

**LEGISLATIVE SERVICES AGENCY
OFFICE OF FISCAL AND MANAGEMENT ANALYSIS**

301 State House
(317) 232-9855

FISCAL IMPACT STATEMENT

LS 6518
BILL NUMBER: HB 1292

DATE PREPARED: Nov 30, 1998
BILL AMENDED:

SUBJECT: County Welfare Fund.

FISCAL ANALYST: Alan Gossard
PHONE NUMBER: 233-3546

FUNDS AFFECTED: **GENERAL**
 DEDICATED
 FEDERAL

IMPACT: Local

Summary of Legislation: This bill allows a county fiscal body to annually adopt an ordinance to transfer an amount not to exceed \$500,000 from the county Welfare Fund to the county's Family and Children's Fund. The bill specifies that the transfer must be approved by the State Board of Tax Commissioners.

Effective Date: July 1, 1999.

Explanation of State Expenditures:

Explanation of State Revenues:

Explanation of Local Expenditures: This bill expands the number of counties that may opt to transfer up to \$500,000 from the county's Welfare Fund to the county's Family and Children's Fund with the approval of the State Board of Tax Commissioners. The bill allows any county to make a transfer annually. (Current statute only allowed a one-time transfer by Floyd County.)

This provision might reduce the need for a county to seek permission to borrow or to have an excess levy. Consequently, the ability to transfer funds from the Welfare Fund to the Family and Children's Fund could reduce interest costs faced by a county.

Explanation of Local Revenues:

State Agencies Affected: State Board of Tax Commissioners.

Local Agencies Affected: Counties.

Information Sources: