

SENATE FILE NO. SF0089

Local government distributions.

Sponsored by: Joint Appropriations Committee

A BILL

for

1 AN ACT relating to local government funding; providing  
 2 funding to cities and towns; providing funding to counties;  
 3 providing local government funding formulas and  
 4 distributions; providing legislative intent; providing an  
 5 appropriation; and providing for an effective date.

6

7 *Be It Enacted by the Legislature of the State of Wyoming:*

8

9

[LOCAL GOVERNMENT DISTRIBUTIONS I]

10

11

**Section 1.**

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16

(a) From the legislative stabilization reserve  
 account created by W.S. 9-4-219(a) there is appropriated  
 one hundred five million dollars (\$105,000,000.00) to the  
 office of state lands and investments to be allocated

1 pursuant to the following and as further provided in this  
2 section:

3

4 (i) Two-thirds (2/3) of eighty-nine percent  
5 (89%) of the total amount appropriated, for direct  
6 distribution to cities and towns provided that five percent  
7 (5%) of the amount available under this paragraph shall  
8 only be distributed for direct distributions to cities and  
9 towns as provided in paragraph (b)(ii) of this section;

10

11 (ii) One-third (1/3) of eighty-nine percent  
12 (89%) of the total amount appropriated, for direct  
13 distribution to counties;

14

15 (iii) Five and one-half percent (5.5%) of the  
16 total amount appropriated, for direct distribution to  
17 cities and towns provided that five percent (5%) of the  
18 amount available under this paragraph shall only be  
19 distributed for direct distributions to cities and towns as  
20 provided in paragraph (b)(ii) of this section;

21

1           (iv) Five and one-half percent (5.5%) of the  
2 total amount appropriated, for direct distribution to  
3 counties.

4

5           [CITY AND TOWN DIRECT DISTRIBUTION ALLOCATIONS]

6

7           (b) Funds appropriated in paragraphs (a)(i) and (iii)  
8 of this section shall be distributed to cities and towns  
9 with one-half (1/2) of the amount available distributed in  
10 the first fiscal year of the biennium and one-half (1/2) of  
11 the amount available distributed in the second fiscal year  
12 of the biennium. Distributions in each fiscal year shall be  
13 made in equal amounts on August 15 and January 15 of each  
14 fiscal year as calculated prior to the August 15  
15 distribution, subject to the following:

16

17           (i) From these distributions each municipality  
18 with a population of thirty-five (35) or less shall first  
19 receive ten thousand dollars (\$10,000.00) and each  
20 municipality with a population over thirty-five (35) shall  
21 first receive twenty thousand dollars (\$20,000.00). From  
22 the remainder, each municipality shall receive amounts in  
23 accordance with a municipal supplemental funding formula as

1 provided in this paragraph. The municipal supplemental  
2 funding formula shall be calculated by the office of state  
3 lands and investments as follows:

4  
5 (A) For each fiscal year calculate the per  
6 capita sales and use tax revenues available to each  
7 municipality using the sales and use tax distributions to  
8 each county attributable to fiscal year 2017 for  
9 distributions under this paragraph during fiscal year 2019  
10 and the sales and use tax distributions to each county  
11 attributable to fiscal year 2018 for distributions under  
12 this paragraph during fiscal year 2020, including  
13 distributions to each municipality within that county,  
14 under W.S. 39-15-111 and 39-16-111, but excluding the  
15 distribution exclusively to counties under W.S.  
16 39-15-111(b)(iii) made from an amount equivalent to one  
17 percent (1%) of the tax collected under W.S. 39-15-104, and  
18 excluding the distribution exclusively to counties under  
19 W.S. 39-16-111(b)(iii) made from an amount equivalent to  
20 one percent (1%) of the tax collected under W.S. 39-16-104;  
21

1                   (B) Calculate the inverse by dividing one  
2 (1) by the per capita sales and use tax determined under  
3 subparagraph (A) of this paragraph for each municipality;

4

5                   (C) Calculate the normalized per capita  
6 sales and use tax number for each municipality by dividing  
7 the number determined under subparagraph (B) of this  
8 paragraph for the municipality by the total of all inverse  
9 per capita sales and use tax numbers calculated under  
10 subparagraph (B) of this paragraph;

