

**COMMONWEALTH OF KENTUCKY FISCAL NOTE STATEMENT  
LEGISLATIVE RESEARCH COMMISSION  
2021 REGULAR SESSION**

**MEASURE**

2021 BR NUMBER 1244

HOUSE BILL NUMBER 249

**TITLE** AN ACT relating to revenue.

**SPONSOR** Representative Petrie

**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	2020-2021	2021-2022	ANNUAL IMPACT AT FULL IMPLEMENTATION
REVENUES			
EXPENDITURES			
NET EFFECT			

( ) indicates a decrease/negative

**PURPOSE OF MEASURE:** This proposal will allow Kentucky to maintain its position as a full participating member state of the Streamlined Sales and Use Tax Agreement (SSUTA). Without this proposal, Kentucky is and will remain in violation of its agreement with SSUTA.

This proposal allows a marketplace facilitator the option of obtaining either one or two sales and use tax numbers. If it obtains one sales tax number to report all of its sales, it is required to report a separate breakdown of its receipts from direct sales and marketplace retailers to the Department of Revenue. The proposal also allows remote retailers and marketplace facilitators an extra 30 days to register for a sales and use tax number.

**FISCAL EXPLANATION:** This proposal will allow Kentucky become compliant with SSUTA. If passed, this proposal will have no impact on the general fund.

If this proposal is not passed, Kentucky is currently in and will remain in violation of SSUTA. Kentucky will jeopardize the voluntary collections made by SSUTA on its behalf. If this proposal does not pass, the General Fund could experience a loss of more than \$65,000,000 on a continual basis starting in FY22.

**DATA SOURCE(S):** LRC Staff

**PREPARER:** Katy Jenkins **NOTE NUMBER:** 25 **REVIEW:** JAB **DATE:** Petri