Natural Resources
Governor’s FY 2012 and FY 2013 Budget

Staff Presentation to the House Finance Committee
February 29, 2012
Department of Environmental Management

Governor’s FY 2013, FY 2012 Revised and Capital Budget
Department of Environmental Management

- Agency responsible for:
  - Preserving the quality of the environment
  - Maintaining the health and safety of residents
  - Providing environmental assistance to individuals, businesses and municipalities
  - Conducting research
  - Enforcing all environmental laws and regulations
Office of the Director

- Budgeting
- Personnel
- Information management
- Legal services
- Business services
Bureau of Natural Resources

- Planning and development
- Parks
- Forest
- Fish and wildlife
- Agriculture
- Coastal waters
- Enforcement
Bureau of Environmental Protection

- Air resources
- Water resources
- Waste management
- Compliance
- Customer and technical assistance
FY 2013 Governor’s Recommendation By Source

- Restricted Receipts: 15%
- Federal Funds: 36%
- General Revenue: 35%
- Other: 14%
FY 2013 Governor’s Recommendation By Category

- Salaries and Benefits: 45%
- Contracted Services: 13%
- Operating Assistance & Grants: 13%
- Capital: 22%
- Contracted Services: 13%
FY 2013 Governor’s Recommendation
By Program – All Sources

- Natural Resources: 57%
- Environmental Protection: 35%
- Office of Director: 8%
FY 2013 Governor’s Recommendation
General Revenue By Program

- Natural Resources: 53%
- Environmental Protection: 33%
- Office of Director: 14%
### FY 2012 Revised Changes to Enacted

<table>
<thead>
<tr>
<th>(Millions)</th>
<th>Enacted</th>
<th>Governor</th>
<th>Difference</th>
</tr>
</thead>
<tbody>
<tr>
<td>General Rev.</td>
<td>$35.4</td>
<td>$35.5</td>
<td>$0.1</td>
</tr>
<tr>
<td>Federal Funds</td>
<td>38.4</td>
<td>42.8</td>
<td>4.4</td>
</tr>
<tr>
<td>Restricted Rec.</td>
<td>14.1</td>
<td>13.8</td>
<td>(0.3)</td>
</tr>
<tr>
<td>Other</td>
<td>9.6</td>
<td>12.9</td>
<td>3.3</td>
</tr>
<tr>
<td><strong>Total</strong></td>
<td><strong>$97.5</strong></td>
<td><strong>$105.0</strong></td>
<td><strong>$7.5</strong></td>
</tr>
<tr>
<td>FTEs</td>
<td>410.0</td>
<td>410.0</td>
<td>-</td>
</tr>
<tr>
<td>FY 2012 Enacted</td>
<td>Gen. Rev.</td>
<td>All Funds</td>
<td></td>
</tr>
<tr>
<td>---------------------------------------</td>
<td>-----------</td>
<td>-----------</td>
<td></td>
</tr>
<tr>
<td>Salaries and Benefits</td>
<td>(0.5)</td>
<td>(0.6)</td>
<td></td>
</tr>
<tr>
<td>Parks and Recreation/Irene</td>
<td>0.4</td>
<td>1.2</td>
<td></td>
</tr>
<tr>
<td>Host Beach Communities*</td>
<td>(0.1)</td>
<td>(0.1)</td>
<td></td>
</tr>
<tr>
<td>Federal Grants</td>
<td>-</td>
<td>4.4</td>
<td></td>
</tr>
<tr>
<td>Saltwater Fishing License*</td>
<td>-</td>
<td>(0.1)</td>
<td></td>
</tr>
<tr>
<td>Blackstone Bikepath Design*</td>
<td>-</td>
<td>2.0</td>
<td></td>
</tr>
<tr>
<td>All Other Changes</td>
<td>0.3</td>
<td>0.7</td>
<td></td>
</tr>
<tr>
<td>Total Changes</td>
<td>0.1</td>
<td>7.5</td>
<td></td>
</tr>
</tbody>
</table>
FY 2012 Revised Changes to Enacted

- Governor’s budget largely reflects the Department’s request
- Salaries & Benefits - $0.6 million less
  - Includes $0.5 million less general revenues
  - Savings from vacant positions
  - Medical benefits holiday distribution
  - Enacted level of 410.0 positions
    - 385.0 filled positions as of February 11
FY 2012 Revised Changes to Enacted

- Parks and Recreation - $1.2 million more
  - $0.9 million more in federal funds for Tropical Storm Irene expenses
  - $0.4 million more from general revenues
    • $0.3 million more for state share of Tropical Storm Irene expenses
    • $0.1 million more for other operating expenses
FY 2012 Revised Changes to Enacted

