

1 AN ACT relating to appropriations.

2 ***Be it enacted by the General Assembly of the Commonwealth of Kentucky:***

3 ➔Section 1. KRS 132.140 is amended to read as follows:

- 4 (1) The Department of Revenue shall fix the value of the distilled spirits for the  
5 purpose of taxation, assess the same at its fair cash value, estimated at the price it  
6 would bring at a fair voluntary sale, and keep a record of its valuations and  
7 assessments. The department shall immediately notify the owner or proprietor of  
8 the bonded warehouse or premises of the amount fixed.
- 9 (2) ***A floor guarantee is established beginning July 1, 2025, and every fiscal year***  
10 ***thereafter that each district board of education shall receive at least the same***  
11 ***amount of ad valorem tax revenues from distilled spirits stored or aging in barrels***  
12 ***located in a bonded warehouse or premises as the board of education received in***  
13 ***fiscal year 2022-2023. In any fiscal year where a district board of education's tax***  
14 ***revenues fail to meet the floor guarantee, the district board of education shall be***  
15 ***appropriated the funds necessary to satisfy the floor guarantee. The amount***  
16 ***needed to satisfy the floor guarantee shall be paid from the budget reserve trust***  
17 ***fund account under KRS 48.705.***
- 18 **(3)** If any owner, proprietor, or custodian of a bonded warehouse or premises fails to  
19 make the report required by KRS 132.130, the department shall ascertain the  
20 necessary facts required to be reported. For that purpose the department shall have  
21 access to the records of the owner, proprietor, or custodian; and the assessment  
22 shall be made and taxes collected thereon, with interest and penalties, as though  
23 regularly reported.
- 24 (3) The assessment made under (1) of this section shall be reviewed according to KRS  
25 131.110.