

**COMMONWEALTH OF KENTUCKY STATE FISCAL NOTE STATEMENT
LEGISLATIVE RESEARCH COMMISSION
2017 REGULAR SESSION**

MEASURE

2017 BR NUMBER 1260

HOUSE BILL NUMBER 445

RESOLUTION NUMBER _____

AMENDMENT NUMBER _____

SUBJECT/TITLE An ACT relating to taxation.

SPONSOR Representative D. St. Onge

NOTE SUMMARY

FISCAL ANALYSIS: IMPACT NO IMPACT INDETERMINABLE IMPACT

LEVEL(S) OF IMPACT: STATE LOCAL FEDERAL

BUDGET UNIT(S) IMPACT: _____

FUND(S) IMPACT: GENERAL ROAD FEDERAL RESTRICTED AGENCY _____ OTHER

FISCAL SUMMARY

FISCAL ESTIMATES	2016-2017	2017-2018	ANNUAL IMPACT AT FULL IMPLEMENTATION
REVENUES		(\$900,000)	(\$900,000)
EXPENDITURES			
NET EFFECT		(\$900,000)	(\$900,000)

() indicates a decrease/negative

MEASURE'S PURPOSE: The purpose of this legislation is to exempt from sales and use tax charitable gaming supplies and equipment purchased by a charitable organization on and after July 1, 2017, but before July 1, 2022.

PROVISIONS/MECHANICS: Amends KRS 139.480 to exempt charitable gaming supplies and equipment from sales and use tax; amends sections of KRS Chapter 131 and 141 to make technical corrections and establish reporting requirements.

FISCAL EXPLANATION: Based upon the information contained in the Kentucky Department of Charitable Gaming Annual Reports for calendar years 2013, 2014, and 2015, it is estimated that this legislation, if enacted, will have a negative impact to the general fund of approximately (\$900,000) in FY 2017-2018 and the negative impact to the general fund will increase slightly for each fiscal year thereafter.

DATA SOURCE(S): Kentucky Department of Charitable Gaming Annual Reports

PREPARER: Charlotte T. Quarles **NOTE NUMBER:** 121 **REVIEW:** JRS **DATE:** 2/27/2017

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