

**Local Government Mandate Statement
Kentucky Legislative Research Commission
2025 Regular Session**

Part I: Measure Information

Bill Request #:	1931	Bill #:	HB 776
Document ID #:	5068	Sponsor:	Rep. Steve Bratcher
Bill Title:	AN ACT relating to benefits for Kentucky National Guard members		

Unit of Government: City County Urban-County
 Charter County Consolidated Local Unified Local

Office(s) Impacted: County Clerks

Requirement: Mandatory Optional

Effect on Powers & Duties: Modifies Existing Adds New Eliminates Existing

Other Fiscal Statement(s) that may exist: Actuarial Analysis Corrections Impact
 Health Benefit Mandate State Employee Health Plan

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

Section 2 of HB 776 would amend KRS 138.470, which creates motor vehicle usage tax exemptions, to include motor vehicles sold by or transferred from dealers registered and licensed to current members of the Kentucky National Guard or Reserve Component as well as motor vehicles brought into the Commonwealth that were sold by or transferred from a licensed motor vehicle dealer in another state to a member of the Armed Forces on duty in the Commonwealth.

The fiscal impact of HB 776 is minimal, but expected to be negative. County clerks retain a percentage of vehicle usage tax when processing title applications and will lose this revenue when a motor vehicle is sold by, transferred to, or bought by current members of the Kentucky National Guard, Reserve Component, and National Armed Forces.

Data Source(s): LRC Staff

Preparer: TJ **Reviewer:** AS (MDA) **Date:** 2/24/25