portion of revenue from harbor areas in fourth-class towns is redistributed to those towns twice each year. See fiscal note #7, page 30.

Totals may not add due to rounding. Notes 1 to 20 may be found in Fiscal Notes on pages 30-34.

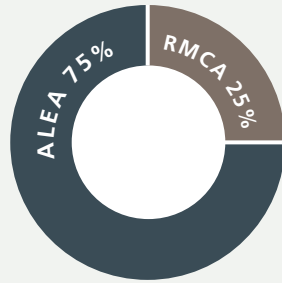
General Distribution of Revenue from State-Owned Aquatic Lands* | FY 2017

Learn more about general distribution of revenue from state-owned aquatic lands on page 28.

BEDS OF NAVIGABLE WATERS



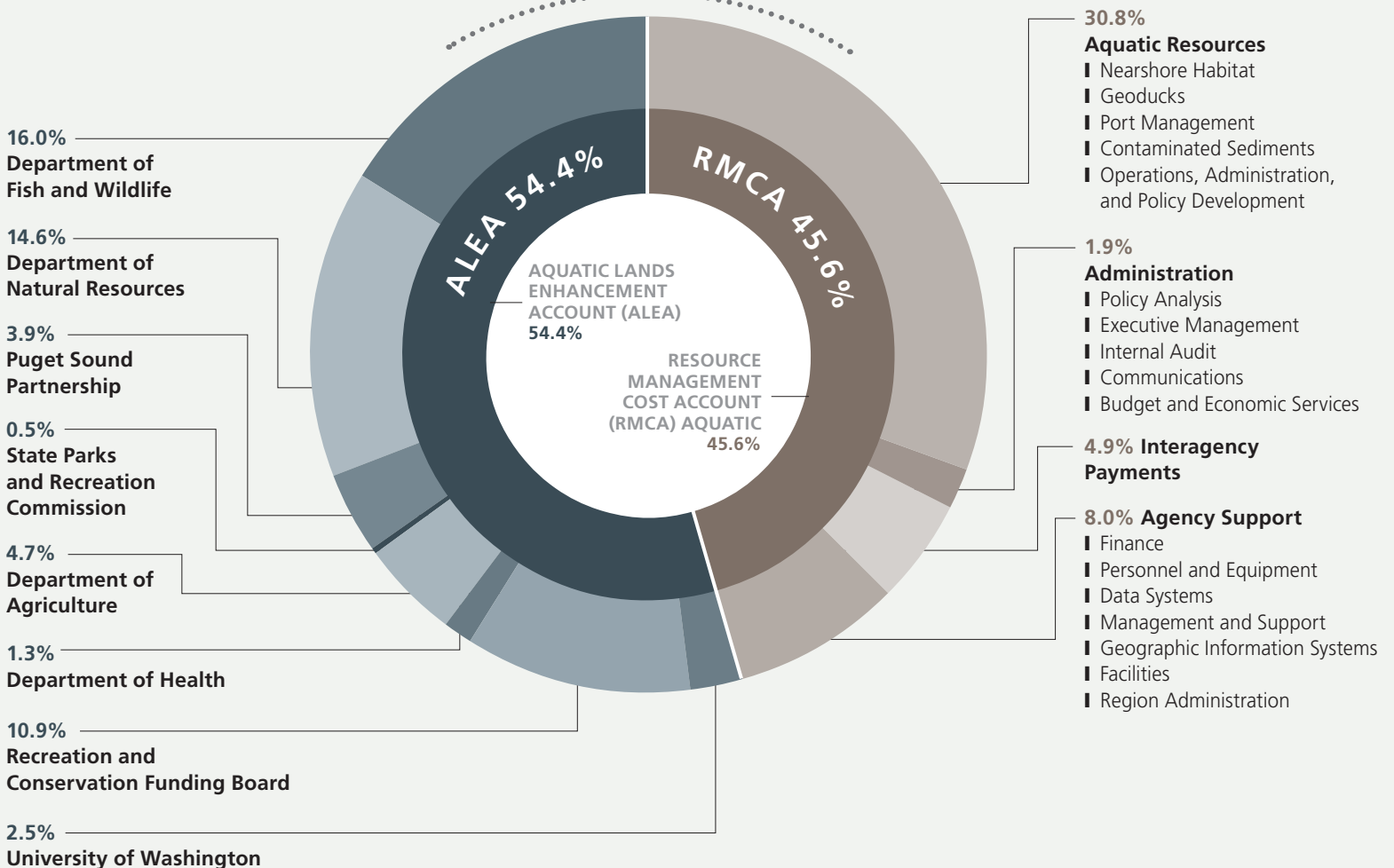
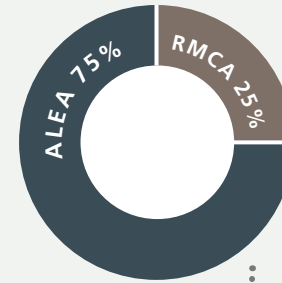
FIRST CLASS TIDELANDS & SHORELANDS



SECOND CLASS TIDELANDS & SHORELANDS



HARBOR AREAS**
Effective 2/6/06



Fiscal Notes

These numbered notes provide context and explanations for data in the tables on the fiscal pages that follow, where they are referred to by numerical superscript. A note may apply to more than one page. Although similar to notes in prior reports, these notes apply only to this report (FY 2017).

