

United States Department of Agriculture Forest Service



**Fiscal Year 2007
President's Budget**

OVERVIEW





Errata to Fiscal Year 2007 President's Budget Overview

Revisions included in Overview dated February 6, 2006 (Revision dates shown on revised pages)

Page	Location	Change/Date of Change
i	Overview Table of Contents	Added Table C on FY 2006 Reprogramming Requests and Transfers which changed the letter designation of following tables (February 8, 2006)
1	Table – Land Acquisition	Adjusted program changes to \$17,032 from -\$17,030 (February 10, 2006)
12	Forest & Rangeland Research bullet 3	Corrected language related to FPL funding (February 8, 2006)
Table B	Minor adjustments to Land Acquisition Special Acts and Land Exchanges	Reduced FY 2007 budget (in thousands) from \$1,054 to \$1,503 and \$232 to \$231, respectively (February 10, 2006)
Table C	Table C – FY 2007 Budget Request vs. FY 2006 After Reprogramming and Transfers Maintenance	Page C-2 Capital Improvement and Maintenance – Facilities, Roads, and Trails information split out to show amounts for maintenance and improvements under each. (February 21, 2006)
Table C	Table C – FY 2007 Budget Request vs. FY 2006 After Reprogramming and Transfers	Additional changes to include FIA, correct formulas to include supplemental costs, and other changes (February 23, 2006)
Table G	Table G – Activity/Output Measures	Reposted to correct truncated measures and footnotes throughout the table (March 1, 2006)



USDA Forest Service Fiscal Year 2007 President's Budget Overview

Table of Contents

Overview	1
Forest Service Mission, Goals, and Objectives.....	2
Advancing Forest Service Priorities in FY 2007 While Achieving Deficit Reduction Goals.....	3
Legislative Proposals	11
FY 2007 Highlights of Changes by Program Area	12
FY 2007 Highlights by Appropriations.....	14
Appendices.....	17

- A - Forest Service Organization
- B - Three Year Budget Summary of Appropriations
- C - FY 2007 Budget Request vs. FY 2006 after Reprogramming and Transfers
- D - Three Year Budget Summary of Full-Time Equivalents
- E - Three Year Receipts by Source and Payments to States
- F - FY 2004-08 Strategic Plan
- G - Activity Output Table
- H - FY 2007 Capital Improvement Projects
- I - Timber Harvest Volume, FY 2005 – FY 2007
- J - FY 2007 Proposed Land Acquisition Program
- K - FY 2007 Proposed Forest Legacy Program
- L - Four Year Healthy Forest Initiative Funding and Accomplishment Table
- M- Forest Service Efficiency Savings and Buying Power



Overview

The USDA Forest Service works to sustain the health, diversity, and productivity of the Nation's forests and grasslands by managing the 193 million acres that comprise our national forests and grasslands, by serving as the largest forestry research organization in the world, and by providing private landowners with technical and financial assistance that encourages sustainable forest management. As the Forest Service continues its second century of service, there are many challenges to sustainable resource management. These include restoring fire-adapted forests, providing sustainable recreation opportunities under increasing population pressures, dealing with the loss of open space, addressing the spread of invasive species, and restoring the health of our watersheds in the face of increasing development. These challenges occur at a time when our nation needs to provide critical resources needed for our highest priorities: fighting the War on Terror, strengthening our homeland defenses, and sustaining the momentum of our economic recovery. The Forest Service must therefore use collaborative approaches and operate with renewed efficiency in order to reduce costs while accomplishing its mission.

The FY 2007 President's Budget request for the Forest Service totals \$4.1 billion in discretionary appropriations and an estimated \$769 million in mandatory appropriations (permanent appropriations and trust funds). This budget request enables the Forest Service to continue to advance the goals outlined in its strategic plan, while pursuing increased efficiencies through collaboration, improved organizational and financial management and through the use of legislative and policy initiatives such as the Healthy Forests Initiative and the Forest Service's new planning rule. The President's Budget also demonstrates an ongoing commitment to the implementation of the Northwest Forest Plan and continuation of the Secure Rural Schools and Community Self-Determination Act. With this budget the Forest Service will continue to advance sustainable resource management on our Nation's forests and grasslands.

Appropriation Title	FY 2006 Enacted	Paycosts	Program Changes	FY 2007 Budget
Research	\$278,929	\$3,446	-\$14,584	\$267,791
State and Private Forestry	\$279,406	\$1,369	-\$36,365	\$244,410
National Forest System	\$1,403,391	\$19,618	-\$24,943	\$1,398,066
Wildland Fire Management	\$1,753,214	\$18,304	-\$3,323	\$1,768,195
Capital Improvement and Maintenance	\$434,687	\$4,206	-\$56,292	\$382,601
Land Acquisition	\$43,159	\$232	-\$17,032	\$26,359
Other Appropriations	\$8,186	\$52	\$1,068	\$9,306
Total Discretionary Appropriations	\$4,200,972	\$47,227	-\$151,471	\$4,096,728
Total Mandatory Appropriations	\$790,428	\$4,611	-\$25,971	\$769,068
Subtotal, regular appropriations	\$4,991,400	\$51,838	-\$177,442	\$4,865,796
Supplemental & Emergency Appropriations	\$57,000	\$0	\$0	\$0
Grand Total, Forest Service	\$5,048,400	\$51,838	-\$177,442	\$4,865,796



Forest Service Mission, Goals, and Objectives

The mission of the Forest Service is to:

“Sustain the health, diversity, and productivity of the Nation’s forests and grasslands to meet the needs of present and future generations.”

This mission stems from the relationship between the American people and their natural resource heritage. This relationship is characterized by the principles of sustaining our natural resources for future generations, producing personal and community well-being, and providing economic wealth for the Nation. This foundation is often referred to as “sustainable resource management.”

The Forest Service’s updated 2004 National Strategic Plan embodies the agency’s many areas of responsibility by outlining the strategic goals and objectives. The agency has six strategic goals:

- **Reduce the risk from catastrophic wildland fire.** Restore the health of the Nation’s forests and grasslands to increase resilience to the effects of wildland fire.
- **Reduce the impacts from invasive species.** Restore the health of the Nation’s forests and grasslands to be resilient to the effects of invasive insects, pathogens, plants, and pests.
- **Provide outdoor recreation opportunities.** Provide high-quality outdoor recreational opportunities on forests and grasslands, while sustaining natural resources, to meet the Nation’s recreational demands.
- **Help meet energy resource needs.** Contribute to meeting the Nation’s need for energy.
- **Improve watershed condition.** Increase the number of forest and grassland watersheds that are in fully functional hydrologic condition.
- **Conduct mission-related work in addition to that which supports the agency goals.** Conduct research and other mission-related work to fulfill statutory stewardship and assistance requirements.

There are 16 strategic objectives to guide program implementation and each objective has corresponding performance measures that track progress in reaching the 6 goals included in the plan.



Advancing Forest Service Priorities in FY2007 While Exercising Fiscal Discipline

The theme of the Forest Service budget for FY 2007 is advancing agency priorities while exercising fiscal discipline. The FY 2007 Budget reflects the President's commitment to providing the critical resources needed for our Nation's highest priorities: fighting the War on Terror, strengthening our homeland defenses, and sustaining the momentum of our economic recovery. The President's pro-growth economic policies, coupled with spending restraint, will keep us on track to cut the deficit by more than half by 2009. The President's Budget demonstrates that the Forest Service can use collaborative approaches and operate with renewed efficiency and accountability in order to reduce costs while accomplishing its mission. The Forest Service will achieve this by 1) expanding collaborative efforts with other federal agencies, state and local governments, and non-governmental partners; 2) increasing the efficiency of Forest Service programs; 3) improving organizational and financial management; and 4) dealing strategically with threats to forest health and open space preservation in a changing global environment. Through these four strategies, the Forest Service will build on its past successes and advance its priorities for FY 2007.

Forest Service Successes

The Events of 2005

In 2005 the Forest Service achieved its priorities and demonstrated that it continues to be an agency of great value to the American people. The Forest Service exceeded its goals to restore the health of our forests and protect critical resources from wildland fire. Working collaboratively with the Department of Interior (DOI), the Forest Service controlled 99 percent of all unwanted and unplanned fires during initial attack. Through National Fire Plan funding over 2.9 million acres of land were treated to reduce hazardous fuels. An additional 1.4 million acres were treated as a secondary benefit of activities funded with other appropriations, for a total of 4.3 million acres of land treated to reduce hazardous fuels.

The National Forest System continued to provide benefits to the American public, including fresh water, flood regulation, local climate regulation, carbon sequestration and recreation. Sixty million people benefited from clean water provided by national forests and grasslands, and the American people made over 200 million visits to these lands. National forests and grasslands also produced valuable timber, mineral and energy outputs for the Nation's economy. These statistics underscore the importance of the National Forest System to the environmental infrastructure, natural heritage and economy of the United States.

The events of 2005 also highlighted the strength and resourcefulness of Forest Service employees and the agency's Incident Command System. The Forest Service provided extensive support in the relief efforts following the many hurricanes of 2005. During peak response to Hurricane Katrina and Rita the Forest Service had 5,500 employees working in the affected region, and total Forest Service efforts represented over 250,000



work days. Forest Service employees provided a variety of critical services, including managing evacuation centers and base camps, providing logistical support, clearing roadways and operating mobilization centers. In the first four weeks after Katrina's landfall, Forest Service employees provided support to over 600,000 people affected by Katrina, distributing over 2.7 million meals, 4 million gallons of water, and 40 million pounds of ice.

The Forest Service accomplished these tasks while simultaneously completing major improvements in organizational and financial management. In 2005, the Forest Service began its Business Operations Transformation Program, which is expected to save the agency \$241 million in administrative operation costs over the next five years. The Albuquerque Service Center became operational in 2005, creating a centralized location for human resources and financial management operations. The Forest Service also achieved its fourth unqualified ("clean") audit opinion in a row for FY2005, continuing the agency's efforts to improve financial performance. Building upon these successes, the Forest Service will use improved financial information to drive results in key areas.

Lessons from the Centennial

The Forest Service celebrated its Centennial by holding a series of forums in 2004 and 2005, culminating in a Centennial Congress that assessed the past and future direction of the agency. The overarching theme that emerged from the Congress was the realization that a new era of natural resource management has begun. This new era of forest management requires new management solutions and better engaging the public in conservation. Many of the rules governing the Forest Service were designed at a time when the focus of the agency was on producing timber and mitigating the impacts so other resource uses, such as recreation and habitat, could be maintained. Today the primary focus of the Forest Service is restoration and recreation. The rules and procedures created during the former era of resource extraction often slow down important work during the current era of restoration.

The Forest Service faces many challenges as it enters a new era of natural resource management. The accomplishments of 2005, along with the lessons highlighted in the Centennial, demonstrate the ability of the Forest Service to meet these challenges as the agency begins its second century of service.

Forest Service Priorities for FY 2007

The President's Budget for FY 2007 totals \$4.1 million in discretionary appropriations and enables the Forest Service to continue to advance the goals outlined in the agency's strategic plan. These goals, described in more detail in the Mission, Goals and Objectives section of the budget Overview, are to:

- Reduce the risk from catastrophic wildland fire;
- Reduce the impacts from invasive species;
- Provide outdoor recreation opportunities;
- Help meet energy resource needs;
- Improve watershed condition; and
- Conduct mission-related work in addition to that which supports the agency goals.



In addition to these long-term strategic goals, the President's Budget provides increased support to Forest Service programs that improve forest health conditions, protect critical resources from catastrophic wildland fire, help prevent the loss of open space, and expand Forest Service's efforts to meet the targets of the 1994 Northwest Forest Plan. The Forest Service will achieve these objectives by reallocating resources from lower priority work to these efforts and through increased funding for:

- Hazardous fuels treatment (+ \$10 million above FY 2006 enacted appropriation);
- Fire Suppression Operations (+ \$56 million above FY 2006 enacted appropriation);
- Forest Legacy Program (+ \$5 million above FY 2006 enacted appropriation); and
- Forest Products (+ \$30 million, to meet the goals of the Northwest Forest Plan).

The FY 2007 budget also includes a legislative proposal that if enacted would provide funding for a 5-year extension of an amended Secure Rural Schools and Community Self-Determination Act, underscoring the President's commitment to states and counties impacted by the ongoing loss of receipts associated with lower timber harvest levels on Federal Lands in the Pacific Northwest and elsewhere. The legislative proposal provides these payments in a fiscally responsible manner by fully offsetting their costs.

Expanding Collaborative Efforts

The White House Conference on Cooperative Conservation, held in August 2005, marked an important milestone in the effort to expand and improve collaboration in natural resource management. A clear lesson of the Forest Service Centennial was the need to simplify and expand cooperative efforts. The increase in collaboration reduces duplicative efforts between the Forest Service and its partners and enables the Forest Service and its partners to accomplish more without costing the American public more money. The President's Budget supports these innovations in several ways.

The 1994 Northwest Forest Plan brought together timber and environmental interests of the Pacific Northwest to produce a collaborative forest management plan for the region. The Northwest Forest Plan promised to produce a predictable and sustainable level of timber sales while protecting the long-term health of forests, wildlife and waterways of the region. Since 1994, timber sales from the Pacific Northwest have often fallen below the targets set by the Plan. In order to recognize the needs of all parties represented in the Northwest Forest Plan, the President's Budget increases funding for the Plan by \$65 million. This change in funding will allow the Forest Service to offer the Northwest Forest Plan's goal of 800 million board feet of timber in 2007.

The new planning rule for the Forest Service creates a dynamic planning process that is less bureaucratic, emphasizes science, and provides the opportunity for more public involvement earlier in the planning stages. The new system of planning also requires land management plans to be more strategic, transparent, timely and cost-effective. This process is more effective because it allows land managers to adapt to changes in the land and surrounding community through the use of an Environmental Management System, which requires independent audits of our agency's performance at 5-year intervals to



ensure that the Forest Service is achieving the goals of the land management plan. The new rule also requires opportunities for public involvement at four key stages in the planning process. The result is a planning rule that allows for adaptive management, enhanced cooperation with partners, and a more streamlined, cost-effective planning process.

The new Off-Highway-Vehicle Rule, made final in November 2005, provides another example of successful cooperation creating an effective rule making process. In 2004, OHV users accounted for between 11 and 12 million visits to national forests and grasslands. While the Forest Service believes that OHVs are a legitimate use of the National Forest System, unmanaged OHV use has resulted in unplanned roads and trails, erosion, watershed and habitat degradation, and impacts to cultural resource sites. The 2005 OHV rule requires each national forests and grassland to identify and designate the roads, trails and areas that will be open to motor vehicle use. Once designation is in place cross-country travel will be prohibited. Ranger districts and national forests will work with state and local governments and assorted user groups to decide which areas will be open to OHV use. The Forest Service will engage its partners at the local level so that the OHV management is cooperative, which in turn will increase compliance. The end result is greater protection for recreation resources without spending many additional Forest Service funds.

Another example of collaboration includes language in the Energy Policy Act that allows the Forest Service and the Bureau of Land Management to work together more closely in the energy permitting process. Specifically the Energy Act allows the BLM to transfer funds to the Forest Service for pilot field offices working to streamline permit processing. The result will be a more efficient permitting process.

The President's Budget also includes a legislative proposal that provides \$800 million above the current baseline for a five year extension of an amended Secure Rural Schools and Community Self Determination Act. Payments will be targeted to the areas most affected by the ongoing loss of receipts associated with lower timber harvests on Federal lands; the payments will be capped, adjusted downwards over time, and eventually phased out. In addition to providing important funding to allow local economies to adjust to market shifts and reduced timber harvests and Federal lands, the Secure Rural Schools Act also established a unique mechanism for collaborative conservation through the creation of Rural Advisory Committees, a platform for a diverse set of local residents to work together on natural resource issues.

Increasing the Efficiency of Forest Service Programs

The President's Budget reflects continued implementation of the Forest Service's vision as a "Center of Excellence in Government" in which it will be viewed as a model agency recognized for efficiently delivering its services. The Budget continues reforms that will streamline the Forest Service's organization, improve accountability, and focus on measurable results. The Budget reduces indirect costs to \$461 million, and reflects completion of organizational efficiency studies that will lead to savings in FY 2008 and beyond. The Budget further reflects a continuing emphasis on Forest Service



performance and accountability by including two new performance measures for the National Forest System, including the use of volume sold as an annual output measure for Forest Products and an annual efficiency measure consisting of the ratio of total receipts for each activity that generates receipts to the obligations for each such respective activity necessary to generate those receipts. These reforms will foster a greater focus on results; lead to improved decisions based on performance; and enhance accountability through the use of more readily available and better quality performance information.

The President's Budget expands the Forest Service's use of valuable authorities that Congress has recently made available to the agency. Through these authorities and through the Forest Service's own internal efforts, the agency will continue to increase program efficiency. With the provisions of the Facilities and Land Management Enhancement Act, the Forest Service is reducing its administrative site maintenance backlog and improving efficiency in its land management program. This new authority provides a necessary incentive to identify and maintain mission-critical facilities while streamlining facility holdings that reflect a bygone era of forest management. In short, the new authority enables the Forest Service to accomplish more with its Capital Improvement and Maintenance funds, while also decreasing the deferred maintenance backlog by removing unneeded facilities and producing additional funds to enhance mission-critical ones. The FY 2007 budget also reflects the 2005 changes to Knutson-Vandenberg (K-V) authority, which provides greater flexibility in the collection and expenditure of K-V funds.

