

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

**MEASURE**

2020 BR NUMBER 1077

SENATE BILL NUMBER 167 SCS1

**TITLE** AN ACT relating to branch budget recommendations.

**SPONSOR** Senator Christian McDaniel

**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 Budget Reserve Trust Fund

<b>FISCAL ESTIMATES</b>	<b>2019-2020</b>	<b>2020-2021</b>	<b>2021-2022</b>	<b>ANNUAL IMPACT AT FULL IMPLEMENTATION</b>
<b>REVENUES</b>		Indeterminable	Indeterminable	Indeterminable
<b>EXPENDITURES</b>				
<b>NET EFFECT</b>		Indeterminable	Indeterminable	Indeterminable

( ) indicates a decrease/negative

**PURPOSE OF MEASURE:** SB 167, as amended by the Senate Committee Substitute, requires the Cabinet for Economic Development to report to the Interim Joint Committee on Appropriations and Revenue, no later than June 1, 2020, a financial and operational plan, by quarter, from the current time until operational production. Additionally, the Commonwealth Seed Capital Fund is directed to encumber, as reserve funds in the investment, an amount equal to \$15 million, as appropriated in 2017. The provision also allows the Commonwealth Seed Capital Fund to recover the reserved moneys if the promises to locate in the Commonwealth, raise capital, and employ certain full-time positions are not fulfilled. Finally, in the event the requested information is not provided, the Commonwealth Seed Capital Fund shall recover the reserved moneys, plus interest upon that amount, within 90 days of non-compliance.

**FISCAL EXPLANATION:** All recovered moneys shall be deposited in the Budget Reserve Trust Fund Account (KRS 48.705). Because of the uncertainty of the Commonwealth Seed Capital Fund in recovering these moneys, the actual fiscal impact is indeterminable.

**DATA SOURCE(S):** LRC Staff

**PREPARER:** Jennifer Hays **NOTE NUMBER:** 248 **REVIEW:** JAB **DATE:** 3/19/2020