

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

**MEASURE**

2018 BR NUMBER 0837

SENATE BILL NUMBER 61GA

RESOLUTION NUMBER \_\_\_\_\_

AMENDMENT NUMBER \_\_\_\_\_

**SUBJECT/TITLE** An ACT authorizing a Murray State University capital project, making an appropriation therefor, and declaring an emergency.

**SPONSOR** Senator Christian McDaniel

**NOTE SUMMARY**

FISCAL ANALYSIS:  IMPACT     NO IMPACT     INDETERMINABLE IMPACT

LEVEL(S) OF IMPACT:  STATE     LOCAL     FEDERAL

BUDGET UNIT(S) IMPACT: Murray State University

FUND(S) IMPACT:  GENERAL  ROAD  FEDERAL  RESTRICTED AGENCY Housing and Dining Fees  OTHER - Insurance Proceeds

**FISCAL SUMMARY**

<b>FISCAL ESTIMATES</b>	<b>2017-2018</b>	<b>2018-2019</b>	<b>2019-2020</b>	<b>ANNUAL IMPACT AT FULL IMPLEMENTATION</b>
<b>REVENUES</b>				
<b>EXPENDITURES</b>	14,500,000			
<b>NET EFFECT</b>	(14,500,000)			

( ) indicates a decrease/negative

**MEASURE'S PURPOSE:** This measure authorizes \$14,500,000 in total funds in fiscal year 2017-2018 for Murray State University (MuSU), on campus capital project to restore the J.H. Richmond Residential Hall due to explosion damage.

**PROVISIONS/MECHANICS:** Section 1 authorizes and appropriates \$12,500,000 in other funds and \$2,000,000 in restricted funds in fiscal year 2017-2018 for the restoration of J.H. Richmond Residential Hall at MuSU.

Section 2 establishes an emergency clause.

**FISCAL EXPLANATION:** The gas explosion in June 2017 at the J.H. Richmond Residential Hall created extensive facility damage at MuSU. Considering extensive damage and insurance determination processes, the restoration construction process requires an emergency status for the facility to be functional by the fall term, 2019. The total project scope of \$14,500,000 consists of Other Funds - insurance proceeds of \$12,500,000 and restricted funds - existing

housing and dining fees of \$2,000,000. Existing building property will be reconstructed with the latest energy efficiency and long-term maintenance features.

**DATA SOURCE(S): Murray State University**

**PREPARER: Joe L. Lancaster, Jr. NOTE NUMBER: 176 REVIEW: JAB DATE: 3/14/2018**