COMMONWEALTH OF KENTUCKY FISCAL NOTE STATEMENT LEGISLATIVE RESEARCH COMMISSION 2022 REGULAR SESSION

MEASURE

2022 BR NUMBER 1188

HOUSE BILL NUMBER 459

<u>TITLE</u> AN ACT relating to the American Rescue Plan Act of 2021, making an appropriation therefor, and declaring an emergency.

and declaring an emergency.				
SPONSOR Represer	Representative Jason Petrie			
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: <u>Kentucky Infrastructure Authority and School Facilities</u> <u>Construction Commission</u>				
FUND(S) IMPACTED: ☐ GENERAL ☐ ROAD ☒ FEDERAL ☐ RESTRICTED				
FISCAL ESTIMATES	2021-2022	2022-2023	2023-2024	ANNUAL IMPACT AT FULL IMPLEMENTATION
REVENUES				
EXPENDITURES	\$127,000,000			
NET EFFECT	(\$127,000,000)	_		

PURPOSE OF MEASURE: The bill amends 2021 Ky. Acts ch. 171, sec. 3 and repeals 2021 Ky. Acts ch. 194, sec. 17, to remove the appropriation of \$127,000,000 from the Coronavirus Capital Projects Fund to the School Facilities Replacement and Renovation Fund and instead appropriates those funds to the Broadband Deployment Fund. The Broadband Deployment Fund appropriation from the State Fiscal Recovery Fund of the American Rescue Plan Act of 2021 is reduced by the same amount.

FISCAL EXPLANATION: Per updated guidance from the U.S. Department of the Treasury, Coronavirus Capital Projects funding is ineligible to be expended on school renovations and replacements. This bill makes a technical correction to appropriate eligible federal funding for the Broadband Deployment Fund instead of the School Facilities Replacement and Renovation Fund. The funding for the School Facilities Replacement and Renovation Fund has been included in 2022 Regular Session HB 1/GA.

There is no additional fiscal impact to the Kentucky Infrastructure Authority since the funds going toward the Broadband Deployment Fund were anticipated for the 2021-2022 fiscal year.

DATA SOURCE(S): <u>LRC Budget Staff, Kentucky Infrastructure Authority</u> PREPARER: <u>Emma Mills</u> NOTE NUMBER: <u>27</u> REVIEW: <u>JAB</u> DATE: <u>2/14/2022</u>

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^() indicates a decrease/negative