2019 DAILY LEGISLATIVE UPDATE

Daily activity is highlighted in **bold** with **RED** font.

SENATE

1. SB 10 <u>C. McDaniel</u>

Amend KRS 61.522 to allow universities, community colleges, and health departments to cease participating in the Kentucky Employees Retirement System provided the agency pays the cost of ceasing participation as provided by statute; provide a window where quasi-state agencies who are eligible to cease participating in the Kentucky Employees Retirement System or non-stock non-profit agencies eligible to cease participating in the County Employees Retirement System (CERS) may by December 31, 2019, cease participating by paying the actuarial costs of ceasing participation and pay off the cost through equal installments that increase over time by 1.5% annually with interest charged to the principal balance of the greater of 1.5% or the annual average change in the CPI-U until all costs are paid off; amend KRS 18A.225 to provide that employers ceasing participation in the window may still participate in the Kentucky Employees Health Plan (KEHP) for their employees; EMERGENCY.

02/15/19	introduced in Senate
02/19/19	to State & Local Government (S)
02/22/19	taken from State & Local Government (S)
	1st reading
	returned to State & Local Government (S)
02/25/19	taken from State & Local Government (S)
	2nd reading
	returned to State & Local Government (S)

2. SB 23 J. Carroll

Establish KRS Chapter 239 and create new sections to define "amateur athletics," "collegiate sports contest," "commission," "principal," "professional sports contest," "sports wager," and "sports wagering"; create the Kentucky Gaming Commission; establish membership to be appointed by the Governor with

the advice and consent of the Senate; establish the commission's responsibilities and authority; require the Governor to appoint an executive director and establish the executive director's responsibilities; require the commission to promulgate administrative regulations relating to sports wagering conducted by the Kentucky Lottery Corporation, racing associations licensed under KRS Chapter 230, and other locations; establish licensing fees; prohibit persons from wagering on an event in which they are a participant; establish the sports wagering distribution trust fund and the uses of the fund; establish penalties for tampering with the outcome of a sporting event and wagering on a sporting event by a participant; create a new section of KRS Chapter 138 to impose an excise tax on sports wagering at 25 percent of net sports wagering receipts; amend KRS 138.1817 to permit the Department of Revenue to work with the commission to restrict licensure in the event that sports wagering taxes are not paid; amend KRS 154A.010 to revise the definition of "amateur sports contest," and to define "collegiate sports contest," "professional sports contest," "sports wager," and "sports wagering"; amend KRS 154A.030 to conform and to prohibit the director or family member from being a part owner of a professional team or a board member of a college or university that engages in collegiate sports upon which sports wagers may be placed; amend KRS 154A.050 to include sports wagering; amend KRS 154A.060 to include sports wagering and to include contracts for the purchase of goods and services necessary for sports wagering; require monthly and annual reports to be submitted to the Kentucky Gaming Commission; amend KRS 154A.063 to permit sports wagering on collegiate and professional sports contests; amend KRS 154A.065 to prohibit accepting sports wagers on the outcomes of contests involving horses; amend KRS 154A.070 to include sports wagering and require contracts to be in accord with administrative regulations of the Lottery Corporation and the Kentucky Gaming Commission; amend KRS 154A.090 to stipulate that sports wagering retailers aggrieved by a decision of the board may appeal to the Kentucky Gaming Commission; amend KRS 154A.110 to include sports wagering; stipulate that unclaimed sports wagering prize money be added to the sports wagering distribution trust fund; to prohibit sports wagers from being accepted from members or coaches of professional or collegiate team; amend 154A.120 to include sports wagering; amend KRS 154A.130 to specify net sports wagering receipts collected by lottery to be used for expenses and moneys in excess of expenses shall be dedicated to the sports wagering distribution trust fund; amend KRS 154A.400 to include sports wagering and stipulate the criteria for selecting sports wagering retailers shall be developed in consultation with the Kentucky Gaming Commission; amend KRS 154A.420 to include sports wagering and permit the Lottery Corporation to require a retailer to establish separate sports wagering electronic funds transfer accounts; amend KRS 154A.430, 154A.440, 154A.600, and 154A.650 to include sports wagering; amend KRS 230.225 to permit the Kentucky Horse Racing Commission to oversee sports wagering at licensed racing associations; amend KRS 230.370 to require administrative regulations relating to sports wagering to be developed in consultation with the Kentucky Gaming Commission; amend KRS 243.500 to exempt the conduct of sports wagering licensed or permitted under KRS Chapter 239; amend KRS 12.020 to administratively attach the Kentucky Gaming Commission to the Public Protection Cabinet.

11/09/18 Prefiled by the sponsor(s). 01/08/19 introduced in Senate

01/09/19 to Appropriations & Revenue (S)

3. SB 41 <u>S. Meredith</u>

Amend KRS 45A.717 to give the secretary of Finance and Administration the decision-making authority to settle matters for which a legal personal service contract has been awarded.

Senate Committee Substitute 1

Amend KRS 42.012 to require Senate confirmation for the secretary of the Finance and Administration Cabinet; amend KRS 45A.695 to require contracting bodies, including constitutional officers and executive branch agencies, to submit their requests for proposals and final contracts to the secretary of the Finance and Administration Cabinet for approval, along with documents relating to the evaluation and scoring by the contracting body; amend KRS 45A.705 to clarify that the statute applies to constitutional officers and all executive branch agencies; amend KRS 45A.717 to give the secretary of Finance and Administration the decision-making authority to settle matters for which a legal personal service contract has been awarded; and amend KRS 154A.120 to conform.

Senate Committee Amendment 1 Make title amendment.

House Floor Amendment 1 Delete original provisions; provide that the KERS employer contribution rate shall be 49.47% of pay in FY 2019-2020 for Regional Mental Health Programs, Local and District Health Departments, domestic violence shelters, rape crisis centers, child advocacy centers, state-supported universities and community colleges, and any other agency eligible to voluntarily cease participating in the Kentucky Employees Retirement System pursuant to KRS 61.522.

House Floor Amendment 2 Make title amendment.

12/28/18	Prefiled by the sponsor(s)
01/08/19	introduced in Senate
	to State & Local Government (S)
02/20/19	reported favorably, 1st reading, to Calendar with Committee Substitute (1) and
	committee amendment (1-title)
02/21/19	2nd reading, to Rules
02/22/19	posted for passage in the Regular Orders of the Day for Monday, February 25,
	2019
02/25/19	3rd reading, passed 23-9 with Committee Substitute (1) and committee
	amendment (1-title)
02/26/19	received in House
02/27/19	to State Government (H)
03/04/19	posted in committee
03/06/19	reported favorably, 1st reading, to Calendar
03/07/19	2nd reading, to Rules
	posted for passage in the Regular Orders of the Day for Tuesday, March 12, 2019
03/14/19	floor amendments (1) and (2-title) filed
	3rd reading, passed 93-0 with floor amendments (1) and (2-title)
	received in Senate

4. SB 98 M. Wilson, M. Wise, R. Girdler, J. Turner

Create a new section of KRS 164.740 to 164.7891 to establish the Work Ready Kentucky Scholarship; require the Kentucky Higher Education Assistance Authority to administer the scholarship; define eligibility requirements for the scholarship; define the scholarship award amount; require the authority to prepare an annual report on the scholarship in collaboration with the Office for Education and Workforce Statistics; create the Work Ready Kentucky Scholarship fund; confirm Executive Order 2018-571; APPROPRIATION.

<u>House Floor Amendment 1</u> Delete applied science eligibility requirement for associate degrees.

<u>House Floor Amendment 2</u> Amend SB 98/GA to extend eligibility for the Work Ready Kentucky Scholarship Program to include persons lawfully admitted to the United States.

House Floor Amendment 3 Amend KRS 141.019 to increase the pension income exclusion from \$31,110 to \$41,110.

House Floor Amendment 4 Make title amendment.

02/05/19	introduced in Senate
02/03/19	to Education (S)
02/03/19	taken from Education (S)
02/13/13	1st reading
	returned to Education (S)
02/14/19	reported favorably, 2nd reading, to Rules
	•
02/15/19	posted for passage in the Regular Orders of the Day for Tuesday, February 19, 2019
02/19/19	3rd reading, passed 36-0
02/20/19	received in House
02/21/19	to Education (H)
02/28/19	floor amendment (1) filed
03/01/19	posted in committee
03/04/19	taken from Education (H)
	1st reading
	returned to Education (H)
03/05/19	reported favorably, 2nd reading, to Rules
	floor amendment (2) filed
03/06/19	posted for passage in the Regular Orders of the Day for Thursday, March 7, 2019
03/14/19	floor amendments (3) and (4-title) filed
	3rd reading, passed 85-0
	enrolled, signed by Speaker of the House
	received in Senate
	enrolled, signed by President of the Senate
	chronica, signica by i resident of the senate

5. SB 105 M. McGarvey, J. Adams

Propose to amend Section 226 of the Constitution of Kentucky to authorize the General Assembly to define, permit, oversee, and regulate all forms of otherwise permissible gaming; provide for the oversight and control of gaming by an administrative body funded by license fees and taxes levied on gaming; prior to July 2040, require 100% of gaming proceeds, in excess of the amount used to pay for an oversight administrative body of gaming, to go to the retirement systems; provide ballot language; submit to voters for ratification or rejection.

