

# 2023 Annual Report



**HILARY S. FRANZ**  
COMMISSIONER OF PUBLIC LANDS

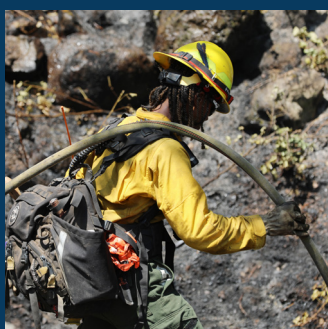
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#### Acknowledgments

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\* Fiscal and timber pages account for the revenues DNR generated, collected, and expended during Fiscal Year 2023—July 1, 2022 to June 30, 2023.

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

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#### Cover Photo:

Upper Dry Gulch Natural Area Preserve in Chelan County. Photo by Rachel Terlep.

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### ABOUT THESE PAGES

- ▶ These pages account for the revenues DNR generated, collected and expended during Fiscal Year 2023 (July 1, 2022 – June 30, 2023).
- ▶ 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 31 to 34, 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 7).
- ▶ 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 2023.

# Total Revenue | FY 2023

REVENUE BY SOURCE <sup>1</sup>	FY 2023	FY 2022
Source	Total Funds	Total Funds
<b>Sales</b>		
Timber sale removals	\$209,226	\$187,521
Timber sales-related activities	409	43
Forest road assessments	11,895	11,715
Nursery seedling sales	4,900	4,107
Miscellaneous <sup>17</sup>	5,744	-3,327
	<b>\$232,173</b>	<b>\$200,059</b>
<b>Leases</b>		
Agriculture	\$25,653	\$23,065
Aquatic	31,950	32,930
Commercial real estate	11,061	11,212
Mineral and hydrocarbon	2,523	2,647
Communication sites	5,958	5,876
Rights-of-way	779	847
Miscellaneous	2,849	3,205
	<b>\$80,772</b>	<b>\$79,781</b>
<b>Other Revenue</b>		
Interest income	\$3,530	\$607
Fire assessments and cost reimbursement	17,072	15,462
Grants and contributions	40,720	51,806
Permits, fees and related charges	3,587	3,850
Miscellaneous	94,642	25,070
	<b>\$159,551</b>	<b>\$96,794</b>
<b>Total Revenue from Operations</b>	<b>\$472,496</b>	<b>\$376,634</b>
<b>Other Activity</b>		
Land transfers <sup>3</sup>	\$878	\$4,741
Land bank <sup>4</sup>	939	88
	<b>\$1,817</b>	<b>\$4,829</b>
<b>Total Revenue</b>		
<b>Total</b>	<b>\$474,312</b>	<b>\$381,463</b>

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 2023

EXPENDITURES BY PROGRAM <sup>2</sup>	FY 2023	FY 2022
<b>Operating</b>		
Fire Suppression	\$152,960	\$174,482
Product Sales & Leasing	33,152	34,451
Resource Protection	99,072	58,378
Agency Support	34,901	25,849
Land Management	33,568	24,938
Forest Practices	22,643	17,678
Aquatic Resources	24,098	15,541
Engineering Services	26,239	16,537
Interagency Payments	15,576	16,156
Asset & Property Management	20,170	10,104
Administration	10,831	10,809
Geology & Earth Resources	9,335	5,450
Agricultural Resources	2,997	2,616
Law Enforcement	2,090	1,711
<b>Total Operating Expenditures</b>	<b>\$487,633</b>	<b>\$414,701</b>
<b>Capital</b>		
Real Estate and Property Acquisition	3,886	5,109
Facilities & Roads	8,827	5,427
Forest Health	1,779	663
Forest Practices	1,832	1,392
Miscellaneous <sup>2</sup>	1,844	798
Recreation & Natural Areas	3,728	1,052
Puget Sound Corps	451	1,942
Aquatic Resource	2,618	653
Community Forests	566	386
Trust Land Transfers	0	78
<b>Total Capital Expenditures</b>	<b>\$25,530</b>	<b>\$17,499</b>
<b>Total Expenditures</b>		
<b>Total <sup>2</sup></b>	<b>\$513,164</b>	<b>\$432,200</b>

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 2023

Fund Title	Beginning Balance 7/1/22	Revenue	Expenditure	Ending Balance 6/30/23
<b>Trust Management Accounts*</b>				
Forest development (FDA) <sup>3</sup>	\$21,458	\$19,348	\$(22,055)	\$18,751
<b>Resources management (RMCA) Total</b>	32,287	60,540	(52,118)	40,710
RMCA-Uplands subtotal <sup>4</sup>	1,511	44,253	(37,368)	8,396
RMCA-Land Bank subtotal <sup>4</sup>	1,341	148	0	1,489
RMCA-Aquatics subtotal	15,835	14,802	(14,749)	15,887
<b>Agricultural college (ACTMA) <sup>5</sup></b>	1,401	1,525	(1,701)	1,224
	<b>\$55,146</b>	<b>\$81,413</b>	<b>\$(75,873)</b>	<b>\$60,685</b>
<b>Other DNR-Administered Funds <sup>15</sup></b>				
Access road revolving	\$8,105	\$11,969	\$(15,928)	\$4,146
Aquatic lands dredged material	425	217	(81)	561
Aquatic lands enhancement <sup>7</sup>	N/A	18,804	(3,916)	N/A
Clarke-McNary	(352)	0	0	(352)
Community forest trust	246	44	0	289
Conservation areas stewardship	525	64	(242)	348
Contract harvesting revolving	4,058	9,431	(5,873)	7,616
Derelict vessel removal <sup>8</sup>	N/A	5,426	(4,561)	N/A
Federal lands revolving	6,879	2,875	(2,123)	7,631
Forest and fish support <sup>9</sup>	N/A	0	(4,795)	N/A
Forest fire protection assessment	14,588	11,270	(12,163)	13,695
Forest health revolving	26,285	14,973	(14,753)	26,505
Forest practices application	148	488	(356)	279
Geothermal <sup>11</sup>	N/A	0	0	N/A
Landowner contingency forest fire	(1,883)	5,030	(2,147)	1,000
Marine resources stewardship	(1)	0	0	(1)
ORV and nonhighway vehicle <sup>6</sup>	N/A	25	(3,405)	N/A
Park land trust revolving <sup>10</sup>	N/A	72	(2,278)	N/A
Real property replacement <sup>3</sup>	7,272	11,295	0	18,567
Spec forest products outreach/edu	75	2	0	76
State forest nursery revolving	635	4,923	(5,469)	90
Surface mining reclamation	2,512	1,657	(1,912)	2,257
Surveys and maps	597	789	(1,063)	323
Wildfire Resp. Forest Restor. & Comm. Resil.	12,440	74,632	(80,291)	6,781
		<b>\$173,983</b>	<b>\$(161,355)</b>	
<b>Total DNR-Administered Funds <sup>15</sup></b>		<b>\$255,396</b>	<b>\$(237,228)</b>	

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 \$1,488,535 of the upland trust balance that is reserved for land bank purchases dedicated by law (RCW 79.19) to Land Bank purchases of lands that replace previously sold trust lands.

See pages 8, 18, 20, and 24 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 2023

Fund Title	Revenue	Expenditure	Net Fiscal Activity
<b>Trust Current Funds <sup>14</sup></b>			
Common school construction	\$77,402	\$0	\$77,402
Community college forest reserve	2	0	2
WSU bond retirement	2,044	0	2,044
UW bond retirement <sup>20</sup>	3,451	0	3,451
CEP&RI	5,884	0	5,884
EWU capital projects	32	0	32
CWU capital projects	32	0	32
WWU capital projects	32	0	32
TESC capital projects	32	0	32
Capitol building construction	12,313	0	12,313
Forest board counties	46,427	0	46,427
	<b>\$147,653</b>	<b>\$0</b>	<b>\$147,653</b>
<b>Trust Permanent Funds <sup>14</sup></b>			
Agricultural college (WSU)	\$9,709	\$0	\$9,709
Normal school (EWU, CWU, WWU, TESC)	2,871	0	2,871
Common school (K-12)	224	0	224
Scientific (WSU)	5,426	0	5,426
State university (UW) <sup>20</sup>	2,068	0	2,068
	<b>\$20,298</b>	<b>\$0</b>	<b>\$20,298</b>
<b>Other Funds</b>			
General fund	\$50,532	\$(234,779)	\$(184,247)
Air pollution control	408	(352)	56
Budget stabilization	0	(5,759)	(5,759)
Developmental disabilities community trust	7	0	7
Disaster response	3	(7,977)	(7,974)
Model toxics control stormwater	0	(409)	(409)
Model toxics control operating	0	(5,224)	(5,224)
Model toxics control capital	10	(464)	0
Nova program	0	(552)	(552)
State building construction	6	(20,419)	(20,413)
	<b>\$50,966</b>	<b>\$(275,934)</b>	<b>\$(224,515)</b>
<b>Total Activity - Other Funds <sup>15</sup></b>	<b>\$218,917</b>	<b>\$(275,934)</b>	<b>\$(56,564)</b>
<b>Total All Funds and Activities</b>	<b>\$474,312</b>	<b>\$(513,163)</b>	<b>\$(38,850)</b>

Amounts are reported in thousands of dollars.

Totals may not add due to rounding. Notes 1 to 21 may be found in Fiscal Notes on pages 26-30.

See accompanying notes.

Totals may not add due to rounding.

Amounts reported in thousands of dollars.

# Resource Management Cost Account (RMCA) | FY 2023

	EXPENDITURES	REVENUE
Source		
<b>Beginning Balance (July 1, 2022)</b>		<b>\$32,287,001</b>
<b>RMCA Revenue</b>		
Uplands		45,738,634
Aquatics		14,801,710
<b>Total revenue</b>		<b>60,540,344</b>
<b>Less Expenditures <sup>2</sup></b>		
Agricultural Resources	2,365,754	
Asset & Property Management	3,037,815	
Product Sales and Leasing	11,057,689	
Land Management	8,008,850	
Law Enforcement	976,453	
Correctional Camps	196,719	
Administration	1,650,062	
Interagency payments	4,818,851	
Agency support	7,240,901	
Aquatic resources	10,913,138	
Engineering services	1,851,432	
<b>Total Operating Expenditures</b>	<b>52,117,664</b>	
<b>Total Capital Expenditures</b>	<b>0</b>	
<b>Total Expenditures</b>	<b>52,117,664</b>	
<b>RMCA Fund Balance (June 30, 2023)*</b>		<b>\$40,709,679</b>

Totals may not add due to rounding.

