

**Revenue Estimating Conference for Maximum Appropriation
from the Public Education Capital Outlay Trust Fund**

Executive Summary

The table below shows the estimated amount available for appropriation to the Public Education Capital Outlay (PECO) program. These amounts reflect the results of the December 8, 2010 Revenue Estimating Conference.

	Maximum PECO Appropriations	Estimated PECO Bonding
FY 2010-11	731.3	304.8
FY 2011-12	356.3	180.1
FY 2012-13	364.2	175.6
FY 2013-14	957.5	736.1
FY 2014-15	941.2	691.7
FY 2015-16	831.0	576.1
FY 2016-17	821.8	564.5
FY 2017-18	829.9	546.7
FY 2018-19	805.9	529.8
FY 2019-20	799.7	515.4

At the conference, the Revenue Estimating Conference reduced the forecast of the maximum amount available for appropriation from the PECO Trust Fund for FY 2011-12 by \$301.3 million, to \$356.3 million in total.

Of this total amount available for appropriation, \$180.1 million is from the sale of bonds, a reduction of \$262.4 million from the July 2010 estimate. Lower projections for the Gross Receipts Taxes in the recently revised estimate for FY 2011-12 and 2012-13 resulted in a significant reduction in the bonding capacity for the next two years, which was offset only in small part by the completion of two sales since the last estimating conference at lower than expected interest rates.

Funds available for appropriation as cash are projected to be \$176.2 million in FY 2011-12, lower by \$38.9 million, mostly due to the lower tax collection forecast.

Note: This forecast does not contain the cash impact of pending refund requests that could total as much as \$158.8 million over the next 18 months. If approved by the Department of Revenue, the refunds will affect the Gross Receipts Tax, the State Communications Services Tax, and the Local Communications Services Tax. To the extent that Gross Receipts Tax collections are affected by this refund, the PECO forecast will be impacted as well.

**PUBLIC EDUCATION CAPITAL OUTLAY (PECO) ESTIMATING CONFERENCE
MAXIMUM POSSIBLE PECO TRUST FUND APPROPRIATION**

		July 2010 <u>Estimate</u>	December 2010 <u>Estimate</u>	<u>Change</u>
FY 10-11	Appropriation	731.3	731.3	0.0
	Bonded Projects	304.8	304.8	0.0
	Non-bonded Projects	426.5	426.5	0.0
FY 11-12	Maximum Available	657.6	356.3	-301.3
	Bonded Projects	442.5	180.1	-262.4
	Non-bonded Projects	215.1	176.2	-38.9
FY 12-13	Maximum Available	534.6	364.2	-170.4
	Bonded Projects	330.9	175.6	-155.3
	Non-bonded Projects	203.7	188.6	-15.1
FY 13-14	Maximum Available	957.2	957.5	0.3
	Bonded Projects	726.6	736.1	9.5
	Non-bonded Projects	230.6	221.4	-9.2
FY 14-15	Maximum Available	948.9	941.2	-7.7
	Bonded Projects	691.4	691.7	0.3
	Non-bonded Projects	257.5	249.5	-8.0
FY 15-16	Maximum Available	850.5	831.0	-19.5
	Bonded Projects	587.9	576.1	-11.8
	Non-bonded Projects	262.6	254.9	-7.7
FY 16-17	Maximum Available	855.3	821.8	-33.5
	Bonded Projects	589.9	564.5	-25.4
	Non-bonded Projects	265.4	257.3	-8.1
FY 17-18	Maximum Available	863.5	829.9	-33.6
	Bonded Projects	571.4	546.7	-24.7
	Non-bonded Projects	292.1	283.2	-8.9
FY 18-19	Maximum Available	837.2	805.9	-31.3
	Bonded Projects	553.3	529.8	-23.5
	Non-bonded Projects	283.9	276.1	-7.8
FY 19-20	Maximum Available	812.4	799.7	-12.7
	Bonded Projects	523.5	515.4	-8.1
	Non-bonded Projects	288.9	284.3	-4.6

Note: This forecast does not contain the cash impact of pending refund requests that could total as much as \$158.8 million over the next 18 months. If approved by the Department of Revenue, the refunds will affect the Gross Receipts Tax, the State Communications Services Tax, and the Local Communications Services Tax. To the extent that Gross Receipts Tax collections are affected by this refund, the PECO forecast will be impacted as well.

