

**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 2, 2009 Revenue Estimating Conference.

	Maximum PECO Appropriations	Estimated PECO Bonding
FY 2009-10	359.3	155.1
FY 2010-11	425.6	46.0
FY 2011-12	300.7	102.6
FY 2012-13	767.7	539.7
FY 2013-14	1256.8	1003.4
FY 2014-15	1016.5	756.0
FY 2015-16	792.8	528.6
FY 2016-17	805.1	537.4
FY 2017-18	860.7	570.9
FY 2018-19	805.1	525.9

The Revenue Estimating Conference increased the forecast of the maximum amount available for appropriation from the PECO Trust Fund for FY 2010-11 by \$263.7 million, to \$425.6 million in total.

Of this total amount, \$46.0 million is from the sale of bonds, an increase of \$35.9 million from the August 2009 estimate. A lower forecast for the Gross Receipts Tax, which funds the debt service on the bonds, resulted in a decrease in bonding capacity of \$118.3 million. However, several factors contributed to an increase in bonding capacity which more than offset the reduction from the lower tax forecast. These factors are the result of an interest rate environment which allowed the refunding of several older series of outstanding bonds, a reduction in the rate expected for upcoming bond sales over the next year or two, and opportunity to use the Build America Bonds program for the sale of the final Series 2006 bonds at a reduced interest rate.

The amount available as cash is projected to be \$379.6 million in FY2010-11, higher by \$227.8 million from the August forecast. Most of this increase is due to adjustments made to prior year disbursements.

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

		July '09 REC <u>Estimate</u>	Nov '09 REC <u>Estimate</u>	<u>Change</u>
FY 09-10	Appropriation	359.3	359.3	0.0
	Bonded Projects	155.1	155.1	0.0
	Non-bonded Projects	204.2	204.2	0.0
FY 10-11	Maximum Available	161.9	425.6	263.7
	Bonded Projects	10.1	46.0	35.9
	Non-bonded Projects	151.8	379.6	227.8
FY 11-12	Maximum Available	464.3	300.7	-163.6
	Bonded Projects	268.5	102.6	-165.9
	Non-bonded Projects	195.8	198.1	2.3
FY 12-13	Maximum Available	793.4	767.7	-25.7
	Bonded Projects	574.8	539.7	-35.1
	Non-bonded Projects	218.6	228.0	9.4
FY 13-14	Maximum Available	1162.6	1256.8	94.2
	Bonded Projects	917.5	1003.4	85.9
	Non-bonded Projects	245.1	253.4	8.3
FY 14-15	Maximum Available	1016.7	1016.5	-0.2
	Bonded Projects	745.0	756.0	11.0
	Non-bonded Projects	271.7	260.5	-11.2
FY 15-16	Maximum Available	929.1	792.8	-136.3
	Bonded Projects	650.0	528.6	-121.4
	Non-bonded Projects	279.1	264.2	-14.9
FY 16-17	Maximum Available	991.2	805.1	-186.1
	Bonded Projects	696.1	537.4	-158.7
	Non-bonded Projects	295.1	267.7	-27.4
FY 17-18	Maximum Available	1022.7	860.7	-162.0
	Bonded Projects	715.0	570.9	-144.1
	Non-bonded Projects	307.7	289.8	-17.9
FY 18-19	Maximum Available	872.3	805.1	-67.2
	Bonded Projects	591.5	525.9	-65.6
	Non-bonded Projects	280.8	279.2	-1.6

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**PUBLIC EDUCATION CAPITAL OUTLAY (PECO) ESTIMATING CONFERENCE
FORECAST SUMMARY BY FISCAL YEAR
(\$ Millions)**

	<u>FY 10-11</u>	<u>FY 11-12</u>	<u>FY 12-13</u>	<u>FY 13-14</u>	<u>FY 14-15</u>	<u>FY 15-16</u>	<u>FY 16-17</u>	<u>FY 17-18</u>	<u>FY 18-19</u>
Maximum Available for Appropriation	425.6	300.7	767.7	1256.8	1016.5	792.8	805.1	860.7	805.1
Bonded Projects	46.0	102.6	539.7	1003.4	756.0	528.6	537.4	570.9	525.9
Non-bonded Projects	379.6	198.1	228.0	253.4	260.5	264.2	267.7	289.8	279.2
Summary of Bond Issues									
Bond Sale	46.0	102.6	539.7	1003.4	756.0	528.6	537.4	570.9	525.9
Bond Proceeds	45.8	102.1	537.0	998.4	752.2	526.0	534.7	568.0	523.3
Bond Interest Rate	5.25%	5.75%	6.00%	6.00%	6.00%	6.00%	6.00%	6.00%	6.00%
Term of Bond Issue	30 years	30 years	30 years	30 years	30 years	30 years	30 years	30 years	30 years
Transfers to Sinking Fund	990.1	988.3	1018.0	1060.5	1100.2	1143.0	1182.2	1198.2	1249.2
Sources of Revenue									
Gross Receipts Tax	1095.9	1152.7	1213.7	1265.3	1299.9	1347.8	1395.0	1434.9	1475.0
Interest Earnings	48.7	36.8	37.7	56.4	67.3	64.8	60.3	58.8	58.8

