KENTUCKY YMCA YOUTH ASSOCIATION

KENTUCKY YOUTH ASSEMBLY
Premiere Bill

Blue | Bill # P6

Referred to Committee:
House 3

Authors: Abby Howie, Ella Brown, Emma Sass

School: Our Lady of Lourdes

City: Jefferson

Action on the Bill

House	Senate
____ ☐ Passed	____ ☐ Passed
____ ☐ Defeated	____ ☐ Defeated

An act to Abolish the Income Tax in Kentucky

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

Section 1: The Kentucky personal income tax will be repealed.

Section 2: The income tax will be replaced by a sales tax.

Section 3: The sales tax percentage will be 7.5% for all goods and services. Groceries will be exempt from the tax due to the current income from the Coal Severance Tax. The taxes will be collected at the point of sale and sent to the Kentucky Revenue Cabinet.

Section 4: Penalties for not sending the taxes to the Revenue Cabinet are: First Offense: Payment of all owed taxes at an interest rate of 2.5%. If the taxes cannot be repaid property from the business will be sold to pay. Second Offense: Payment of taxes owed at a 5% interest rate, business assets sold for non payment, Six months of incarceration for the owner of the business or officers of the business. Third Offense: Payment of taxes owed at a rate of 10%, business assets sold for non payment, One year of incarceration, and a permanent denial of a business license.

Section 5: This bill will go into effect January 1, 2015 after the signature of the Governor.