

**COMMONWEALTH OF KENTUCKY FISCAL NOTE STATEMENT
LEGISLATIVE RESEARCH COMMISSION
2020 REGULAR SESSION**

MEASURE

2020 BR NUMBER 469

SENATE BILL NUMBER 148

TITLE AN ACT relating to the registration of farmers for sales and use tax exemption purposes.

SPONSOR Senator David Givens

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: Department of Revenue

FUND(S) IMPACTED: GENERAL ROAD FEDERAL RESTRICTED _____

FISCAL ESTIMATES	2019-2020	2020-2021	2021-2022	ANNUAL IMPACT AT FULL IMPLEMENTATION
REVENUES				
EXPENDITURES		\$300,000		
NET EFFECT		(\$300,000)		

() indicates a decrease/negative

PURPOSE OF MEASURE: This measure requires individuals applying to claim certain agriculture exemptions to first apply for an agriculture exemption number from the Department of Revenue (DOR). The measure further requires that DOR develop a searchable agriculture exemption number database.

FISCAL EXPLANATION: DOR projects that development of a searchable database with minimal functionality would cost approximately \$300,000 in Fiscal Year 2021, to be effective by July 1, 2021. Existing staff can manage and support the program.

DATA SOURCE(S): LRC Staff and Department of Revenue

PREPARER: Liz Columbia **NOTE NUMBER:** 139 **REVIEW:** JAB **DATE:** 2/24/2020