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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	425.6	46.0	379.6	
FY 2011-12	300.7	102.6	198.1	
FY 2012-13	767.7	539.7	228.0	
FY 2013-14	1256.8	1003.4	253.4	
FY 2014-15	1016.5	756.0	260.5	
FY 2015-16	792.8	528.6	264.2	
FY 2016-17	805.1	537.4	267.7	
FY 2017-18	860.7	570.9	289.8	
FY 2018-19	805.1	525.9	279.2	

* 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

1/19/2010

	Consumer Price Index - REC National Economic Forecast of January 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
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	216.8	1.0894	19,558	21,120	27,433
Feb-2010	216.8	1.0894	19,558	21,120	27,433
Mar-2010	216.9	1.0899	19,567	21,130	27,446
Apr-2010	217.0	1.0905	19,576	21,140	27,459
May-2010	217.2	1.0915	19,594	21,159	27,484
Jun-2010	217.4	1.0925	19,612	21,178	27,509
Jul-2010	217.9	1.0950	19,657	21,227	27,573
Aug-2010	218.2	1.0965	19,684	21,256	27,611
Sep-2010	218.5	1.0980	19,711	21,286	27,648
Oct-2010	218.8	1.0995	19,738	21,315	27,686
Nov-2010	219.1	1.1010	19,765	21,344	27,724
Dec-2010	219.5	1.1030	19,801	21,383	27,775
Jan-2011	219.9	1.1050	19,837	21,422	27,826
Feb-2011	220.3	1.1070	19,873	21,461	27,876
Mar-2011	220.7	1.1090	19,910	21,500	27,927
Apr-2011	221.1	1.1111	19,946	21,539	27,977
May-2011	221.5	1.1131	19,982	21,578	28,028
Jun-2011	221.9	1.1151	20,018	21,617	28,079
Jul-2011	222.4	1.1176	20,063	21,666	28,142
Aug-2011	222.8	1.1196	20,099	21,705	28,193
Sep-2011	223.2	1.1216	20,135	21,743	28,243
Oct-2011	223.5	1.1231	20,162	21,773	28,281
Nov-2011	223.9	1.1251	20,198	21,812	28,332
Dec-2011	224.3	1.1271	20,234	21,851	28,382
Jan-2012	224.8	1.1296	20,279	21,899	28,446
Feb-2012	225.1	1.1312	20,307	21,929	28,484
Mar-2012	225.5	1.1332	20,343	21,968	28,534

