

## BUILDING COMMISSION

Budget Summary					FTE Position Summary		
	2022-23	Act 19		2023-25 Change Over		There are no full time positions authorized for the Building Commission.	
Fund	Adjusted Base	2023-24	2024-25	Base Year Doubled	Amount		%
GPR	\$40,148,200	\$26,589,200	\$43,846,700	-\$9,860,500			- 12.3%
PR	561,400	430,900	660,200	- 31,700			- 2.8
SEG	<u>1,024,200</u>	<u>1,024,200</u>	<u>1,024,200</u>	<u>0</u>			0.0
TOTAL	\$41,733,800	\$28,044,300	\$45,531,100	-\$9,892,200			-11.9%

### Budget Change Items

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

Modify funding by -\$13,559,000 GPR in 2023-24 and \$3,698,500 GPR in 2024-25 to reflect the reestimate of GPR debt service costs on state general obligation bonds and short-term debt. Modify funding by -\$130,500 PR in 2023-24 and \$98,800 PR in 2024-25 for debt service on PR-supported bonds.

GPR	-\$9,860,500
PR	<u>- 31,700</u>
Total	-\$9,892,200
GPR-Lapse	-\$3,410,000

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]**

GPR-Transfer	\$1,234,081,900
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Transfer \$1,234,081,900 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 or modifications to prior building programs as specified in Act 19. Specify that \$20,000,000 of this amount could be used by the Building Commission for inflationary purposes, subject to approval by the Joint Committee on Finance. Create a continuing appropriation authorizing the expenditure of these moneys. 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.

[Act 19 Sections: 2, 48, 189, and 9251(1)]

### **3. TRANSFER TO THE BUILDING TRUST FUND**

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 "Department of Administration -- Facilities."

[Act 19 Section: 9201(1)]

### **4. GENERAL OBLIGATION REFUNDING AUTHORITY**

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.

[Act 19 Section: 183]

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

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."

[Act 19 Section: 188]