

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

MEASURE

2019 BR NUMBER 1092

HOUSE BILL NUMBER 215

TITLE AN ACT relating to unclaimed property and making an appropriation therefor.

SPONSOR Representative Steve Sheldon

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: _____

FUND(S) IMPACTED: GENERAL ROAD FEDERAL RESTRICTED Unclaimed Property Trust Fund

FISCAL ESTIMATES	2018-2019	2019-2020	ANNUAL IMPACT AT FULL IMPLEMENTATION
REVENUES			(\$31,900,000)
EXPENDITURES			
NET EFFECT			(\$31,900,000)

() indicates a decrease/negative

PURPOSE OF MEASURE: The purpose of the measure is to create an unclaimed property trust fund.

FISCAL EXPLANATION: The Office of the Controller estimates a negative impact on the General Fund of approximately \$31.9 million annually beginning in Fiscal Year 2020-2021 based on the average of net receipts over the past five fiscal years.

The measure would divert proceeds from the sales of unclaimed property from the General Fund to the proposed unclaimed property trust fund. The unclaimed property trust fund would be a restricted fund that would solely be used to pay claims of abandoned property and to fund the administrative expenses of the Office of the State Treasurer as related to abandoned and unclaimed property. While the bill would establish the restricted fund and divert the proceeds from sales of unclaimed property, the bill does not appropriate the funds.

DATA SOURCE(S): Office of the Controller

PREPARER: Nick Peak **NOTE NUMBER:** 44 **REVIEW:** JAB **DATE:** 2/8/2019

LRC 2019-BR1092-HB215