

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

MEASURE

2023 BR NUMBER 1296

SENATE BILL NUMBER 122 PHS1

TITLE AN ACT relating to transactions between the Legislative Research Commission and the executive branch.

SPONSOR Representative Jason Petrie

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: Various

FUND(S) IMPACTED: GENERAL ROAD FEDERAL RESTRICTED Various

FISCAL ESTIMATES	2022-2023	2023-2024	ANNUAL IMPACT AT FULL IMPLEMENTATION
REVENUES			
EXPENDITURES	Indeterminable	Indeterminable	Indeterminable
NET EFFECT	(Indeterminable)	(Indeterminable)	(Indeterminable)

() indicates a decrease/negative

PURPOSE OF MEASURE: The measure increases the threshold of fire and tornado insurance from \$1,000,000 to \$10,000,000 until June 30, 2025. The measure also directs any funds in excess of \$100,000,000 in the fire and tornado insurance fund to lapse to the General Fund.

The measure allocates the entirety of the Capitol Annex and the surrounding parking areas to the General Assembly and the Legislative Research Commission excluding mechanical areas, public entrances, vestibules, and restrooms as of January 1, 2023. The measure directs the General Assembly and the Finance and Administration Cabinet to enter into a memorandum of understanding to establish tenancy terms. The terms include building maintenance, repairs, renovations, upgrades, security, janitorial services, rental rates, and utilities. The measure allows the Legislative Research Commission the ability to discontinue the cabinet's provision of janitorial services and enter into a separate contract. However, they can also elect to have the cabinet continue or reinstate janitorial services at their expense. This memorandum of understanding must be entered into by February 1, 2024, and updated every two years as requested by the Legislative Research Commission.

FISCAL EXPLANATION: The measure will increase fire and tornado insurance premiums.
The impact is indeterminable.

DATA SOURCE(S): LRC Staff

PREPARER: Ethan Williams **NOTE NUMBER:** 131 **REVIEW:** JAB **DATE:** 3/13/2023