## 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 \$1,488,535 in upland trust reserved for land bank sell first purchases. See page 10 for details.



# State Grant Lands | FY 2023

Source	REVENUE	DISTRIBUTION		
	Grand Total All Funds	Trust Current Funds <sup>14</sup>	Trust Permanent Funds <sup>14</sup>	Resource Management Cost Account <sup>16</sup>
<b>Sales</b>				
Timber Sales <sup>12, 16, 20</sup>	\$119,566,858	\$66,674,408	\$22,649,547	\$30,242,903
Timber Sales-Related Activities <sup>1</sup>	260,729	141,918	24,242	94,569
Trust Land Transfer Program	0	0	0	0
Land Sales (Includes Land Bank) <sup>4</sup>	930,851	0	0	930,851
	<b>\$120,758,438</b>	<b>\$66,816,326</b>	<b>\$22,673,789</b>	<b>\$31,268,323</b>
<b>Leases</b>				
<b>Agriculture</b>				
Dryland	\$5,898,071	\$3,699,265	\$403,716	\$1,795,089
Irrigated	18,632,905	12,007,340	959,553	5,666,012
Grazing and Other	1,062,971	691,685	48,332	322,954
Aquatic Lands	31,950,937	17,985,378	0	13,965,559
Special Use	2,767,430	1,838,906	71,959	856,564
Commercial Real Estate	11,055,272	7,553,049	76,748	3,425,475
Mineral and Hydrocarbon	2,045,793	1,265,999	119,924	659,869
Rights-Of-Way	657,195	257,835	134,499	264,861
Communication Sites	3,842,030	2,050,032	627,468	1,164,530
Special Forest Products	220,339	133,356	18,967	68,016
	<b>\$78,132,943</b>	<b>\$47,482,847</b>	<b>\$2,461,166</b>	<b>\$28,188,931</b>
<b>Other Revenue</b>				
Interest Income	\$1,523,894	\$631,371	\$19,233	\$873,290
Non-Trust Revenue <sup>17</sup>	563,961	240,868	0	323,093
Operating Transfer <sup>1, 13, 18</sup>	(288,008)	4,856,259	(4,856,259)	(288,008)
Permits, Fees, and Miscellaneous <sup>1</sup>	174,920	205	0	174,715
	<b>\$1,974,767</b>	<b>\$5,728,703</b>	<b>\$(4,837,026)</b>	<b>\$1,083,090</b>
<b>Total Revenue</b>	<b>\$200,866,148</b>	<b>\$120,027,875</b>	<b>\$20,297,929</b>	<b>\$60,540,344</b>

Totals may not add due to rounding.

## 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.

# Resource Management Cost Account (RMCA) Upland | FY 2023

Source	Granted Trusts	Land Bank	Total Uplands
<b>Beginning Trust Balance <sup>4</sup> (July 1, 2022)</b>	<b>\$15,110,403</b>	<b>\$1,340,873</b>	<b>\$16,451,276</b>
<b>Upland Revenue</b>			
Operating Revenue	45,590,971	147,663	45,738,634
<b>Total Upland Revenue</b>	<b>45,590,971</b>	<b>147,663</b>	<b>45,738,634</b>
<b>Less: Expenditures <sup>2</sup></b>			
Agricultural Resources	2,365,754	0	2,365,754
Asset & Property Management	3,037,815	0	3,037,815
Product Sales and Leasing	11,057,689	0	11,057,689
Land Management	8,008,850	0	8,008,850
Law Enforcement	976,453	0	976,453
Correctional Camps	196,719	0	196,719
Administration	1,237,546	0	1,237,546
Interagency payments	3,256,409	0	3,256,409
Agency support	5,379,499	0	5,379,499
Engineering services	1,851,432	0	1,851,432
<b>Total Operating Expenditures</b>	<b>37,368,166</b>	<b>0</b>	<b>37,368,166</b>
<b>Total Capital Expenditures</b>	<b>0</b>	<b>0</b>	<b>0</b>
<b>Total Expenditures</b>	<b>37,368,166</b>	<b>0</b>	<b>37,368,166</b>
<b>Ending Trust Balance (June 30, 2023)</b>	<b>\$23,333,208</b>	<b>\$1,488,536</b>	<b>\$24,821,744</b>

Totals may not add due to rounding.

## ► About Next Page

Generally, by law, each beneficiary of the granted land trusts receives 69 percent of the revenue earned from its lands, and the remaining 31 percent goes to the RMCA to fund DNR's management of the lands. This chart shows the combined distribution in Fiscal Year 2023, 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.

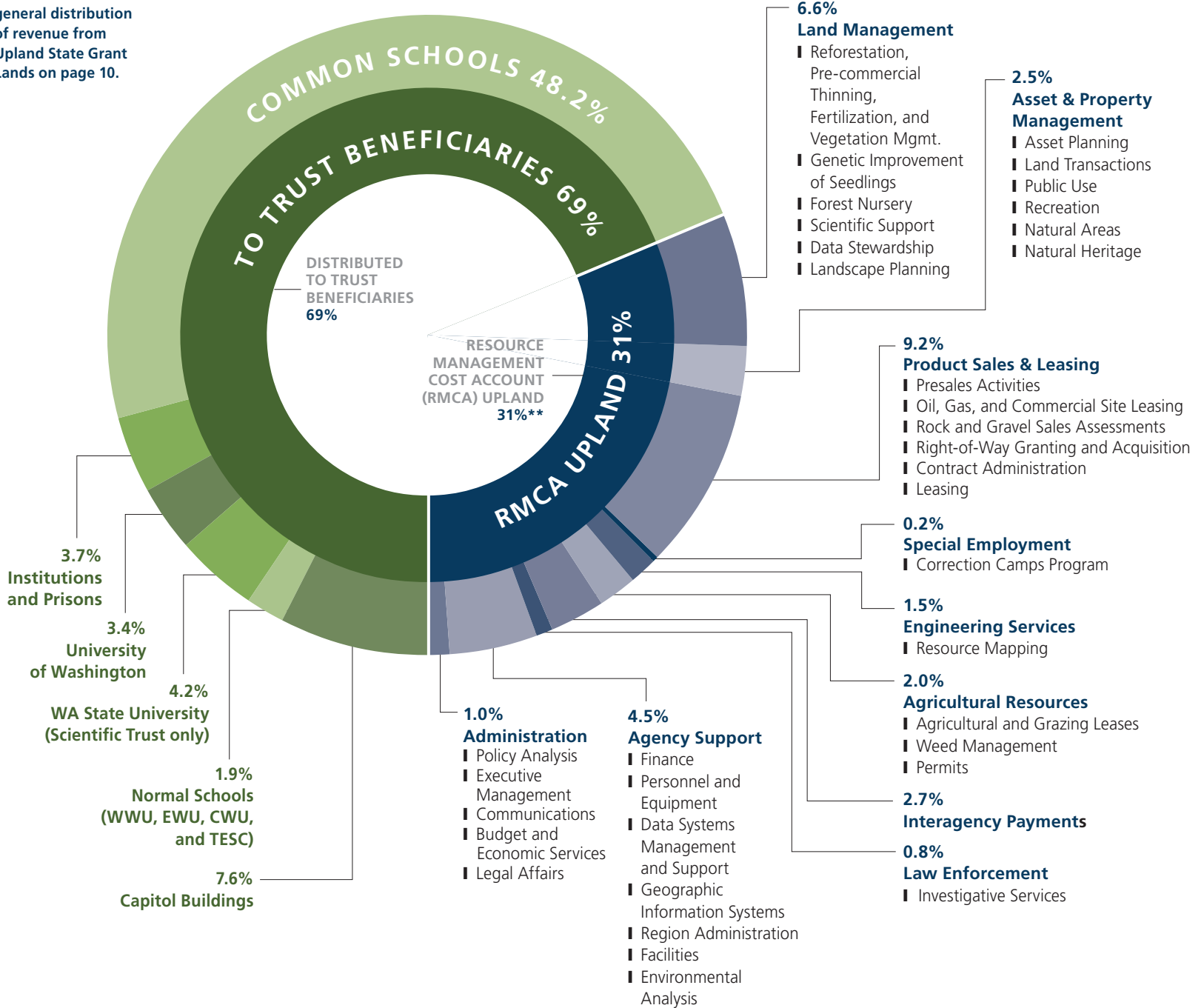
Expenditures are appropriated by the Legislature and are ongoing investments to keep the lands productive and to generate future income for the trusts.

\* 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 2023

Learn more about general distribution of revenue from Upland State Grant Lands on page 10.



\*\*\* Expenditures from Land Bank.

