

**Local Government Mandate Statement**  
**Kentucky Legislative Research Commission**  
**2026 Regular Session**

**Part I: Measure Information**

<b>Bill Request #:</b>	154	<b>Bill #:</b>	HB 499
<b>Document ID #:</b>	4183	<b>Sponsor:</b>	Rep. Peyton Griffey
<b>Bill Title:</b>	AN ACT relating to motor vehicle usage tax.		

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**

HB 499 exempts motor vehicle usage tax for vehicles brought into the Commonwealth that were purchased by current members of the Kentucky National Guard or reserve component, motor vehicles brought into the Commonwealth that were sold by a dealer in another state to a member of the Armed Forces on duty in the Commonwealth while that person was on temporary duty in another state.

HB 499 also exempts motor vehicle usage tax for a vehicle previously registered in another state, and owned by a current or former member of the Armed Forces, provided that the motor vehicle was purchased when the owner was on active duty.

County Clerks receive a portion of motor vehicle usage taxes as a fee for handling the transfer.

**HB 499 is expected to have a minimal negative fiscal impact on county clerk revenue.** The total amount of possible lost revenue is indeterminable. Information on the number of such exemptions would vary based on the number of individuals who would qualify which is not available in current data.

Data Source(s): LRC Staff

Preparer: BW Reviewer: TJ (MDA) Date: 1/29/26