

2021 OTHER RETIREMENT-RELATED LEGISLATION

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

SENATE BILLS:

1. [Senate Bill 240](#) [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 2042, 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; ballot language provided; submit to voters for ratification or rejection.

02/10/21 Introduced in Senate
 to Committee on Committees (S)

HOUSE BILLS:

1. [House Bill 37](#) [W. Thomas, K. Banta, C. Freeland, D. Hale, K. King, D. Lewis, C. Massey, M. Prunty, N. Tate](#)

Amend KRS 141.019 to exclude United States military retirees' pension income from income taxation for taxable years beginning on or after January 1, 2021, and before January 1, 2025; require reporting by the Department of Revenue; amend KRS 131.190 to conform.

09/15/20 Prefiled by the sponsor(s).
01/05/21 Introduced in House
 to Committee on Committees (H)
02/04/21 to Appropriations & Revenue (H)
 posted in committee

2. [House Bill 60](#) [A. Tackett Laferty, M. Cantrell, J. Jenkins](#)

Amend KRS 141.019, relating to the individual income tax, to increase the pension income exclusion from \$31,110 to \$41,110.

10/06/20 Prefiled by the sponsor(s).
01/05/21 Introduced in House
 to Committee on Committees (H)

TEACHERS' RETIREMENT SYSTEM HOUSEKEEPING BILL3. [House Bill 113](#) [J. Miller, C. Massey](#)

Create a new section of KRS 161.220 to 161.716 to permit the Teachers' Retirement System (TRS) to use and accept electronic signatures as deemed appropriate; amend KRS 161.220 to add anti-salary spiking measures to the definition of "final average salary" and provide noncodified language detailing that change shall not increase benefits or increase liability to the system; amend KRS 161.290 to require all public employers to grant paid leave to teacher trustees serving on the TRS board; amend KRS 161.310 to specify the types of remuneration included in retirement incentives, require that costs billed to employers for retirement incentives not be an obligation of the state, and specify that retirement incentives shall not increase final average salary or annual compensation; amend KRS 161.340 to add insurance to the items for which TRS may contract, delete the requirement for the procurement of fiduciary bonds for board trustees and the executive secretary, and authorize the board to expend funds as necessary for indemnification and self-insurance; amend 161.470 to specify when a member who leaves service prior to retirement is eligible for a refund and to make technical amendments; amend KRS 161.480 to automatically designate a TRS member's spouse as beneficiary for an active member's account balance upon employment until changed by the member and declare the member's spouse as beneficiary of the active member's account balance if all named beneficiaries predecease the active member or the member fails to designate a beneficiary; amend KRS 161.500 to specifically address service credit for contracts exceeding 185 days; amend KRS 161.515 to reference new retirement factors for out-of-state service purchases; amend KRS 161.540 to specify eligibility requirements for including annual leave credit in the retirement calculation for calendar-year contracts; amend KRS 161.545 to provide that full-time sabbatical leave by university staff participating in the TRS shall be deemed full-time employment for retirement purposes and require employee and employer contributions to be paid during the period of sabbatical leave; amend KRS 161.553 to adjust the cost schedules of providing statutory benefit improvements for annuitants; amend KRS 161.560 to adjust the methods by which participating employers file contribution data and set penalties for noncompliance; amend KRS 161.597 to require a refund of prior installment payments and a reduction in service credit for a member in default on installment payments; amend KRS 161.605 to provide that breaks in service are required before returning to work for the employer even if in a position not covered by TRS, begin running of breaks in service from date of retirement, prohibit prearranged agreements between a retiring member and employer for a member to return to work after retirement and require certification thereof, and require retired members returning to work for state-supported universities and community colleges to comply with the separation-from-service requirements; amend KRS 161.612 to reduce the \$500 minimum monthly disability benefit dollar-for-dollar by benefit payments from all state-administered retirement systems for part-time employees and substitute teachers participating in TRS who apply for disability benefits on or after July 1, 2021, and specify that part-time employees and substitute teachers are not eligible to apply for a disability retirement allowance if they are eligible for an unreduced retirement benefit; amend KRS 161.614 to include mediation awards as a method that may be binding for the adjustment of a member's account; amend KRS 161.620 to specify that partial years qualify a member for 3% retirement factor in excess of 30 years as authorized by the TRS board; amend KRS 161.643 to authorize TRS to require more frequent submission of reports and other data by participating employers who employ retired members of the system; amend KRS 161.630 to distinguish that a member may cancel "indefinitely" continuing spousal benefits upon divorce, annulment or marriage by exercising the pop-up option; amend KRS 161.650 to automatically designate a TRS