In 2004, Congress approved the Federal Lands Recreation Enhancement Act, giving the Forest Service a 10-year authority to reinvest a portion of collected recreation fees to enhance local recreation opportunities. The Act also directs the creation of recreation resource advisory committees that will provide public involvement and comment on recreation fee programs. In FY 2007, the Forest Service will charter Recreation Resource Advisory Committees in cooperation with the Bureau of Land Management. The Committees are a demonstration of the agency's continued commitment to improving its effectiveness and efficiency through increased public involvement and cooperation.

The FY 2007 Budget also emphasizes the President's Healthy Forest Initiative and the Healthy Forests Restoration Act. The Forest Service has used these authorities by removing administrative process delays and expediting critical restoration projects. This allows the Forest Service to more effectively restore national forests and grasslands to a more fire adaptive environment. In 2005 the Forest Service treated 2.7 million acres of land to reduce hazardous fuels, with over 60 percent of those acres in the wildland-urban interface. The FY 2007 budget proposes \$292 million for the treatment of hazardous fuels, which will enable the agency to treat as many as 2.8 million acres, with 70 percent of the acres in the wildland-urban interface. The Forest Service is also better integrating its hazardous fuels treatments with other vegetation management activities. The result is an additional 1.4 million acres of hazardous fuels treated in 2005 as secondary benefits to other vegetation management activities. Hazardous fuels treatments, in turn, often have secondary benefits such as wildlife habitat improvement or watershed restoration.



The agency is increasing its use of stewardship contracts, which allow forest managers to combine timber and service contracts so that efforts to restore forest health and a traditional fire regime are more efficient. Forty-four stewardship contracts were awarded in 2005, providing over 35,000 acres with services such as noxious weed treatment, lake restoration, and harvesting biomass for energy use. A final highlight of HFI/HFRA activities is the Forest Service's support of Community Wildfire Protection Plans (CWPPs). CWPPs enable communities to establish a localized definition of the wildland-urban interface in their area, and high-risk areas identified in a CWPP receive funding preference from the Forest Service. As of December 2005, at least 450 CWPPs had been completed nationwide, covering at least 2,250 communities at risk from wildfire. The Forest Service will continue to assist communities adjacent to National Forest land in the development of Community Wildfire Protection Plans.

Providing high quality recreation opportunities on the National Forest's and Grasslands is of key importance to the Forest Service. This resource provides a direct connection to the American people, with 204.8 million visits occurring in 2004. The Forest Service continues working with the public to increase capacity to deliver recreation services. The agency is developing a programmatic plan, "The Capacity Building Model for Sustainable Recreation" that will identify efforts to build capacity to meet increasing demand. Tools will include partnership development, volunteerism, fee revenues, improved business practices and prioritization of recreation facility assets. Specific actions in 2007 will include: completion of recreation facility master planning to prioritize facility assets, completion of a feasibility study on fee retention of existing recreation special use fees, continued implementation of the Federal Lands Recreation Enhancement Act, working with private sector partners to create a web site on improved business practices including grant resources and volunteerism, and a skills assessment to address improved business and financial skills.

The President's Budget reflects the efforts of Forest Service Research and Development (R&D) to improve the efficiency of research programs and continue the use of science as the foundation for Forest Service activities. To do this, R&D is expanding collaborative and coalition building efforts, focusing funding on extramural research, and aligning research projects along strategic program areas. R&D is hosting two "Outlook Workshops" on future forestry research with non-governmental organizations (NGOs), government partners, academia and industry to encourage a common research agenda for all sectors of forestry research. In January 2006, R&D participated in a summit for Deans from US forestry programs to lay plans for a common research agenda.

R&D is also refocusing its research dollars on Congressional Priorities that have high extramural funding, further increasing R&D's support of external and collaborative research efforts from 13 percent of the R&D budget currently to 20 percent over the next five years. Finally, R&D is reorganizing its research along strategic programs areas, so the agency can best produce the research that decision makers need. Along these lines, the President's Budget allocates \$1.5 million to research on the value of processes by which the environment produces resource benefits; \$3.5 million to research on biomass markets and utilization; and includes funding for the reorganization of the Forest



Products Lab, so it can better focus on research that increases the utilization value of wood products. The research on wood products will advance the use of the small diameter timber that results from hazardous fuels treatments; this compliments the Forest Service's use of stewardship contracts to make hazardous fuels treatment as efficient as possible.

Improving Organizational and Financial Management

The FY 2007 budget continues the Forest Service's efforts to improve organizational and financial management. These efforts are organized around the five core components of the President's Management Agenda (PMA):

- Strategic Management of Human Capital
- Competitive Sourcing
- Expanding E-Gov
- Improved Financial Management
- Budget and Performance Integration.

In the area of Human Capital, Expanded E-Gov, and Improved Financial Management, the Forest Service will continue its Business Operations Transformation Program. The Program is improving the overall efficiency of the Forest Service's administrative operations and increasing the agency's ability to reduce indirect costs and make more funds available for mission delivery. The Albuquerque Service Center successfully opened this past year, bringing nearly 400 employees to a consolidated budget and finance center that will better serve the needs of Forest Service internal and external customers. During the next five years, the Business Operations Transformation Program is estimated to generate an estimated \$241 million in savings for the Forest Service.

The centralization of Forest Service budget and finance will also create greater transparency, accountability and efficiency in the agency's financial management. The Forest Service continues to improve its financial management, as evidenced by the agency's fourth consecutive unqualified ("clean") audit in 2005. Building upon these successes, the Forest Service will use improved financial information to drive results in key areas.

The President's Budget also continues support for the Forest Service Competitive Sourcing program, and focuses on proper and timely implementation of completed competitive sourcing studies and rigorous analysis of the studies' results and savings.

In FY 2007, the Forest Service will continue its work in Budget and Performance Integration through implementation of its strategic plan, Performance Accountability System, and by making effective use of OMB's Program Assessment and Rating Tool (PART). The Forest Service Strategic Plan helps the agency and its field units develop programs of work that address natural resource needs while maximizing limited resources and improving performance accountability. The Strategic Plan will be revised in September of 2006 to reflect the latest needs and resources of the agency.



Through the Performance Accountability System (PAS) the Forest Service is integrating existing data sources so that timely, consistent and credible performance information is available project and program managers as well as external customers. In addition, PART efforts will ensure that the agency's activities are aligned with its strategic plan. Thus far the Forest Service has used PART to evaluate the following programs: Wildland Fire Management, Capital Improvements & Maintenance, Forest Legacy, Invasive Species, Land Acquisition, Recreation and Energy. In FY 2006 (FY 2008 budget process), the Forest Service will complete a PART analysis of mission-support activities and programs aimed at improving watershed quality. Results from the PART process have been, and will continue to be, used to improve program management and develop better performance measures.

A Strategic Approach to Restoring Forest Health and Preserving Open Space

The protection of forest health and open space is increasingly affected by the dynamics of a global timber market. Timber prices are now often set globally; the result has been a reduction in the private wood products infrastructure and divestment of timber companies from their timber land in the United States. These trends have altered the economic and environmental reality in which the Forest Service operates. The FY 2007 budget provides a strategy to deal with these realities.

The sell-off of industrial timber lands opens up millions of acres to development, adding to the loss of open space. To counter these trends, the President's Budget requests \$62 million for the Forest Legacy Program, which will protect an estimated 130,000 priority acres in FY 2007. The Forest Legacy Program works in concert with other State and Private Forestry programs to provide private landowners with the technical and financial assistance needed to sustain intact, working forests.

The Forest Service's efforts to restore forest health are also affected by the global timber market. With the reduction in mill capacity and other related infrastructure, it becomes more difficult to access the markets that make restoration work on our Nation's forests and grasslands financially feasible. The FY 2007 budget addresses this need by dedicating \$292 million to hazardous fuels treatment, with \$5 million to foster markets in biomass utilization. Additionally, authorities of HFI/HFRA such as Stewardship Contracting allow the Forest Service to work more effectively with the local community in treating hazardous fuels, and promote investment in the local timber infrastructure.

With greater exchange of global goods also comes greater transfer of invasive species. According to a study published in the journal *Ecological Economics* (Pimentel et al. 2005), invasive species cost Americans more than \$138 billion a year in total economic damage and associated control costs. The FY 2007 budget provides over \$94 million to Forest Service invasive species programs, allowing the agency to complete invasive species suppression, prevention and management on over 63,000 acres of Federal lands and 403,800 acres of cooperative lands. These efforts involve enhanced collaboration with Forest Service partners to find and implement solutions to invasive species problems.



An additional strategy for protecting forest health and open space involves USDA's work to broaden the use of markets for ecosystem services through voluntary market mechanisms as announced by Secretary Johanns at the White House Conference on Cooperative Conservation. As part of this effort, Forest Service Research and Development will continue its role as an expert in the quantification of ecosystem services values.

The FY 2007 Budget reflects the President's commitment to providing the critical resources needed for our Nation's highest priorities. The FY 2007 budget addresses the need for deficit reduction while preparing the Forest Service for a new, more collaborative, era of natural resource management. With this budget the Forest Service will continue to identify and support more efficient and effective methods of pursuing its mission. This will be accomplished through increased collaboration, the use of new legislative authorities, expanded program efficiencies and improved organizational and financial management. Through these efforts the Forest Service will sustain the health and productivity of the Nation's forests and grasslands.

Legislative Proposals

The FY 2007 President's Budget contains two legislative proposal titled:

Amendment to Secure Rural Schools and Community Self-Determination Act of 2000

The proposed legislation identifies funding sources up to \$800 million above the current baseline to enable payments to States under an amended Secure Rural Schools and Community Self-Determination Act. The legislative proposal provides payments that would be continued for an additional 5 years. Provisions will be incorporated to cap payments, adjust the current payment schedule downward each year, and eventually phased out payments.

Payments under the proposal will target areas most affected by the loss of timber receipts. This proposal will apply to lands under the jurisdiction of the Department of the Interior's Bureau of Land Management as well as USDA National Forest System lands. For administrative purposes, the payments would be made by the USDA on behalf of both agencies.

To provide a funding basis to offset these payments, the proposal would also include provisions to authorize the sale of National Forest System land parcels that meet identified criteria as eligible for conveyance. The criteria would identify lands that are mainly isolated parcels of land which are interspersed with or adjacent to non-federal lands or are not efficient or effective to manage because of their location, size or shape.

Under the proposal, the Secretary will make a determination prior to conveyance that it is in the public interest to convey eligible lands at no less than market value based on appraisals conducted in accordance with uniform standards. The proposal expressly precludes the conveyance of lands with certain designations (including wilderness, wild and scenic rivers, national recreation areas, monuments and historic sites.)



Enhancing Forest Service Administration of Rights-of-Way and Land Uses

This proposal extends the authority to implement a 10-year pilot program authorizing the assessment, collection, and expenditure of administrative fees collected from applicants for and holders of special use authorizations and to recover the agency's costs to process those applications and/or monitor the compliance with those authorizations. The Forest Service has not yet exercised this pilot authority, pending completion and adoption of the Secretary of Agriculture's cost recovery regulations, which are necessary to assess and collect the administrative fees for which expenditure authority is granted by the subject pilot program. Adoption and implementation of those cost recovery regulations is expected during FY 2006. The value of cost recovery will be limited if the agency is unable to retain these fees for expenditure as granted in this pilot authority. A total of \$5.45 million in expected receipts will be collected in FY 2006 if the Administration of Rights-of-Way authority is extended beyond the legislations' expiration date at the end of FY 2005.

FY 2007 Highlights of Changes by Program Area

Forest and Rangeland Research

- Focuses research dollars on Congressional Priorities with at least 40 percent non-Forest Service funding, further increasing support of external and collaborative research.
- Contains focused increases for Research in Ecosystem Services, Biomass Marketing and Utilization, and Biological Controls for Invasive Species.
- Increases funding for Forest Products Laboratory that will enhance the capabilities and efficiencies of the lab's research programs.

State & Private Forestry

- Emphasizes training and wildfire community planning within Cooperative Fire Protection to deliver an efficient and effective fire suppression response and prioritize hazardous fuel conditions.
- Shifts some gypsy moth suppression resources to other high priority pest needs.
- Increases Forest Legacy by \$5 million in support of Administration commitment to protect open space.

National Forest System

- Provides a \$41 million dollar increase in Forest Products and \$24 million dollar increase in other areas for full implementation of the Northwest Forest Plan for ecosystem management, intergovernmental and public collaboration, and rural community economic assistance on federal forests in western Oregon, Washington, and northern California.
- Increases the "process mineral operations" activity by \$7.5 million to meet the high priority objective of processing mineral applications in support of the President's Energy Plan.



Wildland Fire Management

- Continues work on Fire Program Analysis (FPA) with an expected full completion date in FY 2008. FPA will provide a common system to better predict the optimal distribution wildland fire program budget resources.
- Increase of nearly \$10 million in Hazardous Fuels reduction will help accomplish treatment on 1,950,000 acres, an additional 150,000 over FY 2006.
- Wildland Fire Preparedness budget will allow the Forest Service to maintain 99 percent initial attack success rate.
- Increases Wildland Fire Suppression by \$56 million based on 10-year Average of Suppression Costs, adjusted for inflation. The Budget re-establishes a long standing policy that provides for suppression funding in a manner that does not include the compulsory assessment of indirect costs. This requirement, enacted over the Administration's objections, would effectively result in under-funding fire suppression and in turn increase the need to borrow from other programs.

Capital Improvement & Maintenance

- Focuses Capital Improvement & Maintenance funds on improving FAO infrastructure.
- Provides \$15 million in funds for first phase of Forest Products Lab modernization.

Land Acquisition

- Emphasizes highest priority lands that provide quality outdoor recreational opportunities and prevent habitat fragmentation by improving or maintaining ecological conditions for species of interest.

Mandatory Appropriations

- Includes legislative proposal that provides \$800 million above current baseline for a 5-year extension of an amended Secure Rural Schools and Community Self-Determination Act, offset by receipts derived through an authorization of the sale of National Forest System lands that meet identified criteria for conveyance.



FY 2007 Highlights by Appropriation

(dollars in thousands)

Major Program Area, Program, and Sub- Program	% of Total Budget *	Program Description	FY 2007	FY 2007 vs. FY 2006	% Change
FOREST AND RANGELAND RESEARCH	6.5%	Forest Service Research carries out basic and applied research to study biological, physical, and social sciences related to forests and rangelands, forest products and economics, and public use of Forest Service land. Research is conducted both internally and through extramural funding.	267,791	-11,138	-4.0%
STATE & PRIVATE FORESTRY	6.0%	State and Private Forestry provides technical and financial assistance to landowners and resource managers to help sustain the Nation's urban and rural forests and to protect communities and the environment from wildland fire.	244,410	-34,996	-12.5%
Forest Health Management	2.1%	Forest Health Management develops and applies technologies for use in forest insect, disease and plant survey, monitoring, technical assistance, prevention, and suppression.	84,430	-15,936	-15.9%
<i>Federal Land</i>	1.2%	The Federal Land Program includes activities carried out in cooperation with the National Forest System, other Federal agencies and tribal governments.	49,849	-3,589	-6.7%
<i>Cooperative Land</i>	0.8%	The Cooperative Lands program includes activities carried out in cooperation with the States and territories, local governments, private organizations and individual forest landowners.	34,581	-12,347	-26.3%
Cooperative Fire Protection	0.8%	Cooperative Fire Protection provides technical and financial assistance to States and local fire agencies to promote efficient wildland fire protection on Federal, State, and private lands.	32,818	-6,023	-15.5%
<i>State Fire Assistance</i>	0.7%	The State Fire Assistance program provides financial assistance to State foresters for all fire management activities.	26,960	-5,970	-18.1%
<i>Volunteer Fire Assistance</i>	0.1%	The Volunteer Fire Assistance program provides technical and financial assistance through the States to local organizations to protect State and private forestlands threatened by wildfire.	5,858	-53	-0.9%
Cooperative Forestry	3.0%	Cooperative Forestry works with States, tribal governments, communities and private landowners to improve management, protection, and use of forest-based goods and services, in addition to building civic capacity to achieve long-term goals for sustainable development.	122,241	-11,061	-8.3%
<i>Forest Stewardship</i>	0.8%	Forest Stewardship provides landowners with technical assistance and multi-resource management plans to promote the practice of sustainable forestry.	33,880	-309	-0.9%
<i>Forest Legacy</i>	1.5%	Forest Legacy works with State governments and local entities to safeguard working forests and open space through the purchase of conservation easements or fee simple titles.	61,515	4,979	8.8%
<i>Urban and Community Forestry</i>	0.7%	Urban and Community Forestry assists communities and volunteer organizations in assessing, retaining and protecting their natural environment. Efforts are focused on stimulating communities to achieve high citizen participation in the care of urban trees and forests.	26,846	-1,605	-5.6%
<i>Economic Action</i>	0.0%	Economic Action provides funding to local communities to stimulate local private enterprise and local community action to treat forestland and maintain healthy forests and grasslands	0	-9,537	-100%
<i>Forest Resource Information & Analysis</i>	0.0%	FRIA provides cost-share financial assistance to states to support the nationwide Forest Inventory and Analysis (FIA) program.	0	-4,589	-100%
International Forestry	0.1%	International Forestry coordinates the Forest Service's efforts in technical cooperation and policy assistance for countries outside the United States, with the focus on fostering sustainable forest management.	4,921	-1,976	-28.7%

