

FISCAL NOTE

This bill contains an appropriation of \$1,000,000 from the SCHOOL CAP CON ACCOUNT to the State Construction Department.

DETAIL OF APPROPRIATION

Agency #: 027 Agency Name: State Construction Department
 Unit: 0501 Major Maintenance

EXPENDITURE BY SERIES AND YEAR	FY 2018	FY 2019	FY 2020
0600 Grant & Aid Payments	\$0	\$600,000	\$400,000
Total Expenditure Per Year:	\$0	\$600,000	\$400,000
Grand Total Expenditure:	\$1,000,000		
Total Appropriated to Agency:	\$1,000,000		
Total Appropriated by Fund:			
SCHOOL CAP CON ACCOUNT	\$1,000,000		

The appropriation would be used to pay for increased major maintenance payments to Wyoming school districts in FY 2019 and FY 2020 as modified under this bill.

	FY 2019	FY 2020	FY 2021
NON-ADMINISTRATIVE IMPACT			
Anticipated Expenditure increase/(decrease)			
SCHOOL CAP CON ACCOUNT	\$0	\$0	\$400,000

Source of expenditure increase:

The source of the School Capital Construction Account (SCCA) expenditure increase comes from: 1) amending W.S. 21-15-109(c)(v) to provide the cost replacement values (CRV) to be based upon August 1 of the prior school year; and 2) the repeal of W.S. 21-15-109(c)(i)(C) to eliminate the seven-year phase-in of new gross square footage. The net increase of expenditures is estimated to be \$600,000 in FY 2019, \$400,000 in FY 2020, and \$400,000 in FY 2021.

The amendments to W.S. 21-15-109(c)(vi) and (vii) to increase the major maintenance formula multiplier to 2.5% will take effect in FY 2023, which will increase major maintenance expenditures from the SCCA. The estimated increases are \$21.4 million in FY 2023 and an additional \$1 million each year thereafter. This estimate may be higher or lower depending on the major maintenance formula variables (average daily membership, gross square footage and CRV).

Assumptions:

The above estimates were determined through the use of forecast major maintenance models utilized by LSO, based on the most recent available data for the 2017-18 school year.

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