member's spouse as beneficiary for a retired member's remaining account balance at the time of death unless changed by the member and declare the member's spouse as beneficiary of the retired member's remaining account balance if all named beneficiaries predecease the retired member or the member fails to name a beneficiary for the account balance; amend KRS 161.655 to automatically designate a TRS member's spouse as beneficiary for the life insurance benefit available to active and retired members unless changed by the member, and to declare the member's spouse as beneficiary of the life insurance benefit available to active and retired members if, upon the death of the member, all named beneficiaries predecease the member or the member fails to name a beneficiary; amend KRS 161.661 to provide that members who begin participating on or after July 1, 2021, shall not be eligible for a disability benefit if they are eligible for any unreduced benefit and that they shall have their \$500 minimum monthly disability benefit reduced dollar-for-dollar by benefit payments from all state-administered retirement systems; and amend KRS 161.680 to detail the system's authority to collect overpayments.

[Senate Floor Amendment 1](#) Retain original provisions; make technical amendment to KRS 161.515(5) to conform to related legislation.

[Senate Floor Amendment 2](#) Retain original provisions; amend KRS 61.680 to provide that retirees of the Teachers' Retirement System (TRS) who suspend their retirement benefits in order to return to covered employment and build upon their existing TRS account as provided by current law, may utilize omitted service (service that should have been reported for prior full-time work) in the Kentucky Retirement Systems (KRS) that was purchased during the period of reemployment for purposes of determining eligibility and the amount of benefits upon subsequent retirement from both KRS and TRS; and make the provision retroactive to retirements on or after December 31, 2009.

12/09/20	Prefiled by the sponsor(s).
01/05/21	Introduced in House to Committee on Committees (H)
01/13/21	to State Government (H)
02/02/21	posted in committee
02/04/21	reported favorably, 1st reading, to Calendar
02/09/21	2nd reading, to Rules posted for passage in the Regular Orders of the Day for Wednesday, February 10, 2021
02/10/21	3rd reading, passed 85-0 received in Senate
02/22/21	to State & Local Government (S)
03/16/21	reported favorably, 1st reading, to Consent Calendar floor amendment (1) filed
03/29/21	2nd reading, to Rules floor amendment (2) filed
03/30/21	posted for passage in the Regular Orders of the Day for Tuesday, March 30, 2021 3rd reading floor amendment (2) ruled out of order passed 38-0 with floor amendment (1) received in House

to Rules (H)
taken from Rules
posted for passage for concurrence in Senate floor amendment (1)
House concurred in Senate floor amendment (1)
Bill passed 85-7
enrolled, signed by Speaker of the House
enrolled, signed by President of the Senate
delivered to Governor

4. [House Bill 241](#) [A. Koenig](#), [A. Gentry](#), [K. Banta](#), [T. Bojanowski](#), [T. Huff](#), [M. Koch](#), [W. Lawrence](#), [C. Massey](#), [M. Meredith](#), [C. Miller](#), [J. Miller](#), [R. Palumbo](#), [J. Raymond](#), [S. Santoro](#), [C. Stevenson](#), [K. Timoney](#), [B. Wheatley](#), [L. Willner](#)