# Common School, Indemnity and Escheat Grants | FY 2023

Source	REVENUE	DISTRIBUTION		
	Total Funds	Common School Construction	Common School Permanent	Resource Management Cost Account <sup>15</sup>
<b>Sales</b>				
Timber Sales <sup>12, 16</sup>	\$67,372,646	\$49,624,099	\$0	\$17,748,548
Timber Sales-Related Activities <sup>1</sup>	190,350	130,802	0	59,548
Trust Land Transfer Program	0	0	0	0
Land Sales (Includes Land Bank) <sup>4</sup>	124,001	0	0	124,001
	<b>\$67,686,997</b>	<b>\$49,754,901</b>	<b>\$0</b>	<b>\$17,932,097</b>
<b>Leases</b>				
<b>Agriculture</b>				
Dryland	\$4,896,237	\$3,378,403	\$0	\$1,517,833
Irrigated	17,344,469	11,967,684	0	5,376,786
Grazing and Other	958,520	661,379	0	297,141
Aquatic Lands	0	0	0	0
Special Use	2,604,823	1,797,328	0	807,495
Commercial Real Estate	10,935,298	7,545,356	0	3,389,943
Mineral And Hydrocarbon	181,373	6,223	118,924	56,226
Rights-Of-Way	199,971	32,965	105,015	61,991
Communication Sites	2,674,505	1,824,493	0	850,012
Special Forest Products	137,591	94,938	0	42,653
	<b>\$39,932,787</b>	<b>\$27,308,769</b>	<b>\$223,939</b>	<b>\$12,400,079</b>
<b>Other Revenue</b>				
Interest Income	\$401,391	\$338,590	\$491	\$62,310
Non-Trust Revenue <sup>17</sup>	165,284	0	0	165,284
Operating Transfer <sup>1, 16</sup>	(118,348)	0	0	(118,348)
Permits, Fees, and Miscellaneous <sup>1</sup>	146,583	144	0	146,439
	<b>\$594,911</b>	<b>\$338,734</b>	<b>\$491</b>	<b>\$255,686</b>
<b>Totals</b>	<b>\$108,214,694</b>	<b>\$77,402,403</b>	<b>\$224,430</b>	<b>\$30,587,862</b>

## 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 2023

Source <sup>20</sup>	REVENUE	DISTRIBUTION		
	Total Funds	UW Retirement Bond	State (UW) University Permanent	Resource Management Cost Account <sup>15</sup>
<b>Sales</b>				
Timber Sales <sup>12</sup>	\$7,151,756	\$557,081	\$4,629,213	\$1,965,462
Timber Sales-Related Activities <sup>1</sup>	35,324	0	24,374	10,951
Land Sales (Includes Land Bank)	0	0	0	0
	<b>\$7,187,080</b>	<b>\$557,081</b>	<b>\$4,653,587</b>	<b>\$1,976,412</b>
<b>Leases</b>				
<b>Agriculture</b>				
Dryland	\$245,097	\$0	\$169,117	\$75,980
Irrigated	0	0	0	0
Grazing and Other	33,962	0	23,403	10,559
Aquatic Lands	0	0	0	0
Special Use	7,579	0	5,230	2,350
Commercial Real Estate	103,472	0	71,396	32,076
Mineral and Hydrocarbon	0	0	0	0
Rights-Of-Way	18,988	0	13,102	5,886
Communication Sites	0	0	0	0
Special Forest Products	7,170	0	4,947	2,223
	<b>\$416,268</b>	<b>\$0</b>	<b>\$287,194</b>	<b>\$129,074</b>
<b>Other Revenue</b>				
Interest Income	\$78,821	\$20,118	\$1,136	\$57,568
Non-Trust Revenue <sup>17</sup>	11,551	0	0	11,551
Operating Transfer <sup>1, 13, 18, 20</sup>	18,188	2,873,736	(2,873,736)	18,188
Permits, Fees, and Miscellaneous <sup>1</sup>	345	0	0	345
	<b>\$108,905</b>	<b>\$2,893,854</b>	<b>\$(2,872,600)</b>	<b>\$87,652</b>
<b>Total Revenue</b>	<b>\$7,712,254</b>	<b>\$3,450,935</b>	<b>\$2,068,180</b>	<b>\$2,193,139</b>

Totals may not add due to rounding.

## 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.

# Charitable, Educational, Penal and Reformatory Institutions Grant (CEP&RI) | FY 2023

Source	REVENUE	DISTRIBUTION	
	Total Funds	CEP & RI Account	Resource Management Cost Account <sup>15</sup>
<b>Sales</b>			
Timber Sales	\$6,368,411	\$4,414,771	\$1,953,640
Timber Sales-Related Activities <sup>1</sup>	(29,901)	(31,060)	1,159
Land Sales (Includes Land Bank)	0	0	0
	<b>\$6,338,510</b>	<b>\$4,383,711</b>	<b>\$1,954,799</b>
<b>Leases</b>			
<b>Agriculture</b>			
Dryland	\$339,515	\$234,265	\$105,250
Irrigated	3,783	2,610	1,173
Grazing and Other	17,111	11,806	5,304
Aquatic Lands	0	0	0
Special Use	3,935	2,715	1,220
Commercial Real Estate	11,150	7,694	3,456
Mineral and Hydrocarbon	1,435,328	990,376	444,952
Rights-Of-Way	48,426	33,414	15,012
Communication Sites	244,384	167,924	76,460
Special Forest Products	38,179	26,343	11,835
	<b>\$2,141,809</b>	<b>\$1,477,147</b>	<b>\$664,662</b>
<b>Other Revenue</b>			
Interest Income	\$93,973	\$22,879	\$71,094
Non-Trust Revenue <sup>17</sup>	14,267	0	14,267
Operating Transfer	0	0	0
Permits, Fees, and Miscellaneous <sup>1</sup>	3,457	0	3,457
	<b>\$111,697</b>	<b>\$22,879</b>	<b>\$88,818</b>
<b>Total Revenue</b>	<b>\$8,592,016</b>	<b>\$5,883,737</b>	<b>\$2,708,279</b>

## 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 2023

Source	REVENUE	DISTRIBUTION	
	Total Funds	Capitol Building Construction	Resource Management Cost Account <sup>15</sup>
<b>Sales</b>			
Timber Sales <sup>12, 16</sup>	\$17,255,406	\$12,078,457	\$5,176,949
Timber Sales-Related Activities <sup>1</sup>	61,368	42,177	19,192
Land Sales (Includes Land Bank)	0	0	0
	<b>\$17,316,774</b>	<b>\$12,120,634</b>	<b>\$5,196,141</b>
<b>Leases</b>			
<b>Agriculture</b>			
Dryland	\$53,084	\$36,628	\$16,456
Irrigated	0	0	0
Grazing and Other	13,758	9,493	4,265
Aquatic Lands	0	0	0
Special Use	27,541	19,003	8,538
Commercial Real Estate	0	0	0
Mineral and Hydrocarbon	4,886	3,372	1,515
Rights-Of-Way	1,166	805	362
Communication Sites	83,501	57,615	25,885
Special Forest Products	16,145	11,140	5,005
	<b>\$200,081</b>	<b>\$138,056</b>	<b>\$62,025</b>
<b>Other Revenue</b>			
Interest Income	\$198,540	\$54,555	\$143,985
Non-Trust Revenue <sup>17</sup>	28,372	0	28,372
Operating Transfer <sup>1, 16</sup>	(44,742)	0	(44,742)
Permits, Fees, and Miscellaneous <sup>1</sup>	368	0	368
	<b>\$182,539</b>	<b>\$54,555</b>	<b>\$127,984</b>
<b>Total Revenue</b>	<b>\$17,699,394</b>	<b>\$12,313,245</b>	<b>\$5,386,149</b>

## 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 2023

Source	REVENUE	DISTRIBUTION		
	Total Funds	EWU, CWU, WWU, TESC Capital Projects	Normal School Permanent	Resource Management Cost Account <sup>15</sup>
<b>Sales</b>				
Timber Sales <sup>12, 16</sup>	\$3,918,618	\$0	\$2,858,266	\$1,060,353
Timber Sales-Related Activities <sup>1</sup>	174	0	71	102
Land Sales (Includes Land Bank)	73,350	0	0	73,350
	<b>\$3,992,142</b>	<b>\$0</b>	<b>\$2,858,337</b>	<b>\$1,133,805</b>
<b>Leases</b>				
<b>Agriculture</b>				
Dryland	\$72,418	\$49,969	\$0	\$22,450
Irrigated	53,690	37,046	0	16,644
Grazing and Other	13,053	9,006	0	4,046
Aquatic Lands	0	0	0	0
Special Use	28,783	19,861	0	8,923
Commercial Real Estate	0	0	0	0
Mineral and Hydrocarbon	0	0	0	0
Rights-Of-Way <sup>17</sup>	11,024	0	7,606	3,417
Communication Sites	0	0	0	0
Special Forest Products	1,355	935	0	420
	<b>\$180,324</b>	<b>\$116,817</b>	<b>7,606</b>	<b>\$55,900</b>
<b>Other Revenue</b>				
Interest Income	\$47,040	\$12,558	\$5,036	\$29,446
Non-Trust Revenue <sup>17</sup>	5,709	0	0	5,709
Operating Transfer <sup>1, 16</sup>	(143,106)	0	0	(143,106)
Permits, Fees, and Miscellaneous <sup>1</sup>	1,058	0	0	1,058
	<b>\$(89,300)</b>	<b>\$12,558</b>	<b>\$5,036</b>	<b>\$(106,893)</b>
<b>Total Revenue</b>	<b>\$4,083,166</b>	<b>\$129,375</b>	<b>\$2,870,980</b>	<b>\$1,082,812</b>

## 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 2023

Source	REVENUE		DISTRIBUTION	
	Total Funds	WSU Bond Retirement	Scientific Permanent	Resource Management Cost Account <sup>15</sup>
<b>Sales</b>				
Timber Sales	\$7,786,475	\$0	\$5,448,523	\$2,337,953
Timber Sales-Related Activities <sup>1</sup>	11,668	0	8,051	3,617
Land Sales (Includes Land Bank)	733,500	0	0	733,500
	<b>\$8,531,644</b>	<b>\$0</b>	<b>\$5,456,574</b>	<b>\$3,075,070</b>
<b>Leases</b>				
<b>Agriculture</b>				
Dryland	\$184,260	\$0	\$127,140	\$57,121
Irrigated	875,514	0	604,105	271,409
Grazing and Other	5,283	0	3,646	1,638
Aquatic Lands	0	0	0	0
Special Use	90,451	0	62,411	28,040
Commercial Real Estate	0	0	0	0
Mineral and Hydrocarbon	0	0	0	0
Rights-Of-Way	11,378	0	7,851	3,527
Communication Sites	684,412	0	472,239	212,173
Special Forest Products	18,968	0	13,088	5,880
	<b>\$1,870,266</b>	<b>\$0</b>	<b>\$1,290,478</b>	<b>\$579,788</b>
<b>Other Revenue</b>				
Interest Income	\$154,661	\$40,744	\$10,714	\$103,204
Non-Trust Revenue <sup>17</sup>	19,912	0	0	19,912
Operating Transfer <sup>13, 18</sup>	0	1,332,071	(1,332,071)	0
Permits, Fees, & Miscellaneous <sup>1</sup>	2,419	0	0	2,419
	<b>\$176,992</b>	<b>\$1,372,815</b>	<b>\$(1,321,357)</b>	<b>\$125,535</b>
<b>Total Revenue</b>	<b>\$10,578,902</b>	<b>\$1,372,815</b>	<b>\$5,425,695</b>	<b>\$3,780,392</b>

## 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 2023

	EXPENDITURES	REVENUE
<b>Source</b>		
<b>Beginning Fund Balance (July 1, 2022)</b>		<b>\$1,401,128</b>
<b>Revenue</b>		
Operating Revenue *		9,503
Interfund Transfer from General Fund <sup>5</sup>		1,515,000
<b>Total Revenue</b>		<b>1,524,503</b>
<b>Less Expenditures <sup>2</sup></b>		
Product Sales & Leasing	411,089	
Land Management	565,482	
Agency support	225,868	
Interagency payments	129,837	
Asset & Property Management	68,260	
Administration	49,375	
Agricultural Resources	31,562	
Engineering services	178,901	
Law Enforcement	39,973	
Correctional Camps	782	
<b>Total Operating Expenditures</b>	<b>1,701,130</b>	
<b>Total Capital Expenditures</b>	<b>0</b>	
<b>Total Expenditures and Other Charges</b>	<b>1,701,130</b>	
<b>ACTMA Fund Balance (June 30, 2023)</b>		<b>\$1,224,501</b>

## 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 6-10.

\*Includes treasurer's interest.

