

**COMMONWEALTH OF KENTUCKY FISCAL NOTE STATEMENT
LEGISLATIVE RESEARCH COMMISSION
2019 REGULAR SESSION**

MEASURE

2019 BR NUMBER 0308

HOUSE BILL NUMBER 163

TITLE AN ACT relating to the Kentucky Community and Technical College System, making an appropriation therefor, and declaring an emergency.

SPONSOR Representative Walker Thomas

FISCAL SUMMARY

STATE FISCAL IMPACT: YES NO UNCERTAIN

OTHER FISCAL STATEMENT(S) THAT MAY APPLY: ACTUARIAL ANALYSIS LOCAL MANDATE CORRECTIONS IMPACT HEALTH BENEFIT MANDATE

APPROPRIATION UNIT(S) IMPACTED: Kentucky Community and Technical College System

FUND(S) IMPACTED: GENERAL ROAD FEDERAL RESTRICTED KCTCS Endowment Fund

FISCAL ESTIMATES	2018-2019	2019-2020	ANNUAL IMPACT AT FULL IMPLEMENTATION
REVENUES			
EXPENDITURES		General Funds- \$3,000,000 Restricted funds - Indeterminable	General Funds- \$3,000,000 Restricted Funds - Indeterminable
NET EFFECT		(Indeterminable)	(Indeterminable)

() indicates a decrease/negative

PURPOSE OF MEASURE: This measure authorizes \$3,000,000 beginning in fiscal year 2019-2020 and before fiscal year 2023-2024 for the Kentucky Community and Technical College System (KCTCS) to establish an endowment match fund, which also includes gifts, grants, and federal funds.

FISCAL EXPLANATION: HB 163 authorizes the transfer of \$3,000,000 from the General Fund to KCTCS for the establishment of the endowment match fund. The endowment match fund also includes gifts, grants and federal funds. The use of the General Fund will be limited to match the endowment gifts provided to KCTCS. The General Fund shall be transferred in quarterly amounts of \$750,000 unless the endowment match fund is equal to or in excess of \$5,000,000 on the day of transfer, in which, the transfer shall not be made. The budget for the 2018-2020 biennium has already been enacted. Therefore, the transfer for fiscal year 2019-2020 must come from the Budget Reserve Trust Fund In order to maintain the constitutionally required balanced budget.

DATA SOURCE(S): Kentucky Community and Technical System

PREPARER: Jake Fouts **NOTE NUMBER:** 35 **REVIEW:** JAB **DATE:** 2/6/2019

LRC 2019-BR0308-HB163