02/05/19	introduced in Senate
02/08/19	to State & Local Government (S)

6. SB 158 W. Westerfield

Amend KRS 61.637 to allow a mayor or member of a city legislative body who does not have service credit in the County Employees Retirement System (CERS) for his or her service to the city to retire and draw benefits from CERS for other covered employment without resigning from his or her position as mayor or member of a city legislative body; make technical amendments to conform to recent court decision; amend KRS 78.540 to provide that a mayor or member of a city legislative body who has been required to participate in CERS due to other covered employment, or because of failure to make an election not to participate, may elect to not participate in CERS for service as mayor or member of the city legislative body and to receive a refund of contributions for his or her service as a mayor or member of a city legislative body; EMERGENCY.

02/08/19 introduced in Senate

02/11/19 to State & Local Government (S)

7. SB 162 <u>D. Carroll</u>

Amend KRS 158.441 to define "Kentucky State Police school resource officer," "school activities," and "school property"; create a new section of Chapter 158 specify to the requirements of employment of a KSPSRO by a school district; amend KRS 61.637 to exempt an employer from paying contributions on a retiree employed as a school security officer.

House Committee Substitute 1 Amend KRS 158.441 to define "Kentucky State Police school resource officer," "school activities," and "school property"; create a new section of Chapter 158 to specify the requirements of employment of a KSPSRO by a school district; create a new section of KRS Chapter 162 to prohibit the chief state school officer from approving building plans and specifications that do not provide for at least two water bottle filling stations in each school, at least one drinking fountain or water bottle filling station on each floor and wing of each school building, and at least one drinking fountain or water bottle filling station for every 75 students; establish minimum requirements for drinking fountains and water bottle filling stations; EMERGENCY.

House Committee Amendment 1 Make title amendment.

02/11/19	introduced in Senate
02/13/19	to Education (S)
02/21/19	reported favorably, 1st reading, to Calendar
02/22/19	2nd reading, to Rules
02/26/19	posted for passage in the Regular Orders of the Day for Tuesday, February 26,
	2019
	3rd reading, passed 36-0
	received in House
02/27/19	to Education (H)
03/01/19	posted in committee
03/12/19	reported favorably, 1st reading, to Calendar with Committee Substitute (1) and
	committee amendment (1-title)
03/14/19	floor amendment (1) filed to Committee Substitute
	3rd reading, passed 77-14 with Committee Substitute (1), floor amendment (1)
	and committee amendment (1-title)
	received in Senate

8. SB 168 <u>T. Buford</u>

Amend KRS 21.540, 61.661, and 161.585 to require the Judicial Form Retirement System, the Kentucky Retirement Systems, and the Teachers' Retirement System to disclose upon request the names, status, projected or actual benefit payments, and other retirement information of any member, inactive member, or retiree of a retirement system or plan; EFFECTIVE January 1, 2020.

02/12/19	introduced in Senate
02/14/19	to State & Local Government (S)
02/22/19	taken from State & Local Government (S)
	1st reading
	returned to State & Local Government (S)
02/25/19	taken from State & Local Government (S)
	2nd reading
	returned to State & Local Government (S)

9. SB 205 <u>C. McDaniel</u>

Amend KRS 625.041, relating to the appointment of guardian ad litems, to make a technical correction.

Senate Committee Substitute 1 Delete original provision; create new sections of KRS Chapter 42 to create the Office of Child and Family Advocacy, the Child and Family Advocacy Commission, and the child and family advocate position to provide a state-sponsored and controlled system for guardians ad litem and court-appointed counsel; amend KRS 61.510, definitions for the Kentucky Employees Retirement System, to specify that "employee" does not include employees of the Office of Child and Family Advocacy; amend KRS 209.110, 387.305, and 620.100 to increase the guardian ad litem fee to \$500; amend various statutes to conform; Sections 8 to 28 EFFECTIVE January 1, 2020; APPROPRIATION.

<u>Senate Committee Amendment 1</u> Make title amendment.

<u>Senate Floor Amendment 1</u> Move the Office of Child and Family Advocacy from the Finance and Administration Cabinet to the Justice and Public Safety Cabinet.

<u>Senate Floor Amendment 2</u> Require the Justice and Public Safety Cabinet to pay guardian ad litem and court-appointed counsel fees; clarify that courts may appoint court-appointed counsel for minors and certain indigent parents; make conforming changes to KRS 199.502, 202B.210, 202B.250, 620.100, 625.0405, and 625.080.

02/14/19	introduced in Senate
02/19/19	to Health & Welfare (S)
02/20/19	reported favorably, 1st reading, to Calendar with Committee Substitute (1) and committee amendment (1-title)
	floor amendment (1) filed to Committee Substitute
02/21/19	2nd reading, to Rules
02/22/19	posted for passage in the Regular Orders of the Day for Friday, February 22, 2019 passed over and retained in the Orders of the Day
	floor amendment (2) filed to Committee Substitute
02/25/19	3rd reading, passed 23-12 with Committee Substitute (1), floor amendments (1) and (2), and committee amendment (1-title)
02/26/19	received in House
02/27/19	to Judiciary (H)

10. SR 206 R. Alvarado

Confirm the reappointment of John Edward Chilton to the Board of Trustees of the Kentucky Retirement Systems for a term expiring June 17, 2022.

03/14/19 introduced in Senate

11. SR 207 <u>R. Alvarado</u>

Confirm the reappointment of David Lee Harris to the Board of Trustees of the Kentucky Retirement Systems for a term expiring June 17, 2022.

03/14/19 introduced in Senate

HOUSE

1. HB 12 <u>D. Keene, T. Burch, J. Donohue, A. Gentry, J. Glenn, D. Graham, K. Hinkle, D. Schamore, B. Wheatley</u>

Create a new section of KRS Chapter 154A to require the Kentucky Lottery Corporation to institute a sports wagering system; amend KRS 154A.010 to define "collegiate sports contest," "net sports wagering receipts," "professional sports contest," and "sports wagering"; amend KRS 154A.030 to prohibit owners of professional sports teams from serving on the board; amend KRS 154A.050 and 154A.060 to include sports wagering; amend 154A.063 to allow the corporation to accept wagers on collegiate and professional sports contests; amend KRS 154A.065 to prohibit sports wagers on horse racing; amend KRS 154A.070 to include sports wagering; amend KRS 154A.090 to include sports wagering retailers; amend KRS 154A.110 to prohibit sales of sports wagers to persons under 18 years of age, provide for the allocation of unclaimed sports wager prize money, and restrict owners, coaches players, and others involved in a sporting contest from placing sports wagers; create new sections of KRS Chapter 154A to permit sports wagering at lottery retailers, horse racing tracks, and simulcast facilities; require the corporation to promulgate administrative regulations needed to establish and oversee sports wagering

and prohibit participants in sporting events from placing wagers on games in which they are participating; create new sections of KRS Chapter 154A to establish the sports wagering distribution trust fund and a problem gambling awareness and treatment fund and limit uses of the sports wagering revenue to administrative costs, problem gambler treatment funding, and pension system funding; amend KRS 154A.120 to include sports wagering; amend KRS 154A.130 to exempt sports wagering receipts and specify that sports wagering receipts shall be deposited in the sports wagering distribution trust fund; amend KRS 154A.400 and 154A.410 to include sports wagering; amend KRS 154A.420 to include sports wagering and allow the corporation to require a retailer to establish a separate sports wagering; amend KRS 154A.440 to require retailers to accept sports wagers only at the location listed on their contract; amend KRS 154A.600 and 154A.650 to include sports wagering; amend KRS 154A.990 to establish penalties for selling a sports wager to anyone under 18 years of age, to establish the crime of tampering with the outcome of a sporting event, to prohibit participants from wagering on a sporting event, and establish penalties; APPROPRIATION.

09/07/18 Prefiled by the sponsor(s).
01/08/19 introduced in House
01/10/19 to Appropriations & Revenue (H)

2. HB 15 J. Blanton, D. Bentley, R. Brenda, C. Fugate, R. Goforth, D. Hale, C. Howard, R. Palumbo, P. Pratt, M. Prunty, S. Riley, R. Rothenburger, A. Tackett Laferty, W. Thomas, S. Westrom, B. Wheatley

Amend KRS 141.019 to increase the pension income exclusion from \$31,110 to \$41,110; declare this Act to apply retroactively for taxable years beginning on or after January 1, 2018; require the Department of Revenue to automatically issue refunds; APPROPRIATION; EMERGENCY.