See accompanying notes.

Totals may not add due to rounding.

# Agricultural School Grant (WSU) | FY 2023

Source	REVENUE	DISTRIBUTION	
	Total Funds	WSU Bond Retirement	Agricultural College Permanent
<b>Sales</b>			
Timber Sales	\$9,713,546	\$0	\$9,713,546
Timber Sales-Related Activities <sup>1</sup>	(8,255)	0	(8,255)
Asset Transfer/Loan Repayment	0	0	0
Land Sales (Includes Land Bank)	0	0	0
	<b>\$9,705,291</b>	<b>\$0</b>	<b>\$9,705,291</b>
<b>Leases</b>			
<b>Agriculture</b>			
Dryland	\$107,460	\$0	\$107,460
Irrigated	355,448	0	355,448
Grazing and Other	21,283	0	21,283
Aquatic Lands	0	0	0
Special Use	4,319	0	4,319
Commercial Real Estate	5,352	0	5,352
Mineral and Hydrocarbon	1,000	0	1,000
Rights-Of-Way	925	0	925
Communication Sites	155,229	0	155,229
Special Forest Products	932	0	932
	<b>\$651,949</b>	<b>\$0</b>	<b>\$651,949</b>
<b>Other Revenue</b>			
Interest Income	\$22,846	\$20,989	\$1,856
Non-Trust Revenue	0	0	0
Operating Transfer <sup>13, 18</sup>	0	650,452	(650,452)
Permits, Fees, and Miscellaneous	0	0	0
	<b>\$22,846</b>	<b>\$671,441</b>	<b>\$(648,596)</b>
<b>Total Revenue</b>	<b>\$10,380,086</b>	<b>\$671,441</b>	<b>\$9,708,644</b>

## 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 2023

	EXPENDITURES	REVENUE
<b>Source</b>		
<b>Fund Balance (July 1, 2022)</b>		<b>\$21,457,243</b>
<b>Revenue</b>		
<b>Operating Revenue</b>		19,347,765
<b>Total Revenue</b>		<b>19,347,765</b>
<b>Less Expenditures <sup>2</sup></b>		
<b>Land Management</b>	6,932,416	
<b>Product Sales &amp; Leasing</b>	6,542,684	
<b>Agency support</b>	1,460,542	
<b>Interagency payments</b>	1,970,582	
<b>Engineering services</b>	1,268,451	
<b>Asset &amp; Property Management</b>	841,685	
<b>Administration</b>	2,446,010	
<b>Correctional Camps</b>	222,333	
<b>Law Enforcement</b>	368,478	
<b>Agricultural Resources</b>	1,405	
<b>Total Operating Expenditures</b>	<b>22,054,586</b>	
<b>Capital Expenditures</b>	<b>0</b>	
<b>Total Expenditures and Other Charges</b>	<b>22,054,586</b>	
<b>FDA Fund Balance (June 30, 2023)</b>		<b>\$18,750,422</b>

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 2023, 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.

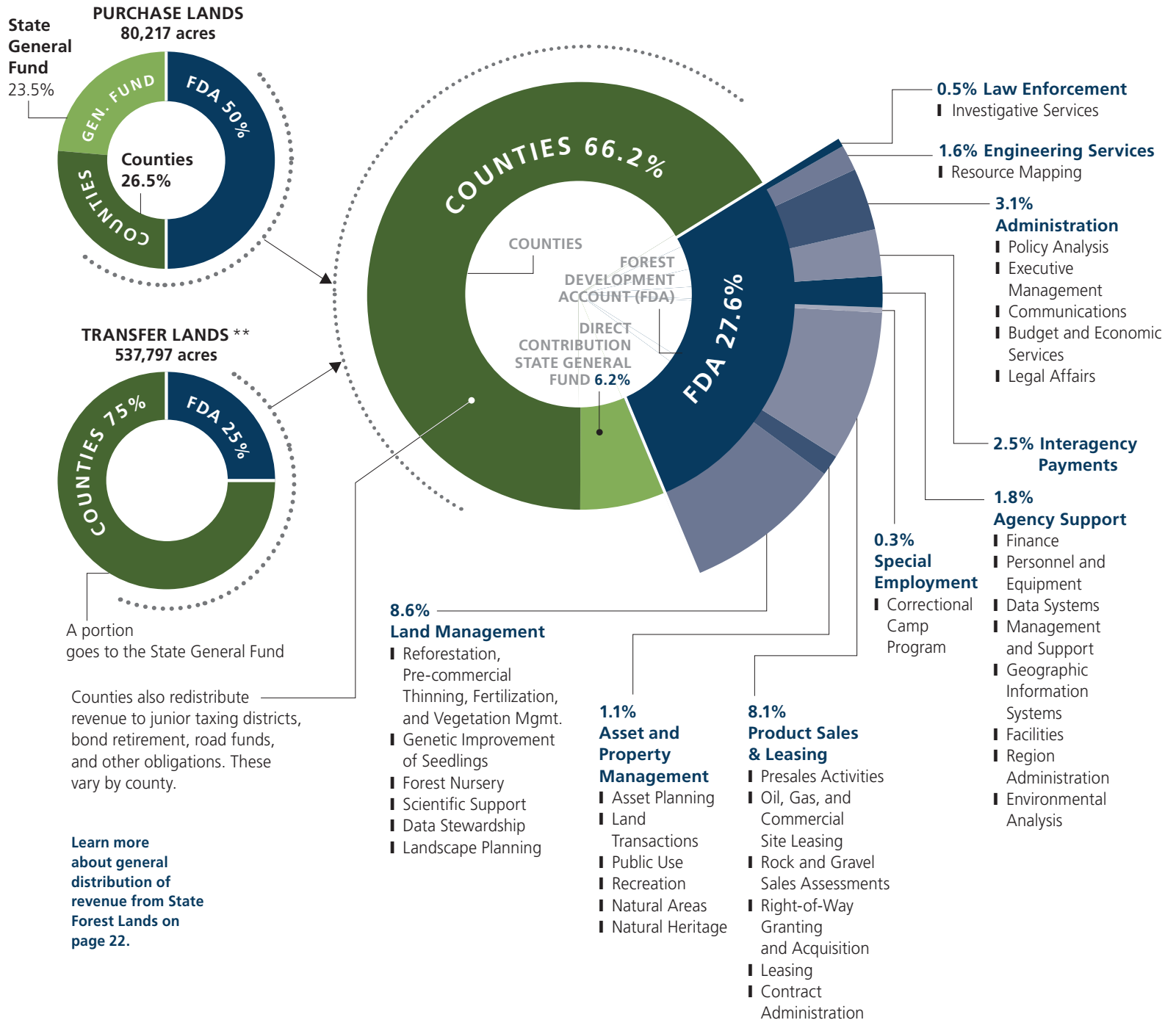
\*\* Per Board of Natural Resources Resolution No.1408, the management fund deduction of revenues from state forest transfer lands was established at 25 percent, effective 7/2/13.

Totals may not add due to rounding. Notes 1 to 21 may be found in Fiscal Notes on pages 26-30.

**Purchase lands,**  
see definition on page 22.

**Transfer lands,**  
see definition on page 23.

# General Distribution of Revenue from State Forest Lands\* | FY 2023



# State Forest Lands | FY 2023

Source	REVENUE	CONTRIBUTING LANDS	
	Total Funds	Transfer Lands	Purchase Lands
<b>Sales</b>			
Timber Sales	\$66,315,639	\$52,209,852	\$14,105,788
Timber Sales-Related Activities <sup>1</sup>	147,772	142,866	4,907
	<b>\$66,463,412</b>	<b>\$52,352,717</b>	<b>\$14,110,695</b>
<b>Leases</b>			
Agriculture/Minor Forest Products	\$287,012	\$247,557	\$39,454
Commercial/Special Use	394,545	373,169	21,376
Mineral and Hydrocarbon	476,781	476,781	0
Rights-Of-Way	109,694	107,422	2,273
Communication Sites	2,071,593	1,515,963	555,630
	<b>\$3,339,625</b>	<b>\$2,720,892</b>	<b>\$618,733</b>
<b>Other Revenue</b>			
Interest Income <sup>1</sup>	\$92,417	\$91,237	\$1,180
Permits, Fees, and Miscellaneous <sup>1</sup>	500	0	500
Treasurer's Revenue <sup>19</sup>	165,236	N/A	N/A
FDA Non-Trust Revenue <sup>17</sup>	62,952	N/A	N/A
	<b>\$321,105</b>	<b>\$91,237</b>	<b>\$1,680</b>
<b>Totals</b>	<b>\$70,124,141</b>	<b>\$55,164,846</b>	<b>\$14,731,108</b>

N/A—not applicable.

Totals may not add due to rounding.

