

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

MEASURE

2022 BR NUMBER 2190

SENATE BILL NUMBER 249

TITLE AN ACT relating to incentive programs and declaring an emergency.

SPONSOR Senator Phillip Wheeler

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: _____

FUND(S) IMPACTED: GENERAL ROAD FEDERAL RESTRICTED _____

FISCAL ESTIMATES	2021-2022	2022-2023	2023-2024	2023-2024 ANNUAL IMPACT AT FULL IMPLEMENTATION
REVENUES		(\$3,000,000)	(\$3,000,000)	(\$3,000,000)
EXPENDITURES				
NET EFFECT		(\$3,000,000)	(\$3,000,000)	(\$3,000,000)

() indicates a decrease/negative

PURPOSE OF MEASURE: SB 249 alters the Kentucky Investment Fund tax credit, to allow a nonrefundable tax credit of 40% for investors who are investing in an investment fund that is approved by the Economic Development Finance Authority prior to January 1, 2023, and a 25% tax credit for investors who invest in an investment fund that is approved after this date.

SB 249 also repeals the Alternative Fuel and Renewable Energy Fund and transfers any remaining funds to the Kentucky Enterprise Fund.

FISCAL EXPLANATION: The Kentucky Investment Fund is already in existence, but this proposed bill changes the credit slightly dependent on the date that the investment fund is approved. Assuming that this amendment increases the investments made, the estimated fiscal impact of this legislation is a maximum of \$3,000,000, as this is the total credit available for all investors in all investment funds.

The repeal and transfer of existing funds in the Alternative Fuel and Renewable Energy Fund will not have a fiscal impact.

DATA SOURCE(S): _____

PREPARER: Sarah Watts **NOTE NUMBER:** 110 **REVIEW:** JAB **DATE:** 3/15/2022