* Percentages are of Discretionary Funds only



U.S. Department of Agriculture - Forest Service
Overview of FY 2007 President's Budget

Major Program Area, Program, and Sub- Program	% of Total Budget *	Program Description	FY 2007	FY 2007 vs. FY 2006	% Change
NATIONAL FOREST SYSTEM	34.1%	The National Forest System provides for the stewardship and management of 193 million acres of Federal lands.	1,398,066	-5,325	-0.4%
Land Management Planning	1.4%	Land Management Planning is responsible for developing and revising forest plans, which establish a framework for conforming to laws and regulations governing national forest management.	55,555	-2,633	-4.5%
Inventory & Monitoring	3.8%	Inventory and Monitoring funds inventory, monitoring, assessment, and resource mapping activities needed for ecosystem assessment and the creation, revision and amendment of land management plans	154,135	-13,540	-8.1%
Recreation, Wilderness, & Heritage	6.1%	Recreation, Wilderness, & Heritage provides the wide range of recreation settings, services and infrastructure needed to support over 205 million visits each year to national forests. This includes management of Wilderness areas and heritage sites on national forest lands.	250,880	-10,419	-4.0%
Wildlife & Fish Management	3.0%	Wildlife & Fish Management works to manage habitats and provide the ecological conditions necessary to maintain the diversity, viability and productivity of plant and animal communities on national forest lands.	123,548	-9,318	-7.0%
Grazing Management	1.0%	Grazing Management manages the rangeland resources on national forest lands to provide goods and services and maintain sustainable rangeland ecosystems.	39,735	-8,544	-17.7%
Forest Products	7.6%	Forest Products manages the timber sale program of the Forest Service. The timber sale program is a tool for accomplishing vegetation management objectives and provides a supply of forest products to society.	310,114	29,999	10.7%
Vegetation & Watershed Management	4.6%	Vegetation & Watershed Management focuses on the restoration, enhancement and maintenance of watershed conditions, including soil, air, water and forest and rangeland vegetation.	187,582	6,240	3.4%
Minerals & Geology Management	2.0%	Minerals and Geology Management provides inspection and monitoring of mineral operations on national forest land and conducts environmental review of proposed operations.	81,242	-3,359	-4.0%
Land Ownership Management	2.1%	Land Ownership Management provides for land purchase, ownership and boundary adjustment, authorized uses, trespass and title claim resolution and the survey and location of National Forest System property lines and other special land boundaries.	84,285	-7,346	-8.0%
Law Enforcement Operations	2.7%	Law Enforcement Operations works to provide a safe environment for the public and Forest Service employees on National Forest System lands.	110,000	22,113	25.2%
Other	0.0%	This includes miscellaneous programs, primarily the management of Valles Caldera National Preserve.	990	-4,084	-80.5%
WILDLAND FIRE MANAGEMENT	43.2%	Wildland Fire Management works to protect life, property and natural resources from wildfire on National Forest and adjacent lands, while recognizing the importance of fire in natural land processes.	1,768,195	14,981	0.9%
Preparedness	16.0%	Preparedness activities include wildfire prevention, detection, information and education, pre-incident training, equipment and supply purchase and replacement. All of these activities support the work of the Suppression division.	655,887	-10,181	-1.5%
Suppression	18.2%	Suppression funds to suppress wildland fires on or threatening National Forest System lands, including paying for Forest Service firefighter salaries and equipment maintenance.	746,176	55,990	8.1%
Hazardous Fuels	7.1%	Hazardous Fuels program works to decrease the incidence of large, destructive wildfires by reducing the volume of hazardous fuels on forests, woodlands, shrublands and grasslands.	291,792	9,999	3.5%
Other	1.8%	Includes all other Forest Service programs related to fire fighting and wildfire management.	74,340	-40,827	-35.5%

* Percentages are of Discretionary Funds only



U.S. Department of Agriculture - Forest Service
Overview of FY 2007 President's Budget

Major Program Area, Program, and Sub- Program	% of Total Budget *	Program Description	FY 2007	FY 2007 vs. FY 2006	% Change
CAPITAL IMPROVEMENT & MAINTENANCE	9.3%	Capital Improvements & Maintenance provides funding to improve and maintain facilities, roads and trails infrastructure for recreation, fire, administrative and other uses.	382,601	-52,086	-12.0%
Facilities	3.2%	Facilities program provides improvements and program operations for the Forest Services' multi-billion dollar facilities infrastructure.	130,140	5,325	4.3%
Roads	4.5%	Roads program provides for the maintenance, capita improvement, decommissioning and management of 380,000 miles of National Forest System roads.	182,787	-39,394	-17.7%
Trails	1.5%	Trails program funds the operation, maintenance and rehabilitation of approximately 133,000 miles of trails.	60,341	-14,541	-19.4%
Deferred Maintenance	0.2%	Deferred Maintenance is maintenance that is not performed as needed and is then postponed to a later date.	9,333	-3,476	-27.1%
LAND ACQUISITION	0.6%	Land Acquisition program allows the Forest Service to acquire lands, waters and related interests within the National Forests System.	25,075	-16,800	-40.1%
OTHER APPROPRIATIONS	0.2%	Other programs not specific to major budget area	9,307	1,121	13.7%
Range Betterment Fund	0.1%	The Range Betterment Fund provides for range improvements (including seedlings) to improve forage conditions.	3,932	1,012	34.7%
Gifts, Donations, & Bequests	0.0%	Includes the acceptance of gifts, donations and bequests for deposit into a special account to be used to establish or operate any forest or rangeland research facility.	63	0	0.0%
Subsistence Uses	0.1%	Subsistence Uses provides for enforcement of Federal subsistence hunting and fishing regulations in pursuance to the 1980 Alaska National Interest Lands Conservation Act.	5,312	319	6.4%
TOTAL DISCRETIONARY APPROPRIATIONS	100.0%	Total of all discretionary appropriations listed above.	4,096,730	-104,032	-2.5%
MANDATORY APPROPRIATIONS		Mandatory Appropriations include the 18 permanent appropriations and 4 trust funds that are used to accomplish a variety of Forest Service work.	769,888	-31,960	-4.0%
TOTAL FOREST SERVICE APPROPRIATIONS		Includes all mandatory and discretionary appropriations	4,866,618	-124,992	-2.5%

* Percentages are of Discretionary Funds only



Appendices

- A - Forest Service Organization**
- B - Three Year Budget Summary of Appropriations**
- C - FY 2007 Budget Request vs. FY 2006 after Reprogramming and Transfers**
- D - Three Year Budget Summary of Full-Time Equivalents**
- E - Three Year Receipts by Source and Payments to States**
- F - FY 2004-08 Strategic Plan**
- G - Activity Output Table**
- H - FY 2007 Capital Improvement Projects**
- I - Timber Harvest Volume, FY 2005 – FY 2007**
- J - FY 2007 Proposed Land Acquisition Program**
- K - FY 2007 Proposed Forest Legacy Program**
- L - Four Year Healthy Forest Initiative Funding and Accomplishment Table**
- M - Forest Service Efficiency Savings and Buying Power**



Forest Service Organization

The Chief of the Forest Service is a career Federal employee who oversees the entire agency. The Chief reports to the Under Secretary for Natural Resources and Environment in the U.S. Department of Agriculture (USDA), an appointee of the President confirmed by the Senate. The Chief's staff provides broad policy and direction for the agency, works with the Administration to develop a budget to submit to Congress, provides information to Congress on accomplishments, and monitors activities of the agency. There are five deputy chiefs for the following areas: National Forest System; State and Private Forestry; Research and Development; Business Operations; and Programs, Legislation, and Communication.

The Forest Service organization includes ranger districts, national forests, and regions; research stations and research work units; and the Northeastern Area Office for State and Private Forestry. Each level has responsibility for a variety of functions.

Ranger District: The Forest Service has more than 600 ranger districts. Each district has a staff of 10 to 100 people under the direction of a district ranger, a line officer who reports to a forest supervisor. The districts vary in size from 50,000 acres to more than 1 million acres. Most on-the-ground activities occur on ranger districts, including trail construction and maintenance, operation of campgrounds, and management of vegetation and wildlife habitat.

National Forest: The Forest Service oversees 155 national forests and 20 grasslands. Each administrative unit is typically comprised of several ranger districts, under the overall direction of a forest supervisor. Within the supervisor's office, the staff coordinates activities among districts, allocates the budget, and provides technical support to each district. Forest supervisors are line officers and report to regional foresters.

Region: The Forest Service has nine regions, each encompassing a broad geographic area, and headed by a regional forester who reports directly to the Chief. The regional forester has broad responsibility for coordinating activities among the various forests within the region, for providing overall leadership for regional natural resource and social programs, and for coordinated regional land use planning.

Northeastern Area: The Northeastern Area Office for State and Private Forestry includes three field offices and Grey Towers Historic Site. The area director, like regional foresters, reports directly to the Chief. The area director leads and helps support sustainable forest management and use across the landscape to provide benefits to the people of the 20 Northeastern and Midwestern States and the District of Columbia.

Research Stations and Research Work Units: The Forest Service's Research and Development organization includes six research stations, the Forest Products Laboratory, and the International Institute of Tropical Forestry. Station directors, like regional



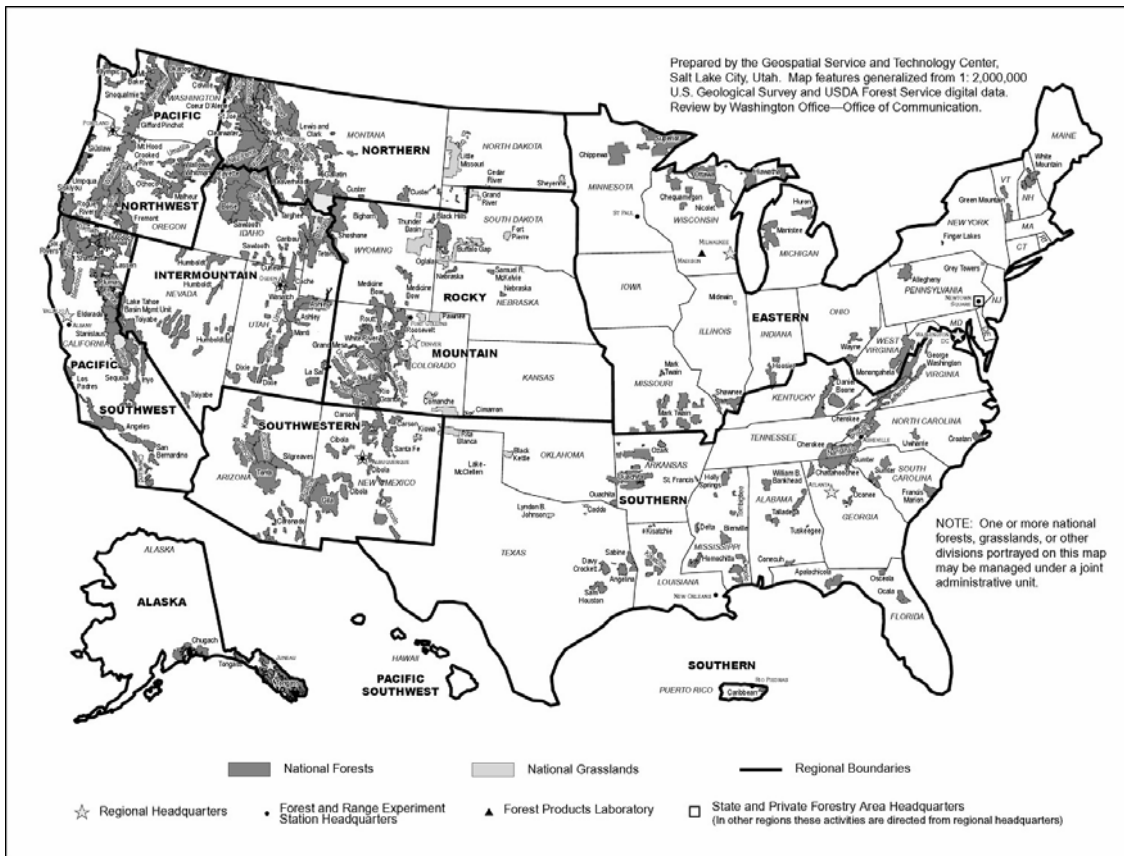
U.S. Department of Agriculture - Forest Service
Overview of FY 2007 President's Budget

foresters, report to the Chief. Research stations include North Central, Northeastern, Pacific Northwest, Pacific Southwest, Rocky Mountain, and Southern. There are 133 research work units located at 65 sites throughout the United States.

Centralized Business Services: In FY 2004 and FY 2005, the agency began centralizing three major functional areas: Budget and Finance (B&F), Information Resources Management (IRM), and Human Resources Management (HRM). All three functions report to the Deputy Chief for Business Operations. Most employees in two of these areas, B&F and HRM, are (or will be) located at the **Albuquerque Service Center (ASC)**. Some IRM employees are at the ASC but most are housed in locations across the country.

The map below provides the locations of the national forests and grasslands. For more information about the Forest Service, visit our web site at <http://www.fs.fed.us>.

USDA Forest Service
Map of Organizational Units





Three Year Budget Summary of Appropriations

(dollars in thousands)

	FY 2005 Final	FY 2006 Enacted	PayCosts	Program Changes	FY 2007 Budget	FY 2007 vs FY 2006
<u>Discretionary Appropriations</u>						
Forest & Rangeland Research						
Research and Development	\$276,384	\$278,929	\$3,446	-\$14,584	\$267,791	-\$11,138
Total, Forest & Rangeland Research	\$276,384	\$278,929	\$3,446	-\$14,584	\$267,791	-\$11,138
State and Private Forestry						
Forest Health Management						
Forest Health Fed Lands	\$54,236	\$53,438	\$755	-\$4,344	\$49,849	-\$3,589
Forest Health Fed Lands - Supplemental & Emergency	\$100	\$0	\$0	\$0	\$0	\$0
Forest Health Coop Lands	\$47,629	\$46,928	\$102	-\$12,449	\$34,581	-\$12,347
Forest Health Coop Lands - Supplemental & Emergency	\$2,000	\$0	\$0	\$0	\$0	\$0
Total, Forest Health Mgmt	\$103,965	\$100,366	\$857	-\$16,793	\$84,430	-\$15,936
Cooperative Fire Assistance						
State Fire Assistance	\$32,920	\$32,930	\$97	-\$6,067	\$26,960	-\$5,970
State Fire Assistance - Supplemental & Emergency	\$16,000	\$0	\$0	\$0	\$0	\$0
Volunteer Fire Assistance	\$5,917	\$5,911	\$0	-\$53	\$5,858	-\$53
Volunteer Fire Assistance - Supplemental & Emergency	\$4,000	\$0	\$0	\$0	\$0	\$0
Total, Cooperative Fire Assistance	\$58,837	\$38,841	\$97	-\$6,120	\$32,818	-\$6,023
Cooperative Forestry						
Forest Stewardship	\$32,320	\$34,189	\$132	-\$441	\$33,880	-\$309
Forest Stewardship - Supplemental & Emergency	\$20,000	\$0	\$0	\$0	\$0	\$0
Forest Legacy	\$57,134	\$56,536	\$43	\$4,936	\$61,515	\$4,979
Urban & Community Forestry	\$31,950	\$28,451	\$110	-\$1,715	\$26,846	-\$1,605
Urban & Community Forestry - Supplemental & Emergency	\$17,000	\$0	\$0	\$0	\$0	\$0
Economic Action	\$19,032	\$9,537	\$69	-\$9,606	\$0	-\$9,537
Economic Action - Supplemental & Emergency	\$0	\$0	\$0	\$0	\$0	\$0
Forest Res Info & Analysis	\$4,958	\$4,589	\$23	-\$4,612	\$0	-\$4,589
Total, Cooperative Forestry	\$182,394	\$133,302	\$377	-\$11,438	\$122,241	-\$11,061
International Forestry	\$6,410	\$6,897	\$38	-\$2,014	\$4,921	-\$1,976
Subtotal, Regular Appropriations	\$292,506	\$279,406	\$1,369	-\$36,365	\$244,410	-\$34,996
Emergency & Supplemental Funding	\$59,100	\$30,000	\$0	-\$30,000	\$0	-\$30,000
Total, S&PF	\$351,606	\$309,406	\$1,369	-\$66,365	\$244,410	-\$64,996



U.S. Department of Agriculture - Forest Service
Overview of FY 2007 President's Budget