09/20/18 Prefiled by the sponsor(s).
01/08/19 introduced in House
01/10/19 to Appropriations & Revenue (H)

3. HB 55 <u>J. Miller</u>, <u>P. Pratt</u>

Amend KRS 61.637 to provide that if an elected official participating in one of the systems administered by Kentucky Retirement Systems retires and is elected to the same office within 12 months of retiring, his or her retirement shall be voided.

10/15/18 01/08/19 01/10/19 02/05/19 02/07/19	Prefiled by the sponsor(s). introduced in House to State Government (H) posted in committee reported favorably, 1st reading, to Consent Calendar
02/08/19	2nd reading, to Rules
	posted for passage in the Consent Orders of the Day for Monday, February 11, 2019
02/11/19	3rd reading, passed 95-1
02/12/19	received in Senate
02/14/19	to State & Local Government (S)
03/12/19	taken from State & Local Government (S)
	1st reading
	returned to State & Local Government (S)
03/13/19	reported favorably, 2nd reading, to Rules as a consent bill
03/14/19	posted for passage in the Consent Orders of the Day for Thursday, March 14, 2019
	3rd reading, passed 37-0
	received in House
	enrolled, signed by Speaker of the House
	enrolled, signed by President of the Senate
	delivered to Governor

Vote History

4. HB 56 R. Goforth

Amend KRS 78.625 and 61.675 to require the Kentucky Retirement Systems to notify state and local employers and employees if retirement contributions are not timely made, to list the potential consequences that may result, and to post on the systems' Web site the employer's name and the amount of delinquent contributions.

10/05/18 Prefiled by the sponsor(s). 01/08/19 introduced in House 01/10/19 to State Government (H)

5. HB 58 R. Huff, R. Brenda, K. Flood, D. Frazier, J. Graviss, M. Hart, S. Lewis, R. Palumbo, P. Pratt, B. Reed, S. Riley, D. Schamore, C. Stevenson, W. Thomas

Amend KRS 141.019 to increase the pension income exclusion from \$31,110 to \$41,110; apply retroactively for taxable years beginning on or after January 1, 2018; require the Department of Revenue to automatically issue refunds; APPROPRIATION; EMERGENCY.

09/13/18	Prefiled by the sponsor(s).
01/08/19	introduced in House
01/10/19	to Appropriations & Revenue (H)
03/01/19	posted in committee
03/05/19	reported favorably, 1st reading, to Calendar
03/06/19	2nd reading, to Rules
	posted for passage in the Regular Orders of the Day for Thursday, March 7, 2019
03/13/19	3rd reading, passed 94-0
03/14/19	received in Senate
	to Appropriations & Revenue (S)

KENTUCKY RETIREMENT SYSTEMS HOUSEKEEPING BILL:

6. HB 80 <u>J. Miller</u>

Amend KRS 61.645 to allow the Kentucky Retirement Systems board to promulgate administrative regulation to conduct trustee elections by electronic ballot; retain option to use paper ballot; delete language relating to prior court orders that are now moot. Synchronize the election of the trustees from the County Employees Retirement System during 2021.

House Floor Amendment 1 Amend KRS 78.625 and 61.675 to grant the Kentucky Retirement Systems the option, rather than the requirement, to pursue penalties for a participating agency's failure to timely file all contributions and reports.

House Floor Amendment 2 Retain original provisions; Amend KRS 61.702 to provide that the one percent employee contribution for retiree health for employees who began participating on or after September 1, 2008, may be deposited into the 115 trust for retiree health under KRS 61.701.

11/26/18	Prefiled by the sponsor(s).
01/08/19	introduced in House
01/10/19	to State Government (H)
02/05/19	posted in committee
02/07/19	reported favorably, 1st reading, to Calendar
02/08/19	2nd reading, to Rules
02/12/19	posted for passage in the Regular Orders of the Day for Wednesday, February 13, 2019
	floor amendments (1) and (2) filed
02/13/19	3rd reading, passed 93-5 with floor amendments (1) and (2)
02/14/19	received in Senate
02/19/19	to State & Local Government (S)
03/12/19	taken from State & Local Government (S)
	1st reading
	returned to State & Local Government (S)
03/13/14	reported favorably, 2nd reading, to Rules as a consent bill
03/14/19	posted for passage in the Consent Orders of the Day for Thursday, March 14, 2019
	3rd reading, passed 36-1
	received in House

enrolled, signed by Speaker of the House enrolled, signed by President of the Senate delivered to Governor

Vote History

7. HB 126 L. Willner, R. Adkins, T. Bojanowski, C. Booker, T. Branham Clark, G. Brown Jr, T. Burch, M. Cantrell, A. Gentry, J. Glenn, J. Graviss, C. Harris, K. Hinkle, C. Howard, N. Kulkarni, M. Marzian, R. Meeks, R. Meyer, P. Minter, R. Palumbo, J. Raymond, D. Schamore, A. Scott, M. Sorolis, C. Stevenson, A. Tackett Laferty, B. Wheatley

Amend KRS 21.540, 61.650, and 161.430 to require the state-administered retirement systems to follow the state Model Procurement Code when contracting for investment management services; amend KRS 61.645 to grant the Attorney General concurrent jurisdiction to investigate and prosecute violations of the ethical and fiduciary duties of trustees and investment managers for the Kentucky Retirement Systems; amend KRS 161.250 to grant the Attorney General concurrent jurisdiction to investigate and prosecute violations of the ethical and fiduciary duties of trustees and investment managers for the Teachers' Retirement System; amend KRS 61.990 and 161.990 to provide that a knowing violation of the ethical and fiduciary duties of trustees and investment managers for the Kentucky Retirement Systems and the Teachers' Retirement System shall be a Class D felony.

01/08/19 introduced in House 01/10/19 to State Government (H)

8. HB 268 <u>S. Rudy</u>

Amend KRS 48.050, relating to submission of budget unit requests, to require submission of requests by November 1, rather than November 15.

House Committee Substitute 1 Appropriate General Fund moneys in fiscal year 2019-2020 to the Tourism, Arts and Heritage Cabinet, Department of Parks, for new debt service to support new bonds for Phase I of Revitalization and Improvements of Kentucky State Parks capital projects; provide that it is the intent of the 2019 General Assembly to appropriate to the Tourism, Arts and Heritage Cabinet, Department of Parks, an additional \$50,000,000 in Bond Funds in each fiscal year of the 2020-2022 biennium for Phases II and III of Revitalization and Improvements of Kentucky State Parks capital projects; appropriate General Fund moneys in fiscal year 2019-2020 to the Economic Development Cabinet for new debt service to support new bonds for the Economic Development Bond Program - 2020 capital project; provide that the Local Tourism Grant Program shall support museums in addition to local theater programs; set the employer contribution rate in fiscal year 2019-2020 for nonhazardous duty employees participating in the Kentucky Employees Retirement System who are employed by Mental Health/Mental Retardation Boards, Local and District Health Departments, domestic violence shelters, rape crisis centers, child advocacy centers, state-supported universities and community colleges, and any other agency eligible to voluntarily cease participating in the Kentucky Employees Retirement System pursuant to KRS 61.522; appropriate General Fund moneys in fiscal year 2018-2019 to Kentucky State University to fund the state match payments required of land-grant universities under federal law; allow Kentucky State University to dispose of real property and improvements that will become surplus to its needs and retain the proceeds from any sale; appropriate to the Kentucky Community and Technical College System additional General Fund moneys in fiscal year 2019-2020 which shall be directed to Somerset Community College for expansion of the Workforce and Economic Development Program; appropriate to the University of Kentucky General Fund moneys in fiscal year 2019-2020 for the advanced manufacturing initiative and a building renovation capital project for an aging and dementia research facility; appropriate to the University of Louisville General Fund moneys in fiscal year 2019-2020 for the Multidisciplinary Institute for Robotics and Advanced Manufacturing; APPROPRIATION; EMERGENCY.

House Committee Amendment 1 Make title amendment.

House Floor Amendment 1 Stipulate that appropriations authorized in this Act shall be paid from the General Fund Surplus Account or the Budget Reserve Trust Fund Account;

APPROPRIATION.

Senate Committee Substitute 1 Authorize Kentucky State University to expend Restricted Funds in the amount of \$290,000 in fiscal year 2018-2019 to fund the state match payments required of land-grant universities under federal law; APPROPRIATION; EMERGENCY.

<u>Conference Committee Report 1</u> Do not agree.

