

American Recovery and Reinvestment Act - State Fiscal Stabilization Fund

- Wyoming's original application of July 2009 would have directed nearly all State Fiscal Stabilization Fund (SFSF) monies to K-12 education
- October projections of the Consensus Revenue Estimating Group (CREG) demonstrated no shortfall for K-12, for the required time period
- December 1, 2009, Wyoming submitted an amended application to the U.S. Dept. of Education (USED)

SFSF Distributions

- Last week, USED approved Wyoming's application for \$57 million to be expended for institutions of higher education (UW and community colleges)
- UW's share would include
 - ▣ \$5.2 million to avoid tuition and certain fee increases, and to be expended for libraries, instructional excellence, etc.
 - ▣ \$27 million to replace \$22 million in state-funded major maintenance for FY11-12

Conditions and Requirements I



- ❑ No increase in tuition and academic fees (state and federal)
- ❑ No expenditure on student housing (state)
- ❑ Major maintenance replacement funds must comply with both federal and state definition for acceptable costs (state and federal)
- ❑ No restoration of “rainy day” funds (federal)

Conditions and Requirements II

- ❑ No new construction (federal)
- ❑ Must not use monies to increase endowment (federal)
- ❑ Not used for routine maintenance of systems, equipment, or facilities (federal)
- ❑ Must not be used for modernization, renovation or repair of
 - ❑ Stadiums or other facilities primarily used for athletic contests (federal) or
 - ❑ Facilities use for sectarian instruction or religious worship (federal)

Conditions and Requirements III

- No use for
 - Aquariums,
 - Zoos,
 - Casinos,
 - Golf courses, or
 - Swimming pools (all federal)

Conditions and Requirements IV

- ❑ Enhanced monthly and quarterly reporting (state and federal)
- ❑ Encouraged use of green building techniques (state and federal)
- ❑ Enhanced contractual requirements with vendors (state and federal)
- ❑ Reimbursed expenses, rather than advance payment (federal)
- ❑ Must not be used to pay down debt (state)

Conditions and Requirements V



□ Timing:

- Major maintenance funding tentatively available beginning March 1, 2010 and must be obligated for state re-distribution purposes by June 30, 2011 and for federal purposes by September 30, 2011.
- General education expenditure funding tentatively available beginning July 1, 2010 and must be obligated for state re-distribution purposes by June 30, 2011 and for federal purposes by September 30, 2011.