

**COMMONWEALTH OF KENTUCKY STATE FISCAL NOTE STATEMENT
LEGISLATIVE RESEARCH COMMISSION
2016 REGULAR SESSION**

MEASURE

2016 BR NUMBER **1485**

HOUSE BILL NUMBER **340/GA**

RESOLUTION NUMBER _____

AMENDMENT NUMBER _____

SUBJECT/TITLE AN ACT authorizing the payment of certain claims against the state which have been duly audited and approved according to law, and have not been paid because of the lapsing or insufficiency of former appropriations against which the claims were chargeable, or the lack of an appropriate procurement document in place, making an appropriation therefor, and declaring an emergency.

SPONSOR Representative Mike Denham

NOTE SUMMARY

FISCAL ANALYSIS: IMPACT NO IMPACT INDETERMINABLE IMPACT

LEVEL(S) OF IMPACT: STATE LOCAL FEDERAL

BUDGET UNIT(S) IMPACT: Appropriations Not Otherwise Classified - Prior Year Claims

FUND(S) IMPACT: GENERAL ROAD FEDERAL RESTRICTED AGENCY Unemployment Compensation Fund OTHER

FISCAL SUMMARY

FISCAL ESTIMATES	2015-2016	2016-2017	2017-2018	ANNUAL IMPACT AT FULL IMPLEMENTATION
REVENUES				
EXPENDITURES	\$ 911,952.93			
NET EFFECT	(\$ 911,952.93)			

() indicates a decrease/negative

MEASURE'S PURPOSE: The measure authorizes the General Fund payments totaling \$911,952.93 of prior year claims against the state, which have been audited and approved by the Finance and Administration Cabinet.

PROVISIONS/MECHANICS:

Section 1. – Appropriates General Fund resources totaling \$795,907.94, pursuant to KRS 45.229 and KRS 45.231, for payment of obligations limited to those incurred during the two preceding fiscal years beginning July 1, 2013. Appropriates General Fund resources totaling \$114,982.99, for payments not made within a period of five years from the date of check issuance pursuant to KRS 45.370 and KRS 413.120. No statutory provision exists for uncashed checks over five years, therefore General Assembly authorization is required.

Section 2. – Appropriates Unemployment Compensation Fund resources totaling \$1,062.00 for payment after a five year period by the Education and Workforce Development Cabinet. No statutory provision exists for uncashed checks over five years, therefore General Assembly authorization is required.

FISCAL EXPLANATION: HB 340/GA has a fiscal impact of \$910,890.93 upon the state General Fund as a necessary governmental expense. A further Restricted Funds expenditure of \$1,062.00 is incurred by the Unemployment Compensation Fund.

DATA SOURCE(S): Finance and Administration Cabinet - Office of the Controller

PREPARER: Joe L. Lancaster, Jr. **NOTE NUMBER:** 131 **REVIEW:** JRS **DATE:** 3/8/2016