	FY 2005 Final	FY 2006 Enacted	PayCosts	Program Changes	FY 2007 Budget	FY 2007 vs FY 2006
<u>Discretionary Appropriations</u>						
National Forest System						
Land Management Planning	\$63,167	\$58,188	\$759	-\$3,392	\$55,555	-\$2,633
Inventory & Monitoring	\$167,302	\$167,675	\$2,091	-\$15,631	\$154,135	-\$13,540
Inventory & Monitoring - Supplemental & Emergency	\$200	\$0	\$0	\$0	\$0	\$0
Recreation, Wilderness & Heritage	\$257,343	\$261,299	\$3,913	-\$14,332	\$250,880	-\$10,419
Recreation, Wilderness & Heritage - Supplemental & Emergency	\$1,559	\$0	\$0	\$0	\$0	\$0
Wildlife & Fish Management	\$134,749	\$132,866	\$1,850	-\$11,168	\$123,548	-\$9,318
Wildlife & Fish Management - Supplemental & Emergency	\$1,104	\$0	\$0	\$0	\$0	\$0
Grazing Management	\$48,034	\$48,279	\$745	-\$9,289	\$39,735	-\$8,544
Forest Products	\$273,247	\$280,115	\$4,550	\$25,449	\$310,114	\$29,999
Forest Products - Supplemental & Emergency	\$1,796	\$0	\$0	\$0	\$0	\$0
Vegetation & Watershed Management	\$189,614	\$181,342	\$2,340	\$3,900	\$187,582	\$6,240
Vegetation & Watershed Management - Supplemental & Emergency	\$6,691	\$0	\$0	\$0	\$0	\$0
Minerals & Geology Management	\$55,747	\$84,601	\$850	-\$4,209	\$81,242	-\$3,359
Minerals & Geology Management - Supplemental & Emergency	\$0	\$0	\$0	\$0	\$0	\$0
Landownership Management	\$92,129	\$91,631	\$1,294	-\$8,640	\$84,285	-\$7,346
Landownership Management - Supplemental & Emergency	\$1,443	\$0	\$0	\$0	\$0	\$0
Law Enforcement Operations	\$86,014	\$87,887	\$1,196	\$20,917	\$110,000	\$22,113
Valles Caldera	\$3,599	\$5,074	\$1	-\$4,085	\$990	-\$4,084
Hazardous Fuels	[\$262,539]	[\$281,793]	[\$3,620]	---	\$0	\$0
Hazardous Fuels - Supplemental & Emergency	[\$31,028]	[\$0]	\$0	---	\$0	\$0
Centennial of Service Challenge	\$9,861	\$4,434	\$29	-\$4,463	\$0	-\$4,434
Subtotal, Regular Appropriations w/o Supp& Emerge	\$1,380,806	\$1,403,391	\$19,618	-\$24,943	\$1,398,066	-\$5,325
Supplemental & Emergency Funding	\$12,793	\$20,000	\$0	-\$20,000	\$0	-\$20,000
Total, NFS	\$1,393,599	\$1,423,391	\$19,618	-\$44,943	\$1,398,066	-\$25,325
Wildland Fire Management						
Preparedness	\$676,470	\$666,068	\$8,744	-\$18,925	\$655,887	-\$10,181
Preparedness - Supplemental & Emergency	\$742	\$0	\$0	\$0	\$0	\$0
Fire Operations - Suppression						
Regular Appropriations	\$648,859	\$690,186	\$5,422	\$50,568	\$746,176	\$55,990
Supplemental & Emergency Funding	\$394,443	\$0	\$0	\$0	\$0	\$0
Total, Fire Ops - Suppression	\$1,043,302	\$690,186	\$5,422	\$50,568	\$746,176	\$55,990



U.S. Department of Agriculture - Forest Service
Overview of FY 2007 President's Budget

(dollars in thousands)

	FY 2005 Final	FY 2006 Enacted	PayCosts	Program Changes	FY 2007 Budget	FY 2007 vs FY 2006
<u>Discretionary Appropriations</u>						
Fire Operations - Other						
Hazardous Fuels	\$262,539	\$281,793	\$3,620	\$6,379	\$291,792	\$9,999
Hazardous Fuels - Supplemental & Emergency	\$30,286	\$0	\$0	\$0	\$0	\$0
Rehab & Restoration	\$12,819	\$6,188	\$63	-\$4,271	\$1,980	-\$4,208
Fire Research & Development	\$21,719	\$22,877	\$242	-\$2,998	\$20,121	-\$2,756
Joint Fire Sciences Program	\$7,889	\$7,882	\$0	-\$3,922	\$3,960	-\$3,922
NFP Forest Health - Fed Lands	\$14,792	\$14,780	\$198	-\$8,176	\$6,802	-\$7,978
NFP Forest Health - Coop Lands	\$9,861	\$9,852	\$12	-\$5,312	\$4,552	-\$5,300
NFP State Fire Assistance	\$40,179	\$45,816	\$3	-\$16,704	\$29,115	-\$16,701
NFP Volunteer Fire Assistance	\$7,889	\$7,772	\$0	\$38	\$7,810	\$38
Total, Fire Ops - Other	\$407,973	\$396,960	\$4,138	-\$34,966	\$366,132	-\$30,828
Subtotal, Regular Appropriations	\$1,703,016	\$1,753,214	\$18,304	-\$3,323	\$1,768,195	\$14,981
Supplemental & Emergency funding	\$425,471	\$0	\$0	\$0	\$0	\$0
Total, WFM	\$2,128,487	\$1,753,214	\$18,304	-\$3,323	\$1,768,195	\$14,981
Capital Improvement & Maintenance						
Facilities	\$198,769	\$124,815	\$768	\$4,557	\$130,140	\$5,325
Facilities - Supplemental & Emergency	\$19,805	\$0	\$0	\$0	\$0	\$0
Roads	\$226,396	\$222,181	\$2,328	-\$41,722	\$182,787	-\$39,394
Roads - Supplemental & Emergency	\$55,544	\$0	\$0	\$0	\$0	\$0
Trails	\$75,707	\$74,882	\$1,045	-\$15,586	\$60,341	-\$14,541
Trails - Supplemental & Emergency	\$9,216	\$0	\$0	\$0	\$0	\$0
Deferred Maintenance	\$13,829	\$12,809	\$65	-\$3,541	\$9,333	-\$3,476
Subtotal, Regular Appropriations	\$514,701	\$434,687	\$4,206	-\$56,292	\$382,601	-\$52,086
Supplemental & Emergency Funding	\$84,565	\$7,000	\$0	-\$7,000	\$0	-\$7,000
Total, CI&M	\$599,266	\$441,687	\$4,206	-\$63,292	\$382,601	-\$59,086
Land Acquisition						
Land Acquisitions	\$61,007	\$41,875	\$232	-\$17,032	\$25,075	-\$16,800
Acquisition of Lands for National Forests, Special Ac	\$1,054	\$1,053	\$0	\$0	\$1,053	\$0
Acquisition of Lands to Complete Land Exchanges	\$231	\$231	\$0	\$0	\$231	\$0
Total, Land Acquisition	\$62,292	\$43,159	\$232	-\$17,032	\$26,359	-\$16,800
Other Appropriations						
Gifts, Donations, and Bequests for Research	\$64	\$63	\$0	\$0	\$63	\$0
Range Betterment Fund	\$2,472	\$3,130	\$19	\$783	\$3,932	\$802
Subsistence Mgmt (R10)	\$5,879	\$4,993	\$33	\$285	\$5,311	\$318
Total, Other Appropriations	\$8,415	\$8,186	\$52	\$1,068	\$9,306	\$1,120
Subtotal, Discretionary Appropriations -- non-emergency	\$4,238,120	\$4,200,972	\$47,227	-\$151,471	\$4,096,728	-\$104,244
Supplemental & Emergency Funding	\$581,929	\$57,000	\$0	-\$57,000	\$0	-\$57,000
Total, Discretionary Appropriations	\$4,820,049	\$4,257,972	\$47,227	-\$208,471	\$4,096,728	-\$161,244



U.S. Department of Agriculture - Forest Service
Overview of FY 2007 President's Budget

(dollars in thousands)

	FY 2005 Final	FY 2006 Enacted	PayCosts	Program Changes	FY 2007 Budget	FY 2007 vs FY 2006
<u>Mandatory Appropriations</u>						
Permanent Appropriations						
Brush Disposal	\$12,643	\$12,500	\$155	\$345	\$13,000	\$500
Licensee Program	\$95	\$70	\$0	\$0	\$70	\$0
Restoration of Forestlands & Improvements	\$7,824	\$3,000	\$5	-\$5	\$3,000	\$0
Rec Fee Collection Costs	\$380	---	---	---	---	---
Fed Lands Recreation Enhancement Fund	\$50,245	\$52,850	\$677	\$1,323	\$54,850	\$2,000
Fed Lands and Facilities Enhancement Fund	\$211	\$37,000	\$80	\$10,920	\$48,000	\$11,000
Timber Roads - Purchaser Election	\$6,800	\$6,800	\$0	-\$2,800	\$4,000	-\$2,800
Timber Salvage Sale	\$71,185	\$60,000	\$907	-\$2,907	\$58,000	-\$2,000
Stewardship Contracting	[\$2,039]	\$5,926	\$0	-\$926	\$5,000	-\$926
Timber Sales Pipeline Restoration	\$4,914	\$4,500	\$127	-\$127	\$4,500	\$0
Roads and Trails	\$15,712	\$18,850	\$69	-\$69	\$18,850	\$0
Midewin - Rental Fees	\$287	\$400	\$0	\$0	\$400	\$0
Midewin - Restoration	\$0	\$5	\$0	\$0	\$5	\$0
Operation & Maintenance of Quarters	\$7,377	\$8,000	\$62	-\$62	\$8,000	\$0
LBL Management Fund	\$3,571	\$3,600	\$18	-\$18	\$3,600	\$0
Administration of Rights Of Way	\$497	\$1,300	\$3	\$2,322	\$3,625	\$2,325
Forest Botanical Products	\$1,396	\$1,800	\$0	\$50	\$1,850	\$50
Valles Caldera Fund	\$109	\$500	\$0	\$0	\$500	\$0
Total, Permanent	\$183,246	\$217,101	\$2,103	\$8,046	\$227,250	\$10,149
Payment to States	\$415,346	\$445,139	\$138	-\$31,675	\$413,602	-\$31,537
Trust Funds						
Cooperative Work - KV	\$228,945	\$50,000	\$1,734	-\$1,734	\$50,000	\$0
Cooperative Work - Other	\$34,311	\$48,000	\$372	-\$372	\$48,000	\$0
Subtotal, Cooperative Work	\$263,256	\$98,000	\$2,106	-\$2,106	\$98,000	\$0
LBL Trust Fund	\$173	\$188	\$0	\$28	\$216	\$28
Reforestation Trust Fund	\$30,000	\$30,000	\$264	-\$264	\$30,000	\$0
Total, Trust Funds	\$293,429	\$128,188	\$2,370	-\$2,342	\$128,216	\$28
Total, Mandatory Appropriations	\$892,021	\$790,428	\$4,611	-\$25,971	\$769,068	-\$21,360
Subtotal, FS non-emergency	\$5,130,141	\$4,991,400	\$51,838	-\$177,442	\$4,865,796	-\$125,604
Subtotal, FS supplemental & emergency	\$581,929	\$57,000	\$0	-\$57,000	\$0	-\$57,000
Grand Total, FS	\$5,712,070	\$5,048,400	\$51,838	-\$234,442	\$4,865,796	-\$182,604



FY 2007 Budget Request vs. FY 2006 after Reprogramming and Transfers

	FY 2006 Enacted	FY 2006 after R & T	FY 2007 Budget	FY 2007 vs FY 2006 after R & T
<u>Discretionary Appropriations</u>				
Forest & Rangeland Research				
Forest Inventory & Analysis	\$59,380	\$59,380	\$59,329	-\$51
Research and Development	\$219,549	\$218,331	\$208,462	-\$9,869
Total, Forest & Rangeland Research	\$278,929	\$277,711	\$267,791	-\$9,920
State and Private Forestry				
Forest Health Management				
Forest Health Fed Lands	\$53,438	\$53,163	\$49,849	-\$3,314
Forest Health Coop Lands	\$46,928	\$46,904	\$34,581	-\$12,323
Total, Forest Health Mgmt	\$100,366	\$100,067	\$84,430	-\$15,637
Cooperative Fire Assistance				
State Fire Assistance	\$32,930	\$32,895	\$26,960	-\$5,935
Volunteer Fire Assistance	\$5,912	\$5,912	\$5,858	-\$54
Total, Cooperative Fire Assistance	\$38,842	\$38,807	\$32,818	-\$5,989
Cooperative Forestry				
Forest Stewardship	\$34,188	\$34,144	\$33,880	-\$264
Forest Legacy	\$56,536	\$56,524	\$61,515	\$4,991
Urban & Community Forestry	\$28,450	\$28,413	\$26,846	-\$1,567
Economic Action	\$9,537	\$9,537	\$0	-\$9,537
Forest Res Info & Analysis	\$4,588	\$4,588	\$0	-\$4,588
Total, Cooperative Forestry	\$133,299	\$133,206	\$122,241	-\$10,965
International Forestry	\$6,897	\$6,886	\$4,921	-\$1,965
Emergency Appropriation (PL 109-148)	\$30,000	\$30,000	\$0	-\$30,000
Total, S&PF	\$309,404	\$308,966	\$244,410	-\$64,556
National Forest System				
Land Management Planning	\$58,188	\$57,675	\$55,555	-\$2,120
Inventory & Monitoring	\$167,675	\$166,638	\$154,135	-\$12,503
Recreation, Wilderness & Heritage	\$261,298	\$258,797	\$250,880	-\$7,917
Wildlife & Fish Management	\$132,866	\$131,734	\$123,548	-\$8,186
Grazing Management	\$48,279	\$47,826	\$39,735	-\$8,091
Forest Products	\$280,114	\$277,583	\$310,114	\$32,531
Vegetation & Watershed Management	\$181,342	\$179,852	\$187,582	\$7,730
Minerals & Geology Management	\$84,602	\$84,164	\$81,242	-\$2,922
Landownership Management	\$91,632	\$90,932	\$84,285	-\$6,647
Law Enforcement Operations	\$87,888	\$110,937	\$110,000	-\$937
Valles Caldera	\$5,074	\$5,074	\$990	-\$4,084
Centennial of Service Challenge	\$4,434	\$4,434	\$0	-\$4,434
Emergency Appropriations (PL 109-148)	\$20,000	\$20,000	\$0	-\$20,000
Total, NFS	\$1,423,392	\$1,435,646	\$1,398,066	-\$17,580



FY 2007 Budget Request vs. FY 2006 after Reprogramming and Transfers

(dollars in thousands)

	FY 2006 Enacted	FY 2006 after R & T	FY 2007 Budget	FY 2007 vs FY 2006 after R & T
Wildland Fire Management				
Preparedness	\$666,068	\$660,705	\$655,887	-\$4,818
Fire Operations - Suppression				
Regular Appropriations	\$690,186	\$690,186	\$746,176	\$55,990
Total, Fire Ops - Suppression	\$690,186	\$690,186	\$746,176	\$55,990
Fire Operations - Other				
Hazardous Fuels	\$281,792	\$280,119	\$291,792	\$11,673
Rehab & Restoration	\$6,189	\$6,189	\$1,980	-\$4,209
Fire Research & Development	\$22,877	\$22,789	\$20,121	-\$2,668
Joint Fire Sciences Program	\$7,882	\$7,882	\$3,960	-\$3,922
NFP Forest Health - Fed Lands	\$14,779	\$14,779	\$6,802	-\$7,977
NFP Forest Health - Coop Lands	\$9,853	\$9,853	\$4,552	-\$5,301
NFP State Fire Assistance	\$45,816	\$45,816	\$29,115	-\$16,701
NFP Volunteer Fire Assistance	\$7,773	\$7,773	\$7,810	\$37
Total, Fire Ops - Other	\$396,961	\$395,200	\$366,132	-\$29,068
Total, WFM	\$1,753,215	\$1,746,091	\$1,768,195	\$22,104
Capital Improvement & Maintenance				
Facilities Maintenance	\$50,764	\$50,172	\$69,466	\$19,294
Facilities Improvements	\$74,051	\$73,526	\$60,674	-\$12,852
Roads Maintenance	\$145,888	\$144,832	\$92,787	-\$52,045
Roads Improvements	\$76,293	\$75,856	\$90,000	\$14,144
Trails Maintenance	\$41,382	\$40,908	\$35,509	-\$5,399
Trails Improvements	\$33,500	\$33,297	\$24,832	-\$8,465
Deferred Maintenance	\$12,809	\$12,743	\$9,333	-\$3,410
Emergency Appropriations (PL 109-148)	\$7,000	\$7,000	\$0	-\$7,000
Total, CI&M	\$441,687	\$438,335	\$382,601	-\$48,733
Land Acquisition				
Acquisitions	\$28,081	\$28,081	\$16,778	-\$11,303
Acquisition Management	\$12,316	\$12,213	\$8,297	-\$3,916
Cash Equalization	\$493	\$493		-\$493
Critical Inholdings/wilderness protection	\$985	\$985		-\$985
Total, Land Acquisition	\$41,875	\$41,772	\$25,075	-\$16,697
Other Appropriations				
Acquisition of Lands for National Forests, Special Acts	\$1,053	\$1,053	\$1,053	\$0
Acquisition of Lands to Complete Land Exchanges	\$231	\$231	\$231	\$0
Range Betterment Fund	\$2,920	\$2,920	\$3,932	\$1,012
Gifts, Donations, and Bequests for Research	\$63	\$63	\$63	\$0
Subsistence Mgmt (R10)	\$4,993	\$4,975	\$5,311	\$336
Total, Other Appropriations	\$9,260	\$9,242	\$10,590	\$1,348
Total, Discretionary Appropriations	\$4,257,762	\$4,257,762	\$4,096,728	-\$134,034

** Committee on Appropriations approved one Forest Service reprogramming request of \$131,400 from facility construction to road construction in FY 2006 and instructed transfer of funds to Law Enforcement to fully pay overhead costs.