- Federal Grants - $4.4 million more to reflect increases to existing grants & new awards
- Increases include:
  - Diesel Emissions - $1.2 million
  - Brownfields Program - $0.6 million
  - Leaking Underground Storage Tanks - $0.6 million
  - Narragansett Bay Window Program - $0.2 million
FY 2012 Revised Changes to Enacted

- New grants include:
  - DEM Renewable Energy - $0.5 million
    - Solar panels at state facilities
  - Fishermen’s Wind Turbine - $0.2 million
    - Wind turbine to power all campsites at Fishermen’s Park
## FY 2013 Governor’s Recommendation

<table>
<thead>
<tr>
<th>(Millions)</th>
<th>Enacted</th>
<th>Governor</th>
<th>Difference</th>
</tr>
</thead>
<tbody>
<tr>
<td>General Rev.</td>
<td>$35.4</td>
<td>$34.6</td>
<td>$(0.8)</td>
</tr>
<tr>
<td>Federal Funds</td>
<td>38.4</td>
<td>35.9</td>
<td>(2.5)</td>
</tr>
<tr>
<td>Restricted Rec.</td>
<td>14.1</td>
<td>14.8</td>
<td>0.7</td>
</tr>
<tr>
<td>Other</td>
<td>9.6</td>
<td>14.2</td>
<td>4.6</td>
</tr>
<tr>
<td><strong>Total</strong></td>
<td><strong>$97.5</strong></td>
<td><strong>$99.6</strong></td>
<td><strong>$2.1</strong></td>
</tr>
<tr>
<td>FTEs</td>
<td>410.0</td>
<td>407.0</td>
<td>(3.0)</td>
</tr>
</tbody>
</table>
### FY 2013 Governor’s Recommendation

<table>
<thead>
<tr>
<th>FY 2012 Enacted</th>
<th>Gen. Rev.</th>
<th>All Funds</th>
</tr>
</thead>
<tbody>
<tr>
<td>Salaries and Benefits</td>
<td>(1.2)</td>
<td>(1.3)</td>
</tr>
<tr>
<td>Parks and Recreation</td>
<td>0.1</td>
<td>0.1</td>
</tr>
<tr>
<td>Host Beach Communities*</td>
<td>(0.1)</td>
<td>(0.1)</td>
</tr>
<tr>
<td>Federal Grants</td>
<td>-</td>
<td>(2.4)</td>
</tr>
<tr>
<td>Saltwater Fishing License*</td>
<td>-</td>
<td>(0.2)</td>
</tr>
<tr>
<td>Blackstone Bikepath Design*</td>
<td>-</td>
<td>1.0</td>
</tr>
<tr>
<td>All Other Changes</td>
<td>0.4</td>
<td>5.0</td>
</tr>
<tr>
<td><strong>Total Changes</strong></td>
<td>(0.8)</td>
<td>2.1</td>
</tr>
</tbody>
</table>
FY 2013 Governor’s Recommendation

- 407.0 full-time equivalent positions
  - 3.0 fewer due to lost federal funds
    - Reduction in federal funding available to states under Clean Water Act

- Article 4 maintains 6.0 dispatch positions in DEM – instead of transferring to DPS
FY 2013 Governor’s Recommendation

- Agencies used pre-reform retirement rates when preparing their budgets
  - Governor’s budget adjusts rates to reflect new, lower costs and reduces general revenues expenses
  - Savings from other sources shifted to unidentified operating expenses
    - For DEM these total approx. $1.5 million
    - Some may be available to offset state costs
FY 2013 Governor’s Recommendation

- Salaries and benefits - $44.8 million
  - $1.3 million less than enacted
  - $1.2 million less from general revenues
  - 3.0 less positions due to lost federal funds
- Additional turnover savings
  - 2.0 positions associated with Article 30
  - 2.0 positions from freshwater wetlands program
  - FTE authority not eliminated
FY 2013 Governor’s Salaries & Benefits
By Source

- General Revenue: 61%
- Federal Funds: 24%
- Restricted Receipts: 15%
- Other: 0%
Parks & Recreation

- 25 miles of roads in the state parks and management areas
- 8 major state parks, 7 state beaches, a golf course, the East Bay Bike Path, parkways, and other secondary state parks and historic sites and monuments
  - Totals approximately 14,000 acres
- 46.0 full-time positions
FY 2013 Governor’s Recommendation

- Parks & Recreation – $9.4 million
  - Funded only with general revenues
  - $0.1 million more than enacted
  - $0.3 million less for seasonal employees
  - Closely mirrors historical spending of the division and FY 2012 revised recommendation
FY 2013 Governor’s Recommendation

Parks & Recreation

- Salary and benefit decreases
  - $0.4 million less than enacted
  - Updated retirement rates