## 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.

# State Forest Lands | FY 2023 CONTINUED

Recipient	REVENUE	CONTRIBUTING LANDS	
	Total Funds	Transfer Lands	Purchase Lands
<b>County</b>			
Clallam	\$9,162,013	\$9,159,053	\$2,960
Clark	829,343	810,796	18,547
Cowlitz	40,430	32,865	7,564
Grays Harbor	1,864,874	23,462	1,841,413
Jefferson	3,934,648	3,934,648	0
King	2,098,353	2,098,353	0
Kitsap	78,759	37,263	41,496
Klickitat	258,842	258,842	0
Lewis	6,278,229	6,163,692	114,537
Mason	2,761,170	2,760,430	739
Okanogan	37	37	0
Pacific	1,245,953	686,560	559,392
Pierce	4,482,606	3,712,233	770,373
Skagit	3,071,877	3,071,872	5
Skamania	1,416,254	1,287,311	128,943
Snohomish	1,729,603	1,729,603	0
Stevens	135,450	135,450	0
Thurston	5,932,968	4,561,934	1,371,034
Wahkiakum	487,381	487,381	0
Whatcom	453,610	406,712	46,898
Treasurer's Revenue <sup>19</sup>	165,236	N/A	N/A
	<b>\$46,427,634</b>	<b>\$41,358,498</b>	<b>\$4,903,900</b>
<b>Forest Development Account</b>			
Trust Activity	\$19,260,820	\$13,783,482	\$5,477,338
Permits, Fees, & Miscellaneous <sup>1</sup>	23,994	22,866	1,127
Treasurer's Revenue	0	N/A	N/A
FDA Non-Trust Revenue <sup>17</sup>	62,952	N/A	N/A
	<b>\$19,347,765</b>	<b>\$13,806,348</b>	<b>\$5,478,465</b>
<b>General Fund - State</b>	<b>\$4,348,742</b>	<b>\$0</b>	<b>\$4,348,742</b>
<b>Total Revenue</b>	<b>\$70,124,141</b>	<b>\$55,164,846</b>	<b>\$14,731,108</b>

**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 2023

Source	REVENUE	DISTRIBUTION	
	Total Funds	Aquatic Lands Enhancement	Resource Management Cost Account <sup>15</sup>
<b>Aquatic Resources Activities</b>			
Leases	\$31,950,937	\$17,985,378	\$13,965,559
Mineral and Hydrocarbon	423,206	266,028	157,177
Rights-Of-Way	365,317	190,651	174,666
Interest Income <sup>1</sup>	526,622	120,938	405,683
Non-Trust Revenue <sup>17</sup>	318,866	240,868	77,998
Miscellaneous <sup>1</sup>	20,689	61	20,628
<b>Total Revenue</b>	<b>\$33,605,636</b>	<b>\$18,803,925</b>	<b>\$14,801,711</b>

Totals may not add due to rounding.

## RMCA | AQUATIC

Source	EXPENDITURES	REVENUE
<b>Trust Balance (July 1, 2022)</b>		<b>\$15,835,723</b>
<b>RMCA Aquatic Revenue</b>		<b>\$14,801,710</b>
<b>Less Expenditures <sup>2</sup></b>		
Aquatic Resources	10,913,138	
Agency Support	1,861,404	
Interagency Payments	1,562,442	
Administration	412,515	
<b>Total Operating Expenditures</b>	<b>14,749,499</b>	
<b>Total Capital Expenditures</b>	<b>0</b>	
<b>Total Expenditures</b>	<b>14,749,499</b>	
<b>Trust Balance (June 30, 2023)</b>		<b>\$15,887,934</b>

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 26.

Totals may not add due to rounding. Notes 1 to 21 may be found in Fiscal Notes on pages 26-30.



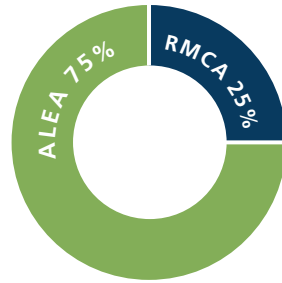
# General Distribution of Revenue from State-Owned Aquatic Lands\* | FY 2023

Learn more about general distribution of revenue from state-owned aquatic lands on page 24.

**BEDS OF NAVIGABLE WATERS**



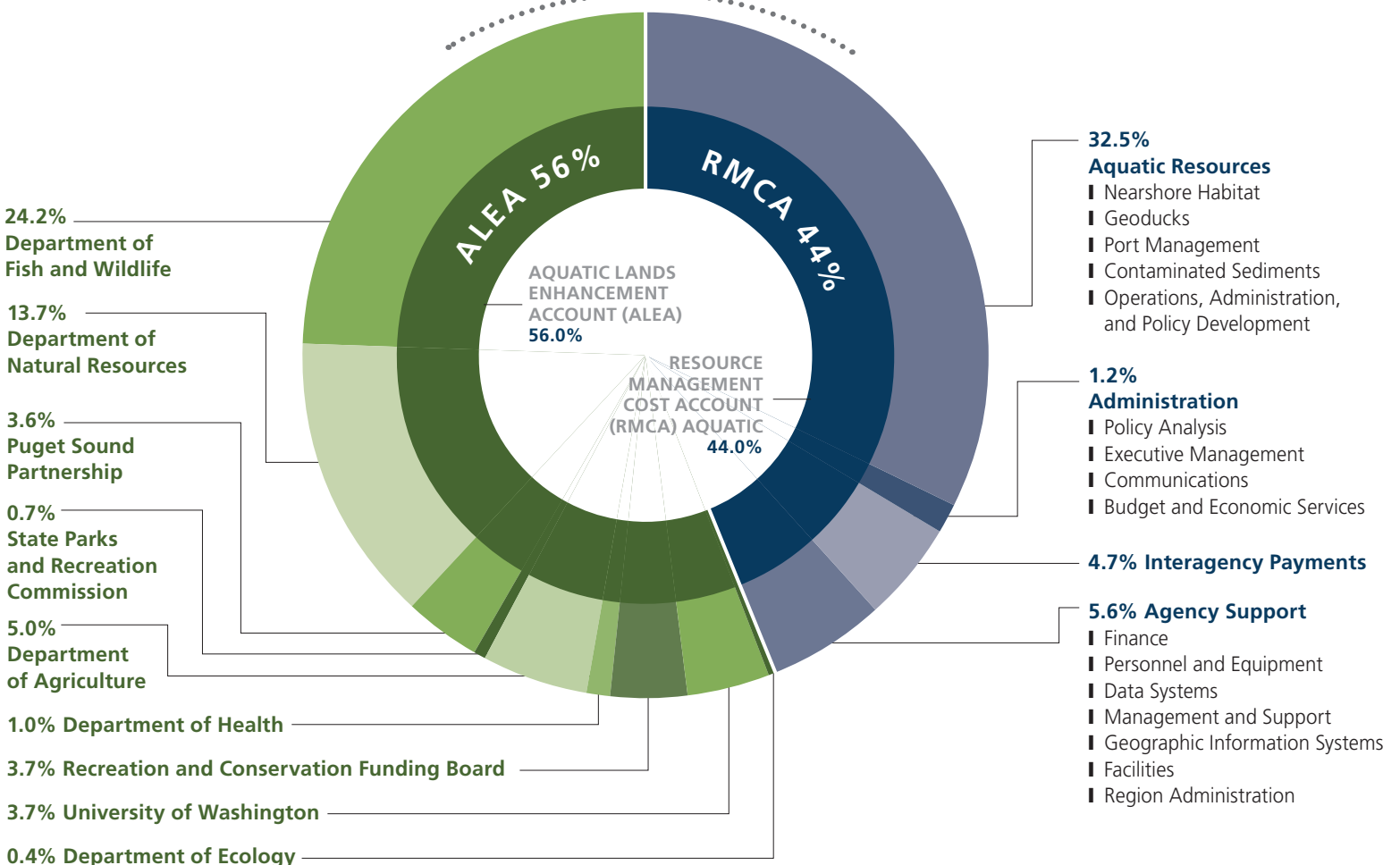
**FIRST CLASS TIDELANDS & SHORELANDS**



**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 2023).

## ACRONYMS

<b>ACTMA</b>	Agricultural College Trust Management Account
<b>AFRS</b>	Agency Financial Reporting System
<b>ALEA</b>	Aquatic Lands Enhancement Account
<b>CEP&amp;RI</b>	Charitable, Educational, Penal, and Reformatory Institutions Trust
<b>COLA</b>	Cost of Living Adjustment
<b>CWU</b>	Central Washington University
<b>EWU</b>	Eastern Washington University
<b>FDA</b>	Forest Development Account
<b>FY23</b>	Fiscal Year 2023 (July 1, 2022 – June 30, 2023)
<b>K-12</b>	Kindergarten to 12th grade schools
<b>RMCA</b>	Resource Management Cost Account
<b>TESC</b>	The Evergreen State College
<b>UW</b>	University of Washington
<b>WSU</b>	Washington State University
<b>WWU</b>	Western Washington University

## 1 | REVENUE SOURCES

For reporting purposes, DNR follows the modified accrual basis of accounting per Generally Accepted Accounting Principles (GAAP). Under this measurement focus, revenues are recognized and recorded when they become both measurable and available, i.e., when invoiced.

**Timber sales** include removals from Contract Harvesting Revolving Account and Forest Health Revolving Account sales. For Contract Harvesting Account sales, allocation to the trusts happens at the time of distribution, generally at the end of the sale.

**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. Also includes Treasurer's Transfer of \$74,632,000 in Wildfire Response Forest Restoration & Community Resilience account (25P).

## 2 | EXPENDITURE CATEGORIES

**Administration** includes Executive Management & Operations, Communications, Policy & Governmental Operations, Legal Compliance, and Environmental Review, Safety.

**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, Finance (accounting, payroll), Workplace Culture and Development (training), Risk Management, Purchasing, Budget & Economics, Information Management (IT), Geographic Information Systems, Facilities, Region Administration and Environmental Analysis.

**Miscellaneous capital projects** for Fiscal Year 2023 include the Emergent Environmental Mitigation Projects, Webster Nursery Seed Plant Design, School Seismic Safety Assessments, Port Angeles Storm Water Repair, Longview Fire Station Purchase and Airway Heights Facility Replacement.

**Total Expenditures** \$513,163,743 for Fiscal Year 2023 excludes the interfund transfer from

General Fund to the Agricultural College Trust Management account (830) in the amount of \$1,515,000. (see footnote #5). Also excludes interfund transfer from General Fund to the Real Property Replacement account (04B) in the amount of \$10,000,000.

