

Table 2
State Education Fund Analysis, Based on September 2014 Legislative Council Staff (LCS) Tax Revenue Forecast
Combined Impacts of HB 14-1292 and HB 14-1298 and Other Legislation*

(Assumes negative factor remains at \$894.2 million beyond FY 2014-15, and minimum \$400 million State Education Fund ending balance)

	FY 2013-14	FY 2014-15	FY 2015-16	FY 2016-17	FY 2017-18
1 Total Program before Negative Factor	\$6,531,235,817	\$6,827,646,456	\$7,107,937,820	\$7,402,492,757	\$7,724,574,105
2 Negative Factor	-\$1,004,302,068	-\$894,202,067	-\$894,202,067	-\$894,202,067	-\$894,202,067
3 Total Program after Negative Factor	\$5,526,933,749	\$5,933,444,389	\$6,213,735,753	\$6,508,290,690	\$6,830,372,038
4 Funded Pupil Count	830,833	845,136	855,589	866,775	881,567
5 Average Per Pupil Revenue (PPR)	\$6,652	\$7,021	\$7,263	\$7,509	\$7,748
6 % chg in PPR		5.5%	3.4%	3.4%	3.2%
7 Local Share	\$1,938,833,490	\$1,979,937,820	\$2,079,654,365	\$2,139,964,342	\$2,268,362,202
8 State Share	\$3,588,100,259	\$3,953,506,569	\$4,134,081,388	\$4,368,326,348	\$4,562,009,836
9 State Public School Fund	\$75,368,389	\$98,977,700	\$90,296,769	\$90,234,214	\$93,524,043
10 State Education Fund (SEF)	\$527,420,989	\$670,557,329	\$509,114,827	\$286,560,656	\$321,104,968
11 General Fund*	\$2,985,310,882	\$3,183,971,540	\$3,534,669,792	\$3,991,531,478	\$4,147,380,825
12 Assumed General Fund Appropriations Growth for School Finance	4.8%	6.7%	11.0%	12.9%	3.9%
13 SEF Beginning Balance	\$183,358,574	\$1,048,948,845	\$646,344,339	\$400,000,027	\$400,000,028
14 SEF Deposits	\$1,605,374,125	\$567,311,591	\$567,355,764	\$599,862,815	\$643,330,371
15 Income taxes (LCS forecast)	\$478,800,000	\$501,400,000	\$532,700,000	\$567,900,000	\$606,731,406
16 GF surplus transfer (LCS forecast)*	\$1,073,500,000	\$34,400,000	\$0	\$0	\$0
17 Fire and Police Pension Association repayment	\$45,321,079	\$25,321,079	\$25,321,079	\$25,321,079	\$25,321,079
18 Interest earnings	\$7,753,046	\$6,190,512	\$9,334,685	\$6,641,736	\$11,277,887
19 SEF Expenditures					
20 School finance	\$527,420,989	\$670,557,329	\$509,114,827	\$286,560,656	\$321,104,968
21 Categorical programs**	\$127,093,954	\$136,525,196	\$144,317,335	\$152,327,654	\$159,974,075
22 Other spending (includes all 2014 passed bills)**	\$85,268,911	\$162,833,572	\$160,267,915	\$160,974,504	\$162,248,994
23 Total Expenditures	\$739,783,854	\$969,916,097	\$813,700,077	\$599,862,814	\$643,328,037
24 SEF Ending Balance	\$1,048,948,845	\$646,344,339	\$400,000,027	\$400,000,028	\$400,002,362

* Assumes LCS' tax revenue forecast, and minimum General Fund appropriations growth for school finance of 11.0% to achieve an SEF ending balance of \$400 million in FY 2015-16. In FY 2016-17, General Fund appropriations for school finance would have to increase 12.9% to maintain a \$400 million ending balance.

** These amounts reflect the timing of expenditures based on the fiscal notes for HB 14-1292 and HB 14-1298; amounts also include \$7 million in SEF spending from HB 14-1102, HB 14-1118, SB 14-124, and SB 14-150.