ACRONYMS

ACTMA	Agricultural College Trust Management Account
AFRS	Agency Financial Reporting System
ALEA	Aquatic Lands Enhancement Account
CEP&RI	Charitable, Educational, Penal, and Reformatory Institutions Trust
COLA	Cost of Living Adjustment
CWU	Central Washington University
EWU	Eastern Washington University
FDA	Forest Development Account
FY17	Fiscal Year 2017 (July 1, 2016 – June 30, 2017)
K-12	Kindergarten to 12th grade schools
RMCA	Resource Management Cost Account
TESC	The Evergreen State College
UW	University of Washington
WSU	Washington State University
WWU	Western Washington University

1 | REVENUE SOURCES

Timber sales include non-trust activity for contract harvesting sales.

Timber sale-related activities include contract extensions, slash disposal, trespasses, and default settlement payments.

Miscellaneous sales include publications, GIS data, honor camp activities, surveys, and maps.

Miscellaneous leases include special use and special forest products.

Interest income includes interest on contracts, interest assessed for late payments, and interest earned from account (treasurer's interest).

Permits, fees and related charges include surface mining permits, log patrol licenses, aquatic lands dredged material disposal site fees, forest practices damage assessments and permits, survey records recording fees, application/assignment fees, burning permit fees, and local government assessments.

Operating transfers include transfers attributed to prior period revenue.

Miscellaneous other revenue includes prior period adjustments, recoveries of prior biennium expenditures, miscellaneous treasurer transfers, as well as revenue from the ORV & Non-highway Vehicle and Natural Resources Conservation Areas Stewardship accounts.

2 | EXPENDITURE CATEGORIES

Administration includes Executive Management & Operations, Internal Audit, Communications & Outreach, Policy & Governmental Operations, Budget & Economics, Legal Compliance and Environmental Review.

Interagency payments are payments made to other state agencies (the Attorney General, State Auditor, Financial Management, Enterprise Services, Secretary of State, etc.) and various telecommunication vendors for services they provide to the department.

Agency support includes the following programs: Human Resources (personnel, safety and training), Financial Management (accounting, payroll, risk management and purchasing), Information Management (IT), Geographic Information Systems, Facilities, Region Administration and Environmental Analysis.

Miscellaneous capital projects for Fiscal Year 2017 include Firewise Grants and Fire Communications Base Stations and Mountain Top Repeaters.

Total Expenditures of \$285,555,260 for Fiscal Year 2017 excludes the interfund transfers from General Fund to the Agricultural College Trust Management Account in the amount of \$1,352,000 (see footnote #5) and the Moore vs HCA settlement in the amount of \$526,000.

3 | LAND TRANSFERS

Real Property Replacement: During Fiscal Year 2017 a total of \$2,153,150, an amount equivalent to the property value, was received from (1) transfers to other government entities, (2) resolution of trespass violations, or (3) transfers in lieu of condemnation. This money is used to acquire replacement trust lands.

Trust Land Transfer: During Fiscal Year 2017 a total of \$1,482,000 was distributed to the Common School Construction Account from the Trust Land Transfer program.

Encumbered State Forest Land: During Fiscal Year 2017 Encumbered State Forest Land Transfers, a program enabled by Second Substitute House Bill 1484, resulted in distributions of \$1,084,213 to the Forest Development Account and \$3,252,638 to Skamania County.

4 | LAND BANK

DNR uses the Land Bank program (RCW 79.19) to reposition trust land assets for better future income production.

Through the Land Bank, state trust lands are first auctioned to private buyers. Proceeds of land sales made under this "sell first" process are held in the Resource Management Cost Account (RMCA) until they can be used to purchase replacement trust lands. This revenue from trust property sales should equal or exceed the cost of trust property purchases. However, during any one fiscal year the transactions may not balance (e.g., a property has been sold, but property to replace it has not yet been purchased). Land bank transactions are accounted for by trust within each of DNR's management funds.

Revenue from Fiscal Year 2017 sales, existing contracts and interest was \$7,792,290 to the RMCA. A total of \$7,311,072 in the RMCA is reserved to acquire property to replace trust property previously sold through the "sell first" process of the Land Bank program.