## 3 | LAND TRANSFERS

**Real Property Replacement:** During Fiscal Year 2023 a total of \$877,800 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.

**Encumbered State Forest Land:** During Fiscal Year 2023, the Encumbered State Forest Land, a program enabled by Second Substitute House Bill 1484 (2009 session), resulted in distributions from timber value in the amount of \$0 to the Forest Development Account and \$0 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. Land Bank transactions are accounted for by trust within each of DNR's management funds.

Revenue from Fiscal Year 2023 sales, existing contracts and interest was \$147,663 to the RMCA. A total of \$1,488,535 in the RMCA's fund balance is reserved to acquire property to replace trust property previously sold through 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 2023 the total interfund transfer from General Fund was \$1,515,000.

## 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 2023.

## 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 2023.

Figure 1

ORV & Nonhighway Vehicle Account		
<b>Beginning Balance</b>		<b>\$1,013,685</b>
<b>Revenue</b>		
Licensing	\$3,601,618	
Natural Resources	24,884	3,626,503
<b>Expenditures</b>		
Natural Resources	(3,404,995)	
Fish and Wildlife	(137,945)	
Parks and Recreation	(200,438)	(3,743,379)
<b>Net Fiscal Activity</b>		<b>(116,876)</b>
<b>Ending Balance</b>		<b>\$896,809</b>

Figure 2

Aquatic Lands Enhancement Account		
<b>Beginning Balance</b>		<b>\$11,637,607</b>
<b>Revenue</b>		
Natural Resources*	\$18,736,062	
Treasurer's Transfers	0	
Treasurer's Deposit Income	67,863	
Fish and Wildlife	792	
Puget Sound Partnership	0	
Distribution to Fourth Class Towns	(83,835)	18,720,881
<b>Expenditures</b>		
Fish and Wildlife	(6,940,893)	
Natural Resources	(3,915,758)	
Agriculture	(1,434,892)	
University of Washington	(1,064,896)	
Puget Sound Partnership	(1,025,264)	
Health	(279,883)	
Recreation & Cons. Funding Board	(1,068,613)	
Parks and Recreation	(195,635)	
Ecology	(117,613)	(16,043,447)
<b>Net Fiscal Activity</b>		<b>2,677,435</b>
<b>Ending Balance</b>		<b>\$14,315,042</b>

\*Includes operating transfers. Treasurer's transfers include loan repayments.

Figure 3

Derelict Vessel Removal Account		
<b>Beginning Balance</b>		<b>\$1,097,590</b>
<b>Revenue</b>		
Natural Resources <sup>18</sup>	\$5,425,276	
Licensing	5,930,015	
Dept of Revenue	115,509	
Treasurer's Deposit Income	498	11,471,298
<b>Expenditures</b>		
Natural Resources	(4,560,916)	
Licensing	(20,404)	(4,581,320)
<b>Net Fiscal Activity</b>		<b>6,889,978</b>
<b>Ending Balance</b>		<b>\$7,987,568</b>

Figure 4

Forest and Fish Support Account		
<b>Beginning Balance</b>		<b>\$5,632,781</b>
<b>Revenue</b>		
Dept of Revenue	\$2,890,058	
Natural Resources	0	2,890,058
<b>Expenditures</b>		
Natural Resources	(4,795,486)	(4,795,486)
<b>Net Fiscal Activity</b>		<b>(1,905,428)</b>
<b>Ending Balance</b>		<b>\$3,727,353</b>

Figure 5

Park Land Trust Revolving Account		
<b>Beginning Balance</b>		<b>\$3,081,026</b>
<b>Revenue</b>		
Parks and Recreation* (Discover Pass)	\$2,542,224	
Natural Resources	1,753	
Treasurer's Deposit Income	70,523	2,614,500
<b>Expenditures</b>		
Natural Resources	(2,278,218)	(2,278,218)
<b>Net Fiscal Activity</b>		<b>336,282</b>
<b>Ending Balance</b>		<b>\$3,417,308</b>

\*Includes operating transfer.

Figure 6

Geothermal Account		
<b>Beginning Balance</b>		<b>\$85,323</b>
<b>Revenue</b>		
Licensing	7,384	
WSU	6,316	
Natural Resources		13,700
<b>Expenditures</b>		
Licensing	0	0
WSU	0	0
Natural Resources	0	0
<b>Net Fiscal Activity</b>		<b>13,700</b>
<b>Ending Balance</b>		<b>\$99,022</b>

Figure 7

FDA/RMCA Loan Repayment		
	<b>FY 2023</b>	<b>Total-To-Date</b>
Common School Construction Account	\$797,212	\$30,775,665
Capitol Building Construction Account	303,897	11,731,685
Normal School Permanent Account	972,803	37,654,206
State University Permanent Account	986,095	17,849,001
<b>Total Trust Funds</b>	<b>\$3,060,007</b>	<b>\$98,010,556</b>
Resource Management Cost Account		
Common School Trust	\$266,014	\$10,259,072
Capitol Building Trust	101,483	3,914,260
Normal School Trust	323,807	12,487,665
University School Trust	328,698	5,949,668
<b>Total RMCA</b>	<b>\$1,020,002</b>	<b>\$32,610,665</b>

## 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 2023.

## 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 2023.

## 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 percent) 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 2023.

## 11 | GEOTHERMAL ACCOUNT

This account is used to allocate funds received from federal government (DOI, BLM), pursuant to the Geothermal Steam Act of 1970. Distributions are subject to the following limitations: 70% to DNR for geothermal exploration and assessment, and 30% to WSU for the purpose of encouraging the development of geothermal energy.

DNR administers this account and only the DNR fiscal activity is reported on the Department Administered Funds section of the annual report. The following is the account's total fiscal activity for Fiscal Year 2023. See **Figure 6**.

## 12 | 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 35,625 acres was transferred to these trusts. The value of these transfers eliminated the debt between FDA and RMCA.

A total of \$4,080,009 was distributed to the trusts from timber harvested during Fiscal Year 2023. The RMCA received \$1,020,002 from this

activity. Since this is repayment of a loan, the transactions are recorded as an operating transfer rather than current period revenue.

For the values from the harvest activity by fund as well as RMCA trust for Fiscal Year 2023 and in total since the adoption of resolution 635 in 1990 see **Figure 7**.

## 13 | 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.

## 14 | 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.

## 15 | 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 2023 this fund had revenue of \$29,622,479 and expenses of \$27,289,563.

**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 2023 this fund had revenue of \$4,486,334 and expenses of \$1,541,434.

## 16 | 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 2023.

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 8 (a,b,c)** reflect trust activity with Forest Board Repayment activity. Refer to footnote #20 for trust activity related to University Trust.

## 17 | NON-TRUST REVENUE AND OTHER MISCELLANEOUS

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.

## 18 | NEGATIVE REVENUE

Any negative revenue reflects accounting adjustments-- allowance for bad debt, operating transfers, credit memos and bad-debt write-offs from a prior period. FY2023 includes \$3,500,000 allowance for bad debt in the Derelict Vessel account (513).

## 19 | 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.

Figure 8a

Common School / Escheat Trust				
Trust Activity	Total Revenue	Com. School Construction	Com. School Permanent	RMCA
Timber Sales	\$66,309,420	\$48,826,886	\$0	\$17,482,534
Timber Sales-Related	190,350	130,802	0	59,548
Leases	39,932,787	27,308,769	223,939	12,400,079
Misc Interest Income	124,401	85,265	491	38,645
Fees / Service Charges	146,583	144	0	146,439
Operating Transfer-In	1,063,226	797,212	0	266,014
<b>Subtotal</b>	<b>107,766,767</b>	<b>77,149,078</b>	<b>224,430</b>	<b>30,393,259</b>
<b>Forest Board Repayment</b>				
Sales	945,878	0	0	945,878
Operating Transfer-Out	(1,064,226)	0	0	(1,064,226)
<b>Subtotal</b>	<b>(118,348)</b>	<b>0</b>	<b>0</b>	<b>(118,348)</b>
<b>Total Trust Activity</b>	<b>107,648,419</b>	<b>77,149,078</b>	<b>224,430</b>	<b>30,274,911</b>
<b>Non-Trust Activity</b>				
STO Interest	276,990	253,325	0	23,665
Land Sales / Trust Land Transfer	124,001	0	0	124,001
Other Revenue	165,284	0	0	165,284
<b>Total Non-Trust Activity</b>	<b>566,275</b>	<b>253,325</b>	<b>09</b>	<b>312,950</b>
<b>GRAND TOTAL</b>	<b>\$108,214,694</b>	<b>\$77,402,403</b>	<b>\$224,430</b>	<b>\$30,587,861</b>

Figure 8b

Capitol Building			
Trust Activity	Total Revenue	Cap. Bldg. Construction	RMCA
Timber Sales	\$16,850,025	\$11,774,560	\$5,075,465
Timber Sales-Related	61,369	42,177	19,192
Leases	200,081	138,056	62,025
Late Interest	12,656	8,361	4,295
Fees/Service Charges	368	0	368
Operating Transfer-In	405,380	303,897	101,483
<b>Subtotal</b>	<b>17,529,879</b>	<b>12,267,051</b>	<b>5,262,828</b>
<b>Forest Board Repayment</b>			
Sales	360,639	0	360,639
Operating Transfer-Out	(405,381)	0	(405,381)
<b>Subtotal</b>	<b>(44,742)</b>	<b>0</b>	<b>(44,742)</b>
<b>Total Trust Activity</b>	<b>17,485,137</b>	<b>12,267,051</b>	<b>5,218,086</b>
<b>Non-Trust Activity</b>			
STO Interest	185,884	46,194	139,690
Other Revenue	28,372	0	28,372
<b>Total Non-Trust Activity</b>	<b>214,256</b>	<b>46,194</b>	<b>168,062</b>
<b>GRAND TOTAL</b>	<b>\$17,699,393</b>	<b>\$12,313,245</b>	<b>\$5,386,148</b>