Three Year Budget Summary of Full-Time Equivalents

	<u>FY 2005 FTEs</u>	<u>FY 2006 FTEs</u>	<u>FY 2007 FTEs</u>	<u>FY 2007 vs FY 2006</u>
<u>Discretionary Appropriations</u>				
Forest & Rangeland Research				
Forest & Rangeland Research	2,520	2,379	2,405	26
Fire Research & Development	176	167	166	-1
Joint Fire Sciences Program	0	0	0	0
Gifts, Donations, and Bequests for Research	3	0	0	0
Total, Forest & Rangeland Research	2,699	2,546	2,571	25
State & Private Forestry				
Forest Health Management				
Forest Health - Fed Lands	457	458	457	-1
NFP Forest Health - Fed Lands	118	120	120	0
Forest Health - Coop Lands	61	62	62	0
NFP Forest Health - Coop Lands	8	7	7	0
Total--Forest Health Management	644	647	646	-1
Cooperative Fire Protection				
State Fire Assistance	57	59	58	-1
NFP State Fire Assistance	2	2	2	0
Volunteer Fire Assistance	0	0	0	0
NFP Volunteer Fire Assistance	0	0	0	0
Total--Cooperative Fire Protection	59	61	60	-1
Cooperative Forestry				
Forest Stewardship	79	80	82	2
Forest Legacy	24	26	26	0
Urban & Community Forestry	66	67	67	0
Economic Action	52	42	0	-42
Forest Res Info & Analysis	19	14	0	-14
Total--Cooperative Forestry	240	229	175	-54
International Forestry	25	23	25	2
Total, State & Private Forestry	968	960	906	-54



U.S. Department of Agriculture - Forest Service
Overview of FY 2007 President's Budget

	FY 2005 FTEs	FY 2006 FTEs	FY 2007 FTEs	FY 2007 vs FY 2006
<u>Discretionary Appropriations</u>				
National Forest System				
Land Management Planning	616	558	579	21
Inventory & Monitoring	1,565	1,538	1,432	-106
Recreation, Wilderness, & Heritage	2,873	2,878	2,874	-4
Wildlife & Fish Management	1,396	1,361	1,346	-15
Grazing Management	552	548	466	-82
Forest Products	3,269	3,347	3,770	423
Vegetation & Watershed Management	1,817	1,721	1,858	137
Minerals & Geology Management	592	625	642	17
Landownership Management	982	952	888	-64
Law Enforcement Operations	695	880	823	-57
Valles Caldera National Preserve	1	1	0	-1
Centennial of Service	51	21	0	-21
NFP-Rehabilitation and Restoration	88	46	15	-31
Total, National Forest System	14,497	14,476	14,693	217
Wildland Fire Management				
Preparedness	6,678	5,725	6,228	503
Fire Operations - Suppression	2,113	3,350	3,097	-253
Fire Operations - Other				
Hazardous Fuels	2,344	2,370	2,275	-95
Total, Wildland Fire Management	11,135	11,445	11,600	155
Capital Improvement & Maintenance				
Facilities	1,024	583	662	79
Roads	1,824	1,766	1,534	-232
Trails	809	793	620	-173
Deferred Maintenance	54	49	39	-10
Total, Capital Improvement & Maintenance	3,711	3,191	2,855	-336
Land Acquisitions				
Land Acquisitions	120	118	102	-16
Acquisition of Lands for National Forests, Special Acts	0	0	0	0
Acquisition of Lands to Complete Land Exchanges	0	0	0	0
Total, Land Acquisitions	120	118	102	-16
Other Appropriations				
Range Betterment Fund	16	19	19	0
Management of NF Lands for Subsistence Uses	26	24	26	2
Total--Other Appropriations	42	43	45	2
Total, Discretionary Appropriations	33,172	32,779	32,772	-7
Total, Mandatory Appropriations	2,832	3,079	3,208	129
Total, Working Capital Fund	627	627	627	0
Grand Total, Forest Service	36,631	36,485	36,607	122



Three Year Receipts by Source and Payments to States Table

	FY 2005 <u>ACTUAL</u>	FY 2006 <u>ESTIMATE</u>	FY 2007 <u>ESTIMATE</u>
<u>Revenues and Receipts</u>			
Deposits in the National Forest Fund, and the National Grasslands Fund.			
National Forest Fund Receipts for Sale of Products or Use of Land			
Timber	77,108	126,000	126,000
Grazing	6,410	8,000	8,000
Land Uses	12,153	12,500	12,500
Recreation, Admission, and User Fees	44,632	41,700	41,700
Power	2,278	2,530	2,530
Minerals	2,897	3,100	3,250
	~~~~~	~~~~~	~~~~~
Subtotal	145,478	193,830	193,980
<b>National Grasslands Fund and Land Utilization Projects Receipts</b>			
Grazing	664	700	700
Minerals	40,297	42,000	45,000
Other	330	340	340
	~~~~~	~~~~~	~~~~~
Subtotal	41,291	43,040	46,040
	~~~~~	~~~~~	~~~~~
Subtotal of Receipts that are deposited into the National Forest Fund, and the National Grasslands Fund.	186,769	236,870	240,020
<b>National Forest Fund Receipts, National Grassland Receipts, and/or Land Utilization Project Receipts which are transferred to Permanent and Other Appropriations by Special Acts</b>			
Acquisition of Lands for National Forests, Special Acts	1,054	1,053	1,058
Ten-Percent Roads and Trails Fund	15,712	18,850	18,850
Range Betterment Fund (50 Percent Grazing)	2,472	3,130	3,932
Timber Roads--Purchaser Election Program	6,800	6,800	4,000
Recreation Fee Collection Costs	380	na	na
Timber Sales Pipeline Restoration Fund	4,914	4,500	4,500
Midwin NTP Rental Fees	287	400	400
	~~~~~	~~~~~	~~~~~
Subtotal--Transfers to Permanent Appropriations and Others	31,619	34,733	32,740
Total -- National Forest Fund Receipts, National Grasslands Receipts, and Land Utilization Project Receipts on deposit that are the source of funds for Payments to States, or any returns to the Treasury	155,150	202,137	207,280



U.S. Department of Agriculture - Forest Service
Overview of FY 2007 President's Budget

Revenues and Receipts	FY 2005 ACTUAL	FY 2006 ESTIMATE	FY 2007 ESTIMATE
Receipts that are considered to be National Forest Fund Receipts for the purposes of the 1908 Act, but which are deposited directly into the following Permanent and Trust Funds			
Timber Sale Area Improvement (Knutson-Vandenburg Fund)	228,945	50,000	50,000
Timber Salvage Sales	71,185	60,000	58,000
	~~~~~	~~~~~	~~~~~
Subtotal--Deposits to Permanent and Trust Appropriations	300,130	110,000	108,000
<b>Credits to Timber Purchasers that are considered to be National Forest Fund receipts for the purposes of the 1908 Act, but are not a receipt of funds.</b>			
Timber Roads			
Purchaser Credit Program, non-add	2,810	1,000	1,000
Specified Road Costs, non-add	16,542	18,000	20,000
	~~~~~	~~~~~	~~~~~
Subtotal--Credits	19,352	19,000	21,000
Grand Total -- National Forest Fund, National Grasslands Fund, and Land Utilization Project Receipts, plus deposits and credits deemed to be National Forest Fund for the purposes of the 1908 Act	506,251	365,870	369,020
Permanent Appropriations, Cooperative Work, and Other Appropriations not deemed to be National Forest Fund receipts for the purposes of the 1908 Act			
Brush Disposal	12,643	12,500	13,000
Stewardship Contracting retained receipts	[2,039]	5,926	5,000
Cooperative Contributions	34,311	48,000	48,000
Midewin NTP Restoration Fund	0	5	5
Licensee Programs	95	70	70
Federal Lands Recreation Enhancement Fund	50,245	52,850	54,850
Operation and Maintenance of Quarters	7,377	8,000	8,000
Federal Land and Facility Enhancement Fund	211	37,000	48,000
Restoration of Forestlands and Improvements	7,824	3,000	3,000
Acquisition of Lands to Complete Land Exchanges	960	231	232
Gifts, Donations, and Bequests for Research	64	63	63
Administration of Rights-of-Way, Other Land Uses	497	1,300	3,625
Land Between the Lakes (LBL) Management Fund	3,571	4,000	4,400
Land Between the Lakes (LBL) Trust Fund	173	188	216
Valles Caldera Fund	109	500	500
Forest Botanical Products	1,396	1,800	1,850
	~~~~~	~~~~~	~~~~~
<b>Total -- Receipts deposited for Permanent Appropriations, Cooperative Work, and Other Appropriations</b>	119,476	175,433	190,811
	~~~~~	~~~~~	~~~~~
Total--Forest Service Receipts	637,994	557,036	571,571



U.S. Department of Agriculture - Forest Service
Overview of FY 2007 President's Budget