5 | AGRICULTURAL COLLEGE TRUST MANAGEMENT ACCOUNT

Per RCW 79.64.090 the revenue on Agricultural College trust lands is distributed 100 percent to the agricultural college permanent fund or WSU bond retirement account. The management of the agricultural college trust lands is funded from the Agricultural College Trust Management Account. This account is dependent on legislative appropriation for funding. Currently, the legislature appropriates the money for this purpose from General Fund under a proviso. For Fiscal Year 2017 the total interfund transfer from General Fund was \$1,352,000.

6 | ORV & NONHIGHWAY VEHICLE ACCOUNT

This account provides for acquisition, planning, development, maintenance, and management of ORV recreation facilities, non-highway roads and non-highway road recreation facilities; education and law enforcement programs related to non-highway vehicles; and construction and maintenance of campgrounds and trailheads.

DNR, the Department of Fish and Wildlife and the Parks and Recreation Commission spend from the account in support of these functions. The Department of Licensing collects revenue for the account from taxes, licenses, permits and fees. DNR administers the account according to Legislative appropriations.

See **Figure 1** for the account's total fiscal activity for Fiscal Year 2017.

7 | AQUATIC LANDS ENHANCEMENT ACCOUNT

This account provides for the purchase, improvement and protection of aquatic lands for public purposes. DNR, the Department of Fish and Wildlife, the Department of Agriculture, the Parks and Recreation Commission, the Recreation and Conservation Funding Board, the Department of Health and the Puget Sound Partnership spend from the account for these purposes. DNR administers this account and only the DNR fiscal activity is reported on the Department Administered Funds section of the annual report.

See **Figure 2** for the account's total fiscal activity for Fiscal Year 2017.

Figure 1

ORV & Nonhighway Vehicle Account		
Beginning Balance		\$1,120,355
Revenue		
Licensing	\$4,240,409	
Fish and Wildlife*	(1,000)	
Parks and Recreation*	(3,000)	
Natural Resources*	(8,010)	4,228,400
Expenditures		
Natural Resources	\$(3,576,132)	
Fish and Wildlife	(193,829)	
Parks and Recreation	(125,431)	(3,895,392)
Net Fiscal Activity		333,008
Ending Balance		\$1,453,363

Figure 2

Aquatic Lands Enhancement Account		
Beginning Balance		\$5,771,668
Revenue		
Natural Resources*	\$21,443,385	
Treasurer's Deposit Income	10,597	
Agriculture*	(3,368)	
Parks and Recreation*	(6,000)	
Fish and Wildlife*	(28,954)	
Distribution to Fourth-Class Towns	(58,103)	
Treasurer's Transfer*	(643,000)	20,714,557
Expenditures		
Fish and Wildlife	(5,925,986)	
Natural Resources	(5,381,687)	
Recreation & Cons. Funding Board	(4,015,458)	
Agriculture	(1,739,360)	
Puget Sound Partnership	(1,437,409)	
University of Washington	(940,956)	
Health	(480,714)	
Parks and Recreation	(200,031)	(20,121,601)
Net Fiscal Activity		592,955
Ending Balance		\$6,364,623

*Includes operating transfers. Treasurer's transfer includes \$643,000 loan repayment to the Clean-Up Settlement account (15H) per ESSB 6052 Sec 805.

Figure 3

Derelict Vessel Removal Account		
Beginning Balance		\$919,338
Revenue		
Licensing	\$741,830	
Dept of Revenue*	144,527	
Natural Resources	40,215	
Treasurer's Deposit Income	27	926,599
Expenditures		
Natural Resources	(592,062)	
Licensing	(16,500)	(608,562)
Net Fiscal Activity		318,037
Ending Balance		\$1,237,375

Figure 4

Forest and Fish Support Account		
Beginning Balance		\$5,347,994
Revenue		
Dept of Revenue	3,929,619	
Natural Resources*	85,429	4,015,049
Expenditures		
Natural Resources		(5,130,046)
Net Fiscal Activity		(1,114,998)
Ending Balance		\$4,232,997

Figure 5

Park Land Trust Revolving Account		
Beginning Balance		\$1,961,946
Revenue		
Parks and Recreation (Discover Pass)	1,846,235	
Natural Resources*	698,419	
Treasurer's Deposit Income	15,240	2,559,894
Expenditures		
Natural Resources	(2,125,269)	
Recreation & Conservation Funding Board	0	(2,125,269)
Net Fiscal Activity		434,626
Ending Balance		\$2,396,572

Figure 6

FDA/RMCA Loan Repayment		
	FY 2017	Total-To-Date
Common School Construction Account	\$584,110	\$26,520,637
Capitol Building Construction Account	222,663	10,109,669
Normal School Permanent Account	712,764	32,461,981
State University Permanent Account	3,604	15,809,351
Total Trust Funds	\$1,523,142	\$84,901,638
Resource Management Cost Account		
Common School Trust	\$194,906	\$8,839,254
Capitol Building Trust	74,356	3,372,604
Normal School Trust	237,251	10,759,383
University School Trust	1,202	5,269,785
Total RMCA	\$507,714	\$28,241,025

*Includes operating transfer.

