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FISCAL IMPACT REPORT

SPONSOR: Carraro DATE TYPED: 02/05/01 HB _____
 SHORT TITLE: Public School Capital Outlay Projects SB SJR 7
 ANALYST: Eaton

APPROPRIATION

Appropriation Contained		Estimated Additional Impact		Recurring or Non-Rec	Fund Affected
FY01	FY02	FY01	FY02		
	\$ (500,000.0)			Non-Recurring	Severance Tax Permanent Fund
	\$ 500,000.0			Non-Recurring	Public School Capital Outlay

(Parenthesis () Indicate Expenditure Decreases)

REVENUE

Estimated Revenue		Subsequent Years Impacts	Recurring or Non-Rec	Fund Affected
FY01	FY02			
	negative -- see attached table		Recurring	Severance Tax Permanent Fund
		negative -- see attached table	Recurring	General Fund

(Parenthesis () Indicate Revenue Decreases)

SOURCES OF INFORMATION

State Investment Council (SIC)

SUMMARY

Senate Joint Resolution 7 -- Page 2

Synopsis of Bill

This bill proposes to amend the state Constitution to segregate \$500 million dollars from the Severance Tax Permanent Fund (STPF) to a special fund, to be appropriated by the Legislature exclusively for public school capital outlay projects.

Significant Issues

A special election would have to be called for consideration by the voters for this bill to take effect on the date specified (July 1, 2001).

FISCAL IMPLICATIONS

A one time transfer from the Severance Tax Permanent Fund (STPF) would reduce STPF fund balances. This would have a negative impact on future general fund distributions. The following table and graph illustrate the estimated impacts of this bill.

Distributions to the general fund would be reduced by \$777 million from FY05 through FY25.

SEVERANCE TAX PERMANENT FUND- SJR-7 ANALYSIS
(dollars in millions)

CALENDAR YEAR ENDING 12/31	MARKET VALUE	CONTRIBUTIONS	FIVE-YEAR AVERAGE MV	GENERAL FUND	SPECIAL	FOR	DISTRIBUTIONS	DIFFERENCE TO
				DISTRIBUTIONS UNDER SJR-7	DISTRIBUTIONS UNDER SJR-7	FISCAL YEAR	UNDER CURRENT LAWS	GENERAL FUND
1990	1,579,437.5	N/A	N/A	N/A		N/A	N/A	
1991	1,801,723.5	N/A	N/A	N/A		N/A	N/A	
1992	1,876,895.9	N/A	N/A	N/A		N/A	N/A	
1993	2,013,731.7	N/A	N/A	N/A		N/A	N/A	
1994	1,945,786.8	N/A	1,843,515.1	\$132.1		1996	\$132.1	
1995	2,303,952.2	N/A	1,988,418.0	\$133.6		1997	\$133.6	
1996	2,473,211.6	N/A	2,122,715.6	\$136.3		1998	\$136.3	
1997	2,965,809.7	N/A	2,340,498.4	\$139.0		1999	\$139.0	
1998	3,519,065.9	N/A	2,641,565.2	\$141.8		2000	\$141.8	
1999	3,969,095.3	N/A	3,046,226.9	\$144.7		2001	\$144.7	
2000	3,991,173.7	90,355.3	3,383,671.2	\$159.0	\$500.0	2002	\$159.0	
2001	3,710,983.4	33,000.0	3,631,225.6	\$170.7		2003	\$176.0	(\$5.4)
2002	3,864,010.2	3,000.0	3,810,865.7	\$179.1		2004	\$190.3	(\$11.2)
2003	4,026,982.4	10,000.0	3,912,449.0	\$183.9		2005	\$201.3	(\$17.4)
2004	4,210,173.9	23,000.0	3,960,664.7	\$186.2		2006	\$210.2	(\$24.0)
2005	4,402,389.0	20,000.0	4,042,907.8	\$190.0		2007	\$221.0	(\$31.0)
2006	4,607,847.8	20,000.0	4,222,280.7	\$198.4		2008	\$231.4	(\$33.0)
2007	4,826,591.7	22,000.0	4,414,797.0	\$207.5		2009	\$242.3	(\$34.8)
2008	5,050,156.7	17,000.0	4,619,431.8	\$217.1		2010	\$253.7	(\$36.5)
2009	5,295,358.1	29,000.0	4,836,468.7	\$227.3		2011	\$265.5	(\$38.2)
2010	5,541,455.6	19,000.0	5,064,282.0	\$238.0		2012	\$277.9	(\$39.9)
2011	5,789,980.5	11,000.0	5,300,708.5	\$249.1		2013	\$290.8	(\$41.6)
2012	6,056,683.0	19,000.0	5,546,726.8	\$260.7		2014	\$304.1	(\$43.4)
2013	6,333,677.9	18,000.0	5,803,431.0	\$272.8		2015	\$318.0	(\$45.2)
2014	6,622,361.7	18,000.0	6,068,831.7	\$285.2		2016	\$332.4	(\$47.2)
2015	6,923,270.9	18,000.0	6,345,194.8	\$298.2		2017	\$347.4	(\$49.2)
2016	7,236,980.9	18,000.0	6,634,594.9	\$311.8		2018	\$363.1	(\$51.3)
2017	7,563,013.6	17,000.0	6,935,861.0	\$326.0		2019	\$379.4	(\$53.4)
2018	7,902,829.6	17,000.0	7,249,691.3	\$340.7		2020	\$396.4	(\$55.7)
2019	8,257,024.2	17,000.0	7,576,623.8	\$356.1		2021	\$414.2	(\$58.1)
2020	8,625,214.3	16,000.0	7,917,012.5	\$372.1		2022	\$432.6	(\$60.5)
2021	9,008,963.3	16,000.0	8,271,409.0	\$388.8		2023	\$451.8	(\$63.1)
2022	9,408,945.9	16,000.0	8,640,595.5	\$406.1		2024	\$471.9	(\$65.8)
2023	9,825,862.9	16,000.0	9,025,202.1	\$424.2		2025	\$492.7	(\$68.5)
2024	10,260,441.1	16,000.0	9,425,885.5	\$443.0		2026	\$514.5	(\$71.5)
2025	10,713,439.0	16,000.0	9,843,530.4	\$462.6		2027	\$537.1	(\$74.5)
2026	11,185,643.0	16,000.0	10,278,866.4	\$483.1		2028	\$560.7	(\$77.6)
2027	11,677,868.5	16,000.0	10,732,650.9	\$504.4		2029	\$585.4	(\$80.9)
2028	12,190,965.0	16,000.0	11,205,671.3	\$526.7		2030	\$611.0	(\$84.4)
2029	12,725,817.8	16,000.0	11,698,746.6	\$549.8		2031	\$637.8	(\$87.9)
2030	13,283,349.6	16,000.0	12,212,728.8	\$574.0		2032	\$665.7	(\$91.7)
Total								(\$1,526.4)

STPF General Fund Distributions: SJR-7 v. Current (\$ Millions)