Free Conference Committee Report 1 Remove original provisions and amend the 2018-2020 state/executive branch budget as follows: Local Government Economic Assistance Fund -Jefferson County Mineral Severance: Direct all funds distributed to Jefferson County in accordance with KRS 42.470(2)(a) to be distributed by the Department for Local Government directly to the Waterfront Botanical Gardens in each fiscal year; Area Development Fund: Delete provision stipulating that Joint Funding Agreement grants from the Community Economic Development Block Grant Program and the Appalachian Regional Commission shall be matched on a dollar-for-dollar basis; Economic Development: Increase fiscal year 2019-2020 General Fund appropriation to \$26,666,800, insert debt service provision, and authorize Economic Development Bond Program - 2020 capital project; Department of Education -Operations and Support Services: Amend provision related to school technology to include General Fund moneys in the amount of \$1,750,000 in each fiscal year for the Kentucky Dataseam Initiative for the purposes of enhancing education technology in local school districts and stipulate that the Secretary of the Finance and Administration Cabinet shall provide exclusive approval and oversight of all contracts related to the program; Natural Resources: Insert provision related to Restricted Funds uses to specify that funds may be expended for the purposes detailed in KRS 353.562; Criminal Justice Training: Insert provision directing Restricted Funds in the amount of \$1,012,700 in fiscal year 2019-2020 to be transferred to the Department of Kentucky State Police for debt service to support bonds authorized for the Two-Way Radio System Replacement, Phase I capital project; State Police: Increase fiscal year 2019-2020 Restricted Funds appropriation to \$32,370,500, insert provision related to a Restricted

Funds transfer from the Department of Criminal Justice Training for the Two-Way Radio System Replacement, Phase I capital project, and stipulate that the Finance and Administration Cabinet shall provide \$112,500 in Restricted Funds support for the Two-Way Radio System Replacement, Phase I capital project; Council on Postsecondary Education (CPE): Allow a postsecondary institution's governing board to elect to sell or dispose of personal property, real property, or major items of equipment; stipulate that the sale or disposal shall be subject to review by CPE and shall be reported to the Capital Projects and Bond Oversight Committee; provide that proceeds from the sale be designated to funding sources used for acquisition of the equipment or property to be sold; and direct CPE to provide a recommendation to establish a process for the sale or disposal of all property owned by postsecondary institutions to the Interim Joint Committee on Appropriations and Revenue; Kentucky State University: Increase fiscal year 2018-2019 General Fund appropriation to \$25,749,000 in order to increase the amount provided for funding the state match payments required of land-grant universities under federal law; Tourism, Arts and Heritage Cabinet - Secretary: Amend tourism grant provision to include museums; State Parks: Appropriate to the Department of Parks additional General Fund moneys in the amount of \$2,121,000 in fiscal year 2019-2020 for debt service to support bonds for Phase I of Revitalization and Improvements of Kentucky State Parks capital projects and authorize those projects; Budget Reserve Trust Fund: Adjust appropriations in each fiscal year; APPROPRIATION; EMERGENCY.

introduced in House
to Appropriations & Revenue (H)
posted in committee
reported favorably, 1st reading, to Calendar with Committee Substitute (1) and committee amendment (1-title)
2nd reading, to Rules
posted for passage in the Regular Orders of the Day for Thursday, February 21,
2019
floor amendment (1) filed to Committee Substitute
3rd reading, passed 93-6 with Committee Substitute (1), floor amendment (1)
and committee amendment (1-title)
received in Senate
to Appropriations & Revenue (S)
taken from Appropriations & Revenue (S)

1st reading returned to Appropriations & Revenue (S) 03/01/19 taken from Appropriations & Revenue (S) 2nd reading returned to Appropriations & Revenue (S) 03/05/19 reported favorably, to Rules with Committee Substitute (1) posted for passage in the Regular Orders of the Day for Tuesday, March 5, 2019 3rd reading, passed 35-1 with Committee Substitute (1) 03/06/19 received in House to Rules (H) 03/07/19 taken from Rules posted for passage for concurrence in Senate Committee Substitute (1) House refused to concur in Senate Committee Substitute (1) received in Senate posted for passage for receding from Senate Committee Substitute (1) Senate refused to recede from Committee Substitute (1) Conference Committee appointed in House and Senate 03/13/19 **Conference Committee report filed in House and Senate Conference Committee report adopted in House and Senate** Free Conference Committee appointed in House and Senate 03/14/19 Free Conference Committee report filed in House and Senate posted for passage for consideration of Free Conference Report on Thursday, March 14, 2019 **Free Conference Committee report adopted in Senate** passed 36-0 with FCCR (1) received in House to Rules (H) taken from Rules posted for passage for consideration of Free Conference Committee Report Free Conference Committee report adopted in House passed 76-20 with FCCR (1) enrolled, signed by Speaker of the House enrolled, signed by President of the Senate delivered to Governor

9. HB 175 A. Koenig, A. Gentry, M. Dossett, K. Flood, M. Koch, D. Lewis, C. Massey, C. McCoy, J. Miller, K. Moser, J. Nemes, S. Santoro, D. Schamore, J. Sims Jr, D. St. Onge, B. Wheatley

Establish KRS Chapter 239 and create new sections to define "adjusted gross revenue," "beginner," "cabinet," "commission," "confidential information," "entry fee," "fantasy contest,"

"fantasy contest operator, or operator," "fantasy contest participant, or participant," "highly experienced player," "immediate family," "location percentage," "person," "principal stockholder," "registered fantasy contest operator," "script," "secretary," and "wager"; establish requirements for registration as a fantasy contest operator; require the cabinet to promulgate administrative regulations for the operation of fantasy contests; establish the wagering administration fund and direct the uses of that fund; establish the Kentucky problem gamblers assistance account and direct the uses of that fund; require an annual audit of fantasy contest registrants; establish requirements for fantasy contest procedures; amend KRS 230.210 to define sports wagering; create a new section of KRS Chapter 230 to require the racing commission to institute a system of sports wagering at tracks and other specified locations; create a new section of KRS Chapter 230 to limit the types of events upon which wagers may be placed; amend KRS 230.215 to declare the intent to allow citizens to enjoy sports wagering and allow the racing commission to promulgate administrative regulations prescribing conditions under which sports wagering is to be conducted; amend KRS 230.225, KRS 230.240, and KRS 230.260 to include sports wagering; create a new section of KRS Chapter 230 to establish sports wagering licensure requirements; amend KRS 230.320 to conform; amend KRS 230.361 to include sports wagering; amend KRS 230.3615 to conform; create a new section of KRS Chapter 138 to define "adjusted gross income" and impose a tax on sports wagering; amend KRS 230.362, KRS 230.363, KRS 230.364, KRS 230.365, KRS 230.366, KRS 230.369, KRS 230.371, KRS 230.372, KRS 230.373, KRS 230.374; and KRS 230.750 to conform; create a new section of KRS Chapter 230 to prohibit participants from wagering on events in which they participate and to prohibit tampering with the outcome of a sporting event; amend KRS 230.990 to provide penalties for participants who wager on sporting events and tampering with the outcome of a sporting event; amend KRS Chapter 154A.010 to define "net poker revenue," "online poker," and "rake"; amend KRS 154A.050 and KRS 154A.060 to include conducting online poker games; amend KRS 154A.063 to delete restriction on playing cards; amend KRS 154A.070 to include online poker; amend 154A.110 to prohibit anyone under 18 from placing a wager through an online poker game; amend KRS 154A.120 to include online poker; create a new section of KRS Chapter 154A to require licensure for online poker, require the Lottery Corporation to

promulgate requirements for providers through administrative regulations, establish licensing fees, and impose a gaming fee on providers; establish a new section of KRS Chapter 154A to establish the Kentucky lottery corporation online poker account and provide for the uses of the funds deposited therein; amend KRS 154A.600 to include online poker; amend KRS 243.500 to exempt sports wagering and online poker; amend KRS 525.090 to exempt sports wagering; amend KRS 528.010 to exempt fantasy sports, sports wagering, and online poker and the devices used in the conduct of those forms of wagering; amend KRS 528.020, KRS 528.070, and KRS 528.080 to exempt fantasy sports, sports wagering, and online poker.

Retain original provisions, amend Section 1 to require any fantasy contest to comply with federal law; amend Section 8 to revise the definition of "professional sports venue," and to require sports wagering to be conducted in conformance with federal law; amend Section 10 to clarify that bets can be taken on in-state events, but not on sports events involving a Kentucky college team, allow betting on actions within a sporting event, but not allow betting on random events not integral to the course of play, remove the provision to allow wagers on nonsports events like the Oscars; amend Section 15 to reduce the initial licensing fee for sports wagering to \$500,000; amend Section 19 to clarify the tax on sports wagers made at horse race tracks; amend Section 36 to remove the prohibition on lottery games being played where winners are based on the outcome of a sports event; amend Section 41 to ensure that online poker games are conducted in conformance with federal law, that proposed vendors have not previously violated the Unlawful Internet Gambling Enforcement Act, and that licensure does not absolve a person from liability incurred due to litigation with the Commonwealth over internet poker domain names; add a severability clause.