- Increases in operating expenditures
  - $0.5 million more than enacted
  - Grass cutting
  - Landscaping
  - Historical spending level
Payments to Host Beach Communities

- Charlestown, Westerly, Narragansett and South Kingstown
- 84% to state and 16% to the municipality
- Department increased beach parking fees in March 2011 through administrative rules
  - Assembly altered community split to retain increase for state general revenues
- Change took effect July 1, 2011
- 2012 summer is first full year of new rate
## FY 2013 Governor’s Recommendation

**Host Beach Communities’ Payments:**

<table>
<thead>
<tr>
<th>FY 2012 Enacted</th>
<th>$450,000</th>
</tr>
</thead>
<tbody>
<tr>
<td>FY 2012 Revised</td>
<td>$344,358</td>
</tr>
<tr>
<td>FY 2013 Recommended</td>
<td>$400,000</td>
</tr>
</tbody>
</table>
FY 2013 Governor’s Recommendation

Federal Grants - $35.9 million

- $2.5 million less than enacted
  - $1.2 million less for forest legacy administration
  - $0.6 million less for brownfields programs
  - $0.5 million less for leaking underground storage tanks
FY 2013 Governor’s Recommendation

- Saltwater Fishing License Program
  - License established in October of 2009
  - Federal program would have taken effect in 2010
  - State run program allows for retention of funds and lower fee
  - $7 for resident, $10 for non-resident
  - Budgeted amounts based on projected available receipts, need for equipment to track catch related data
  - Funds staffing and operating
## FY 2013 Governor’s Recommendation

<table>
<thead>
<tr>
<th>Saltwater Fishing License</th>
<th>Budgeted Amount</th>
</tr>
</thead>
<tbody>
<tr>
<td>FY 2012 Enacted</td>
<td>$617,818</td>
</tr>
<tr>
<td>FY 2012 Revised</td>
<td>$250,000</td>
</tr>
<tr>
<td>FY 2013 Recommended</td>
<td>$200,000</td>
</tr>
</tbody>
</table>
FY 2013 Governor’s Recommendation

- Blackstone Valley Bikepath Design
  - 17.1 mile by 12-foot wide scenic bike-path under construction by DOT and DEM
  - $2.0 million for FY 2012 Revised
  - $1.0 million for FY 2013
Article 30 – Environmental Management

- Discontinues Municipal Wastewater Treatment Testing
- Eliminates Well Driller Registration Program
Article 30 – Environmental Management

- Repeals pollution monitoring system and fee system established by DEM
  - Municipally owned wastewater treatment facilities and privately owned organizations pay fees based on discharges
- Testing for pollutants will now be done in a laboratory at a cost to the municipality
- Net savings to the state of $36,913
Article 30 – Environmental Management

- Eliminates well driller registration program administered by DEM
- Well drilling will be performed by those technically competent in the trade
- Net savings to the state of $93,977
Capital Development Plan

- $252.1 million in total project costs
- $25.0 million from new G.O. bonds
- $58.1 million in five-year period
  - Anti-pollution
  - State and local recreation
  - Land acquisition
  - State infrastructure
Capital Development Plan

- Bond Proposal – November 2012 ballot
- $25.0 million for DEM projects
  - $4.0 M for Narragansett Bay & Watershed
  - $2.5 M for State Open Space
  - $4.5 M for Farmland Development
  - $2.5 M for Local Open Space
  - $3.5 M for Local Rec. Development Grants
  - $1.0 M for Historic & Passive Grants
  - $2.0 M for Local Rec. Grants – Distressed Communities
  - $5.0 M for Recreational Facilities
## Capital Development Plan

<table>
<thead>
<tr>
<th>Project</th>
<th>Status</th>
<th>Cost</th>
<th>Financing</th>
<th>End Date</th>
</tr>
</thead>
<tbody>
<tr>
<td>Nat. Res. Visitor Center</td>
<td>New</td>
<td>$3.3 million</td>
<td>RICAP</td>
<td>FY 2016</td>
</tr>
<tr>
<td>Local Rec. – Distressed Communities</td>
<td>New</td>
<td>$2.0 million</td>
<td>New G.O. bonds</td>
<td>FY 2016</td>
</tr>
<tr>
<td>World War II State Park</td>
<td>New</td>
<td>$2.6 million</td>
<td>RICAP</td>
<td>FY 2013</td>
</tr>
<tr>
<td>Local Rec. Development</td>
<td>Revised</td>
<td>$41.0 million</td>
<td>G.O. bonds (new and approved)</td>
<td>FY 2017</td>
</tr>
</tbody>
</table>
## Capital Development Plan