11

12                   (D) Multiply the normalized per capita  
13 sales and use tax number for each municipality by seventy-  
14 five percent (75%);

15

16                   (E) For each fiscal year calculate the per  
17 capita assessed value for the prior tax year corresponding  
18 to the most recently completed calendar year for each  
19 municipality by dividing the total assessed valuation  
20 within the municipality by the population of the  
21 municipality;

22

1                   (F) Calculate the inverse by dividing one  
2 (1) by the per capita assessed value determined under  
3 subparagraph (E) of this paragraph for each municipality;

4

5                   (G) Calculate the normalized per capita  
6 assessed value number for each municipality by dividing the  
7 number determined under subparagraph (F) of this paragraph  
8 for the municipality by the total of all inverse per capita  
9 assessed value numbers calculated under subparagraph (F) of  
10 this paragraph;

11

12                   (H) Multiply the normalized per capita  
13 assessed value number for each municipality by twenty-five  
14 percent (25%);

15

16                   (J) Multiply the sum of subparagraphs (D)  
17 and (H) of this paragraph by the population of the  
18 municipality;

19

20                   (K) Calculate the normalized index for each  
21 municipality by dividing the number determined under  
22 subparagraph (J) of this paragraph for the municipality by

1 the sum of all numbers calculated under subparagraph (J) of  
2 this paragraph;

3

4 (M) Determine the amount to distribute to  
5 each municipality by multiplying the normalized index  
6 number determined under subparagraph (K) of this paragraph  
7 by the amount remaining available for distribution under  
8 this paragraph.

9

10 (ii) From the amounts available as provided in  
11 paragraphs (a)(i) and (iii) of this section, each city or  
12 town shall receive amounts in accordance with a city and  
13 town revenue challenged formula as provided in this  
14 paragraph. The revenue challenged formula shall be  
15 calculated by the office of state lands and investments as  
16 follows:

17

18 (A) For each fiscal year, calculate the  
19 lowest quartile amount received by cities and towns on a  
20 per capita basis using amounts received under this section  
21 plus amounts distributed to each city and town using the  
22 sales and use tax distributions to each county attributable  
23 to fiscal year 2017 for distributions under this paragraph

1 during fiscal year 2019 and the sales and use tax  
2 distributions to each county attributable to fiscal year  
3 2018 for distributions under this paragraph during fiscal  
4 year 2020, including distributions to each municipality  
5 within that county, under W.S. 39-15-111 and 39-16-111, but  
6 excluding the distribution exclusively to counties under  
7 W.S. 39-15-111(b)(iii) made from an amount equivalent to  
8 one percent (1%) of the tax collected under W.S. 39-15-104  
9 and excluding the distribution exclusively to counties  
10 under W.S. 39-16-111(b)(iii) made from an amount equivalent  
11 to one percent (1%) of the tax collected under W.S.  
12 39-16-104;

13

14 (B) Determine each city or town that  
15 received a per capita amount that is less than the lowest  
16 quartile amount determined under subparagraph (A) of this  
17 paragraph;

18

19 (C) For each city or town that received a  
20 per capita amount that is less than the lowest quartile  
21 amount as provided in subparagraph (B) of this paragraph,  
22 determine the amount that would be necessary to increase  
23 the per capita amount distributed to that city or town to



1 the lowest quartile amount determined under subparagraph  
2 (A) of this paragraph;

3

4 (D) Determine the amount to distribute to  
5 each city or town that received an amount that is less than  
6 the lowest quartile amount determined under subparagraph  
7 (A) of this paragraph by distributing the amount available  
8 under this paragraph on a pro rata basis, up to the lowest  
9 quartile amount, based on the amounts determined under  
10 subparagraph (C) of this paragraph.

