

**COMMONWEALTH OF KENTUCKY FISCAL NOTE STATEMENT
LEGISLATIVE RESEARCH COMMISSION
2020 REGULAR SESSION**

MEASURE

2020 BR NUMBER 164

HOUSE BILL NUMBER 413

TITLE AN ACT relating to tax expenditures.

SPONSOR Representative James Tipton

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: Legislative Research Commission (LRC)

FUND(S) IMPACTED: GENERAL ROAD FEDERAL RESTRICTED _____

FISCAL ESTIMATES	2019-2020	2020-2021	2021-2022	ANNUAL IMPACT AT FULL IMPLEMENTATION
REVENUES				
EXPENDITURES		\$169,000	\$169,000	\$169,000
NET EFFECT		(\$169,000)	(\$169,000)	(\$169,000)

() indicates a decrease/negative

PURPOSE OF MEASURE: The measure establishes the Tax Expenditure Oversight Board to review, analyze, provide oversight, and recommendations to the General Assembly about tax expenditures and programs that create tax expenditures.

FISCAL EXPLANATION: The fiscal impact to the LRC is the cost of reimbursements to members of the Tax Expenditure Oversight Board for travel to meetings and employment of necessary personnel. Based on a total of six interim meetings being held with reimbursements for varying mileage and hotel costs, the total cost for meetings would be approximately \$31,000. It is anticipated that at least one additional staff member will be needed to adequately staff the Board. Using an average annual salary of \$60,000, the estimated cost for the position and associated operating costs would be approximately \$138,000.

DATA SOURCE(S): LRC Staff

PREPARER: Jenny Bannister **NOTE NUMBER:** 141 **REVIEW:** JAB **DATE:** 2/20/2020