House Floor Amendment 1 Retain original provisions; amend Section 10 to require consultation with the sanctioning league or association when determining actions within a sports event upon which wagers may be placed; amend Section 12 to require the commission to develop a program to share data with sports leagues.

02/05/19 introduced in House 02/06/19 to Licensing, Occupations, & Admin Regs (H)

02/08/19	posted in committee
02/20/19	reported favorably, 1st reading, to Calendar with Committee Substitute (1)
02/21/19	2nd reading, to Rules
02/22/19	posted for passage in the Regular Orders of the Day for Monday, February 25,
	2019
03/05/19	floor amendment (1) filed to Committee Substitute

10. HB 186 P. Pratt

Create a new section of KRS 6.145 to 6.237 to allow individuals who become members of the General Assembly on or after August 1, 2019, to make a one-time irrevocable election to not participate in the Legislators' Retirement Plan or the Kentucky Employees Retirement System for their service to the General Assembly; allow members of the General Assembly who began contributing to the Legislators' Retirement Plan or the Kentucky Employees Retirement System on or after December 31, 2014, but prior to August 1, 2019, to make a one-time irrevocable election by December 31, 2019, to discontinue participation in the Legislators' Retirement Plan or the Kentucky Employees Retirement System for their service to the General Assembly and receive a refund of accumulated contributions; provide that the election to not participate or discontinue participation in the Legislators' Retirement Plan or the Kentucky Employees Retirement System applies to all future service of the General Assembly; amend KRS 6.505, 61.510, and 61.525 to make technical and conforming changes.

02/05/19	introduced in House
02/06/19	to State Government (H)
02/11/19	posted in committee

11. HB 188 D. Keene

Create a noncodified section to relate legislative findings about cannabis; create new sections of KRS Chapter 260 to establish the Office of Cannabis Control within the Department of

Agriculture; to prohibit the production, storage, sale, or transport of cannabis unless licensed by this Act; to specify the application requirements for cannabis producers, storage licensees, and transporters; to specify the rights granted by each license type; and to establish fees for initial licensing and license renewal; create a new section of KRS Chapter 138 to establish an excise tax for the production of cannabis; establish a new section of KRS Chapter 260 to establish the cannabis distribution trust fund and appropriate moneys from the fund for operating expenses of the Office of Cannabis Control and supplementing employer contributions to specified retirement systems; amend KRS 246.030 to establish the Office of Cannabis Control within the Department of Agriculture; create a noncodified section to name the Act, "The Free Market Access for Cannabis Entrepreneurs Act of 2019"; APPROPRIATION.

02/05/19 introduced in House 02/06/19 to Appropriations & Revenue (H)

12. HB 190 <u>D. Keene, C. Booker, T. Burch, J. Donohue, A. Gentry, D. Graham, J. Jenkins, C. Miller, D. Schamore, B. Wheatley</u>

Create a new section of KRS Chapter 154A to state the findings of the General Assembly; amend KRS 154A.010 to define, "authorizing location," "casino," "county," "county legislative body," "department," "full casino gaming," "gaming licensee," "gross gaming revenue," "handle," "licensee," "limited casino gaming," and "principal"; amend KRS 154A.030 to expand the Lottery Corporation board membership and duties; amend KRS 154A.040 to include casino licensees; amend 154A.063 to remove prohibition against casino gaming; create new sections of KRS Chapter 154A to require a local option election in any precinct wanting to host a casino; describe the duties of the county clerk and sheriff in a casino gaming local option election; state requirements for local option elections held on a day other than a regular election day; require the corporation to advertise an invitation to bid for casinos; require the corporation to evaluate all proposals for full casinos; establish initial licensing fees for full casinos at \$50 million with an initial licensing period of ten years and annual renewal thereafter at \$6 million per year; permit

limited casino gaming at horse racing tracks licensed under KRS Chapter 230; establish requirements for limited casinos; establish requirements for any track holding a limited casino license; establish requirements for principals of any corporation granted a casino license; create license application requirements for casino, manufacturer's, or supplier's licenses; prohibit anyone not licensed from selling, leasing, or otherwise furnishing gaming supplies; prohibit anyone under the age of 21 from participating in casino gaming; require the Lottery Corporation to determine occupations related to casino gaming that require licensure and establish criteria for occupational licensing; permit the corporation to initiate disciplinary action against applicants and license holders; establish an appeal process; create new sections of KRS Chapter 138 to establish wagering and admissions taxes to be remitted by gaming licensees and full and limited casinos; create new sections of KRS Chapter 154A to establish the casino gaming revenue distribution trust fund and limit that money to the benefit of the state retirement systems for the first ten years; establish the regional tourism and infrastructure development fund and provide criteria for projects seeking money from the fund; waive 15 U.S.C. secs. 1172, 1173, and 1174 for devices authorized by this Act; require the corporation to promulgate administrative regulations to define and limit games and devices permitted for gaming in casinos; provide guidelines for exclusion or ejection of certain persons; define "cheat" and provide penalties for those who cheat at casino games; amend KRS 243.500 to exempt limited or full casino gaming; amend KRS 525.090 to exempt persons engaged in casino gaming; amend KRS 528.010 to exempt gambling activity and devices licensed under KRS Chapter 154A; amend KRS 528.020 to conform; amend KRS 528.070 to exempt activity licensed under KRS Chapter 154A; amend KRS 528.080 to exempt those with the appropriate license required under KRS Chapter 154A; amend KRS 528.100 to exempt limited or full casino gaming licensed under KRS Chapter 154A; APPROPRIATION; EFFECTIVE DATE DELAYED.

02/05/19 introduced in House

02/06/19 to Appropriations & Revenue (H)

13. HB 229 D. Frazier, J. Blanton, C. Freeland

Amend KRS 16.601 and 61.621 to provide that payments to the surviving spouse of a member of the state-administered retirement systems who dies in the line of duty shall not be reduced upon remarriage; provide that surviving spouses of a member who died in the line of duty who subsequently remarried shall have their benefit increased to the amount specified by KRS 16.601 and 61.621.

02/05/19 introduced in House 02/06/19 to State Government (H)

14. HB 230 <u>J. Graviss</u>

Amend KRS 61.645 to require the Kentucky Retirement Systems (KRS) to follow the state Model Procurement Code when contracting for investment management services; provide that, in addition to removal upon a conviction of a felony or violation of the Executive Branch Ethics Code, a KRS board member shall also be removed for a violation of fiduciary duties or conflict of interest; provide that a KRS board member shall not be considered as acting in good faith if he or she fails to disclose a conflict of interest; grant the Attorney General concurrent jurisdiction to investigate and prosecute violations of the ethical and fiduciary duties of trustees and investment managers for the Kentucky Retirement Systems; specify investment fee and commission reporting to include underlying fund of funds fees; require investment managers failing to disclose investment holdings, fees, and commissions to forfeit any fees or commission paid by KRS; subject investment contracts made by the Kentucky Retirement System to full public disclosure; amend KRS 61.650 to require investment managers to formally adopt the CFA Institute's codes of conduct; require that failure to adhere to the CFA Institute's codes of conduct shall result in the forfeiture of any fees or commissions paid by the Kentucky Retirement Systems; make conforming amendments; amend KRS 61.655 to repeal, reenact, and amend conflict-of-interest provisions to prohibit a trustee and employees of the Kentucky Retirement Systems from having a contractual agreement with or interest in any entities

providing services to the systems and from receiving, directly or indirectly, any interest, fees, or profit from entities that provide services to the Kentucky Retirement Systems; require trustees and employees of the Kentucky Retirement Systems to file annual conflict-of-interest statements with the Kentucky Retirement Systems beginning on August 1, 2019; amend KRS 61.990 to provide that a knowing violation of the ethical and fiduciary duties of trustees and investment managers for the Kentucky Retirement Systems is a Class D felony.

02/05/19 introduced in House 02/06/19 to State Government (H)

15. HB 290 <u>J. Petrie</u>

Amend KRS 61.637 to allow a mayor or member of a city legislative body who does not have service credit in the County Employees Retirement System (CERS) for his or her service to the city to retire and draw benefits from CERS for other covered employment without resigning from his or her position as mayor or member of a city legislative body; make technical amendments to conform to recent court decision; amend KRS 78.540 to provide that a mayor or member of a city legislative body who has been required to participate in CERS due to other covered employment, or because of failure to make an election not to participate, may elect to not participate in CERS for service as mayor or member of the city legislative body and to receive a refund of contributions for his or her service as a mayor or member of a city legislative body; EMERGENCY.

