

 KENTUCKY YMCA YOUTH ASSOCIATION KENTUCKY YOUTH ASSEMBLY Legislative Bill	Blue Bill # SB 22						
	Referred to Committee: Senate 3						
Authors: Sam Dolan, Elizabeth Sellers, Olivia Laws, Anna Powell	Action on the Bill <table> <tr> <td>House</td> <td>Senate</td> </tr> <tr> <td><input type="checkbox"/> Passed</td> <td><input type="checkbox"/> Passed</td> </tr> <tr> <td><input type="checkbox"/> Defeated</td> <td><input type="checkbox"/> Defeated</td> </tr> </table>	House	Senate	<input type="checkbox"/> Passed	<input type="checkbox"/> Passed	<input type="checkbox"/> Defeated	<input type="checkbox"/> Defeated
House		Senate					
<input type="checkbox"/> Passed		<input type="checkbox"/> Passed					
<input type="checkbox"/> Defeated	<input type="checkbox"/> Defeated						
School: South Oldham Middle School							
City: Crestwood							

1 An act to allow a 12% tax break on new shale gas productions.

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3 **Be it enacted by the Youth Assembly of the Commonwealth of Kentucky**

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5 Section 1: This bill will allow a 12% tax break on the first year of income tax for all Kentucky's new shale gas
6 productions. This is amending the Kentucky Environmental Stewardship Act (KESA). This will provide an
7 incentive for new shale gas producers to drill in Kentucky.

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9 Section 2: The Kentucky Environmental Stewardship Act allows any new or improved product that has a
10 reduced effect on environmental health when compared with existing products that serve the same purpose.
11 It allows a tax break up to 100% on training costs, or 25% on equipment costs. The drilling of shale gas is
12 much safer to the environment than coal mining or oil drilling (alternative fossil fuels).

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14 Section 3: This bill will add to the Kentucky Environmental Stewardship Act, allowing a one year tax break
15 available for new shale gas productions. As of now this act does not allow one year tax breaks on any
16 productions.

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18 Section 4: The first year of operation would include the income taxes on all revenue from the site opening to
19 365 days after. This lost tax revenue is reclaimed from the profits of the later years of business,

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21 Section 5: Upon passage, this Bill will go into effect March 2014.