

Coal Severance Program Map

Gross Coal Severance Tax Revenue

State Budget Appropriations ("Off the Tops") are deducted

Remaining Coal Severance Tax Revenue

50%

State General Fund

50%

LGEAF

State Budget Appropriations (Debt Service) are deducted

\$600,000 each FY
per HB 303

\$11.4 million each FY
per HB 303

60%

Producer Counties

10%

Impact Counties

Distributed to each coal-impacted county based on geographic area, ton miles of road and per capita income.
- KRS 42.470(1)(c)

LGEDF

1/2

1/2

\$7.5 million each FY
per HB 303

60% of funds are distributed to each coal-producing county based on coal severance tax collected in that county
- KRS 42.470(1)(a)

30% of funds are distributed to each coal-producing county based on per capita income, ton miles of road and population
- KRS 42.470(1)(b)

10% of each county's allocation is

Distributed to each municipality within the county based on population*
- KRS 42.475

Allocated to each coal-producing county based on the ratio of total coal severed in that county
- KRS 42.4592(1)(a)

Allocated to each coal-producing county based on mining industry statistics
- KRS 42.4592(1)(b)

"Single County"

Kentucky Coal Fields Endowment Fund

Total Producer County's LGEA Allocation

10% of each county's allocation is

Distributed to each municipality within the county based on population*
- KRS 42.475

How Impact Counties and Municipalities Can Spend LGEA Funds

100% of funds must be spent on Public Transportation, including mass transit systems, streets and roads.
- KRS 42.470(c)
- KRS 42.455(2)(c)

Grants to counties with accounts in the LGEDF. No grant shall be awarded without an application
- KRS 42.4588

Allocated to projects with the concurrence of the respective County Judge-Executive, State Senator(s) and State Representative(s).

\$5 million each FY
per HB 303

Coal County College Completion Scholarship Program

How Producer Counties and Municipalities Can Spend LGEA Funds

70% of funds must be spent on priority categories:
(a) Public Safety
(b) Environmental Protection
(c) Public Transportation
(d) Health
(e) Recreation
(f) Educational Facilities
(g) Social Services
(h) Industrial/Economic Dev.
(i) Vocational Education
(j) Workforce Training
(k) Secondary Wood Ind.
- KRS 42.455(2)

30% of funds must be spent on coal haul road system as published by the Transportation Cabinet.
- KRS 42.455(2),(7)

*If the amount of funds allocated is less than \$25 in any given quarter, the allotment shall be distributed to the county.
- KRS 42.475(2)

LEGEND	
LGEAF	Local Government Economic Assistance Fund
LGEDF	Local Government Economic Development Fund "Single County" Coal Severance
	Kentucky Coal Fields Endowment Fund
	Coal County Completion Scholarship Program



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