




July 22, 2009

MEMORANDUM

To: Forest Practices Board

From: Darin Cramer, Adaptive Management Administrator 

Subject: Fiscal Year 2010 Budget Update

Budget Update - At the May 20 meeting the Forest Practices Board (Board) adopted a \$2.7 million CMER work plan and budget for fiscal year 2010 (FY10). The revenue assumptions supporting the FY10 budget included approximately \$2.3 million in federal dollars, \$600,000 in general fund-state and approximately \$400,000 from the Forests and Fish Support Account (FFSA) - this is the first year the Adaptive Management Program (AMP) is proposing to access the FFSA.

The Department of Revenue recently informed us the FFSA contains approximately \$370,000 more than reported - apparently due to collections being one month behind in FY08. In addition, at the direction of Policy CMER was able to trim approximately \$130,000 from the FY10 project costs. Finally, the carry forward amount from FY09 to FY10 (federal dollars) will be slightly more than previously assumed - final reconciliation will not be complete until late August or early September. Consequently, we will likely have at least \$500,000 more revenue in FY10 than assumed in May. However, new and/or reallocation of existing funding is still necessary to fund the Policy preferred FY11 (and beyond) CMER budget. The updated Policy preferred budget sheet is attached (attachment A) also showing the May 20 numbers for FY10 and 11.

Budget Committee Update - The Policy Budget Committee met on July 2 to discuss funding strategies and topics needing more exploration. Three action items resulted from the July 2 meeting: 1) Explore if the Office of Financial Management requirement for a \$1 million reserve balance in the FFSA can be reduced; 2) Work with the tribes to better understand their funding needs; and 3) Explore options for using the Adaptive Management Program performance review to leverage funds. The Budget Committee intends to meet again in August; a verbal update will be provided at the August 12 Board meeting.

DC/
Attachment



**FY 2010 - 2016 Policy Preferred CMER Budget
July 22, 2009**

First priority - CWA assurances projects									
Second priority - ongoing or pilot projects									
Third priority - potential delay projects									
	5/20/09 Version	5/20/09 Version	7/22/09 Version	7/22/09 Version					
	2010	2011	2010	2011	2012	2013	2014	2015	2016
Type N Rule Group									
Type N Experimental Buffer Treatment - Basalt Lithologies	811,000	815,000	811,000	815,000	400,000				
Type N Experimental Buffer Treatment - Incompetent Lithologies		200,000		200,000	400,000	400,000	400,000	400,000	200,000
Easter WA Type N Effectiveness					400,000	400,000	400,000	400,000	200,000
Eastside Type N Characterization - Forest Hydrology		400,000		400,000	400,000				
Buffer Integrity - Shade Effectiveness	120,000	64,000	120,000	64,000	35,000				
Amphibians in Intermittent Streams					150,000	150,000			
Type F Rule Group									
Eastside Type F Channel Wood Characterization		200,000		200,000					
Westside Type F Riparian Prescription Monitoring					50,000	150,000	400,000	400,000	400,000
Eastern WA Riparian Assessment - Phase 2									
Eastside Type F Riparian Prescription Monitoring (BTO Add-on)	32,000	50,000	32,000	50,000	50,000	50,000	50,000		
Bull Trout Overlay Temperature	202,000	210,000	202,000	210,000					
Solar Radiation/Effective Shade	88,000	116,000	88,000	116,000					
Hardwood Conversion	21,650	15,000	21,650	15,000	10,000				
Extensive Riparian Status and Trend Monitoring - Temperature Component	320,000	145,000	320,000	145,000	150,000	150,000			
Extensive Riparian Status and Trend Monitoring - Vegetation Component									
Unstable Slopes Rule Group									
Testing the Accuracy of Unstable Landform ID		60,000		60,000					
Mass Wasting Prescription Scale Effectiveness									
Mass Wasting Landscape Scale Effectiveness		30,000		30,000					
Roads Rule Group									
Road Sub-Basin Scale Effectiveness									900,000
Wetlands Rule Group									
Wetland Mitigation Effectiveness		100,000		100,000	150,000				
Subtotal Projects	\$1,594,650	\$2,405,000	\$1,594,650	\$2,405,000	\$2,195,000	\$1,300,000	\$1,250,000	\$1,200,000	\$1,700,000
8.2% cost reduction			-\$130,677						
CMER PI Staff at NWIFC	363,000	381,000	363,000	381,000	400,200	420,200	441,200	463,300	486,465
Total Project Costs	1,957,650	2,786,000	1,826,973	2,786,000	2,595,200	1,720,200	1,691,200	1,663,300	2,186,465
Project Support									

**FY 2010 - 2016 Policy Preferred CMER Budget
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	5/20/09 Version 2010	5/20/09 Version 2011	7/22/09 Version 2010	7/22/09 Version 2011	2012	2013	2014	2015	2016
Contingency Fund for Active Projects	100,000	100,000	100,000	100,000	100,000	100,000	100,000	100,000	100,000
Policy Information & Analysis Support					75,000	75,000	50,000	75,000	75,000
CMER Project Managers (2 at DNR, 1 at NWIFC)	311,000	317,000	311,000	317,000	330,000	337,000	351,000	359,000	366,000
Program Administration									
AMP Administrator	105,000	105,000	105,000	105,000	108,150	108,150	111,395	111,395	114,737
Contract Specialist	68,000	68,000	68,000	68,000	70,040	70,040	72,141	72,141	74,305
CMER/Policy Coordinator	45,000	45,000	45,000	45,000	46,350	46,350	47,741	47,741	49,173
CMER Website	10,000	10,000	10,000	10,000	10,300	10,300	10,609	10,609	10,927
AMP Data Management	20,000	20,000	20,000	20,000	20,000	20,000	20,000	20,000	20,000
Independent Science Panel	90,000	90,000	60,000	90,000	94,500	94,500	99,225	99,225	104,186
Coop Fish & Wildlife Research Unit Dues (U of W)	16,000	16,000	16,000	16,000	16,000	16,000	16,000	16,000	16,000
Subtotal Support and Administration	\$765,000	\$771,000	\$735,000	\$771,000	\$870,340	\$877,340	\$878,111	\$911,111	\$930,328
Total Expenditures for Projects/Activities	\$2,722,650	\$3,557,000	\$2,561,973	\$3,557,000	\$3,465,540	\$2,597,540	\$2,569,311	\$2,574,411	\$3,116,793
Assumed Carry Forward From Previous FY + (GF-S & FFSA) Revenue	\$3,300,000	\$1,577,350	\$3,800,000	\$2,238,027	-\$118,973	-\$2,284,513	-\$3,482,053	-\$4,551,364	-\$5,525,775
Balance	\$577,350	-\$1,979,650	\$1,238,027	-\$1,318,973	-\$3,584,513	-\$4,882,053	-\$6,051,364	-\$7,125,775	-\$8,642,568