02/08/19 introduced in House 02/11/19 to Local Government (H) posted in committee 16. HB 307 J. Graviss, D. Graham, R. Adkins, T. Bojanowski, C. Booker, T. Branham Clark, G. Brown Jr, M. Cantrell, J. Donohue, A. Gentry, C. Harris, K. Hinkle, C. Howard, J. Jenkins, N. Kulkarni, M. Marzian, R. Meeks, R. Meyer, C. Miller, P. Minter, R. Palumbo, D. Schamore, A. Scott, J. Sims Jr, M. Sorolis, C. Stevenson, S. Westrom, B. Wheatley, R. Wiederstein, L. Willner

Set the employer contribution rate for fiscal year 2019-2020 for pension and health insurance for nonhazardous duty employees participating in the Kentucky Employees Retirement System who are employed by Mental Health/Mental Retardation Boards, Local and District Health Departments, domestic violence shelters, rape crisis centers, child advocacy centers, state-supported universities and community colleges, and any other agency eligible to voluntarily cease participating in the Kentucky Employees Retirement System.

02/11/19 introduced in House 02/12/19 to State Government (H)

17. HB 348 A. Gentry

Propose to amend Section 226 of the Constitution of Kentucky to authorize the General Assembly to define and permit casino gaming; require that proceeds be used to pay for oversight of casino gaming; prior to July 1, 2030, mandate that 100 percent of proceeds in excess of oversight costs go to retirement systems; after July 1, 2030, allow the General Assembly to allocate proceeds after oversight costs.

02/13/19 introduced in House02/14/19 to Elections, Const. Amendments & Intergovernmental Affairs (H)

18. HB 358 J. Tipton, D. Bentley, L. Elkins, D. Frazier, C. Freeland, J. Graviss, M. Hart, A. Koenig, S. Maddox, C. Massey, M. Meredith, R. Meyer, K. Moser, J. Nemes, P. Pratt, M. Prunty, S. Santoro, D. St. Onge, K. Upchurch

Create a new section of KRS 61.510 to 61.705 to provide that postsecondary education institutions may voluntarily cease participation in the Kentucky Employees Retirement System (KERS) by paying the actuarial costs of ceasing participation; require institutions to file request to cease participation by December 31, 2019; define "postsecondary institutions" as Eastern Kentucky University, Kentucky State University, Morehead State University, Murray State University, Northern Kentucky University, Western Kentucky University, the Kentucky Community Technical College System, and the Kentucky Higher Education Student Loan Corporation; set actuarial costs for institutions ceasing participation to assumptions in the 2018 actuarial valuation and provide that the institution may pay off the costs over a period not to exceed 25 years at an interest rate of 5.25% per annum; provide that existing employees of a postsecondary institution ceasing participation may, subject to a favorable private letter ruling, elect to continue participating in the system; amend KRS 61.510, 61.520, 61.525, 61.543, and 61.560 to conform; provide that the KERS employer contribution rate shall be 49.47% of pay in FY 2019-2020 for Regional Mental Health Programs, Local and District Health Departments, domestic violence shelters, rape crisis centers, child advocacy centers, state supported universities and community colleges, and any other agency eligible to voluntarily cease participating in the Kentucky Employees Retirement System pursuant to KRS 61.522; EMERGENCY.

House Committee Substitute 1 Create a new section of KRS 61.510 to 61.705 to provide that postsecondary education institutions may voluntarily cease participation in the Kentucky Employees Retirement System (KERS) by paying the actuarial costs of ceasing participation; require institutions to file request to cease participation by on or after October 31, 2019, but prior to February 1, 2020; define "postsecondary institutions" as Eastern Kentucky University, Kentucky State University, Morehead State University, Murray State University, Northern Kentucky University, Western Kentucky University, the Kentucky Community Technical College

System, and the Kentucky Higher Education Student Loan Corporation; set actuarial costs for institutions ceasing participation to assumptions in the 2019 actuarial valuation and provide that the institution may pay off the costs over a period not to exceed 25 years at an interest rate of 5.25% per annum for pension costs and at a rate of 6.25% for retiree health costs; provide that existing employees of a postsecondary institution ceasing participation may, subject to a favorable private letter ruling, elect to continue participating in the system; amend KRS 61.510, 61.520, 61.525, 61.543, and 61.560 to conform; provide that the KERS employer contribution rate shall be 49.47% of pay in FY 2019-2020 for Regional Mental Health Programs, Local and District Health Departments, domestic violence shelters, rape crisis centers, child advocacy centers, state supported universities and community colleges, and any other agency eligible to voluntarily cease participating in the Kentucky Employees Retirement System pursuant to KRS 61.522; EMERGENCY.

House Floor Amendment 1 Provide that only the new hires of those postsecondary institutions paying the costs of ceasing participation in the Kentucky Employees Retirement System (KERS) shall no longer participate in the system; clarify that provisions apply only to nonhazardous KERS members; make technical corrections; EMERGENCY.

House Floor Amendment 2 Delete provisions allowing postsecondary institutions to voluntarily cease participating in the Kentucky Employees Retirement System (KERS) by paying the actuarial costs; provide that the Public Pension Oversight Board shall study funding and participating issues of quasi-governmental employers in KERS and submit findings by November 27, 2019; require the Kentucky Retirement Systems to request a private letter ruling as to whether a current member of the system may make an election to participate/not participate in the system when the employer is voluntarily ceasing participation; retain provisions that set the KERS employer contribution rate at 49.47% of pay in FY 2019-2020 for Regional Mental Health Programs, Local and District Health Departments, domestic violence shelters, rape crisis centers, child advocacy centers, state supported universities and community colleges, and any other agency eligible to voluntarily cease participating in the Kentucky Employees Retirement System pursuant to KRS 61.522.

House Floor Amendment 3 Delete provisions allowing postsecondary institutions to voluntarily cease participating in the Kentucky Employees Retirement System (KERS) by paying the actuarial costs; provide that the Public Pension Oversight Board shall study funding and participating issues of quasi-governmental employers in KERS and submit findings by November 27, 2019; require the Kentucky Retirement Systems to request a private letter ruling as to whether a current member of the system may make an election to participate/not participate in the system when the employer is voluntarily ceasing participation; retain provisions that set the KERS employer contribution rate at 49.47% of pay in FY 2019-2020 for Regional Mental Health Programs, Local and District Health Departments, domestic violence shelters, rape crisis centers, child advocacy centers, state supported universities and community colleges, and any other agency eligible to voluntarily cease participating in the Kentucky Employees Retirement System pursuant to KRS 61.522.

Senate Committee Substitute 1 Create a new section of KRS 61.510 to 61.705 to provide that postsecondary education institutions may voluntarily cease participation in the Kentucky Employees Retirement System (KERS) by paying the actuarial costs of ceasing participation; require institutions to file request to cease participation on or before December 31, 2019; define "postsecondary institutions" as Eastern Kentucky University, Kentucky State University, Morehead State University, Murray State University, Northern Kentucky University, Western Kentucky University, the Kentucky Community and Technical College System, and the Kentucky Higher Education Student Loan Corporation; set actuarial costs for institutions ceasing participation to assumptions in the 2018 actuarial valuation, except that the assumed rate of return shall not be less than 3% if the institution is paying by installments and 4.5% if the institution is paying by lump-sum; provide that the institution may pay off the costs in installment payments using the contributions paid to KERS in FY 2019-2020 by the institution as a base and increasing that value by 1.5% annually until all costs are paid off; provide that interest on the principal balance for an institution electing to make installment payments shall be 5.25% per annum for pension costs and 6.25% for retiree health costs; provide that all existing Tier I and II employees of a postsecondary institution ceasing participation may elect to continue participating in the system after the institution's effective cessation date up to

specified service/age dates; require institutions that are ceasing participation to provide a defined contribution plan for employees not participating in KERS; create a new section of KRS 61.510 to 61.705 to provide that all quasi-governmental employers shall be required to involuntarily cease participation in the Kentucky Employees Retirement System (KERS) and pay the actuarial costs of ceasing participation unless the agency makes an election to continue participating in KERS on or before December 31, 2019; define "quasi-governmental employers" as postsecondary education institutions, health departments, regional mental health centers, state-administered retirement systems, domestic violence shelters, rape crisis centers, child advocacy centers, and any other agency eligible to cease participation in KERS under KRS 61.522; set actuarial costs for quasi-governmental employers ceasing participation to assumptions in the 2018 actuarial valuation, except that the assumed rate of return shall not be less than 3% if the quasi-governmental employer is paying by installments and 4.5% if the quasi-governmental employer is paying by lump-sum; provide that the quasi-governmental employer may pay off the costs in installment payments using the contributions paid to KERS in FY 2019-2020 by the institution as a base and increasing that value by 1.5% annually until all costs are paid off; provide that interest on the principal balance for quasi-governmental employers electing to make installment payments shall be 3% per annum for pension and retiree health costs; provide that all current and future employees of a quasi-governmental employer who is involuntarily ceasing participation shall not participate in KERS after June 30, 2020, and shall instead participate in the defined contribution plan established by the ceasing employer; amend KRS 18A.225 to provide that employers ceasing participation in in KERS may still participate in the Kentucky Employees Health Plan (KEHP) for their employees; amend KRS 61.510, 61.520, 61.525, 61.543, and 61.560 to conform; provide that the provisions of KRS 6.350 shall not impair the validity of the Act in a court of law; provide that the KERS employer contribution rate shall be 49.47% of pay in FY 2019-2020 for Regional Mental Health Programs, Local and District Health Departments, domestic violence shelters, rape crisis centers, child advocacy centers, state-supported universities and community colleges, and any other agency eligible to voluntarily cease participating in the Kentucky Employees Retirement System pursuant to KRS 61.522; EMERGENCY.

