



Commonwealth of Virginia

Auditor of Public Accounts

Walter J. Kucharski
Auditor of Public Accounts

P.O. Box 1295
Richmond, Virginia 23218

November 30, 2012

Niall O'Connor
United States Department of the Interior
Office of Budget
1849 C St., N.W., MS-4106
Washington, D.C. 20240

Dear Mr. O'Connor:

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, 2011 through September 30, 2012

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 was received on October 22, 2012 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 2011 that were subsequently distributed during federal fiscal year 2012, and therefore does not match Enclosure 2 by the amount of these funds and funds distributed during federal fiscal year 2012. 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 2011 that were subsequently distributed during federal fiscal year 2012, and therefore does not match Enclosure 2. In addition, funds received during federal fiscal year 2012 were undistributed at the end of federal fiscal year 2012. 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/clj

cc: The Honorable Robert F. McDonnell, 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, 2011 through September 30, 2012

<u>Governmental Unit</u>	<u>Timber Payments</u>	<u>Mineral Management Service Payments (Note 1)</u>	<u>FERC Power Sales (Note 2)</u>	<u>Total Recommended for Acceptance</u>
Alleghany County	\$ 155,700.53	\$ 560.86	\$ -	\$ 156,261.39
Amherst County	69,413.49	228.80	-	69,642.29
Augusta County	217,710.63	775.05	-	218,485.68
Bath County	121,494.78	686.69	30,528.18	152,709.65
Bedford County	15,960.45	396.86	110.20	16,467.51
Bland County	110,779.49	1,615.43	-	112,394.92
Botetourt County	55,576.77	1,487.56	-	57,064.33
Carroll County	10,220.79	153.64	-	10,374.43
Craig County	152,906.20	2,454.34	-	155,360.54
Dickenson County	14,461.03	182.33	-	14,643.36
Frederick County	4,509.71	19.31	-	4,529.02
Giles County	95,633.42	1,343.20	-	96,976.62
Grayson County	72,527.18	699.72	-	73,226.90
Highland County	70,722.94	230.34	-	70,953.28
Lee County	20,119.49	239.03	-	20,358.52
Mecklenburg County	-	-	10,529.98	10,529.98
Montgomery County	31,455.35	410.24	-	31,865.59
Nelson County	4,812.09	78.37	-	4,890.46
Page County	43,215.20	107.06	-	43,322.26
Pulaski County	23,183.37	406.73	-	23,590.10
Roanoke County	2,485.79	66.20	-	2,551.99
Rockbridge County	64,896.72	631.02	-	65,527.74
Rockingham County	33,929.28	552.64	-	34,481.92
Scott County	57,408.22	729.20	-	58,137.42
Shenandoah County	18,461.18	300.67	-	18,761.85
Smyth County	105,590.30	1,578.50	-	107,168.80
Tazewell County	11,861.41	207.00	-	12,068.41
Warren County	1,526.76	24.87	-	1,551.63
Washington County	25,461.68	470.27	-	25,931.95
Wise County	46,876.75	769.32	-	47,646.07
Wythe County	72,951.57	1,231.18	-	74,182.75
TOTAL	<u>\$ 1,731,852.57</u>	<u>\$ 18,636.43</u>	<u>\$ 41,168.36</u>	<u>\$ 1,791,657.36</u>

Note 1: During federal fiscal year 2012, the amount reported for Minerals Management Service Payments on Enclosure 2 from the Department of the Interior was \$22,214. Actual cash payments to localities during federal fiscal year 2012 totaled \$18,636.43, which included \$1,510.26 of undistributed payments from the prior year. There is \$5,087.83 in undistributed funds at the end of federal fiscal year 2012, which we will include in our statement for federal fiscal year 2013.

	<u>FFY 2012</u>
Prior Year Undistributed Funds	\$ 1,510.26
Current Year Receipts	<u>22,214.00</u>
Total Funds Available for Distribution	23,724.26
Cash Payments Distributed to Localities	<u>(18,636.43)</u>
Current Year Undistributed Funds	<u>\$ 5,087.83</u>

Note 2: During federal fiscal year 2012, the amount reported for Federal Energy Regulatory Commission (FERC) Power Sales on Enclosure 2 from the Department of the Interior was \$26,709. Actual cash payments to localities during federal fiscal year 2012 totaled \$41,168.36, which were the undistributed payments from the prior year. There is \$26,709 in undistributed funds at the end of federal fiscal year 2012, which we will include in our statement for federal fiscal year 2013.

	<u>FFY 2012</u>
Prior Year Undistributed Funds	\$ 41,168.36
Current Year Receipts	<u>26,709.00</u>
Total Funds Available for Distribution	67,877.36
Cash Payments Distributed to Localities	<u>(41,168.36)</u>
Current Year Undistributed Funds	<u>\$ 26,709.00</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.