<u>Revenues and Receipts</u>	<u>FY 2005 ACTUAL</u>	<u>FY 2006 ESTIMATE</u>	<u>FY 2007 ESTIMATE</u>
Revenues received by other agencies for activities on National Forest Lands			
Power Licenses on Public Domain Lands, estimated ^{1/}	20,000	20,000	20,000
Mineral Leases on Public Domain Lands, Acquired Lands, and Oregon and California Grant Lands, estimated ^{1/}	645,000	765,000	765,000
	~~~~~	~~~~~	~~~~~
Total -- Revenues to other agencies for activities on National Forest Lands	665,000	785,000	785,000
	~~~~~	~~~~~	~~~~~
Grand Total--Revenues and Receipts from National Forest Lands	1,302,994	1,342,036	1,356,571
Payments and Transfers for States and Counties. ^{2/}			
Payments and Transfers from National Forest Fund Receipts ^{3/}			
Payment to Minnesota	2,102	2,102	2,102
Payments to States, Act of 1908	7,227	6,653	7,000
Secure Rural Schools & Community Self-Determination Act			
Payment to States, Title I & III	50,926	75,352	120,000
Transfer to Forest Service, Title II	33,009	33,642	34,000
Payments from U.S. Treasury funds			
Secure Rural Schools & Community Self-Determination Act			
Payment to States, Title I & III ^{4/}	309,915	295,912	242,000
Payments from National Grasslands and Land Utilization Project receipts			
Payments to Counties	6,834	7,000	7,500
	~~~~~	~~~~~	~~~~~
Total--Payments and Transfers for States and Counties	410,013	420,661	412,602
Funds to Treasury for National Grasslands and Land Utilization Projects after Transfers by Special Acts ^{3/}	0	30,000	32,000

^{1/} Represents receipts from NFS lands which are deposited directly to Department of Interior and Department of Energy.
^{2/} Payments and Transfers made from the National Forest fund are earned in the previous fiscal year and paid from those previous years receipts in the fiscal year shown.
^{3/} Transfer to Treasury in 2005 is being reconciled due to anomalies in the historic record. Treasury transfers of prior years revenue will be made upon completion
^{4/} \$14 million of declared excess Knutson-Vandenburg funds returned to miscellaneous receipts in FY 2006 will be utilized as an additional source of funds for Secure Rural Schools & Community Self-determination Act payment in FY 2007, reducing payments from U.S. Treasury funds to the amount shown





## FY 2004 – FY 2008 STRATEGIC GOALS AND OBJECTIVES

The Forest Service's 2004-2008 National Strategic Plan outlines the agency's strategic goals and objectives. The Forest Service's six strategic goals are accompanied by 16 strategic objectives that guide program implementation and corresponding performance measures.

In FY 2006, the Forest Service will complete the 3-year update of its Strategic Plan, in accordance with the Government Performance and Results Act. The update process will ensure continuity with the current plan and will be closely linked to the USDA Strategic Plan.

Strategic Goal	Agency Objectives	Performance Measures
<b>1. Reduce the risk from catastrophic wildland fire</b>	1.1: Improve the health of National Forest System lands that have the greatest potential for catastrophic wildland fire.	<u>1.1 a</u> : Number of acres of hazardous fuels treated in the wildland-urban interface and percent identified as high priority through collaboration consistent with the 10-year Comprehensive Strategy Implementation Plan.
		<u>1.1 b</u> : Number of acres in the wildland-urban interface treated per \$1 million gross investment.
		<u>1.1 c</u> : Number of acres of hazardous fuels treated in Condition Classes 2 or 3 in Fire Regimes 1, 2, or 3 outside the wildland-urban interface, and percent identified as high priority through collaboration consistent with the 10-Year Plan.
		<u>1.1 d</u> : Number of acres treated outside the wildland-urban interface per \$1 million gross investment.
		<u>1.1 e</u> : Number of acres in Condition Classes 2 or 3 in Fire Regimes 1, 2, or 3, treated by all land management activities that improve condition class, and percent that were identified as high priority through collaboration consistent with the 10-Year Plan.
		<u>1.1 f</u> : Percent of mechanically treated acres to reduce hazardous fuels with byproducts used. *
		<u>1.1 g</u> : Number of acres brought into stewardship contracts. *
	1.2: Consistent with resource objectives, wildland fires are suppressed at a minimum cost, considering firefighter and public safety, benefits, and values to be protected.	<u>1.2.a</u> : Percent of unplanned and unwanted wildland fires controlled during initial attack. *
		<u>1.2.b</u> : Number of acres burned by unplanned and unwanted wildland fires. *
		<u>1.2.c</u> : Percent of large fires in which the value of resources protected exceeds the cost of suppression. *
	1.3: Assist 2,500 communities and those non-National Forest System lands most at risk with developing and implementing hazardous fuels reduction and fire prevention plans and programs.	<u>1.3 a</u> : Percent of communities at risk with completed and current fire management plans or risk assessments. *
		<u>1.3 b</u> : Number of acres covered by partnership agreements. *



Strategic Goal	Agency Objectives	Performance Measures
<b>2. Reduce the impacts from invasive species</b>	2.1: Improve the effectiveness of treating selected invasive species on the Nation's forests and grasslands.	<u>2.1 a:</u> Availability and reliability of the annual National Risk Assessment survey.
		<u>2.1 b:</u> Acres treated for selected invasive species.
		<u>2.1 c:</u> Percent change in the rate of spread of selected invasive species.
<b>3. Provide outdoor recreational opportunities</b>	3.1: Improve public access to National Forest System land and water and provide opportunities for outdoor health-enhancing activities.	<u>3.1 a:</u> Miles and percent of trail network maintained to standard. *
		<u>3.1 b:</u> The 3-year average number of fatalities on the passenger car road network. *
		<u>3.1 c:</u> Number and percent of facilities maintained to standard. *
		<u>3.1 d:</u> Number and percent of facilities and sites that meet accessibility standards. *
		<u>3.1 e:</u> Number of rights-of-way acquired to provide public access.
	3.2: Improve the management of off-highway-vehicle use to protect natural resources, promote safety of all users, and minimize conflicts among various uses through the collaborative development and implementation of locally based travel management plans.	<u>3.2.a:</u> Percent of National Forest System lands covered by travel management implementation plans.
<b>4. Help meet energy resource needs</b>	4.1: Work with other agencies to identify and designate corridors for energy facilities, improve the efficiency of processing permit applications, and establish appropriate land tenure (including transferability clauses) in easements and other authorizations to provide for long-term project viability.	<u>4.1.a:</u> Percent of energy facility and corridor applications approved within prescribed timeframes. *
	4.2: Stimulate commercial use of small-diameter trees from National Forest System lands for biomass energy.	<u>4.2.a:</u> Total biomass from small-diameter and low-value trees used for energy production. *
<b>5. Improve watershed condition</b>	5.1: Assess and restore high-priority watersheds and maintain riparian habitat in these watersheds.	<u>5.1.a:</u> Number of inventoried forest and grassland watersheds in fully functioning condition as a percent of all watersheds.
		<u>5.1.b:</u> Acres of nonindustrial private forest land under approved stewardship management plans.
	5.2: Monitor water quality impacts of activities on National Forest System lands.	<u>5.2.a:</u> Percent of projects on National Forest System lands fully implementing best management practices (BMPs).





Strategic Goal	Agency Objectives	Performance Measures
	5.3: Restore and maintain native and desired nonnative plant and animal species diversity in terrestrial and aquatic ecosystems and reduce the rate of species endangerment by contributing to species recovery.	<u>5.2.b</u> : Allotment acres and percent administered to 100 percent of standard.
		<u>5.3.a</u> : Terrestrial and aquatic habitat enhanced to achieve desired ecological conditions.
		<u>5.3.b</u> : Value of partnership contributions that support habitat enhancement.
<b>6. Conduct mission-related work in addition to that which supports the agency goals</b>	6.1: Provide current resource data, monitoring, and research information in a timely manner.	<u>6.1.a</u> : Percent of the Nation for which forest inventory and analysis information is accessible to external customers.
		<u>6.1.b</u> : The percent of research and development products or services that meet customer expectations as assessed through targeted, standardized evaluations.
	6.2: Meet Federal financial management standards and integrate budget with performance.	<u>6.2.a</u> : Review of financial statement audits and implementation of corrective actions based on audit findings.
		<u>6.2.b</u> : Average number of days between fiscal obligation and transaction data entry into the Foundation Financial Information System.
		<u>6.2.c</u> : Extent to which performance data are current and complete.
		<u>6.2.d</u> : Number of accounting adjustments required to reconcile agency quarterly reports with Federal Treasury reports.
		<u>6.2.e</u> : Number of "business operations internal control weaknesses" identified in annual financial statement audits.
	6.3: Maintain the environmental, social, and economic benefits of forests and grasslands by reducing their conversion to other uses.	<u>6.3.a</u> : Acres of land adjustments to conserve the integrity of undeveloped lands and habitat quality. *
	6.4: Maintain Office of Safety and Health Administration standards.	<u>6.4.a</u> : Number of firefighters injured in fire-related incidents.
		<u>6.4.b</u> : Number of new Office of Workers' Compensation Program cases.
	6.5: Develop and maintain the processes and systems to provide and analyze scientific and technical information to address agency priorities.	<u>6.5.a</u> : Number and percent of Land and Resource Management Plans developed and revised.
		<u>6.5.b</u> : Percent of data in information systems that is current to standard.
		<u>6.5.c</u> : Number and percent of forest plan monitoring reports completed.

* These performance measures have been identified through the PART process as needing to be updated.





## Activity / Output Measures

The following table of measures presents the Forest Service's outputs according to appropriation, Budget Line Item (BLI), and activity. The agency manages work activities and outputs to achieve long-term, on-the-ground outcomes.

The activity/output table consolidates information that is presented throughout this document by BLI. Please refer to those sections for more detailed discussions about the measurements and the agency's plans for meeting output targets.

Appropriation / Budget Line Item	Outputs by Activity			
	FY 2005 Plan	FY 2005 Actual	FY 2006 Plan	FY 2007 Plan
<b>Forest and Rangeland Research</b>				
Percentage of customers who are satisfied with Research and Development products	80%	78%	72%	72%
Percent of Nation with accessible FIA data**	83%	76%	86%	90%
<p>* Beginning in FY 2006, this measure will be formulated from the American Customer Satisfaction Index, an independently administered survey.</p> <p>** Beginning in FY 2006, this measure will be based on percent of States rather than percent of land area.</p>				
<b>State and Private Forestry</b>				
<b>Forest Health Management - Federal Lands</b>				
Federal acres treated - Invasives*	---	---	143,217	61,368
Federal acres treated - Native plants*	---	---	44,990	27,399
Forest health acres managed on Federal lands (acres)	125,917	104,321	---	---
* New measure starting in FY 2006				
<b>Forest Health Management - Cooperative Lands</b>				
Cooperative lands acres treated - Invasives*	---	---	670,275	314,954
Cooperative lands acres treated - Native	---	---	160,117	60,302
Forest health acres managed on cooperative lands (acres)	585,545	747,056	---	---
* New measure starting in FY 2006				
<b>State Fire Assistance</b>				
Communities assisted (number)	9,784	7,723	6,653	5,278
<b>Volunteer Fire Assistance</b>				
Volunteer fire departments assisted (number)	2,800	4,056	2,800	2,800
<b>Forest Stewardship</b>				
Non-industrial private forestlands (NIPF) under approved stewardship management plans (number)	1,500,000	1,590,464	1,575,000	1,575,000
Number of NIPF stewardship management plans	15,400	13,244	16,250	16,250
<b>Forest Legacy Program</b>				
Forest Legacy Program acres acquired	224,000	46,181	230,000	130,000



**U.S. Department of Agriculture - Forest Service**  
**Overview of FY 2007 President's Budget**

Appropriation / Budget Line Item	Outputs by Activity			
	FY 2005 Plan	FY 2005 Actual	FY 2006 Plan	FY 2007 Plan
<b>Measure</b>				
<b>Urban and Community Forestry</b>				
Technical assists to communities (number of communities assisted)	9,600	6,998	6,200	5,800
Volunteer assistance generated (days)	254,000	149,789	133,300	125,800
<b>Economic Action Programs</b>				
Communities under broad-based strategic plans (number)	565	648	---	---
<b>International Forestry</b>				
Acres of migratory habitat restored	130,000	130,000	130,000	130,000
<b>National Forest System</b>				
<b>Land Management Planning</b>				
Number of land management plan revisions or creations underway	49	48	51	31
Number of land management plan amendments underway	37	44	33	33
<b>Inventory and Monitoring</b>				
Number of Quarter Quads Completed*	74,429	55,977	---	---
Acres of inventory data collection and entry completed	17,265,745	29,601,977	30,273,000	---
Acres of legacy data migrated**	---	---	73,285,000	---
Acres of inventory data collected and acquired	---	---	---	16,362,000
Number of annual monitor and evaluation reports completed	118	105	90	---
Number of annual monitoring requirements completed	---	---	---	1,250
Number of landscape scale ecosystem assessments completed***	93	102	69	---
Number of broadscale assessments underway***	41	47	18	---
Number of ecosystem assessments completed***	---	---	---	53
* Activity tracked only in FY 2005 ** Activity tracked only in FY 2006 *** Activity redefined for FY 2007. Broadscale and landscape scale assessments combined into ecosystem assessments. Difference in last column in FY 2007 is FY 2007 ecosystem assessments total minus the FY 2006 broadscale and landscape scale assessments.				



U.S. Department of Agriculture - Forest Service  
Overview of FY 2007 President's Budget

Appropriation / Budget Line Item	Outputs by Activity			
	FY 2005 Plan	FY 2005 Actual	FY 2006 Plan	FY 2007 Plan
<b>Recreation, Heritage, and Wilderness</b>				
Number of PAOT (persons at one time) days administered to standard (Developed	78,705,457	91,728,473	80,999,000	---
Number of days managed to standard (General Forest Areas)*	1,057,782	1,051,921	2,223,800	---
Number of PAOT days administered to standard*	n/a	n/a	n/a	67,700,000
Number of recreation interpretation & education products provided to standard	12,767	15,062	13,460	9,200
Number of recreation special use authorizations administered to standard	10,129	11,441	11,899	9,275
Number of heritage assets managed to standard	6,522	5,797	6,531	6,250
Number of wilderness areas managed to standard	69	48	99	80
Number of wild & scenic river areas managed to standard	---	---	---	32
* In FY 2007, days administered to standard for developed sites and general forest area were combined into one activity				
<b>Wildlife and Fisheries Habitat Management</b>				
Miles of stream enhanced	1,604	1,623	1,674	1,300
Acres of lake enhanced	12,826	19,250	13,295	8,600
Acres of terrestrial habitat enhanced	184,715	230,867	194,530	146,000
Number of wildlife interpretation & education products provided	2,163	3,390	2,053	1,665
<b>Grazing Management</b>				
Number of allotment acres administered to 100% of standard	22,116,544	36,503,278	23,089,000	21,517,618
Number of grazing allotments with signed decision notices	473	543	484	321
<b>Forest Products</b>				
Approved timber sale NEPA documents (through appeal and litigation)	335	356	405	---
Timber volume offered (Hundred Cubic Feet - CCF)	3,141,406	3,152,956	---	---
Timber volume sold (Hundred Cubic Feet)	---	---	3,417,500	4,157,000
Timber volume harvested (Hundred Cubic Feet - CCF)	3,158,109	3,966,544	3,071,804	3,200,000
Number of special forest products permits administered*	146,338	145,982	165,806	----
Number of special forest product permits issued*	---	---	---	146,000
* Activity "number of special forest products permits administered" redefined to permits issued in FY 2007.				



U.S. Department of Agriculture - Forest Service  
Overview of FY 2007 President's Budget

		Outputs by Activity			
Appropriation / Budget Line Item		FY 2005 Plan	FY 2005 Actual	FY 2006 Plan	FY 2007 Plan
Measure					
<b>Vegetation and Watershed Management</b>					
Acres of forest vegetation improved*		73,349	369,109	42,901	80,914
Acres of forest vegetation established*		---	---	61,256	57,952
Acres of rangeland vegetation improved		1,886,109	1,521,286	1,650,000	1,804,660
Acres of watershed improved		13,804	13,510	12,406	12,200
Acres of noxious weeds and invasive plants treated		75,456	120,040	80,800	115,702
Number of air quality services provided		265	241	322	330