Establish KRS Chapter 239 and create new sections to define “adjusted gross revenue,” “beginner,” “cabinet,” “confidential information,” “entry fee,” “fantasy contest,” “fantasy contest operator,” “fantasy contest participant,” “highly experienced player,” “immediate family,” “location percentage,” “net poker revenue,” “online poker,” “person,” “principal stockholder,” “rake,” “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 gambling assistance account and direct the uses of that account; require an annual audit of fantasy contest registrants; establish requirements for fantasy contest procedures; require any person offering online poker in the Commonwealth to have a license from the cabinet and require the cabinet to promulgate administrative regulations prescribing requirements for licensure including geolocation software, age verification, and security and accounting standards; establish an online poker account in the State Treasury; amend KRS 230.210 to define “professional sports venue” and “sports wagering”; create new sections of KRS Chapter 230 to require the racing commission to institute a system of sports wagering at tracks and other specified locations; 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, 230.240, and 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, 230.363, 230.364, 230.365, 230.366, 230.369, 230.371, 230.372, 230.373, 230.374, and 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 or tamper with the outcome of a sporting event; 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 contests, sports wagering, and online poker and the devices used in the conduct of those forms of wagering; amend KRS

528.020, 528.070, and 528.080 to exempt fantasy contests, sports wagering, and online poker; create a noncodified section to assert that the provisions of the Act are severable.

01/09/21 Introduced in House
to Committee on Committees (H)

5. [House Bill 252](#) [R. Huff](#), [T. Bojanowski](#), [K. Bratcher](#), [D. Hale](#), [M. Hart](#), [K. Timoney](#)

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.

01/11/21 Introduced in House
to Committee on Committees (H)

6. [House Bill 258](#) [C. Massey](#), [J. Miller](#), [K. Moser](#), [J. Tipton](#)

Create new sections of KRS 161.220 to 161.716 to specify that new members of the Teachers' Retirement System on or after January 1, 2022, shall receive a foundational benefit component, which shall be a traditional defined benefit plan with risk adjustments, and a supplemental benefit component which shall be a plan based upon the member's account balance; provide that the cost of the foundational benefit for these new members shall be accessed annually in the actuarial valuation; provide that if the funding level of the foundational benefit component for new nonuniversity or university members falls below 90%, the TRS board shall make one or more of the following changes to keep foundational benefit component employer costs within 8% of pay for nonuniversity members and 5.755% of pay for university members: utilize moneys in the stabilization reserve account from any excess contributions above costs of the new plan components for new members only, utilize prospective mandatory employee and employer contributions from the supplemental benefit component, or adjust the regular interest rate, benefit factor, age and service requirements to retire, or COLAs for new members only; establish the supplemental benefit component for new members who enter TRS on or after January 1, 2022, that pays benefits based upon mandatory employee and employer contributions of two percent of pay, voluntary employee and employer contributions, and interest on the accounts equal to the five-year rolling yield on a 30-year Treasury bond; provide for vesting of employer contributions after five years; provide that a new member may take a refund, distribution, or annuitize their supplemental benefit account balance into a monthly payment based upon assumptions established by the TRS board; amend KRS 161.155 to provide that new nonuniversity TRS members on or after January 1, 2022, shall not have any lump-sum sick leave payments added to their foundational benefit component calculation but may have the payment deposited into the supplemental benefit component; repeal, reenact, and amend KRS 161.220 to establish definitions for the new foundational benefit component and supplemental benefit component for new members and make technical amendments to conform to a recent court decision;

