



# Commonwealth of Virginia

## Auditor of Public Accounts

Martha S. Mavredes, CPA  
Auditor of Public Accounts

P.O. Box 1295  
Richmond, Virginia 23218

March 7, 2014

Ryan Brown  
Department of the Interior  
Office of Budget  
1849 C St., N.W., MS-4111  
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, 2012, through September 30, 2013*

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 February 12, 2014, 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 2012 that were subsequently distributed during federal fiscal year 2013, and therefore does not match Enclosure 2. In addition, some funds received during federal fiscal year 2013 were undistributed at the end of the federal fiscal year 2013. Details on the distribution of these payments are disclosed in Note 1 of the Statement of Federal Land Payments.

The total amount disbursed for Federal Energy Regulatory Commission (FERC) Power Sales includes undistributed funds at the end of federal fiscal year 2012 that were subsequently distributed during federal fiscal year 2013, and therefore does not match Enclosure 2. In addition, funds received during federal fiscal year 2013 were undistributed at the end of federal fiscal year 2013. 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 DeAnn Compton, at:

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AUDITOR OF PUBLIC ACCOUNTS

DBC/alh

cc: The Honorable Terence R. McAuliffe, Governor of Virginia  
Marie Williams, 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, 2012, through September 30, 2013

<b><u>Governmental Unit</u></b>	<b><u>Timber Payments</u></b>	<b><u>Mineral Management Service Payments (Note 1)</u></b>	<b><u>FERC Power Sales (Note 2)</u></b>	<b><u>Total Recommended for Acceptance</u></b>
Alleghany County	\$ 133,683.72	\$ 746.15	\$ -	\$ 134,429.87
Amherst County	79,331.61	304.39	-	79,636.00
Augusta County	174,746.38	1,031.33	-	175,777.71
Bath County	124,889.96	913.56	20,903.94	146,707.46
Bedford County	15,570.70	649.65	110.20	16,330.55
Bland County	85,648.22	2,644.48	-	88,292.70
Botetourt County	55,163.78	2,419.51	-	57,583.29
Carroll County	10,069.36	251.53	-	10,320.89
Craig County	144,502.21	4,017.70	-	148,519.91
Dickenson County	11,535.21	298.47	-	11,834.28
Frederick County	4,358.39	25.69	-	4,384.08
Giles County	86,540.46	2,198.81	-	88,739.27
Grayson County	67,230.33	1,145.45	-	68,375.78
Highland County	55,088.14	306.44	-	55,394.58
Lee County	17,114.46	391.28	-	17,505.74
Mecklenburg County	-	-	5,695.31	5,695.31
Montgomery County	29,159.35	671.55	-	29,830.90
Nelson County	4,281.25	104.27	-	4,385.52
Page County	5,848.42	142.43	-	5,990.85
Pulaski County	21,918.95	665.81	-	22,584.76
Roanoke County	2,353.18	108.39	-	2,461.57
Rockbridge County	80,891.49	978.41	-	81,869.90
Rockingham County	30,186.47	735.22	-	30,921.69
Scott County	54,572.13	1,193.73	-	55,765.86
Shenandoah County	88,819.80	400.00	-	89,219.80
Smyth County	95,547.77	2,583.99	-	98,131.76
Tazewell County	10,918.41	338.84	-	11,257.25
Warren County	1,358.34	33.08	-	1,391.42
Washington County	23,986.54	769.81	-	24,756.35
Wise County	41,705.41	1,259.38	-	42,964.79
Wythe County	68,132.44	2,015.19	-	70,147.63
<b>TOTAL</b>	<b><u>\$ 1,625,153.88</u></b>	<b><u>\$ 29,344.54</u></b>	<b><u>\$ 26,709.45</u></b>	<b><u>\$ 1,681,207.47</u></b>

**Note 1:** During federal fiscal year 2013, the amount reported for Minerals Management Service Payments on Enclosure 2 from the Department of the Interior was \$24,444. Actual cash payments to localities during federal fiscal year 2013 totaled \$29,344.54, which included \$5,087.50 of undistributed payments from the prior year. There is \$187.01 in undistributed funds at the end of federal fiscal year 2013, which we will include in our statement for federal fiscal year 2014.

	<u>FFY 2013</u>
Prior Year Undistributed Funds	\$ 5,087.50
Current Year Receipts	<u>24,444.05</u>
Total Funds Available for Distribution	29,531.55
Cash Payments Distributed to Localities	<u>(29,344.54)</u>
Current Year Undistributed Funds	<u>\$ 187.01</u>

**Note 2:** During federal fiscal year 2013, the amount reported for Federal Energy Regulatory Commission (FERC) Power Sales on Enclosure 2 from the Department of the Interior was \$37,212. Actual cash payments to localities during federal fiscal year 2012 totaled \$26,709.45, which were the undistributed payments from the prior year. There is \$37,212 in undistributed funds at the end of federal fiscal year 2013, which we will include in our statement for federal fiscal year 2014.

	<u>FFY 2013</u>
Prior Year Undistributed Funds	\$ 26,709.45
Current Year Receipts	<u>37,212.02</u>
Total Funds Available for Distribution	63,921.47
Cash Payments Distributed to Localities	<u>(26,709.45)</u>
Current Year Undistributed Funds	<u>\$ 37,212.02</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.