

RESOLUTION

Subject: Repeal the Kentucky Provider Tax on Cosmetic Procedures

Submitted by: Greater Louisville Medical Society

Referred to: Reference Committee

WHEREAS, the 2022 Kentucky Legislature passed a budget bill imposing a 6% provider tax on all cosmetic procedures, with subsequent override of the Governors' veto, to become law as of July 1, 2022; and

WHEREAS, a similar tax in New Jersey (2004-2014) brought disappointing revenue¹, and caused a net state revenue loss (3 times revenue lost over taxes collected), due to driving patients and practices to adjacent states², which led to repeal; and

WHEREAS, KMA policy opposes physician provider taxes of any kind; now, therefore, be it

RESOLVED, that KMA support legislation repealing the tax on cosmetic procedures, in order to prevent patient exodus to adjacent states for these services.

References:

¹ <https://taxfoundation.org/new-jersey-reverses-cosmetics-tax/> accessed 6/10/2022

² <https://www.jjrothmd.com/blog/new-jersey-repeals-tax-on-cosmetic-surgery/> accessed 6/10/2022