

**COMMONWEALTH OF KENTUCKY FISCAL NOTE STATEMENT  
LEGISLATIVE RESEARCH COMMISSION  
2019 REGULAR SESSION**

**MEASURE**

2019 BR NUMBER 1798

SENATE BILL NUMBER 184

**TITLE** AN ACT relating to veteran-owned nonprofit businesses.

**SPONSOR** Senator Dennis Parrett

**FISCAL SUMMARY**

STATE FISCAL IMPACT:  YES  NO  UNCERTAIN

OTHER FISCAL STATEMENT(S) THAT MAY APPLY:  ACTUARIAL ANALYSIS  LOCAL MANDATE  CORRECTIONS IMPACT  HEALTH BENEFIT MANDATE

APPROPRIATION UNIT(S) IMPACTED:

FUND(S) IMPACTED:  GENERAL  ROAD  FEDERAL  RESTRICTED \_\_\_\_\_

FISCAL ESTIMATES	2018-2019	2019-2020	ANNUAL IMPACT AT FULL IMPLEMENTATION
REVENUES			
EXPENDITURES			
NET EFFECT			

( ) indicates a decrease/negative

**PURPOSE OF MEASURE:** SB184 amends KRS 14A.1-070 to add a nonprofit business which is at least fifty-one percent unconditionally controlled by a veteran to the definition of “veteran-owned business;” and, amends KRS 14A.2-060 and KRS 14A.2-165 to conform.

**FISCAL EXPLANATION:** The Department of Revenue (DOR) Office of Processing and Enforcement, Division of Registration and Data Integrity is responsible for business registration compliance in the Commonwealth. Per KRS 14A.2-060 and KRS 14A.2-165, veteran-owned businesses have exemptions related to certain business filing fees; however, they are not exempt from any filing requirement or deadlines. Furthermore, nonprofit businesses are not required to register with DOR unless they have employees on payroll or have taxable admissions, as codified by 2018 Regular Session House Bill 487; thus, there is no change in current practice by adding nonprofit businesses to the definition of “veteran-owned business.”

In relation to the business filing fee exemptions, the Secretary of State (SOS) is statutorily responsible for collecting business filing fees and the Office of the SOS has indicated there is no fiscal impact.

**DATA SOURCE(S):** Office of the Secretary of State staff, Finance and Administration Cabinet staff, and LRC Staff.

**PREPARER:** Liz Columbia **NOTE NUMBER:** 79 **REVIEW:** JAB **DATE:** 2/20/2019

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