

FISCAL NOTE

This bill contains an annual transfer of \$100,000,000 from the LEGISLATIVE STABILIZATION RESERVE ACCOUNT (LSRA) to the proposed Wyoming Generational Investment Account (Account) beginning on July 1, 2025 and on each July 1 thereafter until July 1, 2055. This legislation is effective immediately.

	FY 2026	FY 2027	FY 2028
NON-ADMINISTRATIVE IMPACT			
Anticipated Revenue increase			
WY GENERATIONAL INVESTMENT ACCT.	\$100,000,000	\$100,000,000	\$100,000,000
NON-ADMINISTRATIVE IMPACT			
Anticipated Expenditure increase			
LEGISLATIVE STAB. RES. ACCT.	\$0	\$100,000,000	\$100,000,000

Source of revenue increase/expenditure increase:

The revenue increase/expenditure increase reflects the annual transfer of \$100,000,000 to the Account (revenue increase) from the LSRA (expenditure increase).

Assumptions:

This bill directs the State Treasurer's Office to separately account for each \$100,000,000 transfer to the Account and the investment earnings from each annual transfer. On July 1 of the fiscal year after 30 fiscal years have elapsed, 37.5 percent of all investment earnings from the annual transfer made 30 fiscal years earlier shall be deposited into the General Fund. All remaining investment earnings shall remain in the Account for continued investment.

The estimated annual yield on the Account is approximately \$3,000,000 in FY 2026, \$6,200,000 in FY 2027, and \$9,300,000 in FY 2028. There would be a commensurate and corresponding revenue decrease to the General Fund in annual yield from the LSRA for those years.

The Account is invested in the same or similar manner as the state's other permanent funds.

The State Treasurer's Office projects yields in FY26 through FY28 to be 2.98%, 3.07%, and 3.02% respectively for permanent funds and 4.28%, 4.12%, and 4.02% respectively for State Agency Pool funds. Yield is defined as the interest and dividend income from the investment. Over the long term, total returns for permanent funds are expected to be 6.75%, while total returns for State Agency Pool funds are expected to be 4.05%. This is in accordance with the State's Investment Policy. Total return is defined as growth in the value of the investment, including both yield and realized & unrealized gains.

Any additional fiscal or personnel impact is not determinable due to insufficient time to complete the fiscal note process.

Prepared by: Dean Temte, LSO Phone: 777-7881