

FISCAL NOTE

This bill contains an appropriation of \$3,000,000 from the LEGISLATIVE STABILIZATION RESERVE ACCOUNT (LSRA) to the State Treasurer's Office. This appropriation is effective immediately. This appropriation would be used to make loans to counties to cover additional funding shortfalls caused by the delay in payment of mineral ad valorem taxes under W.S. 39-13-113(g).

	FY 2022	FY 2023	FY 2024	FY 2025
NON-ADMINISTRATIVE IMPACT				
Anticipated Revenue increase/(decrease)				
SCHOOL FOUNDATION FUND (12 mills)	(\$9,000,000)	\$800,000	\$100,000	(\$400,000)

Source of revenue increase and (decrease):

This bill adds an additional month to the payment schedule of ad valorem taxes on mineral production. The payment schedule of monthly ad valorem taxes to the Department of Revenue is moved from on or before the 25th day of the second month after production to on or before the 25th day of the third month after production. For annual mineral ad valorem taxes, the payment is modified from February 25 of each year to March 25. The above analysis provides the estimated impact to the School Foundation Program Account for the statewide 12-mill levy.

Assumptions:

The above estimates are based on the assessed valuation of mineral production in the January 2022 CREG forecast.

There is no fiscal impact estimated for K-12 school district local revenues derived from the 25 school district mill levy and 6 countywide mill levy. For FY 2022, school districts have estimated approximately \$152.2 million from mineral ad valorem taxes based upon current law. Under this bill and using the assessed valuation of mineral production in the January 2022 CREG forecast, an estimated \$165.0 million is anticipated to be collected in FY 2022. The remaining fiscal years are dependent upon actual school district estimates.

Other taxing entities' fiscal impacts are assumed to be addressed through the appropriation in this bill. The appropriation would be used to supplement the \$16,726,000 appropriated under 2021 Wyoming Session Laws, Chapter 28, Section 3(a). The State Treasurer's Office intends for loans to reflect estimates provided by the Wyoming County Commissioner's Association (WCCA). Deviations from the WCCA's estimates may result in prorated loans to counties. Loans to counties would be provided for on a schedule determined by the State Treasurer, at a zero percent interest rate per annum. Repayments of the loans would be deposited within the LSRA.

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