Figure 8c

Normal School				
Trust Activity	Total Revenue	Capital Projects	Normal Sch. Permanent	RMCA
Timber Sales	\$2,622,008	\$0	\$1,885,462	\$736,546
Timber Sales-Related	5,210	0	5,108	102
Leases	180,323	116,817	7,606	55,900
Late Interest	2,448	128	0	2,320
Fees/Service Charges	1,058	0	0	1,058
Operating Transfer-In	1,296,610	0	972,803	323,807
<b>Subtotal</b>	<b>4,107,657</b>	<b>116,945</b>	<b>2,870,979</b>	<b>1,119,733</b>
<b>Forest Board Repayment</b>				
Sales	1,153,504	0	0	1,153,504
Operating Transfer-Out	(1,296,610)	0	0	(1,296,610)
<b>Subtotal</b>	<b>(143,106)</b>	<b>0</b>	<b>0</b>	<b>(143,106)</b>
<b>Total Trust Activity</b>	<b>3,964,551</b>	<b>116,945</b>	<b>2,870,979</b>	<b>976,627</b>
<b>Non-Trust Activity</b>				
STO Interest	39,556	12,430	0	27,126
Land Sales / Trust Land Transfer	73,350	0	0	73,350
Other Revenue	5,709	0	0	5,709
<b>Total Non-Trust Activity</b>	<b>118,615</b>	<b>12,430</b>	<b>0</b>	<b>106,185</b>
<b>GRAND TOTAL</b>	<b>\$4,083,166</b>	<b>\$129,375</b>	<b>\$2,870,979</b>	<b>\$1,082,812</b>

Figure 9

University Trust				
Trust Source/Activity	Total Revenue	Bond Retirement	University Permanent	RMCA
<b>University-Transferred</b>				
Timber Sales	\$4,328,812	\$557,081	\$2,602,494	\$1,169,237
Timber Sales-Related	35,109	0	24,225	10,884
Leases	285,178	0	196,742	88,436
Misc-Trespass	0	0	0	0
Late Interest	1,430	0	987	443
Sale of Property-Other	0	0	0	0
Fees/Service Charges	307	0	0	307
Operating Transfer-In	4,134,222	2,819,429	986,095	328,698
Operating Transfer-Out	(2,819,429)	0	(2,819,429)	0
<b>Total</b>	<b>\$5,965,629</b>	<b>\$3,376,510</b>	<b>\$991,114</b>	<b>\$1,598,005</b>
<b>University Original</b>				
Timber Sales	\$1,508,367	\$0	\$1,040,773	\$467,594
Leases	131,090	0	90,452	40,638
Fines & Forfeits	0	0	0	0
Late Interest	216	0	149	67
Fees/Service Charges	38	0	0	38
Operating Transfer-In	54,307	54,307	0	0
Operating Transfer-Out	(54,307)	0	(54,307)	0
<b>Total</b>	<b>\$1,639,711</b>	<b>\$54,307</b>	<b>\$1,077,067</b>	<b>\$508,337</b>
<b>University-Repayment</b>				
Timber Sales	\$1,332,981	\$0	\$0	\$1,332,981
Timber Sales Related	0	0	0	0
Late Interest	0	0	0	0
Operating Transfer-Out	(1,314,793)	0	0	(1,314,793)
<b>Total</b>	<b>18,188</b>	<b>0</b>	<b>0</b>	<b>\$18,188</b>
<b>Non-Trust Allocation</b>				
STO Interest	\$77,176	\$20,118	\$0	\$57,058
Non-Trust Revenue Allocation	11,551	0	0	11,551
<b>Total</b>	<b>88,727</b>	<b>20,118</b>	<b>0</b>	<b>68,609</b>
<b>GRAND TOTAL</b>	<b>\$7,712,254</b>	<b>\$3,450,936</b>	<b>\$2,068,181</b>	<b>\$2,193,137</b>

Figure 10

RMCA/FDA Debt/Loan Accounting For Fiscal Year 2023		
Beginning Balance	Grant Lands	State Forest Lands
2023 Trust Charges	\$52,117,664	\$22,054,586
RMCA Expenditures	52,117,664	0
FDA Expenditures	0	22,054,586
<b>Cumulative Debt/Loan</b>	<b>\$0</b>	<b>\$0</b>

**Fiscal Year 2023 Management Fund Debt Status**

As of June 30, 2023, no debt exists between the State Forest Lands (Forest Development Account) and the Grant Lands (Resource Management Cost Account).

**20 | 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 #12.

See **Figure 9** for the breakdown of the different elements contributing to the information for University Grants for Fiscal Year 2023.

**21 | 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 10.**



Management

# Timber Data

# Timber Volume Sold | FY 2023

Trust / Beneficiaries	Timber Volume Sold (mbf) <sup>b</sup>	Acres of Sold Timber
<b>STATE FOREST TRANSFER</b> (FORMERLY KNOWN AS FOREST BOARD TRANSFER LANDS)		
Clallam	23,363	735
Clark	207	9
Jefferson	9,181	211
King	7,189	169
Klickitat	6,294	555
Lewis	11,991	208
Mason	3,342	140
Pacific	2,675	74
Pierce	1,765	39
Skagit	13,294	849
Skamania	11,924	289
Snohomish	7,727	398
Thurston	5,784	108
Wahkiakum	6,152	115
Whatcom	55	4
<b>Subtotal Transfer</b>	<b>110,943</b>	<b>3,903</b>
<b>STATE FOREST PURCHASE</b> (FORMERLY KNOWN AS FOREST BOARD PURCHASE LANDS)		
Clark	951	18
Grays Harbor	19,981	484
Lewis	945	36
Pacific	544	9
Pierce	899	18
Skamania	184	3
Thurston	5,388	105
<b>Subtotal Purchase</b>	<b>28,892</b>	<b>672</b>
<b>Subtotal Transfer &amp; Purchase</b>	<b>139,835</b>	<b>4,574</b>

Trust / Beneficiaries	Timber Volume <sup>a</sup> Sold (mbf) <sup>b</sup>	Acres of Sold Timber
Common School and Indemnity	164,133	5,346
Agricultural School	4,847	333
University - Transferred	929	28
Charitable/Educational/ Penal & Reformatory Instit.	13,182	393
Capitol Grant	37,997	1,034
Normal School	17,502	437
Escheat	1,377	36
Scientific School	20,645	562
Community College Forest Reserve	407	16
University Repayment	6,645	117
Forest Board Repayment	15,553	330
Forest Health Treatments (multiple trusts) <sup>c</sup>	48,626	4,311
<b>Subtotal</b>	<b>331,844</b>	<b>12,944</b>
<b>Grand Total All Trusts</b>	<b>471,679</b>	<b>17,518</b>

## ■ About This Page

<sup>a</sup> Timber volume sold depends on site-specific conditions and harvest method.

<sup>b</sup> mbf: thousand board feet

<sup>c</sup> Forest health commercial treatments are conducted on multiple federal trusts in Eastern Washington and those volumes and acres are combined.

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

Numbers may not add due to rounding.

## Sources

NaturE report ZTS; Presales and Land Resource Manager systems. All reports generated July 22, 2024.



# Timber Acres Harvested<sup>a</sup> | FY 2023

Trust / Beneficiaries	Timber Vol. Harvested <sup>c</sup> (mbf) <sup>b</sup>	Acres Commer. Thinned Small Wood <sup>d</sup>	Acres Partially Cut/Older Stand Thinning <sup>e</sup>	Acres Regeneration Harvest <sup>f</sup>	Total Acres	Average Year of Regen. Cut Stand
<b>STATE FOREST TRANSFER</b>						
Clallam	35,210	129	319	1,071	1,519	1963
Clark	2,064	0	0	69	69	1963
Grays Harbor	101	0	0	2	2	1943
Jefferson	10,354	144	0	269	413	1947
King	1,259	0	3	34	37	1946
Klickitat	647	0	59	2	61	1941
Lewis	16,827	6	0	384	390	1954
Mason	6,019	0	0	219	219	1958
Pacific	2,386	0	0	65	65	1941
Pierce	3,727	0	21	56	76	1933
Skagit	8,150	0	156	399	556	1955
Skamania	5,123	0	0	196	196	1935
Snohomish	4,967	0	28	256	284	1958
Thurston	12,959	0	3	273	276	1943
Wahkiakum	1,427	0	0	29	29	1945
Whatcom	1,205	0	2	42	43	1954
<b>Subtotal Transfer</b>	<b>112,425</b>	<b>279</b>	<b>591</b>	<b>3,366</b>	<b>4,235</b>	<b>1954</b>
<b>STATE FOREST PURCHASE</b>						
Clallam	73	0	14	0	14	0
Clark	206	0	0	5	5	1934
Grays Harbor	5,538	0	0	146	146	1951
Lewis	838	0	0	32	32	1970
Pacific	85	0	0	2	2	1948
Pierce	1,341	0	17	22	39	1945
Skamania	1,426	0	0	31	31	1931
Thurston	2,245	0	0	37	37	1945
Whatcom	231	0	0	7	7	1940
<b>Subtotal Purchase</b>	<b>11,983</b>	<b>0</b>	<b>31</b>	<b>282</b>	<b>313</b>	<b>1944</b>
<b>Common School and Indemnity</b>	<b>147,365</b>	<b>91</b>	<b>347</b>	<b>4,610</b>	<b>5,048</b>	<b>1958</b>
<b>Agricultural School</b>	<b>14,288</b>	<b>2</b>	<b>3</b>	<b>337</b>	<b>342</b>	<b>1958</b>
<b>University - Transferred</b>	<b>9,926</b>	<b>0</b>	<b>46</b>	<b>328</b>	<b>374</b>	<b>1962</b>
<b>Charitable/Educational/Penal &amp; Reformatory Instit.</b>	<b>14,091</b>	<b>0</b>	<b>3</b>	<b>362</b>	<b>365</b>	<b>1955</b>
<b>Capitol Grant</b>	<b>39,821</b>	<b>12</b>	<b>29</b>	<b>1,085</b>	<b>1,127</b>	<b>1956</b>
<b>Normal School</b>	<b>6,578</b>	<b>22</b>	<b>20</b>	<b>250</b>	<b>292</b>	<b>1956</b>
<b>Escheat</b>	<b>2,709</b>	<b>0</b>	<b>0</b>	<b>79</b>	<b>79</b>	<b>1955</b>
<b>Scientific School</b>	<b>21,326</b>	<b>4</b>	<b>64</b>	<b>547</b>	<b>615</b>	<b>1961</b>
<b>University - Original</b>	<b>3,740</b>	<b>0</b>	<b>7</b>	<b>119</b>	<b>126</b>	<b>1964</b>
<b>Community College Forest Reserve</b>	<b>5</b>	<b>0</b>	<b>0</b>	<b>0</b>	<b>0</b>	<b>1958</b>
<b>University Repayment</b>	<b>2,974</b>	<b>0</b>	<b>12</b>	<b>40</b>	<b>52</b>	<b>1936</b>
<b>Forest Board Repayment</b>	<b>15,210</b>	<b>0</b>	<b>0</b>	<b>268</b>	<b>268</b>	<b>1944</b>
<b>Water Pollution Control. Div. Trust Land</b>	<b>4,859</b>	<b>0</b>	<b>4</b>	<b>183</b>	<b>187</b>	<b>1971</b>
<b>Forest Health Treatments (mult. trusts)</b>	<b>83,829</b>	<b>667</b>	<b>556</b>	<b>6,503</b>	<b>7,726</b>	<b>1929</b>
<b>Subtotal</b>	<b>366,721</b>	<b>798</b>	<b>1,091</b>	<b>14,711</b>	<b>16,601</b>	<b>1950</b>
<b>All Trusts</b>	<b>491,129</b>	<b>1,077</b>	<b>1,713</b>	<b>18,359</b>	<b>21,149</b>	<b>1951</b>

