

HOUSE BILL NO. HB0079

School finance interfund loans.

Sponsored by: Joint Appropriations Committee

A BILL

for

1 AN ACT relating to interfund loans; amending provisions
2 relating to interfund loans to the school foundation program
3 account; clarifying provisions for interfund loans as
4 specified; and providing for an effective date.

5

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

7

8 **Section 1.** W.S. 9-1-417, 9-3-205(e) and 21-13-316(a)
9 are amended to read:

10

11 **9-1-417. Interfund loans; repayment; maximum amount;**
12 **interest.**

13

14 (a) The state treasurer and the state auditor may
15 utilize interfund loans from the legislative stabilization
16 reserve account, or the general fund if insufficient funds

1 exist in the legislative stabilization reserve account, to
2 any other fund or account to meet obligations which come due
3 prior to receipt of revenues. The interfund loans shall be
4 repaid as soon as the anticipated revenue is received. The
5 total amount of interfund loans under this subsection
6 outstanding at one (1) time shall not exceed sixty million
7 dollars (\$60,000,000.00). These loans shall not be used to
8 fund shortages caused by expenditures exceeding projected
9 revenues but are to be used only to fund temporary shortages
10 caused by meeting obligations which come due prior to receipt
11 of revenues. The interest charged on each interfund loan
12 under this subsection, other than to the general fund or
13 budget reserve account, shall be the interest rate earned on
14 pooled fund investments in the previous fiscal year.

15

16 (b) To the extent the legislature provides for
17 interfund loans or borrowing authority from one (1) agency,
18 account or fund to another, the interfund loan or borrowing
19 shall come out of the legislative stabilization reserve
20 account to be credited to the borrowing agency, account or
21 fund, except ~~for interfund loans made under~~ as authorized by
22 W.S. 21-13-316. The interest charged on each interfund loan
23 or borrowing from the legislative stabilization reserve

1 account shall be the interest rate earned on pooled fund
2 investments for the fiscal year immediately preceding the
3 effective date of the interfund loan.

4

5 **9-3-205. Administration and management of group**
6 **insurance program; powers and duties; adoption of rules and**
7 **regulations; interfund borrowing authority.**

8

9 (e) Upon request of the director of the department, the
10 state treasurer and the state auditor may utilize interfund
11 loans from the legislative stabilization reserve account to
12 cover the costs of group insurance plan coverage to school
13 districts electing to participate in the group insurance plan
14 under W.S. 9-3-201(e) or the costs of discontinuing plan
15 coverage to districts electing to cease participation under
16 W.S. 9-3-201(f). The interfund loans shall be repaid as soon
17 as anticipated revenue is received. The total amount of
18 interfund loans under this subsection outstanding at any one
19 (1) time shall not exceed sixty million dollars
20 (\$60,000,000.00). The interest charged on each interfund
21 loan under this subsection shall be the interest rate earned
22 on pooled fund investments in the previous fiscal year.

23

1 **21-13-316. Interfund borrowing.**

2

3 (a) The state treasurer may utilize interfund loans
4 ~~from the common school account within the permanent land fund~~
5 to the school foundation program account to ~~enable~~ensure
6 statutory payments ~~to be~~are made when dedicated revenues are
7 not yet received. Interfund loans under this subsection may
8 be made from the legislative stabilization reserve account
9 or, to the extent insufficient funds exist in the legislative
10 stabilization reserve account, the common school account
11 within the permanent land fund. Any interfund loans executed
12 pursuant to this section shall be repaid in whole or in part
13 periodically as soon as school foundation program account
14 revenues permit.

15

16 **Section 2.** This act is effective July 1, 2019.

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(END)