Local Mandate Fiscal Impact Estimate Kentucky Legislative Research Commission 2017 Regular Session

Part I: Measure Information

Bill Request #: 223
Bill #: HB 116 GA
Bill Subject/Title: Special purpose government entities
Sponsor: Rep. J. Richards
Unit of Government: X City X County X Urban-County Unified Local
X Charter County X Consolidated Local X Government
Office(s) Impacted:mayors, city council, city clerk, county clerk
Requirement: X Mandatory Optional
Effect on Powers & Duties: X Modifies Existing X Adds New Eliminates Existing

Part II: Purpose and Mechanics

Section 1 amends KRS 65A.080. It requires special purpose government entities (SPGE) to publish the location of the entity's principal business office in addition to any alternate location within 60 days after the close of each fiscal year. It also allows the adopted budget, financial statements, and the most recent audit or attestation engagement reports to be examined by the public during regular business hours.

If the SPGE does not have a principal business office; if the principal business office is not regularly staffed; if the office is not easily accessible by the public during regular business hours, then the SPGE is to make these documents available at a local government building that is regularly staffed and is accessible during regular business hours.

Section 1 requires the adopted budget, financial statements, and most recent audit or attestation engagement reports be kept for a minimum of one year after the publication date of the fiscal year.

Part III: Fiscal Explanation, Bill Provisions, and Estimated Cost

HB 116 requires the lodging of special purpose governmental entity financial information in a public space. If the SPGE has no office, the bill allows the location for inspection to be in a local government building. The cities and counties will have to accommodate this provision in a limited number of cases; consequently, its impact is expected to be insignificant to minimal.

Data Source(s): LRC staff; Fayette County Urban Government staff

Preparer: Jasmine Williams Reviewer: KHC Date: 2/17/17