

**COMMONWEALTH OF KENTUCKY FISCAL NOTE STATEMENT
LEGISLATIVE RESEARCH COMMISSION
2026 REGULAR SESSION**

MEASURE

2026 BR NUMBER 128

SENATE BILL NUMBER 41

TITLE AN ACT relating to the levy of an ad valorem tax rate.

SPONSOR Senator Gary Boswell

FISCAL SUMMARY

STATE FISCAL IMPACT: YES NO UNCERTAIN

OTHER FISCAL STATEMENT(S) THAT MAY APPLY: ACTUARIAL ANALYSIS
 LOCAL MANDATE CORRECTIONS IMPACT HEALTH BENEFIT MANDATE STATE
EMPLOYEE HEALTH PLAN IMPACT

APPROPRIATION UNIT(S) IMPACTED: _____

FUND(S) IMPACTED: GENERAL ROAD FEDERAL RESTRICTED _____

FISCAL ESTIMATES	2025-2026	2026-2027	2027-2028	ANNUAL IMPACT AT FULL IMPLEMENTATION
REVENUES				
EXPENDITURES				
NET EFFECT				

() indicates a decrease/negative

PURPOSE OF MEASURE: SB 41 proposes to remove the petition process for recalling a property tax rate and mandates that the levy of a property tax rate which will produce revenue from real property, exclusive of revenue from new property, that is more than four percent over the amount of revenue produced by the compensating tax rate, be put before the voters of the district. The bill excludes the levy of a school nickel tax rate from these requirements. It also establishes requirements for the ballot question, notifying the public about the election, the election process, and the process for recalling the tax rate. The bill allows for the cancellation of the election through a reconsideration of the tax rate levy and the levy of the compensating tax rate instead. It prohibits the use of state, local, and federal tax dollars to advocate for the levy of the tax rate.

FISCAL EXPLANATION: SB 41 pertains to the levy of a property tax rate at the local level. Therefore, a fiscal impact on state revenues is not expected.

DATA SOURCE(S): LRC Staff

PREPARER: Cynthia Brown **NOTE NUMBER:** 68 **REVIEW:** JMR **DATE:** 2/20/2026