

**COMMONWEALTH OF KENTUCKY STATE FISCAL NOTE STATEMENT
LEGISLATIVE RESEARCH COMMISSION
2018 REGULAR SESSION**

MEASURE

2018 BR NUMBER **0990**

HOUSE BILL NUMBER **286**

RESOLUTION NUMBER _____

AMENDMENT NUMBER _____

SUBJECT/TITLE **An ACT relating to the Kentucky Community and Technical College System, making an appropriation therefor, and declaring an emergency.**

SPONSOR **Representative W. Thomas**

NOTE SUMMARY

FISCAL ANALYSIS: IMPACT NO IMPACT INDETERMINABLE IMPACT

LEVEL(S) OF IMPACT: STATE LOCAL FEDERAL

BUDGET UNIT(S) IMPACT: **General Fund and Kentucky Community and Technical College System**

FUND(S) IMPACT: GENERAL ROAD FEDERAL RESTRICTED AGENCY **KCTCS Endowment Fund** OTHER

FISCAL SUMMARY

FISCAL ESTIMATES	2017-2018	2018-2019	2019-2020	ANNUAL IMPACT AT FULL IMPLEMENTATION
REVENUES		KCTCS-Indeterminable	KCTCS-Indeterminable	KCTCS-Indeterminable
EXPENDITURES		GF-\$3,000,000 KCTCS-Indeterminable	GF-\$3,000,000 KCTCS-Indeterminable	GF-\$3,000,000 KCTCS-Indeterminable
NET EFFECT		(Indeterminable)	(Indeterminable)	(Indeterminable)

() indicates a decrease/negative

MEASURE'S PURPOSE: This measure authorizes \$3,000,000 beginning in fiscal year 2018-2019 for the Kentucky Community and Technical College System (KCTCS) to establish an endowment match fund, which also includes gifts, grants, and federal funds.

PROVISIONS/MECHANICS: Section 1 creates a new section of KRS Chapter 164 to establish a KCTCS endowment match fund. This section provides for a transfer of \$3,000,000 in General Fund (quarterly transfers of \$750,000) to the match fund, in addition to any gifts, grants, and federal funds; prohibits any quarterly transfers if the total match fund balance is \$5,000,000 or greater; and provides for fiscal year-end match fund balances to carry forward.

Section 2 provides an emergency clause.

FISCAL EXPLANATION: The measure will require an annual transfer of \$3,000,000 from the General Fund to the KCTCS endowment fund. The total funds in the account can only be used to

match endowment gifts to the KCTCS. The transfers from the General Fund are set to expire June 30, 2022.

DATA SOURCE(S): Kentucky Community and Technical College System

PREPARER: Joe L. Lancaster, Jr. NOTE NUMBER: 82 REVIEW: JAB DATE: 2/14/2018