

**COMMONWEALTH OF KENTUCKY STATE FISCAL NOTE STATEMENT  
LEGISLATIVE RESEARCH COMMISSION  
2017 REGULAR SESSION**

**MEASURE**

2017 BR NUMBER **0498**

**SENATE** BILL NUMBER **153**

RESOLUTION NUMBER \_\_\_\_\_

AMENDMENT NUMBER \_\_\_\_\_

**SUBJECT/TITLE** **An ACT relating to postsecondary funding, making an appropriation therefor, and declaring an emergency.**

**SPONSOR** **Senator Givens**

**NOTE SUMMARY**

FISCAL ANALYSIS:  IMPACT     NO IMPACT     INDETERMINABLE IMPACT

LEVEL(S) OF IMPACT:  STATE     LOCAL     FEDERAL

BUDGET UNIT(S) IMPACT: \_\_\_\_\_

FUND(S) IMPACT:  GENERAL  ROAD  FEDERAL  RESTRICTED AGENCY \_\_\_\_\_  OTHER

**FISCAL SUMMARY**

FISCAL ESTIMATES	2016-2017	2017-2018	ANNUAL IMPACT AT FULL IMPLEMENTATION
<b>REVENUES</b>			
<b>EXPENDITURES</b>			
<b>NET EFFECT</b>			

( ) indicates a decrease/negative

**MEASURE’S PURPOSE:** The purpose of the measure is to establish a comprehensive funding model for the allocation of state appropriations to participating public postsecondary institutions, establish funding parameters, and direct the establishment of a working group to monitor the model.

**PROVISIONS/MECHANICS:** Section 1 creates a new section of KRS Chapter 164 to provide definitions, establish a comprehensive funding model for the allocation of state appropriations for public postsecondary education institution operations and direct the Council on Postsecondary Education (CPE) and the institutions to implement those models, beginning with the distribution of the \$42.9 million appropriated to the Postsecondary Education Performance Fund in fiscal year 2017-2018. In subsequent years, up to 100% of total allocable resources for each institution may be distributed according to the model.

Section 2 declares an emergency and provides that the legislation take effect upon its passage and approval by the governor or upon its otherwise becoming a law.

**FISCAL EXPLANATION:** The 2016-2018 budget bill transferred \$42,944,400 from public postsecondary institutions' operating budgets to a newly created Postsecondary Education Performance Fund appropriation unit in fiscal year 2017-2018. These funds represent 5% of the fiscal year 2017-2018 General Fund appropriations for the public four-year universities (excluding Kentucky State University) and the Kentucky Community and Technical College System. This measure establishes how the appropriated funds are to be distributed to participating institutions. Therefore, there is no fiscal impact.

**DATA SOURCE(S):** Council on Postsecondary Education

**PREPARER:** Jennifer Krieger **NOTE NUMBER:** 58 **REVIEW:** JRS **DATE:** 2/14/2017