

**COMMONWEALTH OF KENTUCKY STATE FISCAL NOTE STATEMENT
LEGISLATIVE RESEARCH COMMISSION
2017 REGULAR SESSION**

MEASURE

2017 BR NUMBER **1488**

HOUSE BILL NUMBER **431**

RESOLUTION NUMBER _____

AMENDMENT NUMBER _____

SUBJECT/TITLE **An ACT relating to the Joint Funding Administration Program.**

SPONSOR **Representative DuPlessis**

NOTE SUMMARY

FISCAL ANALYSIS: IMPACT NO IMPACT INDETERMINABLE IMPACT

LEVEL(S) OF IMPACT: STATE LOCAL FEDERAL

BUDGET UNIT(S) IMPACT: **Legislative Research Commission**

FUND(S) IMPACT: GENERAL ROAD FEDERAL RESTRICTED AGENCY _____ OTHER

FISCAL SUMMARY

FISCAL ESTIMATES	2016-2017	2017-2018	ANNUAL IMPACT AT FULL IMPLEMENTATION
REVENUES			
EXPENDITURES		\$12,600	
NET EFFECT		(\$12,600)	

() indicates a decrease/negative

MEASURE'S PURPOSE: The measure establishes a formula for distribution of Joint Funding Administration Program funds to Area Development Districts for fiscal year 2017-2018 and creates a Joint Funding Administration Task Force that will study various issues affecting the Area Development Districts.

PROVISIONS/MECHANICS: Section 1 directs the Area Development District distribution amounts of the fiscal year 2017-2018 appropriation for the Joint Funding Administration in the amount of \$2,116,300 be disbursed in the same manner they were in fiscal year 2015-2016, reduced by 9 percent. The Department for Local Government may use the following formula:
 (1) 70 percent allocated equally among the districts;
 (2) 20 percent allocated based on each districts' pro rata share of population among the districts;
 and
 (3) 10 percent allocated based on need, after a consensus agreement among all districts.

Section 2 directs the Legislative Research Commission (LRC) to create a Joint Funding Administration Task Force and outlines study topics.

Section 3 establishes the membership of the task force.

Section 4 requires the task force to meet monthly during the 2017 Interim and sets a deadline for submission of a report to LRC by December 1, 2017.

Section 5 allows LRC to assign the issues identified for study by the task force to an interim joint committee or subcommittee.

Section 6 provides that sections 2 to 5 of the measure have the same legal status as a Concurrent Resolution.

FISCAL EXPLANATION: There is no fiscal impact associated with Section 1 related to the distribution of funds to the Area Development Districts, since the total amount of funds distributed by the state will not change.

The fiscal impact of Sections 2 to 5 (establishment of the Joint Funding Administration Task Force) is the estimated cost of reimbursements to the members of the task force. It is estimated that, on average, eight members of the task force will attend each meeting (including four legislators), four members will request lodging reimbursement, and mileage reimbursements will average 250 miles. Total reimbursements are estimated to be \$2,100 per meeting. Six monthly meetings are required during the 2017 interim, for a total of \$12,600.

DATA SOURCE(S): LRC Chief Fiscal Officer

PREPARER: Justin Perry, Jeff Schnobrich, Stephanie Rich **NOTE NUMBER:** 118 **REVIEW:** JRS

DATE: 2/22/2017