8 | DERELICT VESSEL REMOVAL ACCOUNT

This account provides for costs and reimbursements to authorized public entities for the removal of derelict and abandoned vessels. DNR spends from the account for these purposes and the Department of Licensing spends from the account for the purpose of administering the collection of revenue for the fund. DNR administers this account and only the DNR fiscal activity is reported on the Department Administered Funds section of the annual report.

See **Figure 3** for the account's total fiscal activity for Fiscal Year 2017.

9 | FOREST AND FISH SUPPORT ACCOUNT

This account was created in 2007 to provide for activities pursuant to the state's implementation of the forests and fish report as defined in chapter 76.09 RCW and related activities, including, but not limited to, adaptive management, monitoring, and participation grants to tribes, state and local agencies, and not-for-profit public interest organizations. DNR spends from the account for these purposes and the Department of Revenue spends from the account for the purpose of administering the collection of revenue for the fund. Sources of revenue for this account include surcharges on timber and wood product manufacturers, extractors and wholesalers per RCW 82.04.260 (12).

DNR administers this account and only the DNR fiscal activity is reported on the Department Administered Funds section of the annual report. See **Figure 4** for the account's total fiscal activity for Fiscal Year 2017.

10 | PARK LAND TRUST REVOLVING ACCOUNT

This account is used for acquiring real property as a replacement for the property transferred to the State Parks and Recreation Commission in order to maintain the land base of the affected trusts, and to receive

voluntary contributions for the purpose of operating and maintaining public use and recreation facilities. This account may also be used to hold funding for future acquisition of lands for the community forest trust program, or to purchase replacement forest land. In May 2011, the Governor signed the Discover Pass into law (see also RCW Title 79A) intended to provide revenue to maintain recreation access to state lands and meet the increasing demand for outdoor recreation. Effective July 1, 2011 the Discover Pass was required for vehicle access to recreation lands which include state parks, boat launches, campgrounds, heritage sites, wildlife and natural areas, trails and trailheads. DNR's portion (8%) of this revenue is transferred to this account by the State Parks and Recreation Commission. DNR's recreation program spends from this portion of the account. DNR administers this account and only the DNR fiscal activity is reported on the Department Administered Funds section of the annual report. See **Figure 5** for the account's total fiscal activity for Fiscal Year 2017.

11 | FDA/RMCA LOAN REPAYMENT

The Board of Natural Resources resolution #635 in 1990 and #756 in 1992 authorized settlement of the FDA debt to the RMCA by transferring timber-cutting rights on State Forest Purchase lands to the Common School, Capitol Building, Normal School and University granted trusts. A one-third interest in assets (timber cutting rights) of the FDA on 35,655 acres was transferred to these trusts. The value of these transfers eliminated the debt between FDA and RMCA.

A total of \$2,030,856 was distributed to the trusts from timber harvested during Fiscal Year 2017. The RMCA received \$507,714 from this activity. Since this is repayment of a loan, the transactions are recorded as an operating transfer rather than current period revenue.

The values from the harvest activity by fund as well as RMCA trust for Fiscal Year 2017 and in total since the adoption of resolution 635 in 1990 are in **Figure 6**.

12 | OPERATING TRANSFERS

According to the Office of Financial Management's interpretation of generally accepted accounting principles, debt service funds (funds used to pay off debts), such as the UW or WSU Bond Retirement accounts, cannot receive revenue directly. Instead, revenue to these two funds are recorded to the respective permanent funds, and then an operating transfer is made to the appropriate debt service fund.

13 | TRUST FUNDS—CURRENT AND PERMANENT

Trust Current Funds are funds that individual trust beneficiaries can draw from. Trust Permanent Funds are endowments, which generate interest that can be transferred to the Current Funds.

14 | FISCAL ACTIVITY FOR OTHER TYPE FUND(S) ADMINISTERED BY DNR

Natural Resources Equipment Account (411): Total other fiscal activity does not include funds classified as internal service funds. The Natural Resources Equipment Account is DNR's only internal service fund. This fund is used to maintain, replace and provide equipment to the Department's programs on a rental basis. In Fiscal Year 2017 this fund had revenue of \$17,294,906 and expenses of \$16,575,692.

Miscellaneous Program Account (759): Total other fiscal activity does not include program account 759. This account is used to record the activity and balances of local accounts used by property management companies responsible for managing commercial real estate properties managed in trust by the department. In Fiscal Year 2017 this fund had revenue of \$650,453 and expenses of \$572,796.

15 | RMCA PORTION OF TRUST LAND REVENUE

The Resource Management Cost Account received 31 percent on most transactions and the trusts received 69 percent of revenue from trust lands during Fiscal Year 2017.

Also, some revenue transactions are subject to different distribution ratios. These transactions include aquatic resources, miscellaneous non-trust revenue, interest earnings, land sales transactions and interfund loan

repayment, the last of which affects the Common School, University, Capitol Building and Normal School trusts.