repeal, reenact, and amend KRS 161.540 to specify employee contribution rates for new TRS members on or after January 1, 2022, which for new nonuniversity members shall be 14.75% of pay with 9% going to fund the foundational benefit component, 2% to fund the supplemental benefit component, and 3.75% to fund retiree health benefits and for new university members shall be 9.775% of pay with 5% going to fund the foundational benefit component, 2% to fund the supplemental benefit component, and 2.775% to fund retiree health benefits; specify level of reduction to retiree health contribution once retiree health fund achieves 100% funding; repeal, reenact, and amend KRS 161.550 to conform language to a recent court decision and specify actual fixed employer rates being paid; provide that the maximum employer contribution rate for new members on or after January 1, 2022, shall be 10.75% for nonuniversity members with 8% going to fund the foundational benefit component, 2% to fund the supplemental benefit component, and 0.75% to fund retiree health benefits and 9.775% for university members with 5.775% going to fund the foundational benefit component, 2% to fund the supplemental benefit component, and 2% to fund retiree health benefits; specify level of reduction to employer retiree health contribution once retiree health fund achieves 100% funding; repeal, reenact, and amend KRS 161.600 to provide that new nonuniversity members on or after January 1, 2022, shall be eligible to retire with no reduction in benefits upon attaining age 65 with 5 years of service, age 60 with 10 years of service, or age 55 with 30 years of service or with a reduced benefit at age 55 with 10 years of service; repeal, reenact, and amend KRS 161.620 to provide that new nonuniversity TRS members shall receive a benefit factor in the foundational benefit of 1.7% up to 2.4% based upon the member's age and years of service and new university TRS members shall receive a benefit factor in the foundational benefit of 0.7% up to 1.4% based upon the member's age and years of service; amend KRS 161.655 to increase the life insurance benefit for new members on or after January 1, 2022, from \$2,000 and \$5,000 while active and from to \$5,000 and \$10,000 while retired; amend KRS 161.420 to set up stabilization account for new plans for new TRS members; amend KRS 161.661 to provide that TRS shall determine disability benefits by administrative regulation for new TRS members on or after January 1, 2022; repeal, reenact, and amend or repeal and reenact or amend, or amend KRS 161.400, 161.420, 161.470, 161.480, 161.500, 161.507, 161.515, 161.520, 161.522, 161.525, 161.545, 161.5465, 161.547, 161.548, 161.549, 161.568, 161.580, 161.585, 161.590, 161.595, 161.605, 161.612, 161.615, 161.623, 161.630, 161.661, 161.650, 161.700, and 161.714 to make technical and conforming amendments and to conform to a recent court decision; repeal 161.235; provide that the TRS board shall make recommendations to the Public Pension Oversight Board on how and when to distribute actuarial gains to restore previously reduced benefits in the foundational benefit component or distribute additional contributions to the supplemental benefit component; Sections 1 to 41 effective January 1, 2022.

[Senate Committee Substitute 1](#) Retain original provisions except to: amend KRS 161.600 to increase minimum retirement age for new Teachers' Retirement System (TRS) members who enter the system on or after 1/1/2022 from age 55 to 57; amend KRS 161.220 to extend current statutory anti-pension spiking provisions in last 3 years of employment to last 5 for new TRS members; amend KRS 161.605 to provide that TRS members who retire on after 1/1/2022 and return to work after that date in a TRS eligible position shall not earn benefits in a second retirement account; and amends Sections 1, 2, and 42 to clarify that no retroactive benefit improvements shall be made by the TRS board for new TRS members in the new plan design.

[Senate Floor Amendment 1](#) Retain original provisions except to provide that the prohibition on second retirement accounts shall only apply to new members who enter the system on or after January 1, 2022, who then subsequently retire, and return to work in a position covered by the Teachers' Retirement System.

[Governor's Veto Message](#) Veto

01/12/21	Introduced in House to Committee on Committees (H)
01/13/21	to State Government (H)
02/02/21	posted in committee taken from State Government (H) 1st reading
02/03/21	returned to State Government (H) taken from State Government (H) 2nd reading
02/04/21	returned to State Government (H) reported favorably, to Rules taken from Rules (H) placed in the Orders of the Day 3rd reading, passed 68-28 received in Senate
02/10/21	to State & Local Government (S)
03/03/21	taken from State & Local Government (S) 1st reading
03/04/21	returned to State & Local Government (S) taken from State & Local Government (S) 2nd reading
03/15/21	returned to State & Local Government (S) reported favorably, to Rules with Committee Substitute (1) floor amendment (1) filed to Committee Substitute
03/16/21	posted for passage in the Regular Orders of the Day for Tuesday, March 16, 2021 3rd reading, passed 25-11 with Committee Substitute (1) and floor amendment (1) received in House taken from Rules (H) to Rules (H) posted for passage for concurrence in Senate Committee Substitute and floor amendment (1) House concurred in Senate Committee Substitute (1) and floor amendment (1) passed 63-34 enrolled, signed by Speaker of the House enrolled, signed by President of the Senate delivered to Governor
03/24/21	Vetoed

03/29/21 received in House
 to Rules (H)
 posted for passage for consideration of Governor's veto
 veto overridden
 Bill passed 63-31
 received in Senate
 to Rules (S)
 posted for passage for consideration of Governor's veto
 veto overridden
 Bill passed 25-13
 received in House
 enrolled, signed by Speaker of the House
 enrolled, signed by President of the Senate
delivered to Secretary of State (Acts Ch. 157)

7. [House Bill 312](#) [B. Rowland](#), [C. Massey](#), [B. Wesley](#)

Amend KRS 286.1-440 to include gender-neutral language.

