STATE OF WYOMING

## SENATE JOINT RESOLUTION NO. SJ0007

School capital construction-constitutional amendment. Sponsored by: Senator(s) Scott

## A JOINT RESOLUTION

## for

1 amend А JOINT RESOLUTION proposing to the Wyoming 2 Constitution to transfer responsibility for construction of school facilities to school districts; to provide for 3 4 specified mandatory and optional state funding mechanisms; and to provide a ballot statement. 5

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7 BE IT RESOLVED BY THE LEGISLATURE OF THE STATE OF WYOMING,
8 two-thirds of all the members of the two houses, voting
9 separately, concurring therein:

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11 Section 1. The following proposal to amend Wyoming 12 Constitution, Article 7 by creating a new Section 24 is 13 proposed for submission to the electors of the State of 14 Wyoming at the next general election for approval or rejection 15 to become valid as a part of the Constitution if ratified by 16 a majority of the electors at the election:

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1 2 Article 7, Section 24. Provision of school facilities. 3 4 (a) The legislature shall by law provide a system of public school capital construction subject to the following: 5 б 7 (i) The local school districts are primarily responsible for providing school facilities through bonds or 8 other means; 9 10 11 (ii) The decision of the voters in an election 12 authorizing bonds is final; 13 14 (iii) The cost of paying bonds shall be equalized so that the needed mill levy does not exceed what the mill 15 16 levy would be if the district had the state average per person 17 assessed valuation, the federal census being used to 18 determine the number of persons; 19 20 (iv) The state financing of the equalization shall 21 assure the required payment by the state and may include appropriations, dedicated sources of funds or a statewide 22 mill levy. Compliance with the debt limitation imposed by 23

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1 article 16, section 5 of this constitution shall be determined 2 using only the local share of the payment for the debt; 3 4 (v) A means shall be provided to decide which facilities are not needed for education and are not subject 5 to equalization; 6 7 8 (vi) The legislature may appropriate funds to 9 relieve hardship; 10 11 (vii) If the use of bonds becomes financially 12 unwise or nondebt financing is desired, the legislature may provide for different financing means with comparable 13 14 equalization provisions. 15 16 Section 2. That the Secretary of State shall endorse 17 the following statement on the proposed amendment: 18 19 In 2001, the Wyoming Supreme Court decided in the case of 20 State v. Campbell County School District that the provision of school facilities was the responsibility of the state not 21 the individual school district. Before that decision, the 22 school districts had provided school facilities and normally 23

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1 financed the construction of these facilities through local 2 bond issues approved by the voters at an election and repaid 3 by a local property tax. The system enacted by the legislature 4 to comply with the Wyoming Supreme Court decision no longer 5 works because the funding source the legislature relied on (primarily bidding bonuses from new coal leases) no longer 6 yields significant revenue. The legislature also reports the 7 8 new system has been quite expensive because the legislature 9 is not as good a judge of the need for local school facilities 10 as the voters of the school districts. This amendment will 11 return school capital construction to a local system with the 12 addition of mandatory state aid to raise the amount raised by 13 the local tax up to what a statewide levy would raise on a per person basis. This provision is intended to provide 14 15 fairness and to enable districts with low property values to 16 construct needed school facilities. The amendment also authorizes, but does not require, the 17 legislature to 18 appropriate additional funds to relieve undue hardships.

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(END)

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