11

12 [COUNTY DIRECT DISTRIBUTION ALLOCATIONS]

13

14 (c) Funds appropriated in paragraphs (a)(ii) and (iv)  
15 of this section are to be distributed to counties with one-  
16 half (1/2) of the amount available distributed in the first  
17 fiscal year of the biennium and one-half (1/2) of the  
18 amount available distributed in the second fiscal year of  
19 the biennium. Distributions in each fiscal year shall be  
20 made in equal amounts on August 15 and January 15 of each  
21 fiscal year as calculated prior to the August 15  
22 distribution. From these distributions each county shall  
23 receive the following:

1

2           (i) From these distributions each county with an  
3 assessed value for the prior tax year corresponding to the  
4 most recently completed calendar year of less than three  
5 hundred thousand dollars (\$300,000.00) per mill shall first  
6 receive an amount equal to three (3) times the difference  
7 between three hundred thousand dollars (\$300,000.00) and  
8 the actual value of one (1) mill within the county. From  
9 the remainder, each county shall receive amounts in  
10 accordance with a county supplemental funding formula as  
11 provided in this paragraph. The county supplemental funding  
12 formula shall be calculated by the office of state lands  
13 and investments as follows:

14

15           (A) For each fiscal year calculate the per  
16 capita sales and use tax revenues available to each county  
17 using the sales and use tax distributions to each county  
18 attributable to fiscal year 2017 for distributions under  
19 this subsection during fiscal year 2019 and the sales and  
20 use tax distributions to each county attributable to fiscal  
21 year 2018 for distributions under this subsection during  
22 fiscal year 2020, excluding distributions to each

1 municipality within that county, under W.S. 39-15-111 and  
2 39-16-111;

3

4 (B) Calculate the inverse by dividing one  
5 (1) by the per capita sales and use tax determined under  
6 subparagraph (A) of this paragraph for each county;

7

8 (C) Calculate the normalized per capita  
9 sales and use tax number for each county by dividing the  
10 number determined under subparagraph (B) of this paragraph  
11 for the county by the total of all inverse per capita sales  
12 and use tax numbers calculated under subparagraph (B) of  
13 this paragraph;

14

15 (D) Multiply the normalized per capita  
16 sales and use tax number determined under subparagraph (C)  
17 of this paragraph for each county by twenty-four percent  
18 (24%);

19

20 (E) For each fiscal year calculate the per  
21 capita assessed value for each county by dividing the total  
22 assessed valuation within the county for the prior tax year

1 corresponding to the most recently completed calendar year  
2 by the population of the county;

3

4 (F) Calculate the inverse by dividing one  
5 (1) by the per capita assessed value determined under  
6 subparagraph (E) of this paragraph for each county;

7

8 (G) Calculate the normalized per capita  
9 assessed value number for each county by dividing the  
10 number determined under subparagraph (F) of this paragraph  
11 for the county by the total of all inverse per capita  
12 assessed value numbers calculated under subparagraph (F) of  
13 this paragraph;

14

15 (H) Multiply the normalized per capita  
16 assessed value number determined under subparagraph (G) of  
17 this paragraph for each county by seventy-six percent  
18 (76%);

19

20 (J) Calculate a cost of government index  
21 for each county, which shall be determined by multiplying  
22 six hundred twenty-eight (628) by the population of the

1 county and then adding nine million nine hundred thousand  
2 (9,900,000) to the result;

3

4 (K) Calculate the normalized cost of  
5 government index number for each county by dividing the  
6 number determined under subparagraph (J) of this paragraph  
7 for the county by the total of all cost of government index  
8 numbers calculated under subparagraph (J) of this  
9 paragraph;

10

11 (M) Multiply the sum of subparagraphs (D)  
12 and (H) of this paragraph by the normalized cost of  
13 government index number determined in subparagraph (K) of  
14 this paragraph for each county;

15

16 (N) Calculate the normalized index for each  
17 county by dividing the number determined under subparagraph  
18 (M) of this paragraph for the county by the total of all  
19 numbers calculated under subparagraph (M) of this  
20 paragraph;

21

22 (O) Determine the amount to distribute to  
23 each county by multiplying the normalized index number

1 determined under subparagraph (N) of this paragraph by the  
2 amount remaining available for distribution under this  
3 paragraph.

4

5 (d) For purposes of this section, population is to be  
6 determined by resort to the 2010 decennial federal census  
7 as reported by the economic analysis division within the  
8 department of administration and information and as defined  
9 in W.S. 8-1-102(a)(xv).

10

11 (e) It is the intent of the legislature that the  
12 funds distributed under this section shall not be used for  
13 salary adjustments, additional personnel or increased  
14 personnel benefits.

15

16 **Section 2.** This act is effective July 1, 2018.

17

18

(END)