[House Committee Substitute 1](#) Retain original provisions, except amend KRS 61.870 to define "Resident of the Commonwealth"; amend KRS 61.872 to permit any resident of the Commonwealth to request public records through written application by fax, mail, e-mail, or hand delivery; prohibit disclosure or inspection of any records that can be obtained through the civil discovery process to a party, or party representative involved in a lawsuit with the Commonwealth; amend KRS 61.876 to require a public agency to display a copy of rules and regulations pertaining to open records requests, contact information of its records custodian, and a copy of a records request application form developed by the Attorney General, in a prominent location or on its Web site; prohibit the Finance and Administration Cabinet from promulgating administrative regulations pertaining to public records requests for the Legislative Research Commission or Administrative Office of the Courts; require the Attorney General to promulgate by administrative regulation a form to be used for any public records request; amend KRS 61.878 to exempt all public records or information prohibited by state law from the Open Records Act; exempt from the Open Records Act any client or case files maintained by the Department of Public Advocacy or any entity contracting with the Department of Public Advocacy for the purpose of legal representation; amend KRS 61.880 to extend the deadline for a public agency to determine whether it will comply with a public records request to five days; amend KRS 7.119 to permit any resident of the Commonwealth to request or inspect records in custody of the Legislative Research Commission or the General Assembly; require the director of the Legislative Research Commission to determine whether to comply with a public records request within five days; require the director of the Legislative Research Commission to notify his or her decision in writing; require any request to review a decision made by the director to be reviewed by the Legislative Research Commission within 30 days of its first scheduled meeting held following receipt of the request to review; any decision made by the Legislative Research Commission pertaining to review shall be final and unappealable; exempt certain records under the custody of the Legislative Research Commission or General Assembly from disclosure; prohibit any member of the Legislative Research

Commission, General Assembly, or any employee of the Legislative Research Commission from disclosing any record denied by the Legislative Research Commission; any disclosure of a denied record shall be subject to violation under KRS 6.734; require a public agency that receive a request pertaining to the Legislative Research Commission to notify the director of the Legislative Research Commission within two days of the request; require the director of the Legislative Research Commission to notify any member of the General Assembly of a request pertaining to that particular member within one day of receipt of the request; amend KRS 189.635 to require any accident report to be made available to an attorney of the parties involved, his or her employees, or the attorney's written designee; make title amendment;

[House Committee Amendment 1](#) Make title amendment.

[Senate Committee Substitute 1](#) Retain original provisions, except expand the definition of "resident of the Commonwealth" to include all news-gathering organizations as defined in KRS 189.635(8)(b)1., and any individual or entity acting on behalf of an individual or entity who qualifies as a resident of the Commonwealth; amend KRS 61.872 to prevent any public agency from requiring a particular form to request public records, but require an agency to accept any request submitted on the form created by the Attorney General; permit a records custodian of a public agency to require a written application, signed by an applicant; permit the records custodian to require a written statement from an individual or entity that they qualify as a resident of the Commonwealth; delete the requirement that records obtainable through the civil discovery process shall not be obtained by a party, person, or entity to a civil lawsuit against the Commonwealth, or on behalf of a person, party, or entity in a civil lawsuit against the Commonwealth; amend KRS 61.876 to conform.

[Senate Floor Amendment 1](#) Retain original provisions, except apply the Open Records Act to any request for records under the custody of the Legislative Research Commission or the General Assembly; exempt the Legislative Research Commission and the General Assembly from KRS 61.880(3), 61.880(5) and 61.882 of the Open Records Act.