Apr-2012	225.8	1.1347	20,370	21,997	28,572
May-2012	226.1	1.1362	20,397	22,026	28,610
Jun-2012	226.4	1.1377	20,424	22,055	28,648
Jul-2012	226.8	1.1397	20,460	22,094	28,699
Aug-2012	227.1	1.1412	20,487	22,123	28,737
Sep-2012	227.5	1.1432	20,523	22,162	28,787
Oct-2012	227.8	1.1447	20,550	22,192	28,825
Nov-2012	228.1	1.1462	20,577	22,221	28,863
Dec-2012	228.4	1.1477	20,604	22,250	28,901
Jan-2013	228.8	1.1497	20,640	22,289	28,952
Feb-2013	229.2	1.1518	20,676	22,328	29,002
Mar-2013	229.5	1.1533	20,703	22,357	29,040
Apr-2013	229.9	1.1553	20,740	22,396	29,091
May-2013	230.2	1.1568	20,767	22,425	29,129
Jun-2013	230.6	1.1588	20,803	22,464	29,180
Jul-2013	230.9	1.1603	20,830	22,494	29,218
Aug-2013	231.3	1.1623	20,866	22,533	29,268
Sep-2013	231.6	1.1638	20,893	22,562	29,306
Oct-2013	231.9	1.1653	20,920	22,591	29,344
Nov-2013	232.3	1.1673	20,956	22,630	29,395
Dec-2013	232.6	1.1688	20,983	22,659	29,433
Jan-2014	233.0	1.1709	21,019	22,698	29,483
Feb-2014	233.3	1.1724	21,046	22,727	29,521
Mar-2014	233.7	1.1744	21,082	22,766	29,572
Apr-2014	234.0	1.1759	21,109	22,796	29,610
May-2014	234.4	1.1779	21,145	22,835	29,660
Jun-2014	234.7	1.1794	21,173	22,864	29,698
Jul-2014	235.1	1.1814	21,209	22,903	29,749
Aug-2014	235.5	1.1834	21,245	22,942	29,800
Sep-2014	235.9	1.1854	21,281	22,981	29,850
Oct-2014	236.3	1.1874	21,317	23,020	29,901
Nov-2014	236.7	1.1894	21,353	23,059	29,951
Dec-2014	237.1	1.1915	21,389	23,098	30,002
Jan-2015	237.5	1.1935	21,425	23,137	30,053
Feb-2015	237.9	1.1955	21,461	23,176	30,103
Mar-2015	238.3	1.1975	21,497	23,214	30,154
Apr-2015	238.7	1.1995	21,533	23,253	30,205
May-2015	239.1	1.2015	21,569	23,292	30,255
Jun-2015	239.5	1.2035	21,606	23,331	30,306
Jul-2015	239.9	1.2055	21,642	23,370	30,356
Aug-2015	240.3	1.2075	21,678	23,409	30,407
Sep-2015	240.6	1.2090	21,705	23,439	30,445
Oct-2015	241.0	1.2111	21,741	23,478	30,496

Nov-2015	241.4	1.2131	21,777	23,516	30,546
Dec-2015	241.8	1.2151	21,813	23,555	30,597
Jan-2016	242.2	1.2171	21,849	23,594	30,647
Feb-2016	242.6	1.2191	21,885	23,633	30,698
Mar-2016	243.0	1.2211	21,921	23,672	30,749
Apr-2016	243.4	1.2231	21,957	23,711	30,799
May-2016	243.8	1.2251	21,993	23,750	30,850
Jun-2016	244.2	1.2271	22,030	23,789	30,901
Jul-2016	244.6	1.2291	22,066	23,828	30,951
Aug-2016	245.0	1.2312	22,102	23,867	31,002
Sep-2016	245.4	1.2332	22,138	23,906	31,052
Oct-2016	245.8	1.2352	22,174	23,945	31,103
Nov-2016	246.2	1.2372	22,210	23,984	31,154
Dec-2016	246.6	1.2392	22,246	24,023	31,204
Jan-2017	246.9	1.2407	22,273	24,052	31,242
Feb-2017	247.3	1.2427	22,309	24,091	31,293
Mar-2017	247.7	1.2447	22,345	24,130	31,343
Apr-2017	248.1	1.2467	22,381	24,169	31,394
May-2017	248.5	1.2487	22,417	24,208	31,445
Jun-2017	248.8	1.2503	22,445	24,237	31,483
Jul-2017	249.2	1.2523	22,481	24,276	31,533
Aug-2017	249.6	1.2543	22,517	24,315	31,584
Sep-2017	250.0	1.2563	22,553	24,354	31,634
Oct-2017	250.4	1.2583	22,589	24,393	31,685
Nov-2017	250.8	1.2603	22,625	24,432	31,736
Dec-2017	251.2	1.2623	22,661	24,471	31,786
Jan-2018	251.6	1.2643	22,697	24,510	31,837
Feb-2018	252.0	1.2663	22,733	24,549	31,887
Mar-2018	252.4	1.2683	22,769	24,588	31,938
Apr-2018	252.8	1.2704	22,805	24,627	31,989
May-2018	253.2	1.2724	22,841	24,666	32,039
Jun-2018	253.6	1.2744	22,878	24,705	32,090
Jul-2018	254.0	1.2764	22,914	24,744	32,141
Aug-2018	254.4	1.2784	22,950	24,783	32,191
Sep-2018	254.8	1.2804	22,986	24,822	32,242
Oct-2018	255.1	1.2819	23,013	24,851	32,280
Nov-2018	255.5	1.2839	23,049	24,890	32,330
Dec-2018	255.9	1.2859	23,085	24,929	32,381
Jan-2019	256.3	1.2879	23,121	24,968	32,432
Feb-2019	256.7	1.2899	23,157	25,007	32,482
Mar-2019	257.0	1.2915	23,184	25,036	32,520
Apr-2019	257.4	1.2935	23,220	25,075	32,571
May-2019	257.8	1.2955	23,256	25,114	32,621

Jun-2019

258.2

1.2975

23,292

25,153

32,672