



Andy Beshear
GOVERNOR

**FINANCE AND ADMINISTRATION CABINET
DEPARTMENT OF REVENUE
OFFICE OF SALES AND EXCISE TAXES**

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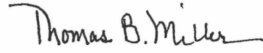
Holly M. Johnson
SECRETARY


Thomas B. Miller
COMMISSIONER

Richard Dobson
EXECUTIVE DIRECTOR

MEMORANDUM

TO: Legislative Research Commission

FROM: Thomas B. Miller, Commissioner
Department of Revenue 

VIA: Richard Dobson, Executive Director
Office of Sales & Excise Taxes 

DATE: May 4, 2026

SUBJECT: Sales Tax on Data Center Project Equipment

Under the provisions of KRS 139.499, the department shall report annually to the Interim Joint Committee on Appropriations and Revenue regarding data center equipment purchases and the applicable sales tax exempted on those purchases.

Currently, the department has not received any notifications of either preliminarily approved or approved data center projects qualifying in the state. Therefore, the department has not issued any certificates of exemption or received any data regarding exempt purchases of data center equipment.

cc: Holly M. Johnson, Secretary
Finance and Administration Cabinet