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

MEASURE

2025 BR NUMBER 1569

SENATE BILL NUMBER 130

TITLE AN ACT relating to gift cards.

SPONSOR Senator Scott Madon

FISCAL SUMMARY

STATE FISCAL IMPACT: YES NO UNCERTAIN

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

APPROPRIATION UNIT(S) IMPACTED: Corrections

FUND(S) IMPACTED: GENERAL ROAD FEDERAL RESTRICTED

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

() indicates a decrease/negative

<u>PURPOSE OF MEASURE</u>: Senate Bill (SB) 130 creates a Class D felony for tampering with a gift card or its packaging, as well as prohibits obtaining a gift card or gift card redemption information using false or fraudulent means.

<u>FISCAL EXPLANATION</u>: The creation of a new Class D felony will increase incarceration costs for the Department of Corrections. Each felony conviction currently costs \$17,313.27 annually. It is unknown how many future felony convictions will arise from this legislation.

Additionally, SB 130 prohibits obtaining a gift card or gift card redemption information using false or fraudulent means which, depending on the value that is obtained using false or fraudulent means, could result in a Class D or C felony. If eligible to be housed in a county jail, each new conviction currently costs \$17,313.27 annually. If the offender is not eligible to be housed in a county jail and must be housed in a state prison, each conviction presently costs \$44,837.39 annually. It is unknown how many future felony convictions will arise from this legislation.

DATA SOURCE(S): <u>LRC Staff</u> PREPARER: <u>Zach Ireland</u> NOTE NUMBER: <u>106</u> REVIEW: <u>JMR</u> DATE: <u>2/26/2025</u>