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Public Education Capital Outlay (PECO) Program, Sources Of Revenue (\$ Millions)

	TOTAL	BONDS	CASH	OTHER
FY 1992-93	1070.6	886.6	184.0	
FY 1993-94	869.1	642.3	226.8	
FY 1994-95	981.5	805.4	176.1	
FY 1995-96	635.4	417.0	218.4	
FY 1996-97	601.5	441.6	159.9	
FY 1997-98	634.9	490.2	144.7	
FY 1998-99	627.3	447.9	179.4	
FY 1999-00	511.3	367.2	144.1	
FY 2000-01	631.7	428.3	203.4	
FY 2001-02	1188.8	887.6	287.6	13.6
FY 2002-03	807.0	613.4	193.6	
FY 2003-04	752.4	516.3	236.1	
FY 2004-05	761.9	473.4	288.5	
FY 2005-06 *	844.4	616.3	228.1	
FY 2006-07 *	1853.8	1436.6	417.2	
FY 2007-08 *	1799.3	1317.2	482.1	
FY 2008-09	1216.1	924.2	291.9	
FY 2009-10	359.3	155.1	204.2	
FY 2010-11	731.3	304.8	426.5	
FY 2011-12	356.3	180.1	176.2	
FY 2012-13	364.2	175.6	188.6	
FY 2013-14	957.5	736.1	221.4	
FY 2014-15	941.2	691.7	249.5	
FY 2015-16	831.0	576.1	254.9	
FY 2016-17	821.8	564.5	257.3	
FY 2017-18	829.9	546.7	283.2	
FY 2018-19	805.9	529.8	276.1	
FY 2019-20	799.7	515.4	284.3	

* Additional cash distributions from the Documentary Stamp Tax to the trust fund and subsequent disbursements as established in Senate Bill 360 (2005) are not included in these figures.

STUDENT STATION COST FACTORS

11/22/2010

	Consumer Price Index - REC National Economic Forecast of November 2010	Student Station Cost Factors	Cost of Elementary School Student Station (\$)	Cost of Middle School Student Station (\$)	Cost of High School Student Station (\$)
Jan-2006	199.0	1.0000	17,952	19,386	25,181
Feb-2006	199.1	1.0005	17,961	19,396	25,194
Mar-2006	199.6	1.0030	18,006	19,444	25,257
Apr-2006	200.8	1.0090	18,114	19,561	25,409
May-2006	201.9	1.0146	18,214	19,669	25,548
Jun-2006	202.4	1.0171	18,259	19,717	25,611
Jul-2006	203.2	1.0211	18,331	19,795	25,712
Aug-2006	203.8	1.0241	18,385	19,854	25,788
Sep-2006	202.7	1.0186	18,286	19,746	25,649
Oct-2006	201.8	1.0141	18,205	19,659	25,535
Nov-2006	201.9	1.0146	18,214	19,669	25,548
Dec-2006	202.8	1.0191	18,295	19,756	25,662
Jan-2007	203.2	1.0211	18,331	19,795	25,712
Feb-2007	203.9	1.0246	18,394	19,863	25,801
Mar-2007	205.1	1.0307	18,502	19,980	25,953
Apr-2007	206.0	1.0352	18,583	20,068	26,067
May-2007	207.4	1.0422	18,710	20,204	26,244
Jun-2007	207.8	1.0442	18,746	20,243	26,295
Jul-2007	208.0	1.0452	18,764	20,263	26,320
Aug-2007	207.7	1.0437	18,737	20,234	26,282
Sep-2007	208.3	1.0467	18,791	20,292	26,358
Oct-2007	209.1	1.0508	18,863	20,370	26,459
Nov-2007	210.9	1.0598	19,026	20,545	26,687
Dec-2007	211.7	1.0638	19,098	20,623	26,788
Jan-2008	212.5	1.0678	19,169	20,701	26,889
Feb-2008	212.9	1.0696	19,202	20,736	26,935
Mar-2008	213.7	1.0737	19,275	20,815	27,037
Apr-2008	214.0	1.0754	19,305	20,847	27,079
May-2008	215.0	1.0806	19,399	20,949	27,211
Jun-2008	217.0	1.0906	19,579	21,143	27,463
Jul-2008	218.6	1.0985	19,721	21,296	27,662
Aug-2008	218.6	1.0984	19,718	21,293	27,658
Sep-2008	218.7	1.0989	19,727	21,303	27,671
Oct-2008	216.9	1.0899	19,566	21,129	27,445
Nov-2008	213.3	1.0717	19,239	20,775	26,986
Dec-2008	211.6	1.0632	19,087	20,611	26,772
Jan-2009	212.2	1.0662	19,140	20,669	26,848
Feb-2009	213.0	1.0704	19,216	20,751	26,953
Mar-2009	212.7	1.0689	19,189	20,722	26,916
Apr-2009	212.7	1.0687	19,185	20,718	26,911
May-2009	212.9	1.0697	19,204	20,738	26,937
Jun-2009	214.5	1.0777	19,347	20,892	27,137
Jul-2009	214.5	1.0779	19,350	20,896	27,142
Aug-2009	215.4	1.0824	19,431	20,984	27,256
Sep-2009	215.8	1.0844	19,468	21,023	27,307