Figure 7 (a,b,c) reflects trust activity with Forest Board Repayment activity. Refer to footnote #19 for trust activity related to University Trust.

16 | NON-TRUST REVENUE

Non-trust revenue cannot be attributed to a specific trust. Activities include forest road assessments, miscellaneous services, manuals and publications, prior period recoveries and adjustments, application fees and interest income.

17 | NEGATIVE REVENUE

Any negative revenue reflects accounting adjustments (such as bad-debt write-offs, credit memos) from a prior fiscal year.

Fiscal Year 2017 negative revenue in Cleanup Settlement account reflects accounting of loan repayment from the Aquatic Lands Enhancement and State Toxics Control accounts.

18 | TREASURER'S REVENUE

Due to the schedule for distributing revenue, revenue from State Forest Lands may earn interest before it is distributed to the appropriate county. Interest earnings cannot be attributed specifically to Transfer Lands or Purchase Lands. This revenue is accounted for as treasurer's revenue and is distributed to the appropriate county.

19 | UNIVERSITY TRUST – ORIGINAL, TRANSFERRED, REPAYMENT

The accounting for the University Trust combines activity from original University trust lands, lands which have been transferred to the trust, and the University trust's share of interfund loan repayment as described in footnote #11.

See **Figure 8** for the breakdown of the different elements contributing to the information for University Grants for Fiscal Year 2017.

Figure 7a

Common School / Escheat Trust				
Trust Activity	Total Revenue	Com. School Construction	Com. School Permanent	RMCA
Timber Sales	\$40,702,553	\$27,542,411	\$0	\$13,160,143
Timber Sales-Related	(290,820)	3,944	(0)	(294,763)
Leases	35,147,682	23,645,639	584,551	10,917,492
Misc Interest Income	65,567	45,031	21	20,515
Fees / Service Charges	101,011	0	0	101,011
Operating Transfer-In	779,016	584,110	0	194,906
Subtotal	76,505,009	51,821,135	584,572	24,099,303
Forest Board Repayment				
Sales	299,102	0	0	299,102
Operating Transfer-Out	(779,016)	0	0	(779,016)
Subtotal	(479,914)	0	0	(479,914)
Total Trust Activity	76,025,095	51,821,135	584,572	23,619,388
Non-Trust Activity				
STO Interest	72,734	30,444	0	42,290
Land Sales / Trust Land Transfer	9,237,000	1,482,000	5,000	7,750,000
Other Revenue	519,057	0	487,843	31,214
Total Non-Trust Activity	9,828,790	1,512,444	492,843	7,823,504
GRAND TOTAL	\$85,853,885	\$53,333,579	\$1,077,415	\$31,442,892

Figure 7b

Capitol Building			
Trust Activity	Total Revenue	Cap. Bldg. Construction	RMCA
Timber Sales	\$11,624,552	\$7,814,550	\$3,810,003
Timber Sales-Related	1,454	151	1,303
Leases	226,871	154,991	71,880
Late Interest	9,830	7,100	2,730
Fees / Service Charges	218	0	218
Operating Transfer-In	297,019	222,663	74,356
Subtotal	12,159,945	8,199,455	3,960,490
Forest Board Repayment			
Sales	0	0	0
Operating Transfer-Out	(297,019)	0	(297,019)
Subtotal	(297,019)	0	(297,019)
Total Trust Activity	11,862,926	8,199,455	3,663,471
Non-Trust Activity			
STO Interest	50,866	4,885	45,981
Other Revenue	3,645	0	3,645
Total Non-Trust Activity	54,511	4,885	49,626
GRAND TOTAL	\$11,917,438	\$8,204,340	\$3,713,098

Figure 7c

Normal School				
Trust Activity	Total Revenue	Capital Projects	Normal Sch. Permanent	RMCA
Timber Sales	\$4,276,901	\$0	\$2,290,954	\$1,985,947
Timber Sales-Related	(950,024)	843	3,410	(954,277)
Leases	385,342	123,079	142,807	119,456
Late Interest	118	81	0	37
Fees / Service Charges	499	0	0	499
Operating Transfer-In	950,015	0	712,764	237,251
Subtotal	4,662,850	124,002	3,149,936	1,388,912
Forest Board Repayment				
Sales	956,678	0	0	956,678
Operating Transfer-Out	(950,015)	0	0	(950,015)
Subtotal	6,663	0	0	6,663
Total Trust Activity	4,669,513	124,002	3,149,936	1,395,575
Non-Trust Activity				
STO Interest	15,754	649	0	15,104
Land Sales / Trust Land Transfer	0	0	0	0
Other Revenue	1,389	0	0	1,389
Total Non-Trust Activity	17,142	649	0	16,493
GRAND TOTAL	\$4,686,655	\$124,651	\$3,149,936	\$1,412,068

