## DRAFT ONLY NOT APPROVED FOR INTRODUCTION

HOUSE BILL NO.

Wyoming outdoor recreation trust fund.

Sponsored by: Joint Travel, Recreation, Wildlife & Cultural Resources Interim Committee

## A BILL

for

- 1 AN ACT relating to state lands; creating a Wyoming outdoor recreation trust fund account and income account; providing 2 for distribution of funds; requiring audits and reports; 3 providing rulemaking; providing funding for the trust 4 5 account; making a conforming amendment; and providing for 6 an effective date. 7 Be It Enacted by the Legislature of the State of Wyoming:
- 8
- 10 **Section 1.** W.S. 36-4-201 through 36-4-206 are created 11 to read:

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1	ARTICLE 2
2	WYOMING OUTDOOR RECREATION TRUST FUND
3	
4	36-4-201. Short title.
5	
6	This act shall be known and may be cited as the "Wyoming
7	Outdoor Recreation Trust Fund Act."
8	
9	36-4-202. Definitions.
10	
11	(a) As used in this act:
12	
13	(i) "Commission" means the Wyoming parks and
14	cultural resources commission created by W.S. 36-4-101;
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18	STAFF COMMENT
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20	The committee working group suggested that the Wyoming
21	outdoor recreation trust fund be administered by the
22	existing Wyoming parks and cultural resources commission
23 24	instead of creating a new trust fund board, the committee may wish to consider whether this is in line with the
2 <del>4</del> 25	policy of this bill draft.
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1 (ii) "Division" means the division of state 2 parks and historic sites within the department of state 3 parks and cultural resources, or its successor; 4 5 (iii) "Income account" means the Wyoming outdoor recreation trust fund income account created by W.S. 36-4-6 7 203(b); 8 (iv) "Outdoor recreational infrastructure" means 9 10 trailheads, trails, shooting ranges, boat ramps, cell towers, motorized and nonmotorized recreational areas and 11 12 other related physical and organizational structures and facilities; 13 14 15 (v) "Trust account" means the Wyoming outdoor 16 recreation trust fund account created by W.S. 36-4-203(a); 17 18 (vi) "This act" means W.S 36-4-201 through 36-4-19 206. 20 21 36-4-203. Wyoming outdoor recreation trust fund account and income account; creation; source of funds. 22

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1 (a) The Wyoming outdoor recreation trust fund account 2 is created. The trust account shall consist of those funds designated to the account by law and all monies collected 3 4 from federal grants and other contributions, grants, gifts, bequests and donations in the trust account. The trust 5 account is specifically empowered to accept grants, gifts, 6 transfers, bequests and donations. Funds deposited within 7 8 the trust account shall be inviolate and constitute a 9 perpetual trust fund which shall be invested by the state 10 treasurer as authorized by law and in a manner to obtain 11 the highest return possible consistent with preservation of 12 the trust account corpus.

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14 (b) The Wyoming outdoor recreation trust fund income account is created. Except as otherwise provided in this 15 16 subsection, the state treasurer shall credit annually to 17 the income account all earnings from funds in both the income account and in the trust account. No funds shall be 18 19 credited to the income account under this subsection and 20 all funds shall be instead credited to the trust account 21 until the corpus of the trust account equals or exceeds fifty million dollars (\$50,000,000.00) or until July 1, 22 2026, whichever occurs earlier. The legislature may, from 23

1	time	to	time,	appropriate	funds	directly	to	the	trust	fund

- 2 account or income account for investment or distribution in
- 3 accordance with the terms of this act. Any appropriated
- 4 funds without a designation shall be credited directly by
- 5 the state treasurer to the income account. No funds shall
- 6 be expended from the income account until appropriated by
- 7 the legislature.

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STAFF COMMENT

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The committee may wish to consider the requirements that the corpus reach fifty million dollar (\$50,000,000.00) or until July 1, 2026 before funds may be credited to the income account as required in W.S. 36-4-203(b) on the previous page. The monetary threshold of fifty million dollar (\$50,000,000.00) was based on a recommendation from the committee working group.

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Note: this draft bill is modeled on a prior bill draft, 2020 House Bill 0177 which carried a four million dollar (\$4,000,000.00) threshold for the corpus.

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- 28 (c) Any person may grant, give, transfer, bequest or
- 29 donate funds to the Wyoming outdoor recreation trust fund
- 30 account or the income account created by this section. The
- 31 person may specify in writing whether the funds should be
- 32 credited to the trust fund account or the income account

1	and if no specification is made, the funds shall be
2	credited to the income account.
3	
4	(d) Subject to legislative appropriation,
5	expenditures from the income account shall only be for the
6	following:
7	
8	(i) No more than eighty percent (80%) of the
9	funds in the income account per annum may be disbursed for:
10	
11	(A) Grants awarded by the commission for
12	the planning, design, improvement and maintenance of
13	existing or potential outdoor recreational infrastructure
14	tied to local governmental entities, the state or the
15	federal government, and for purposes of this subparagraph,
16	shall include grants for the purchase of public access
17	easements necessary to enhance these lands;
18	
19	(B) Outdoor recreation related education
20	and public outreach.
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22	(ii) No more than twenty percent (20%) of the
23	funds in the income account per annum may be expended for

