**LGEAF**

**Local Government Economic Assistance Fund**

- 100% of funds must be spent on Public Transportation, including mass transit systems, streets and roads.
  - KRS 42.470(c)
  - KRS 42.475(2)(c)

**State General Fund**

- $15,896,000 in FY 19
- $7,500,000 in FY 20 per HB 200

**LGEDF**

**Local Government Economic Development Fund**

- $7,563,400 in each FY
  - KRS 42.4588

**Kentucky Coal Fields Endowment Fund**

- 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)

**Producer Counties**

- 60% of funds are distributed to each coal-producing county
  - KRS 42.470(1)(a)
- 30% of funds are distributed to each coal-producing county
  - KRS 42.470(1)(b)

**Impact Counties**

- 10% of each county’s allocation is distributed to each municipality within the county based on population
  - KRS 42.475
- 100% of funds must be spent on Public Transportation, including mass transit systems, streets and roads
  - KRS 42.470(c)
  - KRS 42.475(2)(c)

**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**

- All funds must be spent on priority categories:
  1. Public Safety
  2. Environmental Protection
  3. Public Transportation
  4. Health
  5. Recreation
  6. Educational Facilities
  7. Social Services
  8. Industrial/Economic Dev.
  9. Vocational Education
  10. Workforce Training
  11. Secondary Wood Ind.

* Per HB 200, as amended by HB 265, 100% of any coal severance tax revenue in excess of the official estimates presented by the Office of the State Budget Director (OSBD) shall be distributed to the LGEAF.

*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
- LGEAF: Kentucky Coal Fields Endowment Fund

**HB 200 Coal Severance Program Map**

**Gross Coal Severance Tax Revenue**

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

**Remaining Coal Severance Tax Revenue**

- $3,686,100 in FY 19
- $642,900 in FY 20 per HB 200

**Coal Severance Program Map**

- State Budget Appropriations ("Off the Middles") are deducted

**State Budget Appropriations ("Off the Tops")**

- Remaining Coal Severance Tax Revenue
  - $15,896,000 in FY 19
  - $7,500,000 in FY 20

**$15,896,000 in FY 19**

**$7,500,000 in FY 20**

**Allocated to each coal-producing county based on geographic area, ton miles of road and per capita income.**

- KRS 42.470(1)(c)

**Allocated to each coal-producing county based on mining industry statistics.**

- KRS 42.4592(1)(b)

**State Budget Appropriations ("Off the Middles") are deducted**

**1/2**

**Allocated to each coal-producing county based on the ratio of total coal severed in that county.**

- KRS 42.4592(1)(a)

**10%**

**"Single County"**

**Allocated to each coal-producing county based on per capita income, ton miles of road and population.**

- KRS 42.470(1)(b)

**1/2**

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

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

- KRS 42.4588

**Allocated to each coal-impacted county based on geographic area, ton miles of road and per capita income.**

- KRS 42.470(1)(c)

**10%**

**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)

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