Figure 8

University Trust				
Trust Source/Activity	Total Revenue	Bond Retirement	University Permanent	RMCA
University-Transferred				
Timber Sales	\$2,610,707	\$0	1,801,388	\$809,319
Timber Sales-Related	438	0	302	136
Leases	299,670	0	206,772	92,898
Misc-Trespass	0	0	(0)	0
Late Interest	330	0	272	58
Sale of Property-Other	0	0	0	0
Fees/Services Charges	141	0	0	141
Operating Transfer-In	1,752,633	1,747,827	3,604	1,202
Operating Transfer-Out	(1,747,827)	0	(1,747,827)	0
Total	\$2,916,091	\$1,747,827	\$264,511	\$903,753
University Original				
Timber Sales	21,798	0	15,040	6,757
Leases	126,317	0	87,159	39,158
Fines & Forfeits	0	0	0	0
Late Interest	25	0	14	10
Fees/Services Charges	81	0	0	81
Operating Transfer-In	85,888	85,888	0	0
Operating Transfer-Out	(85,888)	0	(85,888)	0
Total	\$148,221	\$85,888	\$16,326	\$46,007
University-Repayment				
Timber Sales	4,577	0	0	4,577
Timber Sales Related	0	0	0	0
Late Interest	0	0	0	0
Operating Transfer-Out	(4,806)	0	0	(4,806)
Total	(229)	0	0	(229)
Non-Trust Allocation				
STO Interest	11,412	1,133	0	10,279
Non-Trust Revenue Allocation	945	0	0	945
Total	12,357	1,133	0	11,224
GRAND TOTAL	\$3,076,440	\$1,834,848	\$280,837	\$960,755

Figure 9

RMCA/FDA Debt/Loan Accounting For Fiscal Year 2016		
Beginning Balance	Grant Lands	State Forest Lands
2017 Trust Charges	\$55,572,759	\$23,379,881
RMCA Expenditures	55,572,759	0
FDA Expenditures	0	23,379,881
Cumulative Debt/Loan	\$0	\$0

Fiscal Year 2017 Management Fund Debt Status

As of June 30, 2017, no debt exists between the State Forest Lands (Forest Development Account) and the Grant Lands (Resource Management Cost Account).

20 | STATE TRUST LANDS MANAGEMENT FUND ACCOUNTING REPORT**Statutory Authority and Requirements:**

Subject to legislative appropriation, the Department of Natural Resources is authorized by RCWs 76.12.110 and 79.64.030 to use funds from the Resource Management Cost Account (RMCA) and Forest Development Account (FDA) interchangeably in the management of State Grant Lands and State Forest Lands. The law also states, however, that an annual accounting will be kept of payments made by one fund on behalf of another. For example when RMCA funds are used to pay for activities on State Forest Land, it shall be considered a debt against the FDA. RCW 79.64.030 also requires that the results of the accounting be reported to the legislature at the next regular session.

Accounting Procedures

Beginning with fiscal year 1996, the following Cost Allocation System accounting procedures have been used to calculate any debt or loan between the management funds:

- A.** All operating program expenditures that can be determined to benefit a particular land category are directly charged to that land category.
- B.** Expenditures for majority of the department's operating programs for which the benefiting land category cannot be determined (indirect expenditures) are allocated to land categories based on staff month percentages derived from personnel time charged directly to those land categories or by Western Washington forested acres.
- C.** Capital outlay expenditures that benefit particular land categories are determined in advance then charged by land category in the ratio set by appropriations.
- D.** Agency Administration and Support costs are allocated to land category based on agency work plans for the year as established during the budget process.
- E.** Direct charges and indirect charges are totaled by land category within the Cost Allocation System. Expenditures paid from the RMCA and FDA accounts are compared to these total charges for Grant Lands and State Forest Lands to determine how much of the charges were paid from one account on behalf of the other. If RMCA funds were used to pay State Forest charges, a debt principal is incurred in that amount. If State Forest funds were used to pay RMCA charges, the debt principal is reduced by that amount. Funding adjustments may be made periodically during the fiscal year to align expenditures by fund with total charges for Grant Lands and State Forest Lands to prevent the accumulation of any new debt in the year.

F. As required by law, interest is charged on the debt incurred. A full year's interest is charged on cumulative debt carried from the previous year. One half year's interest is calculated on the change in the debt principal occurring during the current year.