Planned Environmental Compliance and Protection/Abandoned Mine Lands (ECAP/AML) activities completed**		197	229	---	---
* In FY 2006, "...forest vegetation established" was identified as a separate output measure from "...forest vegetation improved". ** Activity not tracked after FY 2005					
<b>Minerals and Geology Management</b>					
Number of mineral operations administered		13,069	13,712	13,256	12,533
Number of mineral applications processed*		6,446	8,017	6,548	6,587
Number of geological resources or hazard assessments completed**		760	549	1,051	0
Number of geologic resource and hazard sites managed***		---	---	---	561
Percent of inspections/audit findings addressed****		---	---	10%	---
Percent of total sites identified where no further response (remedial or removal) action is required (NFRAP)****		---	---	11%	---
Number of AML safety risk features mitigated to "no further action"		---	---	312	960
Number of administrative units where audits were conducted		---	---	17	195
Number of sites which have been mitigated		---	---	25	80
* Activity redefined in FY 2007 from "Number of mineral operations processed"					
** Activity not tracked in FY 2007					
*** Activity not tracked prior to FY 2007					
**** Activity tracked in FY 2006 only					
<b>Landownership Management</b>					
Number of acres acquired or conveyed*		20,653	353,770	20,824	9,523
Land ownership title cases resolved through litigation or processed through administrative procedure**		348	406	274	---
Number of title management cases resolved or completed to standard**		---	---	---	230
Miles of boundary line marked/maintained		2,352	2,365	2,241	1,851
Number of land use authorizations administered to standard		8,237	6,740	6,373	6,350
Number of land use proposals and applications processed		1,858	4,083	1,725	1,785
* Activity redefined in FY 2007 from "Land ownership acres adjusted"					
** Activity redefined in FY 2007 and not comparable between FY 2006 and FY 2007					



U.S. Department of Agriculture - Forest Service  
Overview of FY 2007 President's Budget

		Outputs by Activity			
Appropriation / Budget Line Item		FY 2005 Plan	FY 2005 Actual	FY 2006 Plan	FY 2007 Plan
Measure					
<b>Law Enforcement Operations</b>					
Enforcement capability (percent of reported incidents in which action was taken)		55%	60%	60%	65%
Investigative capability (percent of cases closed)		63%	75%	75%	78%
<b>Wildland Fire Management</b>					
<b>Readiness</b>					
Chains per hour		15,130	13,764	15,130	14,820
Percent of wildland fires suppressed during initial attack		99%	99%	99%	99%
<b>Fire Operations</b>					
Gross fire suppression costs per acre (dollars)		\$846	\$1,084	\$676	\$676
<b>Hazardous Fuels</b>					
Acres of non-wildland/urban interface hazardous fuels mitigated		519,000	476,042	417,000	411,000
High-priority acres treated in the wildland/urban interface		1,281,000	1,187,854	1,383,000	1,539,000
Acres of hazardous fuels reduction obtained through other land management activities		700,000	1,057,976	1,275,000	1,275,000
<b>Rehabilitation (NFP)</b>					
Rehabilitation projects completed		100	137	20	20
<b>Fire Research and Development (NFP)</b>					
Percent of R&D products and services that meet customer expectations		80%	78%	72%	72%
<b>Forest Health Management - Federal Lands (NFP)</b>					
Forest health acres treated on Federal lands (acres)		25,358	70,438	---	---
Federal acres treated under NFP - Invasives		---	---	1,641	1,895
Federal acres treated under NFP - Native plants		---	---	43,632	21,653
<b>Forest Health Management - Cooperative Lands (NFP)</b>					
Forest health acres treated on cooperative lands		181,180	161,751	---	---
Acres treated on cooperative lands under NFP - Invasives		---	---	205,355	88,876
Acres treated on cooperative lands under NFP - Native plants		---	---	2,364	5,712
<b>State Fire Assistance (NFP)</b>					
Communities at risk from wildfire assisted - NFP (number)		9,344	11,413	10,763	6,765
<b>Volunteer Fire Assistance (NFP)</b>					
Volunteer fire departments assisted - NFP (number)		3,800	5,377	3,800	3,800



U.S. Department of Agriculture - Forest Service  
Overview of FY 2007 President's Budget

Appropriation / Budget Line Item	Outputs by Activity			
	FY 2005 Plan	FY 2005 Actual	FY 2006 Plan	FY 2007 Plan
<b>Measure</b>				
<b>Capital Improvement and Maintenance</b>				
<b>Facilities</b>				
Facilities condition index* (percent)	86.5%	88.0%	87.00%	87.00%
Percent of facilities with "Good" or "Fair" condition rating**	---	---	47.0%	67.00%
Number of recreation sites whose Facility Condition Rating is good or fair***	[10,271]	n/a	[9,865]	9,460
Number of projects completed	96	89	51	50
* FA&O and research facilities are now maintained under the facilities maintenance multi-program				
** Facility condition rating is a subset of the facility condition index. The rating percentage applies to				
*** Activity used as output measure starting in FY 2007. Bracketed values in FY 2005 and FY 2006 provide trend data.				
<b>Roads</b>				
Miles of passenger car roads receiving maintenance	30,657	42,896	39,043	22,000
Miles of high clearance and closed roads receiving maintenance	31,692	25,094	26,465	8,000
Miles of roads decommissioned	770	938	355	350
Miles of road reconstruction and capital improvement	824	333	548	450
<b>Trails</b>				
Miles of trails maintained to standard	20,612	25,208	20,577	12,700
Miles of trail improved to standard	1,025	1,378	1,076	980
<b>Land Acquisition</b>				
Number of acres acquired or donated*	52,775	48,216	37,345	20,620
*Activity "National Forest System acres acquired" redefined for FY 2007				
<b>Other Appropriations</b>				
<b>Brush Disposal</b>				
Acres of harvest related woody fuels treated	59,756	32,047	45,207	50,000
<b>Timber Salvage Sales</b>				
Number of Planned Salvage Timber Sales	200	206	211	---
Prepare Salvage Timber Sales (Hundred Cubic Feet - CCF)*	1,200,000	1,617,385	852,025	---
Hundred cubic feet (CCF) of salvage timber volume sold (included within NFTM)**	---	---	---	863,000
Hundred cubic feet (CCF) of salvage timber volume harvested (included within NFTM)***	1,017,415	n/a*****	854,903	812,000
* Activity not tracked after FY 2006				
** New output measure starting in FY 2007				
*** Activity "Administer Salvage Timber Sales (Hundred Cubic Feet)" redefined for FY 2007				
*****Actual harvest volume in FY 2005 included in timber volume harvested under Forest Products				
<b>Range Betterment Fund</b>				
Structures Improved (number)	600	422	600	590





U.S. Department of Agriculture - Forest Service  
Overview of FY 2007 President's Budget

FY 2007 Facilities Projects  
REGION 1 - NORTHERN REGION  
(In thousands of dollars)

ID	State	District	Forest	Project Name	Fire	Fac?	FACILITIES	Facilities Funds Breakout				Facility Deferred Maintenance Eliminated by FY 2007 Cost	OUTYEAR COST Construction Cost Beyond FY 2007		
								FA&O	Const.	Maint.	Rec		FACILITIES	ROADS	TRAILS
All	All	All	Regionwide	Planning & Design	*		253	100					5,009		
All	All	All	Regionwide	Minor Construction	**		3,240	1,105				1,005	214	752	
R101	MT	1	Custer	Jimmy Joe Campground Reconstruction		N	277			55	222	146			
R102	MT	1	Lewis & Clark	Renovate District Offices for Security		N	500	200				505			
R103	ID	1	Nez Perce	Grangeville Air Center Office		N	728	611				150			
REGION 1 TOTAL							\$ 4,998	\$ 2,016	\$ 417	\$ 2,243	\$ 322	\$ -	\$ 5,223	\$ 752	\$ -

*Planning and design for projects costing more than \$250,000.

**Projects costing less than \$250,000.

FY 2007 Facilities Projects  
REGION 2 - ROCKY MOUNTAIN REGION  
(In thousands of dollars)

ID	State	District	Forest	Project Name	Fire	Fac?	FACILITIES	Facilities Funds Breakout				Facility Deferred Maintenance Eliminated by FY 2007 Cost	OUTYEAR COST Construction Cost Beyond FY 2007		
								FA&O	Const.	Maint.	Rec		FACILITIES	ROADS	TRAILS
All	All	All	Regionwide	Planning & Design	*		440	100							
All	All	All	Regionwide	Minor Construction	**		109					200			
All	All	All	Regionwide	Prior Year Project Contract Admin. & Modification			18				18				
R201	WY	At-large	Bighorn	Hunter Campground & Trailhead		N	248					850			
R202	WY	At-large	Medicine Bow-Routt	Brush Creek WC Rehab		N	510					52		5	
R203	Neb	3	Nebraska	SO Addition/Pine Ridge RD		N	755	510				20			
R204	WY	At-large	Medicine Bow-Routt	Saratoga Shop Building		N	304	80				48			
R205	WY	At-large	Shoshone	Falls Campground		N	756				756	340			
R206	CO	3	San Juan	Cayton Campground		N	495				495	100			
R207	CO	3	Rio Grande	North Clear Creek Falls Overlook		N	219				35	70			
R208	SD	At-large	Black Hills	Deerfield Campground		N	421				421	250			
R209	CO	5	Pike-San Isabel, CC	Squirrel Creek Recreation Area		N	389				211	180			
R210	CO	3	Grand Mesa	Roper Landscaping		N	108								
R211	KS	1	Pike-San Isabel, CC	Elkhart Purchase		N	268								
R212	WY	At-large	Shoshone	Wind River Storage		Y	1,889	230			309	380			
R213	WY	At-large	Big Horn	Boulder Park Campground		N	349					2,587			
REGION 2 TOTAL							\$ 7,288	\$ 3,124	\$ 940	\$ 1,324	\$ 1,900	\$ 451	\$ 4,807	\$ 805	\$ 164

*Planning and design for projects costing more than \$250,000.

**Projects costing less than \$250,000.



U.S. Department of Agriculture - Forest Service  
Overview of FY 2007 President's Budget

FY 2007 Facilities Projects  
REGION 3 - SOUTHWESTERN REGION  
(In thousands of dollars)

Cong				Forest	Project Name	Fire?	FACILITIES	Facilities Funds Breakout				Facility Deferred Maintenance Eliminated by FY 2007 Cost	OUTYEAR COST Construction Cost Beyond FY 2007			
ID	State	District	All					FA&O	Const.	Maint.	Rec		Const.	Maint.	ROADS	TRAILS
	All	All	All	Regionwide	Planning & Design	*	446	300	46	100			7,011	2,126		
	All	All	All	Regionwide	Minor Construction	**	529	132	397							
R301	NM	3	Lincoln	Sacramento Administrative Site	N		1,952	1,952				299				
R302	AZ	1	Prescott	Thumb Butte Picnic Ground	N		460		92	368		1,445	215			
R303	AZ	3	Kalbab	Jacob Lake Campground	N		911			911		117				
R304	NM	2	Lincoln	Deerhead Campground	N		642			642		554				
R305	NM	3	Santa Fe	San Antonio Campground	N		889			889		476				
R306	NM	1	Cibola	Capulin Snow Play Area	N		508		167	341		565				
				REGION 3 TOTAL			\$ 6,337	\$ 2,384	\$ -	\$ 702	\$ 3,251	\$ 3,541	\$ 7,226	\$ 2,126	\$ -	

*Planning and design for projects costing more than \$250,000.

**Projects costing less than \$250,000.

FY 2007 Facilities Projects  
REGION 4 - INTERMOUNTAIN REGION  
(In thousands of dollars)

ID	State	District	Cong	Forest	Project Name	Fire	Fac?	FACILITIES	Facilities Funds Breakout				Facility Deferred Maintenance Eliminated by FY 2007 Cost	OUTYEAR COST		
									FA&O	Const.	Maint.	Rec		FACILITIES	ROADS	TRAILS
All	All	All		Regionwide	Planning & Design	*		113	35	25	53	52	2,150	720		
R401	UT	2		Uinta	Little Mill Campground Reconstruction	N		989			989	976	1,000			
R402	ID	2		Sawtooth	Redfish Lake Complex Deferred Mtc. Reduction Phase 1	N		391			391	311	307	350		
					REGION 4 TOTAL			\$ 1,493	\$ 35	\$ 25	\$ -	\$ 1,433	\$ 1,339	\$ 2,288	\$ 1,070	\$ -

*Planning and design for projects costing more than \$250,000.

**Projects costing less than \$250,000.



U.S. Department of Agriculture - Forest Service  
Overview of FY 2007 President's Budget

FY 2007 Facilities Projects  
REGION 5 - PACIFIC SOUTHWEST REGION  
(In thousands of dollars)

ID	State	District	Forest	Project Name	Fire	Fac?	FACILITIES	Facilities Funds Breakout				Facility Deferred Maintenance Eliminated by FY 2007 Cost	OUTYEAR COST Construction Cost Beyond FY 2007		
								FA&O	Const.	Maint.	Rec		FACILITIES	ROADS	TRAILS
R501	CA	All	Regionwide	Planning & Design	*		594	100	250	100	144	649	7,614	442	
R502	CA	All	Regionwide	Minor Construction	**		735	443		292					
R503	CA	25	Angeles	Santa Clara Mohave RD Office	N		743	743				490			
R504	CA	25	Inyo	Inyo NF Food Storage Lockers	N		373				373	495			
R505	CA	2	Lassen	Chester Helibase	N		586	586				489			
R506	CA	2	Six Rivers	Almanor Group Campground	N		760		760			1,230			
R507	CA	2	Plumas	Ship Mountain Lookout	Y		267	267				41			
R508	CA	44	San Bernardino	Challenge Barracks	Y		555	555				46			
R509	CA	2	Shasta-Trinity	Keenwild Helibase	Y		527	527				440			
R510	CA	21	Sequoia	McCloud River Complex Phase II	N		287				287	86			
R511	CA	19	Sierra	Peppermint WC Expansion	Y		548	548				240			
R512	CA	4	Tahoe	Pine Point and Pine Slope Rehabilitation	N		350				350	735			
				Hobart WC Fire Station	Y		527	527				-			
				Pope Beach Toilet Replacement	N		425				425	355			
				REGION 5 TOTAL			\$ 7,277	\$ 4,296	\$ 250	\$ 1,152	\$ 1,579	\$ 4,801	\$ 7,614	\$ 442	\$ -

*Planning and design for projects costing more than \$250,000.  
**Projects costing less than \$250,000.

FY 2007 Facilities Projects  
REGION 6 - PACIFIC NORTHWEST REGION  
(In thousands of dollars)

ID	State	District	Forest	Project Name	Fire	Fac?	FACILITIES	Facilities Funds Breakout				Facility Deferred Maintenance Eliminated by FY 2007 Cost	OUTYEAR COST Construction Cost Beyond FY 2007		
								FA&O	Const.	Maint.	Rec		FACILITIES	ROADS	TRAILS
R601	OR	2	Malheur	Planning & Design	*		495	300	95	416	100	1,513	3,475	200	
R602	WA	4	Okangon-Wenatchee	Minor Construction	**		1,505	1,089							
R603	OR	3	Mt. Hood	Forest Headquarters Office	N		2,970	2,770	200			504			
R604	OR	4	Rogue River-Siskiyou	Salmon La Sac II	N		626				626	297			
R605	WA	4	Okanogan-Wenatchee	MTH Historical Structures II	N		495				495	450			
				Scenic Illinois Reconstruction II	N		248		214		34	223			
				25 Mile Boathouse and Dock	N		495	495				445			
				REGION 6 TOTAL			\$ 6,834	\$ 4,654	\$ 295	\$ 630	\$ 1,255	\$ 3,135	\$ 3,475	\$ 200	\$ -

*Planning and design for projects costing more than \$250,000.  
**Projects costing less than \$250,000.



U.S. Department of Agriculture - Forest Service  
Overview of FY 2007 President's Budget

FY 2007 Facilities Projects  
REGION 8 - SOUTHERN REGION  
(In thousands of dollars)

ID	State	District	Cong	Forest	Project Name	Fire	Fac?	Facilities Funds Breakout				Facility Deferred Maintenance Eliminated by FY 2007 Cost	OUTYEAR COST		
								FA&O	Const.	Maint.	Rec		FACILITIES	ROADS	TRAILS
	All	All		Regionwide	Planning & Design	*		1,084	700	184	100	380			
	All	All		Regionwide	Minor Construction	**		446	446			350			
	All	All		Regionwide	Prior Year Project Contract Admin & Modifications			297	70	30	47	300			
R801	FL	6		Florida	Ocala Helibase		Y	248	248			50			
R802	TN	1		Cherokee	Paint Creek Corridor - Recreation Rehabilitation		N	327				233			
R803	FL	3		Florida	Clearwater Lake Recreation Area Bathhouse		N	495				418			
R804	AR	3		Ozark-St.F	Ozark-St. Francis Supervisors Office - Phase 2		N	1,782	591	1,191		1,250			
R805	FL	8		Florida	Lake Dorr Recreation Area Bathhouse		N	287				263			
R806	AR	4		Ouachita	Ouachita Supervisors Office Build-out		N	1,663	1,663			-			
R807	TX	2		Texas	Ratcliff Lake Recreation Area - Water/Sanitation		N	257				257			
R808	AR	1		Ozark-St.Francis	Blanchard Swim Beach - Bathhouse Rehabilitation		N	337				282			
R809	MS	3		Mississippi	Turkey Fork Recreation Area - Rehabilitation		N	465				385			
R810	NC	11		North Carolina	Dry Falls Recreation Area - Rehabilitation		N	644				350			
R811	AR	3		Ouachita	Shady Lake Recreation Area - Bathhouse Rehabilitation		N	312				225			
REGION 8 TOTAL								\$ 8,644	\$ 3,272	\$ 1,405	\$ 583	\$ 4,743	\$ 12,410	\$ 1,450	\$ -

*Planning and design for projects costing more than \$250,000.

**Projects Costing less than \$250,000.



U.S. Department of Agriculture - Forest Service  
Overview of FY 2007 President's Budget

FY 2007 Facilities Projects  
REGION 9 - EASTERN REGION  
(In thousands of dollars)

ID	State	Cong District	Forest	Project Name	Fire Fac?	FACILITIES	Facilities Funds Breakout			ROADS	TRAILS	Facility Deferred Maintenance Eliminated by FY 2007 Cost	OUTYEAR COST Construction Cost Beyond FY 2007		
							FA&O	Const.	Maint.				FACILITIES	ROADS	TRAILS
	All	All	Regionwide	Planning & Design Prior Year Project Contract Admin & Modifications	*	297	297				50		3,980	500	
	All	All	Regionwide		**	856		800	56		99				
R901	IL	19	Shawnee	Vienna Administrative Site	N	3,297	3,144	153			396	3,312			
R902	IN	4	Hoosier	Brownstown Administrative Site, Land Purchase	N	495	495						3,000	500	
R903	WI	7	Chequamegon-Nicolet	Rhineland Office Purchase & Renovation	N	891	316	575			50				
R904	NH	2	White Mountain	White Mountain Administrative Site - Phase 1	N	2,295	2,295				743	829	6,336	250	
REGION 9 TOTAL						\$ 8,131	\$ 7,347	\$ 784	\$ -	\$ -	\$ 1,338	\$ 4,141	\$ 13,316	\$ 1,250	\$ -

*Planning and design for projects costing more than \$250,000.  
**Projects Costing less than \$250,000.

FY 2007 Facilities Projects  
REGION 10 - ALASKA REGION  
(In thousands of dollars)

ID	State	Cong District	Forest	Project Name	Fire Fac?	FACILITIES	Facilities Funds Breakout			ROADS	TRAILS	Facility Deferred Maintenance Eliminated by FY 2007 Cost	OUTYEAR COST Construction Cost Beyond FY 2007		
							FA&O	Const.	Maint.				FACILITIES	ROADS	TRAILS
	AK	At Large	Regionwide	Planning & Design	*	959	500		50		59		6,286	1,300	675
	AK	At Large	Regionwide	Minor Construction	**	986	326		660			343			
	AK	At Large	Regionwide	Prior Year Project Contract Admin & Modifications		220	80		60		60				
R1001	AK	At Large	Chugach	Upper Russian Lake Cabin	N	292			292			20			
R1002	AK	At Large	Chugach	Kenai Lake Trailer Park Flex Housing	N	3,082	3,082				347				
R1003	AK	At Large	Chugach	Tenderfoot Campground	N	1,129			339		234	719			
R1004	AK	At Large	Tongass	Reconstruction	N	534	200	334				106			
