

## BUILDING COMMISSION

<b>Budget Summary</b>							
Fund	2022-23 Base Year Doubled	2023-25 Governor	2023-25 Jt. Finance	Joint Finance Change to:			
				Governor		Base	
				Amount	Percent	Amount	Percent
GPR	\$80,296,400	\$141,161,200	\$70,435,900	- \$70,725,300	- 50.1%	- \$9,860,500	- 12.3%
PR	1,122,800	2,994,300	1,091,100	- 1,903,200	- 63.6	- 31,700	- 2.8
SEG	<u>2,048,400</u>	<u>2,048,400</u>	<u>2,048,400</u>	<u>0</u>	0.0	<u>0</u>	0.0
<b>TOTAL</b>	<b>\$83,467,600</b>	<b>\$146,203,900</b>	<b>\$73,575,400</b>	<b>- \$72,628,500</b>	<b>- 49.7%</b>	<b>- \$9,892,200</b>	<b>- 11.9%</b>

<b>FTE Position Summary</b>
There are no full time positions authorized for the Building Commission.

### Budget Change Items

#### 1. DEBT SERVICE REESTIMATE [LFB Papers 106 and 230]

	<b>Governor (Chg. to Base)</b>	<b>Jt. Finance (Chg. to Gov)</b>	<b>Net Change</b>
GPR	\$60,864,800	- \$70,725,300	- \$9,860,500
PR	<u>1,871,500</u>	<u>- 1,903,200</u>	<u>- 31,700</u>
Total	\$62,736,300	- \$72,628,500	- \$9,892,200
GPR-Lapse	\$0	- \$3,410,000	- \$3,410,000

**Governor:** Increase funding by \$4,294,900 GPR in 2023-24 and \$56,569,900 GPR in 2024-25 to reflect the reestimate of GPR debt service costs on state general obligation bonds and short-term debt. Increase funding by \$349,800 PR in 2023-24 and \$1,521,700 PR in 2024-25 for debt service on PR-supported bonds.

**Joint Finance:** Reestimate debt service by -\$17,853,900 GPR and -\$480,300 PR in 2023-24 and by -\$52,871,400 GPR and -\$1,422,900 PR in 2024-25.

In addition, estimate a general fund lapse of -\$860,000 in 2023-24 and -\$550,000 in 2024-25 to reflect GPR savings from the recent issuance of refunding bonds. Estimate a general fund lapse of -\$1,000,000 in each year of the 2023-25 biennium to reflect GPR savings from the use of interest earnings of funds deposited to the bond security and redemption fund.

**2. GPR TRANSFER TO THE CAPITAL IMPROVEMENT FUND [LFB Paper 236]**

	<b>Governor (Chg. to Base)</b>	<b>Jt. Finance (Chg. to Gov)</b>	<b>Net Change</b>
GPR-Transfer	\$1,955,000,000	-\$720,918,100	\$1,234,081,900

**Governor:** Transfer \$1,955,000,000 in the 2023-25 biennium from the general fund to the state capital improvement fund. Specify that the moneys transferred under this provision would be kept separate from other moneys in the capital improvement fund and would have to be used, in lieu of bonding, to fund building projects authorized in the 2023-25 State Building Program. All earnings on or income from the investment of the transferred moneys would be deposited in the general fund. Additionally, any excess moneys that are not used to fund building projects would be transferred to the general fund.

**Joint Finance:** Include provision except transfer \$1,234,081,900, rather than \$1,955,000,000, from the general fund to the capital improvement fund. Specify that these moneys could also be used to fund modifications to prior building program projects, and that \$20,000,000 of this amount could be used by the Building Commission for inflationary increases, subject to approval by the Joint Committee on Finance. Create a continuing appropriation authorizing the expenditure of these moneys.

**3. PR TRANSFER TO THE CAPITAL IMPROVEMENT FUND**

**Governor:** Increase the existing PR appropriation under DOA for facility operations and maintenance and police and protection functions by \$40 million in 2023-24. The Executive Budget Book indicates that this funding is intended to be transferred to the capital improvement fund for state building projects enumerated in the capital budget. The fiscal effect of this item is shown under the Department of Administration (DOA).

**Joint Finance:** Provision not included.

**4. TRANSFER TO THE BUILDING TRUST FUND**

**Governor/Joint Finance:** Transfer \$18,000,000 from DOA's capital planning and building construction services program revenue appropriation to the building trust fund in 2023-24. The DOA program revenue appropriation receives moneys for the provision of building construction and capital planning services provided on behalf of state agencies. These amounts include amounts assessed to building program projects by the DOA Division of Facilities Development for their

management of those projects and for assistance to the Building Commission in the performance of their duties. The fiscal effect of this item is shown under the Department of Administration (DOA).

## **5. GENERAL OBLIGATION REFUNDING AUTHORITY**

**Governor/Joint Finance:** Increase the amount of state public debt that may be contracted to refund unpaid indebtedness for tax-supported or self-amortizing facilities by \$1.725 billion, from \$9.51 billion to \$11.235 billion. Under current law, the Building Commission is authorized to contract public debt of up to \$9.51 billion to refund unpaid premium and interest amounts for tax-supported or self-amortizing facilities. Debt incurred under this appropriation is repaid from the appropriations that provide for the retirement of public debt incurred for facilities in proportional amounts to the purposes for which the debt was refinanced. No bonds may be issued unless the true interest costs to the state can be reduced.

## **6. ADDITIONAL BUILDING TRUST FUND MONEYS**

**Joint Finance:** Provide \$32,000,000 GPR to the Joint Committee on Finance's supplemental appropriation to be released to the building trust fund, subject to approval by the Joint Committee on Finance. Create a GPR appropriation under the Building Commission to accomplish this purpose. The fiscal effect of this item is shown under Program Supplements.