G. Cumulative debt from the preceding year, plus new principal and interest charges are totaled to determine the new cumulative debt. **See Figure 9.**



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FISCAL
DATA

TIMBER
DATA

Management

Timber Data

Timber Volume | Sold and Harvested | FY 2017

Trust / Beneficiaries	Acres Sold	Timber Volume Sold (mbf) ^b	Timber Vol. Harvested ^c (mbf) ^b
STATE FOREST TRANSFER (FORMERLY KNOWN AS FOREST BOARD TRANSFER LANDS)			
Clallam	1,139	25,894	25,012
Clark	646	15,534	17,702
Cowlitz	62	1,847	8,968
Grays Harbor	47	1,976	2,563
Jefferson	286	1,386	4,082
King	87	4,472	3,198
Kitsap	152	4,565	778
Lewis	427	19,753	18,323
Mason	330	8,601	10,711
Pacific	124	5,571	8,971
Pierce	70	1,947	1,165
Skagit	1,267	35,372	33,720
Skamania	288	7,852	4,372
Snohomish	1,172	35,712	35,196
Stevens	0	0	3
Thurston	154	5,456	10,244
Wahkiakum	105	3,931	4,140
Whatcom	495	13,646	7,661
Subtotal Transfer	6,851	193,515	196,809

Trust / Beneficiaries	Acres Sold	Timber Volume Sold (mbf) ^b	Timber Vol. Harvested ^c (mbf) ^b
STATE FOREST PURCHASE (FORMERLY KNOWN AS FOREST BOARD PURCHASE LANDS)			
Clark	0	0	258
Cowlitz	0	0	131
Grays Harbor	107	4,200	8,286
Lewis	37	885	1,542
Pacific	46	1,186	0
Pierce	45	1,250	7
Skagit	0	0	0
Skamania	55	1,123	1
Snohomish	0	0	0
Thurston	11	430	751
Subtotal Purchase	301	9,074	10,976

Trust / Beneficiaries	Acres	Timber Volume ^a Sold (mbf) ^b	Timber Vol. Harvested ^c (mbf) ^b
Common School, Indem. & Esch.	7,318	173,248	144,558
Agricultural School	904	17,707	16,167
University Transferred & Orig.	926	19,264	12,450
CEP and RI	490	13,987	12,745
Capitol Building	988	29,423	37,687
Normal School	769	16,215	13,136
Escheat	1	34	31
Scientific School	1,014	20,339	18,208
University Original	40	1,027	157
Comm. Coll. For. Res.	137	3,917	0
University Repayment	139	5,020	42
Forest Board Repayment	355	15,021	17,906
NAP	0	5	0
King County Water Pollution	159	2,702	2,485
Subtotal All Other Lands	13,210	317,909	275,572
Statewide Total	20,392	520,498	483,357

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- ^a Timber volume sold per acre depends on site-specific conditions and harvest method.
- ^b mbf: thousand board feet
- ^c Volume harvested is estimated for sales partially harvested.
- ^d Includes Forest Board Repayment Trust.
- ^e Includes University Repayment data.

Notes

Timber is sold before it is harvested. Timber sale contracts are typically two or more years in length, with most timber harvest schedules determined by individual purchasers. Sale and harvest of timber may or may not occur in the same fiscal year. Revenues are generated when timber is harvested.

Market conditions can influence number of sales and volume sold.

Sales which contain more than one trust and/or beneficiary, report estimated acres and volumes for each specific trust. Sales which benefit more than one trust, distribute revenues proportionally by value based on percentage of area.

Volume does not include forest improvement treatment (FIT) sales.

Numbers may not add due to rounding.

Source

DNR NaturESystem database, Report TSC311; 8/24/17

Silviculture^a | FY 2017

Trust / Beneficiaries	Acres Planted ^b	Stems per Acre ^c	Pre-commercially Thinned Acres ^d
STATE FOREST TRANSFER (FORMERLY KNOWN AS FOREST BOARD TRANSFER LANDS)			
Clallam	555	358	517
Clark	589	344	86
Cowlitz	153	355	44
Grays Harbor	14	380	73
Jefferson	254	247	0
King	0	0	65
Kitsap	4	250	129
Lewis	353	283	189
Mason	261	373	300
Pacific	107	253	129
Pierce	0	0	371
Skagit	390	359	6
Skamania	339	332	117
Snohomish	360	302	815
Thurston	103	262	360
Wahkiakum	48	372	68
Whatcom	213	368	945
Subtotal Transfer	3,742	334	4,213
STATE FOREST PURCHASE (FORMERLY KNOWN AS FOREST BOARD PURCHASE LANDS)			
Clark			33
Grays Harbor	187	293	295
Lewis	1	253	32
Pacific	40	282	56
Skamania			33
Snohomish			45
Thurston	142	299	412
Subtotal Purchase	370	288	905

Other Trusts / Beneficiaries	Acres Planted ^b	Stems per Acre ^c	Pre-commercially Thinned Acres ^d
Agricultural School	515	293	370
Capitol Grant	598	336	382
Charitable/Educational/ Penal & Reformatory Instit.	796	271	515
Common School and Indemnity	6,985	307	6,919
Escheat	0		31
Normal School	17	328	153
Scientific School	569	339	431
University Original	7	253	82
University - Transferred	406	271	64
Subtotal	9,896	306	8,953
Total - All Trusts	14,008	315	14,071

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These data are included in the 2017 Annual Report to Trust Beneficiaries per RCW 79.10.010

^a Silvicultural activities are forest management practices. Implementation of silvicultural practices varies according to site-specific conditions and availability of management funding.

