COMMONWEALTH OF KENTUCKY FISCAL NOTE STATEMENT LEGISLATIVE RESEARCH COMMISSION 2025 REGULAR SESSION

MEASURE

2025 BR NUMBER <u>1180</u>

HOUSE BILL NUMBER <u>544 SCS 1</u>

<u>TITLE</u> AN ACT relating to disaster relief, making an appropriation therefor, and declaring an emergency.

SPONSOR Senator Chris McDaniel

FISCAL SUMMARY

STATE FISCAL IMPACT: \square YES \square NO \square UNCERTAIN

OTHER FISCAL STATEMENT(S) THAT MAY APPLY:
ACTUARIAL ANALYSIS
COCAL MANDATE CORRECTIONS IMPACT HEALTH BENEFIT MANDATE STATE
EMPLOYEE HEALTH PLAN IMPACT

APPROPRIATION UNIT(S) IMPACTED: <u>Dept of Military Affairs – Division of Emergency</u> <u>Management</u>

FUND(S) IMPACTED: X GENERAL ROAD FEDERAL RESTRICTED SAFE 4860 Fund

FISCAL ESTIMATES	2024-2025	2025-2026	ANNUAL IMPACT AT FULL IMPLEMENTATION
REVENUES			
EXPENDITURES	Indeterminable	Indeterminable	
NET EFFECT	(Indeterminable)	(Indeterminable)	

() indicates a decrease/negative

PURPOSE OF MEASURE: The measure establishes the SAFE 4860 Fund to provide financial assistance to eligible recipients directly affected by the February 2025 disaster, as designated in the Presidential Major Disaster Declaration FEMA-4860-DR-KY; transfers remaining funds from the Western Kentucky Risk Assistance Fund and reallocates funds appropriated to the Highways budget unit from the EKSAFE Fund; and amends the 2024-2026 Biennial Budget to change the necessary government expenditure (NGE) authority from up to \$50 million in each fiscal year to up to \$100 million over the biennium.

FISCAL EXPLANATION: If the costs for Governor-declared emergencies or exigent situations exceed the appropriation of \$4,500,000 per year, the remaining costs up to \$100 million over the biennium will be declared an NGE and will be paid from the General Fund Surplus Account or the Budget Reserve Trust Fund.

DATA SOURCE(S): <u>LRC Staff</u> PREPARER: <u>Jenny Bannister</u> NOTE NUMBER: <u>186</u> REVIEW: <u>JMR</u> DATE: <u>3/12/2025</u>