[Senate Floor Amendment 2](#) Retain original provisions, except delete provision subjecting legislative branch employees or members of the General Assembly or Legislative Research Commission to a Class D felony for disclosure of a confidential record; amend KRS 6.734 to prohibit a member of the General Assembly from disclosing any information deemed confidential by the Legislative Research Commission, or its director; disclosure of a record deemed confidential by the Legislative Research Commission, or its director by a member of the General Assembly to further his or her own economic interest, or that of another person is a Class D felony.

[Governor's Veto Message](#) Veto

02/02/21 Introduced in House
to Committee on Committees (H)
02/11/21 to State Government (H)
02/24/21 taken from State Government (H)
1st reading
returned to State Government (H)

02/25/21 posted in committee
reported favorably, 2nd reading, to Rules with Committee Substitute and committee amendment (1-title)
posted for passage in the Regular Orders of the Day for Friday, February 26, 2021

02/26/21 3rd reading, passed 71-27 with Committee Substitute and committee amendment (1-title)

03/01/21 received in Senate
to Committee on Committees (S)

03/02/21 to State & Local Government (S)

03/03/21 taken from State & Local Government (S)
1st reading
returned to State & Local Government (S)

03/04/21 taken from State & Local Government (S)
2nd reading
returned to State & Local Government (S)

03/11/21 reported favorably, to Rules with Committee Substitute (1)
posted for passage in the Regular Orders of the Day for Thursday, March 11, 2021
3rd reading, passed 22-11 with Committee Substitute (1)
floor amendments (1) and (2) filed to Committee Substitute
received in House
to Rules (H)

03/12/21 taken from Rules (H)
posted for passage for concurrence in Senate Committee Substitute
House concurred in Senate Committee Substitute
passed 70-26

03/15/21 enrolled, signed by Speaker of the House
enrolled, signed by President of the Senate
delivered to Governor

03/23/21 Vetoed

03/29/21 received in House
to Rules (H)
posted for passage for consideration of Governor's veto
veto overridden
Bill passed 66-29
received in Senate
to Rules (S)
posted for passage for consideration of Governor's veto
veto overridden
Bill passed 22-16
received in House
enrolled, signed by Speaker of the House
enrolled, signed by President of the Senate
delivered to Secretary of State (Acts Ch. 160)

8. [House Bill 356](#) [L. Willner](#), [A. Scott](#), [G. Brown Jr.](#), [K. Flood](#), [J. Jenkins](#), [N. Kulkarni](#), [M. Marzian](#), [J. Raymond](#), [S. Westrom](#)

Amend KRS 132.020 to freeze the state property tax rate and eliminate the tax rate reduction for qualified heavy equipment; amend KRS 136.291, 136.505, and 136.506 to reinstate the bank franchise tax and exempt financial institutions from corporation income tax and LLET; amend KRS 138.130 to define vapor products and include vapor products in the definition of tobacco products; amend KRS 138.132, 138.135, 138.195, and 138.197 to remove references to vapor products; amend KRS 138.140 to increase the tax on cigarettes, snuff, chewing tobacco, and tobacco products; to remove the vapor products tax; and to remove the discount for modified-risk tobacco products; amend KRS 138.143 to require a floor stock tax; amend KRS 138.510 to impose specific surtax amounts on horse racing wagers and to require the revenue generated from the surtaxes to be deposited into the general fund; amend KRS 139.010 to remove boat ramp fees from the list of fees not considered to be taxable admissions; amend KRS 139.200 to remove the tax on small animal veterinary services and to make other various services taxable; amend KRS 139.470 to remove the exemption of gross receipts from the sale of semi-trailers and trailers and to include the new taxable services in the de minimis rule; amend KRS 139.480 to remove the exemption for various types of properties; amend KRS 140.130 to impose an estate tax; amend KRS 141.010 to define married and unmarried individuals and allow a single column return and a single calculation of adjusted gross income with differing thresholds for married and unmarried individuals; **amend KRS 141.019 to require a dollar-for-dollar reduction to the retirement income exclusion**; to limit the itemized deduction amount for all itemized deductions except for the charitable contribution deduction; to ignore the special rules for capital gains invested in opportunity zones; amend KRS 141.020 to establish graduated tax rate brackets and a phase-out based on income level; amend KRS 141.081 to increase the standard deduction; amend KRS 141.066 to expand the family size tax credit; amend KRS 141.040 to increase the tax rate to 7%; amend KRS 141.0401 to lower the threshold amounts for determining the tax amount owed; amend KRS 141.120 to reinstate the three-factor apportionment formula and include a throw-back rule; amend KRS 141.039 to eliminate the deferred tax deduction; amend KRS 141.201 to sunset the election for consolidated reporting; amend KRS 141.202 to alter the filing requirement basis from waters-edge to world-wide; amend KRS 141.383 to reduce the annual cap; amend KRS 141.433 to sunset the new markets tax credit; amend KRS 142.303 to eliminate the cap on calculation of gross receipts; make conforming changes.

