

**COMMONWEALTH OF KENTUCKY FISCAL NOTE STATEMENT
LEGISLATIVE RESEARCH COMMISSION
2023 REGULAR SESSION**

MEASURE

2023 BR NUMBER 1051

HOUSE BILL NUMBER 189

TITLE AN ACT relating to lottery proceeds.

SPONSOR Representative Kim Banta

FISCAL SUMMARY

STATE FISCAL IMPACT: YES NO UNCERTAIN

OTHER FISCAL STATEMENT(S) THAT MAY APPLY: ACTUARIAL ANALYSIS
 LOCAL MANDATE CORRECTIONS IMPACT HEALTH BENEFIT MANDATE

APPROPRIATION UNIT(S) IMPACTED: Learning and Results Services, University of Kentucky

FUND(S) IMPACTED: GENERAL ROAD FEDERAL RESTRICTED _____

FISCAL ESTIMATES	2022-2023	2023-2024	ANNUAL IMPACT AT FULL IMPLEMENTATION
REVENUES			
EXPENDITURES		\$1.2 million	Appropriations will adjust accordingly
NET EFFECT		(\$1.2 million)	Appropriations will adjust accordingly

() indicates a decrease/negative

PURPOSE OF MEASURE: The purpose of this measure is to modify the allocation of lottery proceeds and make technical changes.

FISCAL EXPLANATION: HB 189 will increase General Fund expenditures in fiscal year (FY) 2024 by \$1.2 million. HB 189 modifies existing statute to remove the annual designation of lottery revenues to the Collaborative Center for Literacy Development (CCLD), which is housed at the University of Kentucky (UK). Based on the current Executive Branch budget bill, 2022 Regular Session House Bill 1, a line item from the Department of Education’s Learning and Results Services appropriation unit will be paid utilizing General Fund, at large, instead of dedicated lottery revenues.

The excess \$1.2 million in lottery revenues generated in FY 2024 from no longer supporting CCLD will be managed in accordance with the existing Executive Branch budget bill. In future fiscal years, lottery revenues will be forecasted, and General Fund appropriations will adjust according to the decisions of the General Assembly.

DATA SOURCE(S): LRC Staff

PREPARER: Savannah Wiley **NOTE NUMBER:** 22 **REVIEW:** JAB **DATE:** 2/10/2023