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Oct-2009	216.4	1.0874	19,522	21,081	27,383
Nov-2009	217.3	1.0920	19,603	21,169	27,497
Dec-2009	217.5	1.0930	19,621	21,188	27,522
Jan-2010	217.6	1.0935	19,630	21,198	27,535
Feb-2010	217.6	1.0935	19,630	21,198	27,535
Mar-2010	217.7	1.0940	19,639	21,208	27,547
Apr-2010	217.6	1.0935	19,630	21,198	27,535
May-2010	217.2	1.0915	19,594	21,159	27,484
Jun-2010	216.9	1.0899	19,567	21,130	27,446
Jul-2010	217.6	1.0935	19,630	21,198	27,535
Aug-2010	218.2	1.0965	19,684	21,256	27,611
Sep-2010	218.4	1.0975	19,702	21,276	27,636
Oct-2010	218.9	1.1000	19,747	21,325	27,699
Nov-2010	219.5	1.1030	19,801	21,383	27,775
Dec-2010	219.8	1.1045	19,828	21,412	27,813
Jan-2011	220.0	1.1055	19,846	21,432	27,838
Feb-2011	220.2	1.1065	19,864	21,451	27,864
Mar-2011	220.5	1.1080	19,892	21,480	27,902
Apr-2011	220.6	1.1085	19,901	21,490	27,914
May-2011	220.8	1.1095	19,919	21,510	27,940
Jun-2011	221.1	1.1111	19,946	21,539	27,977
Jul-2011	221.4	1.1126	19,973	21,568	28,015
Aug-2011	221.7	1.1141	20,000	21,597	28,053
Sep-2011	222.1	1.1161	20,036	21,636	28,104
Oct-2011	222.4	1.1176	20,063	21,666	28,142
Nov-2011	222.8	1.1196	20,099	21,705	28,193
Dec-2011	223.2	1.1216	20,135	21,743	28,243
Jan-2012	223.6	1.1236	20,171	21,782	28,294
Feb-2012	224.0	1.1256	20,207	21,821	28,344
Mar-2012	224.3	1.1271	20,234	21,851	28,382
Apr-2012	224.6	1.1286	20,261	21,880	28,420
May-2012	225.0	1.1307	20,297	21,919	28,471
Jun-2012	225.4	1.1327	20,334	21,958	28,522
Jul-2012	225.8	1.1347	20,370	21,997	28,572
Aug-2012	226.1	1.1362	20,397	22,026	28,610
Sep-2012	226.5	1.1382	20,433	22,065	28,661
Oct-2012	226.9	1.1402	20,469	22,104	28,711
Nov-2012	227.3	1.1422	20,505	22,143	28,762
Dec-2012	227.7	1.1442	20,541	22,182	28,813
Jan-2013	228.1	1.1462	20,577	22,221	28,863
Feb-2013	228.5	1.1482	20,613	22,260	28,914
Mar-2013	228.9	1.1503	20,649	22,299	28,964
Apr-2013	229.3	1.1523	20,685	22,338	29,015
May-2013	229.6	1.1538	20,712	22,367	29,053
Jun-2013	230.0	1.1558	20,749	22,406	29,104