R1005	AK	At Large	Tongass	Thomas Bay Crew Quarters	N	671						350			
	AK	At Large	Tongass	SE Alaska Discovery Center	N	287	287				671				
R1006	AK	At Large	Tongass	Lighting Safety	N	287							580		
REGION 10 TOTAL						\$ 8,160	\$ 4,475	\$ 704	\$ 1,401	\$ 1,580	\$ 804	\$ 1,538	\$ 6,866	\$ 1,300	\$ 675

*Planning and design for projects costing more than \$250,000.  
**Projects Costing less than \$250,000.



U.S. Department of Agriculture - Forest Service  
Overview of FY 2007 President's Budget

FY 2007 Facilities Projects  
RESEARCH STATIONS  
(In thousands of dollars)

ID	State	Cong District	Location	Project Name	Fire Fac?	FACILITIES	Facilities Funds Breakout			Facility Deferred Maintenance Eliminated by FY 2007 Cost	OUTYEAR COST Construction Cost Beyond FY 2007		
							FA&O Const.	FA&O Maint.	Rec Const.		FACILITIES	ROADS	TRAILS
All	All	All	Service-wide	Planning & Design	*	410	350	60			4,680		
	All	All	Service-wide	Minor Construction	**	824	824			110		832	
S001	WI	2	Forest Products Lab	FPL Modernization, Phase I	N	15,144	15,144			600			
S002	CA	4	Pacific Southwest	Mirov Lab Safety Upgrade	N	1,810	200	1,610		1,500			
S003	CA	1	Pacific Southwest	Redwood Science Laboratory Building Upgrade	N	827	827			600			
S004	WI	2	Forest Products Lab	Replace Roof, B29	N	666		666		529			
S005	WV	1	Northern Research	Morgantown Greenhouse Addition	N	1,197	1,197			-			
S006	CT	3	Northern Research	Ansonia Lab Test Facility	N	366	366			-			
				RESEARCH TOTAL		\$ 21,244	\$ 18,908	\$ 2,336	\$ -	\$ 3,339	\$ 37,033	\$ -	\$ -

Note: North Central and North East Research Station merge to become Northern Research Station, Oct 1, 2006

*Planning and design for projects costing more than \$250,000.

**Projects Costing less than \$250,000.

FY 2007 Facilities Projects  
SUMMARY  
(In thousands of dollars)

	FACILITIES	Facilities Funds Breakout			Facility Deferred Maintenance Eliminated by FY 2007 Cost	OUTYEAR COST Construction Cost Beyond FY 2007		
		FA&O Const.	FA&O Maint.	Rec Const.		FACILITIES	ROADS	TRAILS
Total Regions	\$ 59,162	\$ 31,603	\$ 4,820	\$ 8,045	\$ 27,599	\$ 63,382	\$ 9,395	\$ 839
Total Stations	\$ 21,244	\$ 18,908	\$ 2,336	\$ -	\$ 3,339	\$ 37,033	\$ -	\$ -
Subtotal	\$ 80,406	\$ 50,511	\$ 7,156	\$ 8,045	\$ 30,938	\$ 100,415	\$ 9,395	\$ 839
WO Program Management - Facilities Project List	\$ 2,909	\$ 1,827	\$ 259	\$ 291				
TOTAL - Facilities	\$ 83,315	\$ 52,338	\$ 7,415	\$ 8,336				



## Program Components and Costs of the Timber Sales Program, FY 2005 – FY 2007

BOARD FEET	2005 Final	2006 Programmed	2007 Estimate
<u>National Forest System Forest Products</u>			
Funding (Dollars in thousands)	\$273,247	\$280,115	\$310,114
Volume Offered (FY 2005) or Sold (FY 2006-07) (MMBF)	1,643	1,709 ¹	2,328
<u>Salvage Sale Fund</u>			
Funding (Dollars in thousands)	\$69,436	\$78,333	\$70,000
Volume Offered (FY 2005) or Sold (FY 2006-07) (MMBF)	888	408	449
<u>Knutson -Vandenberg Funds</u>			
Funding (Dollars in thousands)	N.A.	\$40,000	\$23,000
Volume Sold (MMBF)	N.A.	492	226
<u>Timber Sales Pipeline Restoration Fund</u>			
Funding (Dollars in thousands; Pipeline Preparation only)	\$1,670	\$3,172	\$3,000
<u>Road Construction/Reconstruction for Timber Sales and Land Stewardships Contracting (Dollars in thousands)</u>			
Forest Service Engineering Support @ \$30/MBF	\$49,290	\$51,270	\$69,840
<u>Total, Timber Sales Program</u>			
Funding (Dollars in thousands)	\$393,643	\$452,890	\$475,954
Volume Offered (FY 2005) or Sold (FY 2006-07) (MMBF)	2,531	2,609	3,003
Average unit cost (\$/MBF)	\$155.53	\$173.59	\$158.49
 Total, Timber Harvest (MMBF) ²	 2,098	 1,534	 1,600

¹ Does not include approximately 260 MMBF of salvage volume from the Emergency Supplemental.

² Includes both regular and salvage timber volume.

N.A. Not Applicable.







## FY 2007 Proposed Land Acquisition Program

(Dollars in Thousands)

Project	Forest	State	Performance Objective(s) 1/	Amount
Cartwright Ranch	Tonto	AZ	3.1,5.1,6.3	\$1,000
Cascade Checkerboard	Mt Baker-Snoqualmie/ Wenatchee	WA	3.1,5.1,6.3	\$1,000
Columbia River Gorge	Multiple	OR/WA	3.1,5.1,6.3	\$1,000
Georgia Mountains	Chattahoochee-Oconee	GA	3.1,5.1,6.3	\$1,500
Great Lakes/Great Lands	Huron-Manistee/Ottawa/ Hiawatha	MI	3.1,5.1,6.3	678
Greater Yellowstone Area	Multiple	MT, ID, WY	3.1,5.1,6.3	\$606
Hoosier Unique Areas	Hoosier	IN	3.1,5.1,6.3	\$1,000
Lady C	Black Hills	SD	3.1,5.1,6.3	500
Little Missouri River (Ebert Ranch/ Horse Creek)	Dakota Prairie Grasslands	ND	3.1,5.1,6.3	\$4,500
Minnesota Wilderness	Chippewa/Superior	MN	3.1,5.1,6.3	500
Ophir Valley	Uncompahgre	CO	3.1,5.1,6.3	850
Oregon Dunes	Siuslaw	OR	3.1,5.1,6.3	\$500
Pacific NW Streams	Multiple	OR/WA	3.1,5.1,6.3	\$1,000
Packard Ranch	Coconino	AZ	3.1,5.1,6.3	\$500
Salado Canyon Bridal Veil Falls	Lincoln	NM	3.1,5.1,6.3	\$544
Tejon Ranch (Pacific Crest Trail)	Angeles/Los Padres	CA	3.1,5.1,6.3	\$600
Wayne Select Lands	Wayne	OH	3.1,5.1,6.3	\$500
<b>Total Purchase</b>				<b>\$16,778</b>
Acquisition Management				8,297
Critical Inholdings/Wilderness Protection		Multiple		0
Land Exchange Equalization Payment		Multiple		0
<b>Total</b>				<b>\$25,075</b>

* Performance objectives referred to are from the USDA Forest Service Strategic Plan for Fiscal Years 2004-08.





## FY 2007 Proposed Forest Legacy Program

State	Project Name	Forest Legacy Program Funding
ME	Grafton	\$2,000,000
RI	North-South Corridor	\$3,000,000
SC	Pee Dee River	\$2,500,000
CA	Baxter Ranch	\$2,000,000
MI	Northern Great Lakes Forest Project	\$3,500,000
HI	Kealakekua Ranch	\$2,000,000
ID	Clifty Mountain Foothills Project	\$2,900,000
FL	Northeast Florida Timberlands	\$2,250,000
GA	Paulding County Land area	\$2,250,000
VA	New River Corridor	\$2,100,000
ME	Lower Penobscot Forest Project: Phase I	\$2,200,000
NH	Willard Pond	\$3,000,000
TX	Turkey Creek	\$2,045,000
SC	Savannah River	\$2,500,000
AL	Cumberland Mountains Preserve	\$1,185,000
MT	North Swan River Valley	\$3,000,000
NV	Ash Canyon Gateway	\$500,000
MA	Southern Monadnock Plateau	\$2,500,000
UT	Virgin River Headwaters	\$2,800,000
WA	Tahuya Headwaters Pope	\$1,880,000
AZ	Cedar Springs	\$880,000
MN	Sugar Hills	\$750,000
DE	Green Horizons	\$2,000,000
IN	Luke's Run	\$1,700,000
KY	Marrowbone Creek State Forest	\$1,000,000
PA	Birdsboro Waters	\$300,000
NC	Whitehurst Forest	\$1,000,000
AS	Ottoville Rainforest Preserve	\$500,000
AR	Moro Big Pine	\$500,000
OR	South Eugene Hills Phase I	\$460,000
MO	New State Start-Up	\$500,000
	Forest Legacy Program Administration, Acquisition Management, and Assessment of Need Planning	\$5,815,000
<b>TOTAL</b>		<b>\$61,515,000</b>





## Four Year Healthy Forest Initiative Funding and Accomplishment

### UNITED STATES DEPARTMENT OF AGRICULTURE Healthy Forests Initiative (Dollars in Thousands)

	2004 enacted	2005 enacted	2006 enacted	2007 Budget
<b>Department of the Interior^{1/}</b>				
Hazardous Fuels.....	\$183,896	\$201,409	\$208,113	\$199,787
Joint Fire Sciences.....	3,951	3,945	2,956	2,956
Forest Management.....	44,277	49,068	50,302	52,214
Vegetation & Watershed.....	8,143	9,746	9,724	9,688
Wildlife & Fish.....	9,843	12,560	15,044	15,006
Rangeland Management.....	23,375	23,059	23,059	22,631
<b>DOI Total.....</b>	<b>273,485</b>	<b>299,787</b>	<b>309,198</b>	<b>302,282</b>
<b>Forest Service</b>				
Research.....	19,000	19,285	24,000	28,000
State & Private Forestry:				
Forest Health Management.....	5,030	29,575	27,347	14,000
State Fire Assistance.....	7,500	14,443	30,788	23,392
State Fire Assistance-Emergency				
Supplemental for Southern California.....	10,000	0	0	0
Economic Action Programs.....	1,000	0	0	0
National Forest System:				
Forest Products.....	39,988	54,640	68,310	76,400
Vegetation & Watershed.....	48,710	56,884	75,834	79,300
Wildlife & Fish.....	13,649	17,170	17,721	16,600
Stewardship Contracting ^{2/} .....	0	32,400	53,460	64,800
Wildland Fire Management:				
Hazardous Fuels ^{3/} .....	258,332	262,593	281,793	291,792
Southern California Earmark - Haz Fuels.....	0	30,000	0	0
National Fire Plan R&D.....	11,000	14,339	13,000	13,000
Joint Fire Sciences.....	4,000	3,944	6,000	3,000
<b>FS Total.....</b>	<b>418,209</b>	<b>535,273</b>	<b>598,253</b>	<b>610,284</b>
<b>Grand Total Funding.....</b>	<b>691,694</b>	<b>835,060</b>	<b>907,451</b>	<b>912,566</b>
<b>Acres treated for Hazardous Fuels Reduction (000):</b>				
Department of Interior - Haz Fuels Funds.....				
- Acres Treated Inside WUI.....	490	543	472	451
- Acres Treated Outside WUI.....	771	726	613	601
- Accomplish with Other Funds.....	370	351	350	350
DOI Total.....	1,631	1,620	1,435	1,402
Forest Service - Haz Fuels Funds.....				
- Acres Treated Inside WUI.....	1,311	1,194	1,383	1,539
- Acres Treated Outside WUI.....	492	470	417	411
- Accomplish With Other Funds ^{4/} .....	758	1,058	1,275	1,275
	2,561	2,722	3,075	3,225
<b>Grand Total Acres.....</b>	<b>4,192</b>	<b>4,342</b>	<b>4,510</b>	<b>4,627</b>

^{1/} Department of the Interior (DOI) budget figures were extrapolated from the existing DOI budget structure to fit the categorical format of this table.

^{2/} Accomplishments from large Stewardship Contracts (>100,000 acres) are reported in the year in which task orders are issued for the work, rather than the entire scope of the contract.

^{3/} FY 2004 and FY 2005 hazardous fuels figures include supplementals for So. California fuels treatments.

^{4/} Forest Service FY 2006 and FY 2007 targets for Hazardous Fuels Reduction accomplished with other funds include acres treated as a secondary benefit to other land management activities, and estimated acres treated through: Wildland Fire Use events, Hazard Mitigation Grants awarded under the State Fire Assistance program, and activities of the Southern Nevada Public Lands Management Act.

^{5/} The decision in the Earth Island Institute case, which delayed or foreclosed the use of Categorical Exclusions on projects, affected an estimated 723 Forest Service projects, reducing accomplishments by over one million acres over what would have been treated in 2005 and 2006.



## Forest Service Efficiency Savings and Buying Power

In a May 3, 2005, memorandum to the United States Department of Agriculture (USDA) from the Office of Management and Budget (OMB), an agreement was formalized on USDA's proposal to establish the Forest Service as a "Center of Excellence" and to achieve the goals of the President's Management Agenda. Components of the agreement include:

- Reduction of Forest Service indirect costs,
- Organizational restructuring studies
- Competitive sourcing studies to inform the Forest Service Human Capital Plan
- Implementation of the Performance Accountability System (PAS).

Consistent with the agreement, the FY 2007 budget reduces indirect costs to \$461 million, and reflects completion of organizational efficiency studies that will lead to savings in FY 2008 and beyond. This trend provides significantly more buying power to programs than a simple comparison in budget request from year to year would suggest.

Specifically, the FY 2007 President's Budget demonstrates progress towards the establishment of the Forest Service as a "Center of Excellence" through significant efficiency savings resulting from strategic procurement, database reduction, fleet vehicle allocation methodology, and centralization of aircraft service. Efficiency savings to be realized in FY 2007 total \$16.335 million. The specific savings to be realized in FY 2007 are as follows:

- \$9.9 million — Working Capital Fund fleet vehicle allocation methodology and aircraft service centralization
- \$2.475 million — Information technology savings in TIM-FACTS database reductions
- \$3.96 million — Strategic procurement and procurement efficiencies

The table below illustrates efficiency savings realized by each Budget Line Item, and the Final Buying Power associated with what each program area will be able to achieve in FY 2007.

## Forest Service Efficiency Savings and Buying Power (dollars in thousands)

DISCRETIONARY APPROPRIATIONS	FY 2006 Enacted	Pay Costs	Program Changes	Efficiency Savings	FY 2007 President's Budget	Final Buying Power
<b>Forest and Rangeland Research</b>						
Research and Development Programs	278,929	3,446	-14,584	1,925	267,791	269,716
	~~~~~	~~~~~	~~~~~	~~~~~	~~~~~	~~~~~
Total--Forest and Rangeland Research	278,929	3,446	-14,584	1,925	267,791	269,716
State and Private Forestry						
Forest Health Management						
Federal Lands	53,438	755	-4,344	437	49,849	50,286
Cooperative Lands	46,928	102	-12,449	42	34,581	34,623
	~~~~~	~~~~~	~~~~~	~~~~~	~~~~~	~~~~~
Subtotal--Forest Health Management	<b>100,366</b>	<b>857</b>	<b>-16,793</b>	<b>479</b>	<b>84,430</b>	<b>84,909</b>





**U.S. Department of Agriculture - Forest Service**  
**Overview of FY 2007 President's Budget**

DISCRETIONARY APPROPRIATIONS	FY 2006 Enacted	Pay Costs	Program Changes	Efficiency Savings	FY 2007 President's Budget	Final Buying Power
<b>State and Private Forestry</b>						
Cooperative Fire Protection						0
State Fire Assistance	32,930	97	-6,067	58	26,960	27,018
Volunteer Fire Assistance	5,912	0	-53	0	5,858	5,858
Subtotal--Cooperative Fire Protection	38,842	97	-6,120	58	32,818	32,876
Cooperative Forestry						
Forest Stewardship	34,189	132	-441	72	33,880	33,951
Forest Legacy Program	56,536	43	4,936	21	61,515	61,536
Urban and Community Forestry	28,451	110	-1,715	61	26,846	26,906
Economic Action Programs	9,537	69	-9,606	0	0	0
Forest Resources Information and Analysis	4,589	23	-4,612	0	0	0
Subtotal--Cooperative Forestry	133,302	377	-11,438	153	122,241	122,394
International Forestry	6,897	38	-2,014	19	4,921	4,940
<b>Total--State and Private Forestry</b>	<b>279,407</b>	<b>1,369</b>	<b>-36,365</b>	<b>709</b>	<b>244,410</b>	<b>245,119</b>
<b>National Forest System</b>						
Land Management Planning	58,188	759	-3,392	838	55,555	56,392
Inventory and Monitoring	167,675	2,091	-15,631	1,690	154,135	155,825
Recreation, Heritage, and Wilderness	261,299	3,913	-14,332	3,965	250,880	254,846
Wildlife and Fisheries Habitat Management	132,866	1,850	-11,168	1,880	123,548	125,429
Grazing Management	48,279	745	-9,289	723	39,735	40,459
Forest Products	280,115	4,550	25,449	5,020	310,115	315,135
Vegetation and Watershed Management	181,342	2,340	3,900	3,959	187,582	191,541
Minerals and Geology Management	84,601	850	-4,209	754	81,242	81,995
Landownership Management	91,631	1,294	-8,640	1,126	84,285	85,411
Law Enforcement Operations	87,887	1,196	20,917	0	110,000	110,000
Valles Caldera National Preserve	5,074	1	-4,085	0	990	990
Centennial of Service Challenge	4,434	29	-4,463	0	0	0
<b>Total--National Forest System</b>	<b>1,403,391</b>	<b>19,618</b>	<b>-24,943</b>	<b>19,955</b>	<b>1,398,067</b>	<b>1,418,022</b>
<b>Wildland Fire Management</b>						
Preparedness	666,068	8,744	-18,925	8,473	655,887	664,360
Fire Operations--Suppression	690,186	5,422	50,568	0	746,176	746,176
Subtotal--Regular Wildland Fire Management	1,356,254	14,166	31,643	8,473	1,402,063	1,410,536
Other Operations						
Hazardous Fuels	281,793	3,620	6,379	2,664	291,792	294,456
Rehabilitation and Restoration	6,188	63	-4,271	0	1,980	1,980
Fire Research and Development	22,877	242	-2,998	138	20,121	20,259
Joint Fire Sciences Program	7,882	0	-3,922	0	3,960	3,960
State and Private Forestry						
Forest Health Management--Federal Lands	14,780	198	-8,176	0	6,802	6,802
Forest Health Management--Cooperative Lands	9,852	12	-5,312	0	4,552	4,552
State Fire Assistance	45,816	3	-16,704	0	29,115	29,115
Volunteer Fire Assistance	7,772	0	38	0	7,810	7,810
Subtotal--State and Private Forestry	78,220	213	-30,154	0	48,279	48,279
Subtotal--Other Operations	396,960	4,138	-34,966	2,801	366,132	368,933
<b>Total--Wildland Fire Management</b>	<b>1,753,214</b>	<b>18,304</b>	<b>-3,323</b>	<b>11,274</b>	<b>1,768,195</b>	<b>1,779,469</b>





**U.S. Department of Agriculture - Forest Service**  
**Overview of FY 2007 President's Budget**

DISCRETIONARY APPROPRIATIONS	FY 2006 Enacted	Pay Costs	Program Changes	Efficiency Savings	FY 2007 President's Budget	Final Buying Power
<b>Capital Improvement and Maintenance</b>						
Facilities - Total BLI	124,815	768	4,557	1,570	130,140	131,710
Roads - Total BLI	222,181	2,328	-41,722	2,587	182,787	185,374
Trails - Total BLI	74,882	1,045	-15,586	1,065	60,341	61,407
Deferred Maintenance/Infrastructure Improvement	12,809	65	-3,541	105	9,333	9,437
<b>Total--Capital Improvement and Maintenance</b>	<b>434,687</b>	<b>4,206</b>	<b>-56,292</b>	<b>5,327</b>	<b>382,602</b>	<b>387,929</b>
<b>Land Acquisition</b>						
Land Purchase	28,081	0	-12,780	165	16,778	16,943
Acquisition Management	12,316	232	-4,252	0	8,297	8,297
Cash Equalization	493	0	-493	0		0
Critical Inholdings/Wilderness Protection	985	0	-985	0		0
<b>Total--Land Acquisition/L&amp;WCF</b>	<b>41,875</b>	<b>232</b>	<b>-17,032</b>	<b>165</b>	<b>25,075</b>	<b>25,240</b>
<b>Other Appropriations</b>						
Acquisition of Lands for National Forests, Special Acts	1,053	0	1	0	1,054	1,054
Acquisition of Lands to Complete Land Exchanges	231	0	1	0	232	232
Range Betterment Fund	3,130	19	783	0	3,932	3,932
Gifts, Donations, and Bequests for Research	63	0	0	0	63	63
Management of NF Lands for Subsistence Uses	4,993	33	285	28	5,311	5,339
	~~~~~	~~~~~	~~~~~	~~~~~	~~~~~	~~~~~
Total--Other Appropriations	9,470	52	1,070	28	10,592	10,620
	~~~~~	~~~~~	~~~~~	~~~~~	~~~~~	~~~~~
<b>Total--Discretionary Appropriations</b>	<b>4,200,972</b>	<b>47,227</b>	<b>-151,469</b>	<b>39,384</b>	<b>4,096,731</b>	<b>4,136,115</b>

