## Local Government Mandate Statement Kentucky Legislative Research Commission 2024 Regular Session

## **Part I: Measure Information**

Bill Request #: <u>327</u>							
Bill #: SB 306							
<b>Document ID #:</b> 6079							
Bill Title: AN ACT relating to acceptance of cash payments.							
Sponsor: Senator Adrienne Southworth							
Unit of Government:	X City	X County	X Urban-County Unified Local				
	X Charter County	X Consolidated Local					
Office(s) Impacted: Local Government Entities that Accept Payment							
Requirement: <u>X</u> Mandatory Optional							
Effect on Powers & Duties:	_ Modifies Existing _	X Adds New Eli	minates Existing				

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

SB 306 would create a new section of KRS Chapter 365 to prohibit a person, business, or agency who sells goods and services or collects fees from requiring the use of a credit or debit card or refusing cash in a face-to-face sale.

It would also amend KRS 365.990 to create a penalty of not less than a \$200 fine for violations.

**SB 306 would have no to minimal fiscal impact on local governments.** The Kentucky League of Cities (KLC) and the Kentucky Association of Counties (KACo) both provided input for this mandate analysis. While the number of cities that don't accept cash is unknown, KLC believes that number is very few. KACo is unaware of any counties that do not currently accept cash as payment.

A local government that does not currently accept cash payments would need to implement a method for safe keeping and accounting of cash, and procedures for depositing cash payments with an appropriate banking institution. The cost of developing and implementing these measures is unknown.

**Data Source(s):** <u>Kentucky League of Cities; Kentucky Association of Counties</u>

<b>Preparer:</b>	Jacob Blevins (LG)	<b>Reviewer:</b>	KHC	Date:	2/28/24
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