

NOTICE REGARDING COMMERCIAL WATERCRAFT

Beginning January 1, 2008, all commercial watercraft (domestic and non-domestic) are now reported centrally on Revenue Form 61A207 Commercial Watercraft Personal Property Tax Return. The return is to be filed with the Office of Property Valuation, Public Service Branch in Frankfort.

Be aware that certain exceptions to the commercial classification have been established in KRS 136.1801(2). Those exceptions include the following vessels:

- *Floating equipment used in the construction such as dredges, pile drivers & flats*
- *Barges & boats permanently moored (tied to a dock or tied to create a dock)*
- *Commercial dining boats / barges*

The first two exceptions are reported locally to the PVA on Revenue Form 62A500 Tangible Personal Property Tax Return and listed in Class VI of Schedule A. Floating commercial dining boats / barges are reported to the PVA as real estate if permanently located with gas, water and sewer lines attached. If not, the vessel would be reported locally to the PVA on Revenue Form 62A500 Tangible Personal Property Tax Return and listed in Class VI of Schedule A. All real property owned and/or leased by a commercial watercraft company, shall be reported locally to the Property Valuation Administrator (PVA) in the county of situs.