

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

**MEASURE**

2019 BR NUMBER 1248

HOUSE BILL NUMBER 281GA

**TITLE** AN ACT authorizing the payment of certain claims against the state which have been duly audited and approved according to law and have not been paid because of the lapsing or insufficiency of former appropriations against which the claims were chargeable or the lack of an appropriate procurement document in place, making an appropriation therefor, and declaring an emergency.

**SPONSOR**     Representative Brandon Reed

**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: Appropriations not otherwise classified, Department of Military Affairs, Department of Highways

FUND(S) IMPACTED:    GENERAL    ROAD    FEDERAL    RESTRICTED \_\_\_\_\_

FISCAL ESTIMATES	2018-2019	2019-2020	ANNUAL IMPACT AT FULL IMPLEMENTATION
<b>REVENUES</b>			
<b>EXPENDITURES</b>	General: (\$579,812.18) Road: (\$56,431.71) Federal: (\$212,075.45)		
<b>NET EFFECT</b>	(\$848,319.34)		

( ) indicates a decrease/negative

**PURPOSE OF MEASURE:** The measure authorizes payment of prior year claims against the state which have been audited and approved by the Finance and Administration Cabinet.

**FISCAL EXPLANATION:** Section 1 of the bill appropriates \$547,769.05 from the General Fund, \$56,431.71 from the Road Fund, and \$212,075.45 in Federal Funds in Fiscal Year 2018-2019 for payments of claims against the state. The \$212,075.45 in Federal Funds paid to the City of Taylorsville will be fully reimbursed by the Federal Emergency Management Agency.

Included in the \$547,769.05 of General Fund claims as part of Section 1 is \$293,526.71 of claims related to the Medical Review Panels established by 2017 Regular Session Senate Bill 4, which was declared unconstitutional by the Kentucky Supreme Court. The \$293,526.71 of claims reflects the fees for the Medical Review Panel claim applications that were already processed by the Cabinet for Health and Family Services, the per diems for the Medical Review Panel members, and the legal services related to claims heard by the Medical Review Panels.

Section 2 appropriates \$32,043.13 from the General Fund for payment of State Treasury checks that were not presented for payment within a period of five years from the date of issuance as required by KRS 41.370 and 413.120.

**DATA SOURCE(S): Controller's Office, LRC Appropriations and Revenue Committee Staff**

**PREPARER: Nick Peak NOTE NUMBER: 119 REVIEW: JAB DATE: 2/27/2019**