02/13/19	introduced in House
02/14/19	to State Government (H)
02/19/19	taken from State Government (H)
	1st reading
	returned to State Government (H)
	posted in committee
02/21/19	reported favorably, 2nd reading, to Rules with Committee Substitute (1)
02/26/19	posted for passage in the Regular Orders of the Day for Friday, February 22, 2019 floor amendment (1) filed to Committee Substitute
02/27/19	floor amendment (2) filed to Committee Substitute, floor amendment (3) filed to
	bill
	3rd reading, passed 76-21 with Committee Substitute (1) and floor amendment
	(1)
02/28/19	received in Senate
03/04/19	to State & Local Government (S)
03/06/19	taken from State & Local Government (S)
	1st reading
	returned to State & Local Government (S)
03/12/19	reported favorably, 2nd reading, to Rules with Committee Substitute (1)
03/13/19	posted for passage in the Regular Orders of the Day for Wednesday, March 13, 2019
	3rd reading, passed 25-12 with Committee Substitute (1)
	received in House
	to Rules (H)
	posted for passage for concurrence in Senate Committee Substitute (1)
03/14/19	House refused to concur in Senate Committee Substitute (1)
	received in Senate

19. HB 381 <u>J. Blanton</u>

Create a new section of KRS Chapter 164 to define "postsecondary institution" and "police officer"; provide that postsecondary institutions may employ retired police officers provided the officer was a police officer at retirement, retired with at least 20 years of service credit with no administrative charges pending, and met the separation of employment requirements so that retirement benefits from Kentucky Retirement Systems were not voided; provide that retired police officers employed by a postsecondary institution shall continue to receive the benefits they were eligible to receive upon retirement, but shall not accrue any additional

retirement or health benefits during reemployment; provide that retirement and any health contributions shall not be paid by the postsecondary institution to Kentucky Retirement Systems or the Kentucky Employees Health Plan on a retired officer who is reemployed under the section; provide that individuals employed under the section may be employed for a term not to exceed one year, which may be renewed at the discretion and need of the postsecondary institution; limit number reemployed under the program to greater of 5 officers or 25% of the university police force in 2018; amend KRS 61.637 to conform.

02/14/19	introduced in House
02/15/19	to State Government (H)
02/19/19	posted in committee
02/21/19	reported favorably, 1st reading, to Calendar
02/22/19	2nd reading, to Rules
	posted for passage in the Regular Orders of the Day for Monday, February 25,
	2019
02/27/19	3rd reading, passed 97-0
02/28/19	received in Senate
03/04/19	to State & Local Government (S)
03/12/19	reported favorably, 1st reading, to Consent Calendar
03/13/19	2nd reading, to Rules
03/14/19	posted for passage in the Consent Orders of the Day for Thursday, March 14,
	2019
	3rd reading, passed 37-0
	received in House
	enrolled, signed by Speaker of the House
	enrolled, signed by President of the Senate
	delivered to Governor

20. HB 383 J. Miller, L. Willner, R. Brenda, J. Carney, M. Dossett, J. DuPlessis, C. Freeland, J. Glenn, J. Graviss, R. Huff, J. Jenkins, A. Koenig, S. Lewis, M. Marzian, C. McCoy, R. Meyer, P. Minter, K. Moser, P. Pratt, M. Prunty, S. Riley, S. Santoro, S. Sheldon, C. Stevenson, N. Tate, B. Wheatley

Amend KRS 138.130 to define terms; amend KRS 138.140 to impose an excise tax on vapor products; amend KRS 138.143 to impose a floor stock tax; create a new section of KRS 138.130

to 138.205 to direct the tax revenue received from the excise tax and floor stocks tax on vapor products to the Kentucky permanent pension fund; amend KRS 42.205 to conform; Effective 11:59 p.m. on June 30, 2019.

02/14/19 introduced in House

02/15/19 to Appropriations & Revenue (H)

21. HB 384 J. Tipton, L. Elkins

Create a new section of KRS 78.510 to 78.852 to provide that CERS employer contribution rates shall not increase by more than 12% per year over the prior fiscal year from July 1, 2018, to June 30, 2028; provide that CERS rate increase limit is retroactive to July 1, 2018.

02/14/19 introduced in House 02/15/19 to Local Government (H)

22. HB 401 D. Graham, J. Graviss, R. Adkins, T. Bojanowski, C. Booker, T. Branham Clark, G. Brown Jr, T. Burch, J. Donohue, K. Flood, A. Gentry, J. Glenn, C. Harris, A. Hatton, K. Hinkle, C. Howard, J. Jenkins, N. Kulkarni, M. Marzian, R. Meeks, R. Meyer, C. Miller, P. Minter, R. Palumbo, R. Rand, J. Raymond, D. Schamore, A. Scott, J. Sims Jr, M. Sorolis, C. Stevenson, W. Stone, A. Tackett Laferty, S. Westrom, B. Wheatley, R. Wiederstein, L. Willner

Repeal the provisions of SB 151 enacted in 2018 that were declared unconstitutional and void by the Kentucky Supreme Court; reenact and amend those provisions to return them to their original pre-SB 151 language; make technical and conforming changes.

02/15/19 introduced in House 02/19/19 to State Government (H)

23. HB 419 B. Rowland

Amend KRS 61.590 and 61.637 to require Kentucky Retirement Systems (KRS) members to certify at the time of retirement that no prearranged agreement exists between the member and any participating agency, rather than requiring the certification upon reemployment; provide that no benefit payments shall be made until the member completes the certification; Amend KRS 61.637 to provide that a retired/reemployed member shall not be required to notify the systems if reemployment, contracting, volunteering, or serving as a leased employee first occurs with a participating agency after a period of 12 months following the member's initial retirement date; provide that employers shall not be required to certify whether a prearranged agreement existed for a retiree to return with the employer if the reemployment occurs after 12 months following retirement; provide that employment that is accepted by the employee after 12 months following retirement shall not constitute a prearranged agreement; provide that if retiree is reemployed on contract or as a leased employee with a participating agency within 3 months following retirement and the systems determines the period of employment does not qualify as a contractor or leased employee, then the systems will void the members retirement; provide that if retiree is reemployed on contract or as a leased employee with a participating agency after 3 but within 12 months following retirement and the systems determines the period of employment does not qualify as a contractor or leased employee, and that a prearranged agreement existed for the retiree to return to work, then the systems will void the members retirement; provide that if reemployment as a contract or leased employee takes place after 12 months following retirement, the member shall continue to draw his or her retirement allowance and shall not be required to notify the systems or submit any documentation; require the systems to issue a final determination regarding prearranged agreements or a member's status as an independent contractor/leased employee within 30 days of submitting all required information; require KRS to promulgate administrative regulations to implement these provisions.

02/19/19	introduced in House
02/20/19	to Local Government (H)
02/22/19	posted in committee

02/27/19	reported favorably, 1st reading, to Consent Calendar
02/28/19	2nd reading, to Rules
	posted for passage in the Consent Orders of the Day for Friday, March 1, 2019
03/01/19	3rd reading, passed 97-0
03/04/19	received in Senate
03/05/19	taken from Committee on Committees (S)
	1st reading
	returned to Committee on Committees (S)
	to State & Local Government (S)
03/06/19	reported favorably, 2nd reading, to Rules as a consent bill
03/07/19	posted for passage in the Consent Orders of the Day for Thursday, March 7, 2019
	passed over and retained in the Consent Orders of the Day
03/12/19	passed over and retained in the Consent Orders of the Day
03/13/19	3rd reading, passed 36-1
	received in House
	enrolled, signed by Speaker of the House
03/14/19	enrolled, signed by President of the Senate
	delivered to Governor

24. HB 457 R. Goforth

Create a new section of KRS 6.145 to 6.237 to allow individuals who become members of the General Assembly on or after April 1, 2019, to make a one-time irrevocable election to not participate in the Legislators' Retirement Plan or the Kentucky Employees Retirement System for their service to the General Assembly; allow members of the General Assembly who began contributing to the Legislators' Retirement Plan or the Kentucky Employees Retirement System prior to April 1, 2019, to make a one-time irrevocable election by December 31, 2019, to discontinue participation in the Legislators' Retirement Plan or the Kentucky Employees Retirement System for their service to the General Assembly and receive a refund of accumulated contributions; provide that the election to not participate or discontinue participation in the Legislators' Retirement Plan or the Kentucky Employees Retirement System applies to all future service of the General Assembly; amend KRS 6.505, 61.510, and 61.525 to conform; EMERGENCY.