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1	necessary administrative expenses incurred by the
2	commission under this act and for the operation,
3	administration and maintenance of the division to enhance
4	and expand the outdoor recreation industry and improve
5	outdoor recreation infrastructure and access within the
6	state.
7	
8	36-4-204. Wyoming outdoor recreation trust fund
9	administration; duties and responsibilities; report by
10	commission.
11	
12	(a) The commission shall receive and evaluate
13	applications for grants from the income account as
14	authorized under W.S. 36-4-203(d)(i).
15	
16	(b) The commission shall annually report to the
17	governor, the joint appropriations committee and the joint
18	travel, recreation, wildlife and cultural resources interim
19	committee no later than October 1 with respect to all:
20	
21	(i) Federal grants, state appropriations and

received and credited to the Wyoming outdoor recreation

1	trust fund and income fund during the preceding fiscal
2	year; and
3	
4	(ii) Grants awarded and funds disbursed by the
5	commission under W.S. 36-4-203(d); and
6	
7	(iii) Funds disbursed by the commission to the
8	division under W.S. 36-4-203(d)(ii).
9	
10	(c) The commission shall review and monitor grants to
11	grantees and the expenditure of all monies from the income
12	account.
13	
14	(d) The commission shall adopt rules and regulations
15	in accordance with the Wyoming Administrative Procedure Act
16	as necessary to carry out its duties under this act,
17	including rules to:
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19	(i) Establish the procedure for grant
20	application submittal;
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22	(ii) Establish criteria for grants from the
23	income account as authorized under W.S. 36-4-203(d)(i);

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2	(iii) Establish criteria to require matching
3	funds or other in-kind contributions from grantees;
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7	STAFF COMMENT
8 9	The semmittee man wish to semside whether additional
10 11 12 13 14	The committee may wish to consider whether additional guidance should be given to the commission when promulgating rules to establish criteria for required matching funds from grantees in W.S. 36-4-204(d)(iii), above, to meet the policy objectives in this bill draft.
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18	(iv) Evaluate, rank and prioritize grant
19	proposals with an emphasis on those projects that will have
20	the greatest impact on citizen utilization of outdoor
21	recreational infrastructure.
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23	(e) In fulfilling its duties under this act the
24	commission may:
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26	(i) Consult as necessary with other governmental
27	agencies, local county or municipal governments, persons
28	and nonprofit organizations;

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3	STAFF COMMENT
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5	The committee working group discussed including local
6	governments in the process of awarding grants and
7	disbursing funds. This bill draft allows for the commission
8 9	to consult with local governments at their discretion but the committee may wish to consider if there should be any
10	additional requirements that local governments be involved
11	in the distribution of grants under this act.
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16	(ii) Accept or decline federal grants and other
17	contributions, grants, gifts, transfers, bequests and
18	donations of any money or personal property from any
19	source.
20	
21	36-4-205. Disbursement of grants from the income
22	account.
23	
24	(a) Subject to application approval and legislative
25	appropriation, the commission may award grants as
26	authorized under W.S. 36-4-203(d)(i) and consistent with
27	the rules of the commission.
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1	(b) The commission shall have the discretion to
2	determine the amount of money awarded under each grant and
3	any conditions attached to the grant.
4	
5	36-4-206. Biennial audit.
6	
7	The director of the department of audit or his designee
8	shall audit the trust account and the income account
9	biennially. Copies of the audit shall be provided to the
10	legislature.
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12	<b>Section 2.</b> W.S. $36-4-104$ by creating a new subsection
13	(g) and 39-15-111(b) by creating a new paragraph (iv) are
14	amended to read:
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16	36-4-104. Powers; interpretive service agreements.
17	
18	(g) The commission shall administer the Wyoming
19	outdoor recreation trust fund act as created by W.S. 36-4-
20	201 through 36-4-206.
21	
22	39-15-111. Distribution.
23	

1	(b) Revenues earned under W.S. 39-15-104 during each
2	fiscal year shall be recognized as revenue during that
3	fiscal year for accounting purposes. Except as otherwise
4	provided in subsection (p) of this section, for all revenue
5	collected by the department under W.S. 39-15-104 the
6	department shall:
7	
8	(iv) Deduct ten percent (10%) from the share
9	provided in paragraph (i) of this subsection to be credited
10	by the state treasurer into the Wyoming outdoor recreation
11	trust fund account as created by 36-4-203(a) until the
12	corpus of that trust account equals fifty million dollars
13	(\$50,000,000.00) or until July 1, 2026, whichever occurs
14	earlier.
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16 17 18 19	**************************************
20 21 22 23 24 25 26	The committee may wish to consider the funding mechanisms created by W.S. 39-15-111(b)(iv) above on whether they are in line with the policy of this bill draft. These funding mechanisms were suggested by the committee working group and is intended to carve out a portion of sales and lodging taxes to fund the Wyoming outdoor recreation trust fund for a limited amount of time.

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29 30 Note: the committee working group discussed other ways to fund the trust account including a mountain bike use fee, a NAICS code to divert sales tax of specific outdoor

1	recreation gear, or potentially other tax items provided in
2	statute. The committee may also wish to consider an
3	appropriation to fund the account directly.
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8	Section 3. This act is effective immediately upon
9	completion of all acts necessary for a bill to become law
10	as provided by Article 4, Section 8 of the
11	Wyoming Constitution.
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15	STAFF COMMENT
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17	The committee may wish to consider the immediate effective
18	date of this act, which was modeled on the prior bill draft
19	2020 House Bill 0177, and whether it is in line with the
20	policy in this bill draft.
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25	(FND)