02/03/21 Introduced in House
 to Committee on Committees (H)

9. [House Bill 405](#) [K. Fleming](#), [C. Massey](#)

Appropriate funds for the payment of claims against the Commonwealth; APPROPRIATION; EMERGENCY.

[Senate Committee Substitute 1](#) Appropriate funds for the payment of claims against the Commonwealth; appropriate \$4 million from various fund sources to Attorney General's office for additional personnel; appropriate \$1,754,400 of General Fund moneys to the Kentucky State Police forensic laboratory

personnel to move to a 40-hour work week; appropriate \$20 million of General Fund moneys to the Department for Community Based Services to support prevention services for families; appropriate \$37 million of Federal Funds to the Justice Administration budget unit to provide grants related to COVID-19; appropriate \$10 million of General Fund moneys to the School Facilities Construction Commission to assist local school district with repairs of facilities destroyed by a flood; appropriate \$2 million of Federal Funds to the Attorney General for fraud investigation and other consumer violations; appropriate \$133,000 of Restricted Funds to the Proprietary Education budget unit; appropriate \$12 million of General Fund moneys to the Department for Community Based Services to provide a \$2 per child increase in the Child Care Assistance Program provider reimbursement rate; require General Fund moneys in the amount of \$902,200 under the Office of State Budget Director budget unit to lapse to the Budget Reserve Trust Fund Account if federal funds received from the American Rescue Plan Act of 2021 are allotted, expended, or appropriated without the express authority of the General Assembly; require the Department of Corrections to pay each contracted provider of substance abuse, mental health, and reentry centers a minimum of 65% of the contracted beds monthly and provide that the department may move eligible Class C and D offenders who are housed in a county jail facility that is over 110% of capacity or in a county jail that does not provide treatment and reentry resources; require a report from the Department of Education with options on how to ensure the equitable transfer of education funds; create the School Funding Task Force for the upcoming interim; APPROPRIATION; EMERGENCY.

[Senate Committee Amendment 1](#) Make title amendment.

[Conference Committee Report 1](#) Cannot agree.

[Free Conference Committee Report 1](#) Appropriate funds for the payment of claims against the Commonwealth; appropriate \$4 million from various fund sources to Attorney General's office for additional personnel; appropriate \$1,754,400 of General Fund moneys to the Kentucky State Police forensic laboratory personnel to move to a 40-hour work week; appropriate \$20 million of General Fund moneys to the Department for Community Based Services to support prevention services for families; appropriate \$37 million of Federal Funds to the Justice Administration budget unit to provide grants related to COVID-19; appropriate \$10 million of General Fund moneys to the School Facilities Construction Commission to assist local school district with repairs of facilities destroyed by a flood; appropriate \$2 million of Federal Funds to the Attorney General for fraud investigation and other consumer violations; appropriate \$133,000 of Restricted Funds to the Proprietary Education budget unit; appropriate \$12 million of General Fund moneys to the Department for Community Based Services to provide a \$2 per child increase in the Child Care Assistance Program provider reimbursement rate; require General Fund moneys in the amount of \$902,200 under the Office of State Budget Director budget unit to lapse to the Budget Reserve Trust Fund Account if federal funds received from the American Rescue Plan Act of 2021 are allotted, expended, or appropriated without the express authority of the General Assembly; require the Department of Corrections to pay each contracted provider of substance abuse, mental health, and reentry centers a minimum of 65% of the contracted beds monthly and may move eligible Class C and D offenders who are housed in a county jail facility that is over 110% of capacity or in a county jail that does not provide treatment and reentry resources; require a report from the Department of Education with options on how to ensure the equitable transfer of education funds; create the School Funding Task Force for the upcoming interim; APPROPRIATION; EMERGENCY.