**About This Page**

<sup>a</sup> The Department tracks harvest method information in 10 categories; for purposes of this report, per RCW 79.10.010, the data are aggregated into three harvest methods.

<sup>b</sup> mbf: thousand board feet

<sup>c</sup> Volume harvested is estimated for sales partially harvested.

<sup>d</sup> Commercial thinning/ small wood generates revenue, promotes growth of the remaining trees, and creates desired future forest conditions.

<sup>e</sup> Partial cuts/older stand thinnings generate revenue and help achieve desired future forest conditions.

<sup>f</sup> 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 2023 activities only. Acres harvested are estimated for sales partially harvested. Timber volume harvested per acre depends on site-specific conditions and harvest method.

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

Numbers may not add due to rounding.

**Sources**

NaturE report ZTS; Presales and Land Resource Manager systems. All reports generated July 22, 2024.

# Silviculture<sup>a</sup> | FY 2023

Trust / Beneficiaries	Acres Planted <sup>b</sup>	Stems per Acre <sup>c</sup> (average)	Pre-commercially Thinned Acres <sup>d</sup>
<b>STATE FOREST TRANSFER</b> (FORMERLY KNOWN AS FOREST BOARD TRANSFER LANDS)			
Clallam	629	361	951
Clark	122	355	147
Cowlitz	33	390	75
Grays Harbor	0	0	12
Jefferson	172	339	317
King	153	308	362
Kitsap	114	307	94
Klickitat	45	300	0
Lewis	361	322	644
Mason	308	334	323
Pacific	277	280	262
Pierce	83	319	156
Skagit	471	319	274
Skamania	45	383	0
Snohomish	344	300	642
Thurston	418	316	520
Wahkiakum	176	351	211
Whatcom	82	351	98
<b>State Forest Transfer Total</b>	<b>3,833</b>	<b>328</b>	<b>5,088</b>
<b>STATE FOREST PURCHASE</b> (FORMERLY KNOWN AS FOREST BOARD PURCHASE LANDS)			
Clark	26	297	0
Grays Harbor	436	310	756
Lewis	0	0	263
Pacific	69	292	69
Pierce	0	0	12
Snohomish	0	0	39
Thurston	188	323	758
Whatcom	61	342	0
<b>State Forest Purchase Total</b>	<b>780</b>	<b>314</b>	<b>1,896</b>
<b>Grand Total</b>	<b>4,613</b>	<b>325</b>	<b>6,984</b>

Other Trusts / Beneficiaries	Acres Planted <sup>b</sup>	Stems per Acre <sup>c</sup> (average)	Pre-commercially Thinned Acres <sup>d</sup>
Agricultural School	653	304	364
Capitol Grant	860	343	1,084
Charitable/Educational/ Penal & Reformatory Instit.	110	329	205
Common School and Indemnity	3,255	331	3,650
Escheat	9	319	23
Forest Health Treatments <sup>e</sup>	3,384	212	4,255
Normal School	233	306	71
Scientific School	904	327	587
University - Original	106	435	3
University - Transferred	81	352	441
Water Pollution Control Division Trust Land	35	300	0
<b>Grand Total</b>	<b>9,629</b>	<b>302</b>	<b>10,685</b>
<b>Total - All Trusts</b>	<b>14,242</b>	<b>310</b>	<b>17,668</b>

**About This Page**

These data are included in the 2023 Annual Report to Trust Beneficiaries, per RCW 79.10.010.

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

<sup>b</sup> Acres planted include all planting processes and all tree species.

<sup>c</sup> Average per acre. (Stems per acre planted depend on site-specific conditions and anticipated survival rates).

<sup>d</sup> Pre-commercially thinned acres increase yield rate per acre by selectively decreasing overcrowding of saplings.

<sup>e</sup> Forest health treatments in eastern Washington funded by the Forest Health Revolving Account (FHRA), Wildfire Response Forest Restoration and Community Resiliency Account (1168), and Capital Forest Health funding.

Numbers may not add due to rounding.

**Source**

\*Data from LRM on 7-18-2024

# Deferrals | FY 2023 FORMERLY KNOWN AS ACRES OFF-BASE FOR HARVEST

Trust / Beneficiaries	No Deferral Acres	Short-Term Def. Acres	Long-Term Def. Acres
<b>STATE FOREST TRANSFER</b>			
Clallam	65,815	1,807	21,244
Clark	21,046	2	4,256
Cowlitz	8,661	538	1,235
Grays Harbor	1,985	18	211
Jefferson	11,770	10	2,150
King	15,433	1,061	4,880
Kitsap	6,701	4	462
Klickitat	18,460	0	831
Lewis	34,267	1,090	2,866
Mason	24,117	150	2,430
Okanogan	10	0	0
Pacific	10,322	450	3,415
Pierce	6,801	57	1,684
Skagit	63,687	1,714	16,855
Skamania	23,740	645	12,101
Snohomish	46,995	748	12,218
Stevens	113	0	31
Thurston	16,976	297	1,560
Wahkiakum	8,724	756	2,705
Whatcom	22,383	89	5,737
<b>Grand Total</b>	<b>408,007</b>	<b>9,436</b>	<b>96,871</b>

Trust / Beneficiaries	No Deferral Acres	Short-Term Def. Acres	Long-Term Def. Acres
<b>STATE FOREST PURCHASE</b>			
Clallam	143	0	89
Clark	1,962	0	1,737
Cowlitz	183	0	79
Grays Harbor	24,541	60	3,085
Jefferson	10	0	5
Kitsap	75	0	1
Klickitat	40	0	0
Lewis	2,666	148	123
Mason	509	0	0
Pacific	4,766	336	2,682
Pierce	3,125	0	103
Skamania	2,491	0	1,838
Snohomish	1,594	0	52
Stevens	37	3	0
Thurston	19,813	146	2,510
Whatcom	850	0	95
<b>Grand Total</b>	<b>62,805</b>	<b>692</b>	<b>12,399</b>

Trust / Beneficiaries	No Deferral Acres	Short-Term Def. Acres	Long-Term Def. Acres
Agricultural School	42,267	2,350	9,167
Capitol Grant	72,635	3,150	23,755
CEP&RI-Transferred		0	10
CEP&RI	36,128	878	4,915
Comm. School, Indemnity & Esch.	883,277	27,228	172,644
Community College Forest Reserve	1,112	0	23
Community Forest Trust	47,687	60	1,228
Escheat	4,489	179	794
Normal School	44,333	962	10,460
Scientific School	52,961	1,593	11,653
University Original	3,589	214	616
University Transferred	40,338	473	12,266
Water Pollution Control Division Trust Land	5,044	34	447
<b>Subtotal</b>	<b>1,233,861</b>	<b>37,120</b>	<b>247,979</b>
<b>Other Lands*</b>	<b>2,664</b>	<b>72</b>	<b>135,636</b>
<b>All Lands</b>	<b>1,707,336</b>	<b>47,321</b>	<b>492,885</b>

**About This Page**

These data are in the 2023 Annual Report to Trust Beneficiaries, per RCW 79.10.010.

With the adoption of the 2004 Sustainable Harvest Level, DNR no longer classifies lands as “off-base” or “on-base,” but instead designates deferral status.

Long-term deferral approximates “off-base.”

Deferral status is determined by whether the silviculture and land management activities, including harvest, are permitted or deferred for a period of time. Short-term deferrals represent forest lands anticipated to be deferred from harvest in the next 10 years. Long-term deferrals represent forest lands anticipated to be deferred from harvest beyond 10 years and forest lands managed for non-timber harvest revenue objectives.

Acres are designated as deferrals because they are inoperable, are low site, 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, or are the result of the Settlement Agreement reached in 2006, or the 2006 Policy for Sustainable Forests Old-Growth Policy. (All of these decisions were included in the 2007 sustainable harvest adjustment for Western Washington State Trust forest lands.) A site can be deferred due to one or more factors.

Deferral classifications are not permanent designations. DNR may change the classification as specific forest stands or sites are re-evaluated. Acreage updates and changes can occur over time due to technological refinements in data gathering and analysis.

Numbers may not add due to rounding or potential double counting.

\*Other lands include: Administrative Site, Land Bank, Milwaukee Road Corridor, Natural Area Preserve, Natural Resources Conservation Area, Tidelands—2nd-Class, Trust Status Not Applicable or Unknown.

**Source**

Deferral Status of State Forest lands DNR Forest Resources Division. Data Source: LDO v20230706



WASHINGTON STATE DEPARTMENT OF  
**NATURAL RESOURCES**  
HILARY S. FRANZ | COMMISSIONER OF PUBLIC LANDS

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### DNR Workforce

In June 30, 2023, the Department of Natural Resources had 1,562 permanent, year-round employees.

DNR is an equal opportunity employer.

# Contact

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