^b Acres planted include all planting processes and all tree species.

^c Average per acre. (Stems per acre planted depend on site-specific conditions and anticipated survival rates).

^d Pre-commercially thinned acres increase yield rate per acre by selectively decreasing overcrowding of saplings.

Numbers may not add due to rounding.

Source

*Source: Planning and Tracking Database, 4/18/2018

Timber Acres Harvested^a | FY 2017

Trust / Beneficiaries	Acres Commer. Thinned Small Wood ^b	Acres Partially Cut/Older Stand Thinning ^c	Acres Regeneration Harvest ^b	Total Acres ^d	Aver. Year of Regen. Cut Stand
STATE FOREST TRANSFER					
Clallam	185	0	926	1,111	1950
Clark	12	0	520	532	1945
Cowlitz	0	0	267	267	1934
Greys Harbor	2	0	44	46	1934
Jefferson	0	0	158	158	1941
King	11	0	91	102	1964
Kitsap	0	0	28	28	1946
Lewis	58	4	430	492	1953
Mason	19	0	400	419	1940
Pacific	15	0	255	270	1944
Pierce	48	0	3	51	1937
Skagit	194	0	836	1,030	1940
Skamania	13	0	176	189	1942
Snohomish	554	0	882	1,436	1948
Thurston	0	0	196	196	1942
Wahkiakum	8	0	129	129	1944
Whatcom	127	0	246	254	1960
Subtotal Transfer	1,119	4	5,587	6,710	1945
STATE FOREST PURCHASE					
Clark	0	0	9	9	1941
Cowlitz	0	0	4	4	1931
Grays Harbor	40	0	233	273	1946
Lewis	55	1	46	102	1953
Thurston	0	0	17	17	1938
Subtotal Purchase	95	1	309	405	1943
Comm. School, Indemnity & Escheat Total	1,146	297	6,219	7,662	1943
Agricultural School Total	147	0	565	712	1952
University Transfer Total	617	7	455	1,079	1954
CEP & RI Total	56	0	408	464	1947
Capitol Building Total	166	4	1,005	1,175	1946
Normal School Total	386	5	387	778	1942
Escheat Total	0	0	1	1	1982
Scientific School Total	67	0	504	571	1952
University Original Total	0	0	6	6	0
University Repayment Total	2	0	0	2	0
Forest Board Repayment Total	7	0	331	338	1929
King Co. Water Pollution Control District T	4	0	154	158	1976
Subtotal	2,598	313	10,035	12,946	
Statewide Total	3,812	318	15,931	20,061	

About This Page

^a The Department tracks harvest method information in ten categories; for purposes of this report, per RCW 79.10.010, the data are aggregated into three harvest methods.

^b Commercial thinning/small wood generates revenue, promotes growth of the remaining trees, and creates desired future forest conditions.

^c Partial cuts/older stand thinnings generate revenue and help achieve desired future forest conditions.

^d Regeneration harvests refer to any removal of trees intended to assist natural tree regeneration or create space for replanting.

Notes

Harvested acres shown are Fiscal Year 2017 activities only; acres are reported again in the future if additional harvest activities occur. Acres harvested are estimated for sales partially harvested. Timber volume harvested per acre depends on site-specific conditions and harvest method.

Sales which contain more than one trust beneficiary report estimated acres harvested for each specific trust. Sales which benefit more than one trust distribute revenues proportionally by value based on percentage of area.

Acres do not include forest improvement treatment (FIT) sales.

Numbers may not add due to rounding.

Source

DNR NaturE System database, Report TSC348; 8/24/2017

About Deferrals

FORMERLY KNOWN AS ACRES
OFF-BASE FOR HARVEST

NOTE: Due to a software upgrade, data for the required annual reporting of deferrals to beneficiaries (per RCW 79.10.010) were not available for inclusion in the 2017 DNR Annual Report. These data will be provided to beneficiaries separately and published on www.dnr.wa.gov as soon as possible.

RCW 79.10.010 requires that the deferral status of state trust lands and State Forest Transfer and Purchase lands be reported annually to trust beneficiaries.

Acres are designated as deferrals because they are inoperable, are classified as having low site productivity, contain permanent research plots, are upland wildlife management areas, are timber gene pool reserves, are on unstable slopes in riparian buffers, are located in a northern spotted owl nest patch, contain a northern spotted owl site center, are identified as marbled murrelet habitat, are included in the Olympic Experimental State Forest deferral areas, are the result of the Settlement Agreement reached in 2006, or are identified in the 2006 Policy for Sustainable Forests related to Old-Growth Stands in Western Washington (all of these decisions were included in the 2007 sustainable harvest adjustment for Western Washington State Trust forestlands).





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NATURAL RESOURCES
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Contact

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