



Martha S. Mavredes, CPA
Auditor of Public Accounts

Commonwealth of Virginia

Auditor of Public Accounts

P.O. Box 1295
Richmond, Virginia 23218

January 28, 2016

Mr. Ryan Brown, Budget Analyst
Office of Budget
Office of the Secretary of Interior
U.S. Department of the Interior
1849 C Street, N.W., MS-7413
Washington, D.C. 20240

Dear Mr. Brown:

In compliance with Chapter 69, Title 31 U.S. Code, §6901-6907, commonly referred to as the Payments in Lieu of Taxes (PILT) Act, we are enclosing the following requested information:

Attachment A Statement of Federal Land Payments during the period
October 1, 2014, through September 30, 2015

Attachment B Code of Virginia Chapter 8, Public School Funds, Article 3
§ 22.1-108, *Money derived from forest reserve*

The total amount disbursed for **Timber Payments** matches the amount reported on Enclosure 2, which we received on January 5, 2016, from the United States Department of the Interior. The disbursements are included on the Statement of Federal Land Payments.

The total amount disbursed for **Minerals Management Service Payments** includes undistributed funds at the end of federal fiscal year 2014 that were subsequently distributed during federal fiscal year 2015, and therefore does not match Enclosure 2. In addition, some funds received during federal fiscal year 2015 were undistributed at the end of the federal fiscal year 2015. Details on the distribution of these payments are disclosed in Note 1 of the Statement of Federal Land Payments.

Funds received from **Federal Energy Regulatory Commission (FERC) Power Sales** during federal fiscal year 2014 and 2015 were undistributed at the end of federal fiscal year 2015. Details on the distribution of these payments are disclosed in Note 2 of the Statement of Federal Land Payments.

Should you have any questions concerning the report, please contact George Strudgeon, at:

Phone: (804) 225-3350
Fax: (804) 225-3357
e-mail: George.Strudgeon@apa.virginia.gov

AUDITOR OF PUBLIC ACCOUNTS

cc: The Honorable Terence R. McAuliffe, Governor of Virginia
David VonMoll, Department of Accounts
Kent Dickey, Department of Education
Christine Lopilato, Department of Education
Valerie Thomson, Department of Environmental Quality
Chris Moore, Department of Environmental Quality

COMMONWEALTH OF VIRGINIA
STATEMENT OF FEDERAL LAND PAYMENTS

For the Period October 1, 2014, through September 30, 2015

<u>Governmental Unit</u>	<u>Timber Payments</u>	<u>Mineral Management Service Payments</u>	<u>FERC Power Sales</u>	<u>Total Recommended for Acceptance</u>
Alleghany County	\$ 138,926.73	\$ 694.12	-	\$ 139,620.85
Amherst County	67,827.33	283.16	-	68,110.49
Augusta County	156,371.98	959.22	-	157,331.20
Bath County	91,344.41	849.85	-	92,194.26
Bedford County	15,255.55	281.51	-	15,537.06
Bland County	80,321.40	1,146.01	-	81,467.41
Botetourt County	50,414.13	1,082.74	-	51,496.87
Carroll County	9,653.59	109.00	-	9,762.59
Craig County	131,701.04	1,741.27	-	133,442.31
Dickenson County	13,149.16	131.12	-	13,280.28
Frederick County	4,162.64	23.89	-	4,186.53
Giles County	83,481.06	953.01	-	84,434.07
Grayson County	59,309.43	496.52	-	59,805.95
Highland County	47,001.75	285.07	-	47,286.82
Lee County	19,156.93	169.58	-	19,326.51
Mecklenburg County	-	-	-	-
Montgomery County	26,743.69	290.96	-	27,034.65
Nelson County	3,882.48	97.00	-	3,979.48
Page County	28,603.80	132.49	-	28,736.29
Pulaski County	19,886.91	288.55	-	20,175.46
Roanoke County	2,310.48	46.98	-	2,357.39
Rockbridge County	72,582.79	544.39	-	73,127.18
Rockingham County	27,333.97	683.95	-	28,017.92
Scott County	54,084.01	517.38	-	54,601.39
Shenandoah County	14,820.83	372.11	-	15,192.94
Smyth County	89,451.52	1,119.96	-	90,571.48
Tazewell County	11,377.04	146.88	-	11,523.92
Warren County	1,200.24	30.78	-	1,231.02
Washington County	21,918.78	333.71	-	22,252.49
Wise County	51,011.17	545.84	-	51,557.01
Wythe County	<u>80,866.12</u>	<u>873.39</u>	-	<u>81,739.51</u>
TOTAL	<u>\$ 1,474,150.96</u>	<u>\$ 15,230.44</u>	<u>\$ -</u>	<u>\$ 1,489,381.33</u>

Note 1: During federal fiscal year 2015, the amount reported for **Minerals Management Service Payments** on Enclosure 2 from the Department of the Interior was \$15,268. Actual cash payments to localities during federal fiscal year 2015 totaled \$15,230.44, which includes \$352.45 of undistributed payments from the prior year. There is \$390.01 in undistributed funds at the end of federal fiscal year 2015, which we will include in our reporting for federal fiscal year 2016.

	<u>FFY 2015</u>
Prior Year Undistributed Funds	\$ 352.45
Current Year Receipts	<u>15,268.00</u>
Total Funds Available for Distribution	15,620.45
Cash Payments Distributed to Localities	<u>(15,230.44)</u>
Current Year Undistributed Funds	<u>\$ 390.01</u>

Note 2: During federal fiscal year 2015, the amount reported for **Federal Energy Regulatory Commission (FERC) Power Sales** on Enclosure 2 from the Department of the Interior was \$54,103. None of these funds were paid to localities during federal fiscal year 2015. As a result, there is \$105,544 in undistributed funds at the end of federal fiscal year 2015, which we will include in our reporting for federal fiscal year 2016.

	<u>FFY 2015</u>
Prior Year Undistributed Funds	\$ 51,441.00
Current Year Receipts	<u>54,103.00</u>
Total Funds Available for Distribution	105,544.00
Cash Payments Distributed to Localities	<u>(0.00)</u>
Current Year Undistributed Funds	<u>\$ 105,544.00</u>

Code of Virginia Chapter 8, Public School Funds, Article 3

[§ 22.1-108](#). Money derived from forest reserve.

All federal funds paid to the Commonwealth arising from the forest reserve shall be paid to the State Treasurer to be distributed and disposed of as provided in this section.

The treasurer of each school division within whose boundaries there is located any land owned by the United States government and held as a forest reserve shall ascertain the area of such land so situated in the school division and the reserve in which the same is located and make a report thereof to the Comptroller. Upon receipt of such information from the treasurer, the Comptroller shall apportion all federal funds arising from such forest reserve among the school divisions in which such forest reserve is located according to the area in each school division. The Comptroller shall keep separate accounts of all federal forest reserve funds received by him.