STUDENT STATION COST FACTORS

11/22/2010

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Jul-2013	230.4	1.1578	20,785	22,445	29,154
Aug-2013	230.7	1.1593	20,812	22,474	29,192
Sep-2013	231.1	1.1613	20,848	22,513	29,243
Oct-2013	231.5	1.1633	20,884	22,552	29,293
Nov-2013	232.0	1.1658	20,929	22,601	29,357
Dec-2013	232.4	1.1678	20,965	22,640	29,407
Jan-2014	232.8	1.1698	21,001	22,679	29,458
Feb-2014	233.3	1.1724	21,046	22,727	29,521
Mar-2014	233.8	1.1749	21,091	22,776	29,585
Apr-2014	234.2	1.1769	21,127	22,815	29,635
May-2014	234.7	1.1794	21,173	22,864	29,698
Jun-2014	235.1	1.1814	21,209	22,903	29,749
Jul-2014	235.5	1.1834	21,245	22,942	29,800
Aug-2014	235.9	1.1854	21,281	22,981	29,850
Sep-2014	236.3	1.1874	21,317	23,020	29,901
Oct-2014	236.8	1.1899	21,362	23,068	29,964
Nov-2014	237.2	1.1920	21,398	23,107	30,015
Dec-2014	237.6	1.1940	21,434	23,146	30,065
Jan-2015	238.1	1.1965	21,479	23,195	30,129
Feb-2015	238.5	1.1985	21,515	23,234	30,179
Mar-2015	238.9	1.2005	21,551	23,273	30,230
Apr-2015	239.3	1.2025	21,588	23,312	30,280
May-2015	239.8	1.2050	21,633	23,361	30,344
Jun-2015	240.2	1.2070	21,669	23,400	30,394
Jul-2015	240.6	1.2090	21,705	23,439	30,445
Aug-2015	241.1	1.2116	21,750	23,487	30,508
Sep-2015	241.5	1.2136	21,786	23,526	30,559
Oct-2015	242.0	1.2161	21,831	23,575	30,622
Nov-2015	242.4	1.2181	21,867	23,614	30,673
Dec-2015	242.8	1.2201	21,903	23,653	30,723
Jan-2016	243.2	1.2221	21,939	23,692	30,774
Feb-2016	243.6	1.2241	21,975	23,731	30,825
Mar-2016	244.0	1.2261	22,011	23,770	30,875
Apr-2016	244.5	1.2286	22,057	23,818	30,938
May-2016	244.9	1.2307	22,093	23,857	30,989
Jun-2016	245.3	1.2327	22,129	23,896	31,040
Jul-2016	245.7	1.2347	22,165	23,935	31,090
Aug-2016	246.1	1.2367	22,201	23,974	31,141
Sep-2016	246.5	1.2387	22,237	24,013	31,192
Oct-2016	246.9	1.2407	22,273	24,052	31,242
Nov-2016	247.4	1.2432	22,318	24,101	31,305
Dec-2016	247.8	1.2452	22,354	24,140	31,356
Jan-2017	248.2	1.2472	22,390	24,179	31,407
Feb-2017	248.6	1.2492	22,426	24,218	31,457
Mar-2017	249.1	1.2518	22,472	24,267	31,521

STUDENT STATION COST FACTORS

11/22/2010

	Consumer Price Index - REC National Economic Forecast of November 2010	Student Station Cost Factors	Cost of Elementary School Student Station (\$)	Cost of Middle School Student Station (\$)	Cost of High School Student Station (\$)
Apr-2017	249.5	1.2538	22,508	24,306	31,571
May-2017	249.9	1.2558	22,544	24,345	31,622
Jun-2017	250.4	1.2583	22,589	24,393	31,685
Jul-2017	250.8	1.2603	22,625	24,432	31,736
Aug-2017	251.2	1.2623	22,661	24,471	31,786
Sep-2017	251.7	1.2648	22,706	24,520	31,850
Oct-2017	252.1	1.2668	22,742	24,559	31,900
Nov-2017	252.6	1.2693	22,787	24,608	31,963
Dec-2017	253.0	1.2714	22,823	24,647	32,014
Jan-2018	253.5	1.2739	22,869	24,695	32,077
Feb-2018	254.0	1.2764	22,914	24,744	32,141
Mar-2018	254.5	1.2789	22,959	24,793	32,204
Apr-2018	254.9	1.2809	22,995	24,832	32,254
May-2018	255.4	1.2834	23,040	24,880	32,318
Jun-2018	255.8	1.2854	23,076	24,919	32,368
Jul-2018	256.2	1.2874	23,112	24,958	32,419
Aug-2018	256.7	1.2899	23,157	25,007	32,482
Sep-2018	257.1	1.2920	23,193	25,046	32,533
Oct-2018	257.5	1.2940	23,229	25,085	32,583
Nov-2018	257.9	1.2960	23,265	25,124	32,634
Dec-2018	258.3	1.2980	23,302	25,163	32,685
Jan-2019	258.8	1.3005	23,347	25,212	32,748
Feb-2019	259.2	1.3025	23,383	25,251	32,799
Mar-2019	259.6	1.3045	23,419	25,289	32,849
Apr-2019	260.0	1.3065	23,455	25,328	32,900
May-2019	260.5	1.3090	23,500	25,377	32,963
Jun-2019	260.9	1.3111	23,536	25,416	33,014
Jul-2019	261.3	1.3131	23,572	25,455	33,064
Aug-2019	261.7	1.3151	23,608	25,494	33,115
Sep-2019	262.1	1.3171	23,644	25,533	33,166
Oct-2019	262.5	1.3191	23,680	25,572	33,216
Nov-2019	262.9	1.3211	23,716	25,611	33,267
Dec-2019	263.4	1.3236	23,762	25,660	33,330
Jan-2020	263.8	1.3256	23,798	25,699	33,381
Feb-2020	264.3	1.3281	23,843	25,747	33,444
Mar-2020	264.7	1.3302	23,879	25,786	33,495
Apr-2020	265.1	1.3322	23,915	25,825	33,545
May-2020	265.5	1.3342	23,951	25,864	33,596
Jun-2020	265.9	1.3362	23,987	25,903	33,646