<table>
<thead>
<tr>
<th>Project</th>
<th>Status</th>
<th>Cost</th>
<th>Financing</th>
<th>End Date</th>
</tr>
</thead>
<tbody>
<tr>
<td>Historic &amp; Passive</td>
<td>Revised</td>
<td>$6.0 million</td>
<td>G.O. bonds (new and approved)</td>
<td>FY 2017</td>
</tr>
<tr>
<td>Fort Adams Rehabilitation</td>
<td>Revised</td>
<td>$9.3 million</td>
<td>G.O. bonds, RICAP</td>
<td>FY 2016</td>
</tr>
<tr>
<td>Narragansett Bay</td>
<td>Revised</td>
<td>$12.5 million</td>
<td>G.O. bonds (new and approved)</td>
<td>FY 2016</td>
</tr>
<tr>
<td>Galilee Piers</td>
<td>Revised</td>
<td>$9.4 million</td>
<td>RICAP</td>
<td>FY 2017</td>
</tr>
</tbody>
</table>
## Capital Development Plan

<table>
<thead>
<tr>
<th>Project</th>
<th>Status</th>
<th>Cost</th>
<th>Financing</th>
<th>End Date</th>
</tr>
</thead>
<tbody>
<tr>
<td>Newport Piers</td>
<td>Revised</td>
<td>$6.4 million</td>
<td>RICAP</td>
<td>FY 2013</td>
</tr>
<tr>
<td>Dam Repair</td>
<td>Revised</td>
<td>$8.4 million</td>
<td>RICAP</td>
<td>FY 2017</td>
</tr>
<tr>
<td>Fort Adams Sailing Improvements</td>
<td>Revised</td>
<td>$4.4 million</td>
<td>RICAP</td>
<td>FY 2013</td>
</tr>
<tr>
<td>Recreational Facilities</td>
<td>Revised</td>
<td>$36.8 million</td>
<td>G.O. bonds (new and approved), Fed., RICAP</td>
<td>FY 2017</td>
</tr>
</tbody>
</table>
## Capital Development Plan

<table>
<thead>
<tr>
<th>Project</th>
<th>Status</th>
<th>Cost</th>
<th>Financing</th>
<th>End Date</th>
</tr>
</thead>
<tbody>
<tr>
<td>Local Open Space</td>
<td>Revised</td>
<td>$23.9 million</td>
<td>G.O. bonds (new and approved)</td>
<td>FY 2016</td>
</tr>
<tr>
<td>State Open Space</td>
<td>Revised</td>
<td>$12.5 million</td>
<td>G.O. bonds (new and approved)</td>
<td>FY 2016</td>
</tr>
<tr>
<td>Farmland Development</td>
<td>Revised</td>
<td>$20.0 million</td>
<td>G.O. bonds (new and approved), Fed.</td>
<td>FY 2012</td>
</tr>
<tr>
<td>Roger Williams Park</td>
<td>Ongoing</td>
<td>$28.5 million</td>
<td>G.O. bonds</td>
<td>FY 2013</td>
</tr>
</tbody>
</table>
## Capital Development Plan

<table>
<thead>
<tr>
<th>Project</th>
<th>Status</th>
<th>Cost</th>
<th>Financing</th>
<th>End Date</th>
</tr>
</thead>
<tbody>
<tr>
<td>Fish &amp; Wildlife Fac.</td>
<td>Ongoing</td>
<td>$0.7 million</td>
<td>Federal &amp; RICAP</td>
<td>FY 2015</td>
</tr>
<tr>
<td>Sewer Interceptors</td>
<td>Ongoing</td>
<td>$5.0 million</td>
<td>G.O. bonds</td>
<td>FY 2012</td>
</tr>
<tr>
<td>Local Bikeways</td>
<td>Ongoing</td>
<td>$5.0 million</td>
<td>G.O. bonds</td>
<td>FY 2012</td>
</tr>
<tr>
<td>Rocky Point Land Acq.</td>
<td>Ongoing</td>
<td>$10.0 million</td>
<td>G.O. bonds</td>
<td>FY 2015</td>
</tr>
</tbody>
</table>
## Capital Development Plan

<table>
<thead>
<tr>
<th>Project</th>
<th>Status</th>
<th>Cost</th>
<th>Financing</th>
<th>End Date</th>
</tr>
</thead>
<tbody>
<tr>
<td>India Point Land Acq.</td>
<td>Ongoing</td>
<td>$3.2 million</td>
<td>G.O. bonds</td>
<td>FY 2012</td>
</tr>
<tr>
<td>Blackstone Valley Path</td>
<td>Ongoing</td>
<td>$1.5 million</td>
<td>RICAP</td>
<td>FY 2012</td>
</tr>
</tbody>
</table>
Department of Environmental Management

Governor’s FY 2013, FY 2012 Revised and Capital Budget