[Governor's Veto Message](#) Veto

02/09/21 Introduced in House
to Committee on Committees (H)
to Appropriations & Revenue (H)
posted in committee

02/23/21 reported favorably, 1st reading, to Calendar

02/24/21 2nd reading, to Rules
posted for passage in the Regular Orders of the Day for Thursday, February 25, 2021

02/25/21 3rd reading, passed 91-0

02/26/21 received in Senate
to Committee on Committees (S)

03/01/21 to Appropriations & Revenue (S)

03/11/21 taken from Appropriations & Revenue (S)
1st reading
returned to Appropriations & Revenue (S)

03/12/21 taken from Appropriations & Revenue (S)
2nd reading
returned to Appropriations & Revenue (S)

03/16/21 reported favorably, to Rules with Committee Substitute (1) and committee amendment (1-title)
posted for passage in the Regular Orders of the Day for Tuesday, March 16, 2021
3rd reading, passed 30-6 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 refused to concur in Senate Committee Substitute and committee amendment (1-title)
received in Senate
to Rules (S)
posted for passage for receding from Senate Committee Substitute (1) and committee amendment (1-title)
Senate refused to recede from Committee Substitute (1) and committee amendment (1-title)
Conference Committee appointed in House and Senate
Conference Committee report adopted in House and Senate
Free Conference Committee appointed in House and Senate
Free Conference Committee report filed in House and Senate
posted for passage for consideration of Free Conference Report
Free Conference Committee report adopted in Senate
Bill passed 26-5

posted for passage for consideration of Free Conference
 Free Conference Committee report adopted in House
 Bill passed 73-23
 enrolled, signed by Speaker of the House
 enrolled, signed by President of the Senate
 delivered to Governor
 03/26/21 line items vetoed
 03/29/21 received in House
 to Rules (H)
 posted for passage for consideration of Governor's veto
 veto overridden
 Bill passed 71-23
 received in Senate
 to Rules (S)
03/30/21 line vetoes not acted upon in Senate
04/01/21 delivered to Secretary of State

10. [House Bill 436](#) [C. Massey](#)

Amend KRS 161.250 to provide that the TRS board of trustees shall not be subject to reorganization by a Governor.

02/09/21 Introduced in House
to Committee on Committees (H)

11. [House Bill 501](#) [J. Decker](#), [C. Fugate](#), [D. Bentley](#), [J. Bray](#), [D. Fister](#), [M. Hart](#), [R. Heath](#), [M. Imes](#), [DJ Johnson](#), [K. King](#), [N. Kirk-McCormick](#), [W. Lawrence](#), [M. Lockett](#), [S. Maddox](#), [C. Massey](#), [J. Miller](#), [F. Rabourn](#), [W. Thomas](#), [J. Tipton](#), [B. Wesley](#)

Amend KRS 16.170 to permit officers and individuals employed as a Trooper R Class or CVE R Class to participate in political activities while off duty; define what constitutes a political activity; establish guidelines for participation; amend KRS 16.195 and 16.070 to conform.

02/10/21 Introduced in House
to Committee on Committees (H)
02/24/21 to Veterans, Military Affairs, & Public Protection (H)
03/01/21 posted in committee

12. [House Bill 569](#) [D. Meade](#)

Create a new section of KRS Chapter 6 to authorize intervention by the President of the Senate and the Speaker of the House of Representatives in specified court actions; reaffirm legislative privilege and immunity.

02/23/21	Introduced in House to Committee on Committees (H)
03/01/21	taken from Committee on Committees (H) 1st reading returned to Committee on Committees (H) to State Government (H)
03/02/21	taken from State Government (H) 2nd reading returned to State Government (H)
03/05/21	posted in committee
03/11/21	reported favorably, to Rules taken from Rules (H) placed in the Orders of the Day 3rd reading, passed 74-18
03/12/21	received in Senate to Committee on Committees (S)
03/15/21	to State & Local Government (S)