Local Government Mandate Statement Kentucky Legislative Research Commission 2021 Regular Session

Part I: Measure Information

Bill Request #: 1244						
Bill #: HB 249-GA						
Document ID #: <u>5902</u>						
Bill Subject/Title: AN ACT relating to revenue.						
Sponsor: Rep. J. Petrie						
Unit of Government: X City X County Multiple Algorithm Multiple Algorithm Multiple Algorithm Multiple Algorithm						
X Charter County X Consolidated Local X Government						
Office(s) Impacted: Property Valuation Administrators and other taxing districts.						
Requirement: X Mandatory Optional						
Effect on Powers & Duties: Modifies Existing _X Adds New Eliminates Existing						

Part II: Bill Provisions and the Estimated Fiscal Impact Relating to Local Government

In Section 2 of HB 249-GA, KRS 132.590(10) is amended to alter the bracketed amount of the total sum to be paid by a fiscal court to any property valuation administrator's office. The total sum paid is based on the assessed value of property subject to county tax. The bracket which is amended is currently based on the assessed value of property of at least \$7.5 billion but less than \$15.0 billion. This change increases the bracket to the assessed value of property of at least \$7.5 billion but less than \$20.0 billion. The payment for a county which falls within this bracket shall not exceed \$250,000.

The highest bracket is related to the assessed value of property of at least \$20.0 billion. The payment for a county which falls within this bracket shall not exceed \$400,000. It is estimated that only one county will be impacted by the change. That county will move from the highest bracket to the next highest bracket and the total sum paid will be limited to \$250,000, instead of \$400,000.

In HB 249 GA, Section 15 is created to allow one tax district to share a refund application that is submitted to it by an employee seeking a refund of any amount of tax withheld and paid by his or her employer to that tax district with another tax district that is referenced in the refund application or any related information. This provision will allow an easier administrative process at the local level when completing the taxpayer's request for a refund.

Part III: Differences to Local Government Mandate Statement from Prior Versions

The local impact from HB 249 GA is the same as it was for the HCS version of the local mandate statement. The local impact from the adoption of HFA 5, of the three floor amendments that passed with the bill from the House Chamber, is addressed in Part II.

Data Source(s): <u>LRC Staff</u>

Preparer:	Jennifer Hays	Reviewer:	KHC	Date:	3/1/21
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