02/20/19	introduced in House
02/21/19	to State Government (H)

25. HB 486 R. Rothenburger

Amend KRS 12.020 to add the Division of Fire Protection Personnel Standards and Education (FPPSE) and Electrical Division under the Department of Housing, Buildings and Construction (DHBC) organization structure; amend KRS 61.315 to transfer the promulgation authority from the Commission on FPPSE to the Commission of Housing, Buildings and Construction; amend KRS 75.400 to reorganize the Commission of FPPSE under DHBC instead of Kentucky Community and Technical College System (KCTCS); create a new section of KRS Chapter 95A to transfer KCTCS employees engaged in full-time instruction and support services to the mission of the Commission on FPPSE to the Division of FPPSE within the DHBC, retaining certain employment provisions and requiring participation in the KY Employee Retirement System, granting the Commissioner of the DHBC budgetary and promulgation authority relating to the fire protection personnel standards and education; amend KRS 95A.020 to restructure the Commission of FPPSE within the DHBC not KCTCS and to amend commission membership; amend KRS 95A.040 to remove KCTCS from commission reports, transfer authority from the commission to the Commissioner of the DHBC with consultation from the commission; amend KRS 95A.070 to grant authority of the Commissioner of the DHBC to designate payments and promulgate regulations; amend KRS 95A.240 to transfer authority to the Commission of DHBC from the commission and delete provisions associated with KCTCS; amend KRS 95A.250 to include the Department of Housing, Buildings and Construction's Division of FPPSE to be eligible to receive the annual supplement for employing Kentucky fire and rescue training coordinators; amend KRS 95A.262 to remove expired dates regarding department inoculation costs, transfer authority from the commission of FPPSE to the Commission of DBHC, remove KCTCS references; amend KRS 95A.265 to transfer administration of the safety education fund to the Commission of DBHC from the commission and grant promulgation authority; amend KRS 95A.270, 95A.280, and 95A.290 to remove KCTCS references and transfer authority from the commission to the Commissioner of DBHC; amend KRS 95A.410 to transfer authority of the thermal vision grant program to the Commissioner of DBHC from the commission; amend KRS 95A.510 to remove established by the commission from the administrative regulation requirements; Amend KRS 95A.510 and 95A.560 to transfer authority from the commission to the Commissioner of DBHC;

amend KRS 227.205 to add the Division of FPPSE to the organizational structure of the Dept. of Housing, Buildings and Construction; repeal and reenact as a new section of KRS Chapter 95A and amend KRS 36.250 and 36.270 to make technical corrections; repeal and reenact as a new section of KRS Chapter 95A and amend KRS 36.255 to transfer authority of the KY Community Crisis Response Board from the Dept. Military Affairs to the Department of Housing, Building and Construction; repeal and reenact KRS 36.260 to a new section of KRS Chapter 95A; repeal KRS 36.265, 95A.050, and 95A.060.

02/20/19 introduced in House

02/21/19 to Veterans, Military Affairs, and Public Protection (H)

26. HB 489 J. Miller

Amend KRS 61.650 to require internal investment staff and investment consultants of the Kentucky Retirement Systems board of trustees (KRS) to follow the Code of Ethics and Standards of Professional Conduct promulgated by the CFA Institute; require investment managers of KRS to comply with the Investment Advisers Act of 1940, as amended, and all applicable federal statutes, rules, and regulations applicable to investment managers; repeal, reenact, and amend KRS 61.655 to reenact the conflict-of-interest provisions adopted under SB 151/EN 2018; amend KRS 161.430 to require internal investment staff and investment consultants of the Teachers Retirement System board of trustees (TRS) to follow the Code of Ethics and Standards of Professional Conduct promulgated by the CFA Institute, but require investment managers of TRS to comply with the Investment Advisers Act of 1940, as amended, and all applicable federal statutes and rules and regulations applicable to investment managers; repeal, reenact, and amend KRS 161.460 to reenact the conflict-of-interest provisions adopted under SB 151/EN 2018 and make technical changes.

<u>Senate Committee Substitute 1</u> Retain original provisions; amend KRS 161.430 to make technical changes updating the language in the Teachers' Retirement System's investment statute and distinguishing "investment managers" from investment consultants"; EMERGENCY.

02/20/19	introduced in House
02/21/19	to State Government (H)
02/22/19	posted in committee
02/28/19	reported favorably, 1st reading, to Calendar
03/01/19	2nd reading, to Rules
	posted for passage in the Regular Orders of the Day for Monday, March 4, 2019
03/04/19	3rd reading, passed 97-0
03/05/19	received in Senate
03/06/19	taken from Committee on Committees (S)
	1st reading
	returned to Committee on Committees (S)
03/07/19	to State & Local Government (S)
03/12/19	reported favorably, 2nd reading, to Rules with Committee Substitute (1) and
	committee amendment (1-title) as a consent Bill
03/13/19	posted for passage in the Consent Orders of the Day for Wednesday, March 13,
	2019
	passed over and retained in the Consent Orders of the Day
03/14/19	3rd reading, passed 33-4 with Committee Substitute (1) and committee
	amendment (1-title)
	received in House
	to Rules (H)
	posted for passage for concurrence in Senate Committee Substitute (1) and committee amendment (1-title)
	House concurred in Senate Committee Substitute (1) and committee
	amendment (1-title)
	passed 73-15
	enrolled, signed by Speaker of the House
	enrolled, signed by President of the Senate
	delivered to Governor

27. HB 493 <u>C. Massey</u>, <u>S. Santoro</u>

Create new sections of KRS Chapter 65 to provide definitions for the Act; establish procedures for the establishment of a consolidated emergency services district; establish the board of trustees of the district, county judge/executive, certain mayors dependent upon county size, and elected members; provide formula for determining the number of elected members, qualifications of elected members, terms, non-partisan elections, nomination procedures, removal, and district apportionment requirements; establish officers of the district; establish compensation of officers, \$100 per day for officers by virtue of office, elected members

compensated pursuant to KRS 64.527; establish quorum of board; establish advisory committee, number, qualifications of appointees, duties of committee and compensation of members; establish the powers and duties of the board; authorize the levy of an ad valorem tax not to exceed \$0.20 per \$100 valuation, allow for ballot question for expanded taxation for additional services to be provided, and provide that the additional tax may be either an ad valorem or occupational license tax; allow the board to levy an insurance premium tax; allow the board to levy an occupation and license tax; assert that upon creation of a district, the board assumes all duties, responsibilities, and liabilities of former departments or districts, former jurisdictions to be special taxing districts until indebted ness is relieved; establish the duties of the executive director; require that if a majority of the merging departments or districts had been participants in CERS that the board shall apply for CERS membership, if only a minority were participants the board may apply for membership; amend KRS 65.180 to include consolidated emergency services district in list of "taxing districts"; amend KRS 68.180 to grant districts in counties over 300,000 the power to levy a license and occupation tax; amend KRS 68.197 to grant districts in counties over 30,000 the power to levy a license and occupation tax; amend KRS 78.530 to allow for any districts, not all to be excluded from the provisions; amend KRS 91A.080 to include consolidated emergency services districts; amend KRS 118.305 to place elected trustees on ballot; amend KRS 118.315 to include nominating petitions for elected trustees.

02/20/19 introduced in House 02/21/19 to Local Government (H) 02/22/19 posted in committee

28. HB 505 J. Miller

Repeal, reenact, and amend KRS 161.550 to require employers to pay the full actuarially required contribution to Teachers' Retirement Systems; provide that for the employer rates payable on or after July 1, 2020, the unfunded liabilities shall be financed with a reduced payroll

growth assumption so that by the 2025 valuation the level dollar amortization method is used; to prorate unfunded liability payments to each employer based upon the employer's average share of payroll over fiscal years 2015, 2016, and 2017; provide that employer funding requirements shall be determined using the entry age normal cost method, a five-year asset smoothing method, and assumptions adopted by the TRS board; define "normal cost" and "actuarially accrued unfunded liability contribution," and provide that local school districts shall pay 2% of pay towards the costs of new TRS members retirement benefits; amend KRS 161.400 to make conforming amendments; create a new section of KRS 78.510 to 78.852 to provide that CERS employer contribution rates shall not increase by more than 12% per year over the prior fiscal year from July 1, 2018, to June 30, 2028; provide that CERS rate increase limit is retroactive to July 1, 2018; include severability clause.

02/20/19 introduced in House 02/21/19 to State Government (H)