

**Local Government Mandate Statement  
 Kentucky Legislative Research Commission  
 2022 Regular Session  
 BR 2190 SB 249  
 Part I: Measure Information**

**Bill Request #:** 2190

**Bill #:** SB 249 GA

**Document ID #:** 8452

**Bill Subject/Title:** AN ACT relating to incentive programs and declaring an emergency.

**Sponsor:** Sen. Phillip Wheeler

Unit of Government:  City                     County                     Urban-County  
     Unified Local  
     Charter County    Consolidated Local    Government

Office(s) Impacted: \_\_\_\_\_

Requirement:  Mandatory  Optional

Effect on  
 Powers & Duties:  Modifies Existing  Adds New  Eliminates Existing

**Part II: Bill Provisions and the Estimated Fiscal Impact Relating to Local Government**

SB 249 makes optional a qualified independent outside consultant or financial adviser to analyze data related to a project in which the city or county pledges occupational license fees as part of local tax revenues to support the local development area. This proposal also sets forth reporting requirements should the entity utilize an outside consultant or financial adviser. SB 249 also mandates that if the city or county applies for either the Signature Projects or the Mixed-use Redevelopment in Blighted Areas programs, they shall enlist the services of a qualified independent outside consultant or financial adviser to analyze the area and prepare a report, with report requirements outlined in the bill.

There will be a minimal positive impact on Kentucky cities that establish a tax increment financing (TIF) district. The requirement for a city or county to enlist and pay for the services of a qualified independent outside consultant or financial adviser in certain instances, may potentially inhibit a city from pursuing a local-only TIF, as these financial analysis reports could cost several thousands of dollars.

**Part III: Differences to Local Government Mandate Statement from Prior Versions**

Part II, above, pertains to the GA version of SB 249. SB 249 GA version is the same as the bill introduced. SB 249 passed its chamber origin without amendments or substitutes.

**Data Source(s):** Kentucky League of Cities

**Preparer:** Sarah Watts      **Reviewer:** KHC      **Date:** 3/15/22