

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

**MEASURE**

2019 BR NUMBER 1357

HOUSE BILL NUMBER 499/GA

**TITLE** AN ACT amending the 2018-2020 State/Executive Branch Budget and making an appropriation therefor.

**SPONSOR** Representative John Bam Carney

**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: Commonwealth Office of Technology

FUND(S) IMPACTED:  GENERAL  ROAD  FEDERAL  RESTRICTED Computer Services Fund

<b>FISCAL ESTIMATES</b>	<b>2018-2019</b>	<b>2019-2020</b>	<b>ANNUAL IMPACT AT FULL IMPLEMENTATION</b>
<b>REVENUES</b>			
<b>EXPENDITURES</b>		(\$320,800)	
<b>NET EFFECT</b>		\$320,800	

( ) indicates a decrease/negative

**PURPOSE OF MEASURE:** This measure places a salary limitation on the Chief Information Officer (CIO) for the Commonwealth Office of Technology (COT) in the 2018-2020 biennium, providing that the salary shall not exceed the highest-paid CIO of the seven states contiguous to Kentucky.

**FISCAL EXPLANATION:** Per the Council on State Governments' (CSG) Book of States 2018, salaries for the CIO, or most similar position if currently vacant, in Kentucky and the seven contiguous states are as follows:

Illinois	\$172,800
Indiana	\$131,402
<b>Kentucky</b>	<b>\$375,000</b>
Missouri	\$110,000
Ohio	\$134,368
<b>Tennessee</b>	<b>\$200,112</b>
Virginia	\$189,263
West Virginia	\$133,428

With Tennessee's CIO having the highest salary in the states contiguous to Kentucky, the salary limitation would cap the Commonwealth's CIO salary at \$200,112, resulting in \$174,888 less expenditures for salary in Fiscal Year (FY) 2020. Further accounting for retirement at a rate of 83.43 percent results in \$320,797.06 less expenditures from COT restricted funds for salary and retirement in FY 2020.

**DATA SOURCE(S): CSG Book of States 2018 and LRC staff**

**PREPARER: Liz Columbia NOTE NUMBER: 133 REVIEW: JAB DATE: 3/8/2019**