

2022 OTHER RETIREMENT-RELATED LEGISLATION



LEGISLATIVE DAY: 14

DATE: January 24, 2022

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

SENATE BILLS:

1. [Senate Bill 32](#) [J. Higdon](#)

Amend KRS 21.525 to define the funding components for the retirement plans administered by the Judicial Form Retirement System as the "normal cost contribution" and the "actuarially accrued liability contribution;" establish the actuarial methods to be used to compute the normal cost contribution and the actuarially accrued liability (AAL) contribution; require the total unfunded AAL be amortized over a closed 20-year period beginning with the 2023 actuarial valuation; require any increase or decrease in the unfunded AAL occurring after completion of the 2023 actuarial valuation be amortized over a closed 20-year period beginning in the year the increase or decrease is recognized; establish the circumstances that may result in an increase or decrease to the unfunded AAL; provide that if an annual valuation determines that the plan has surplus assets, the prior bases under which the unfunded AAL increases were established be eliminated, and one base equal to the surplus assets be established and amortized under an open 20-year period; amend KRS 21.540 to require that the authorization for all administrative expenses of the JFRS be included in the biennial budget unit request, branch budget recommendation, and the financial plan adopted by the General Assembly; repeal, reenact, and amend KRS 6.505, 6.518, 6.520, 6.525, 21.360, 21.385, 21.402, and 21.480 to remove language that was voided due to a court ruling and to restore prior statute language and to make technical changes.

01/04/22 Introduced in Senate
 to Committee on Committees (S)
01/06/22 to State & Local Government (S)

2. [Senate Bill 46](#) [S. Meredith](#)

Create a new section of KRS Chapter 45A to prohibit a contract being awarded to a bidder if the bidder was awarded the same or similar contract through the use of an executive agency lobbyist who was convicted of a crime related to the contract for five years after the conviction of the lobbyist; amend KRS 45A.340 to prohibit any person associated with an agency from participating in the procurement of a

contract for one year after termination; make Section 1 apply to contracts entered into since January 1, 2017; RETROACTIVE.

[Senate Floor Amendment 1](#) Expand the prohibition against utilizing executive agency lobbyists who have been convicted of crimes to include any bidder who employs an executive agency lobbyist who has been convicted of a crime.

01/05/22	Introduced in Senate
	to Committee on Committees (S)
01/08/22	to State & Local Government (S)
01/19/22	reported favorably, 1st reading, to Calendar
01/20/22	2nd reading, to Rules
	posted for passage in the Regular Orders of the Day for Monday, January 24, 2022
01/21/22	floor amendment (1) filed
01/24/22	passed over and retained in the Orders of the Day

HOUSE BILLS:

1. [House Bill 96](#) [W. Thomas](#), [C. Freeland](#), [C. Fugate](#), [R. Heath](#), [R. Huff](#), [N. Tate](#)

Amend KRS 141.019 to exclude all distributions from military pension plans received by retired members of the United States military and their surviving spouses or former spouse under a survivor benefit plan from income taxation for taxable years beginning on or after January 1, 2022, and before January 1, 2026; require reporting by the Department of Revenue; amend KRS 131.190 to conform.

12/02/21	Prefiled by the sponsor(s).
01/04/22	Introduced in House

2. [House Bill 163](#) [A. Tackett Laferty](#), [C. Stevenson](#)

Amend KRS 141.019, relating to the individual income tax, to increase the retirement distribution exclusion from \$31,110 to \$41,110 for taxable years beginning on or after January 1, 2022.

12/10/21	Prefiled by the sponsor(s).
01/04/22	Introduced in House

3. [House Bill 201](#) [L. Willner](#), [A. Scott](#), [N. Kulkarni](#), [J. Raymond](#)

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, 136.500, 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; 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; amend KRS 138.146, 139.260, and 154.61-020 to conform.

01/04/22 Introduced in House
to Committee on Committees (H)

4. [House Bill 209](#) [D. Graham](#), [T. Bojanowski](#), [G. Brown Jr.](#), [M. Cantrell](#), [J. Donohue](#), [K. Flood](#), [A. Gentry](#), [A. Hatton](#), [J. Jenkins](#), [N. Kulkarni](#), [C. Miller](#), [P. Minter](#), [J. Raymond](#), [R. Roberts](#), [A. Scott](#), [C. Stevenson](#), [P. Stevenson](#), [A. Tackett Laferty](#), [S. Westrom](#), [B. Wheatley](#), [L. Willner](#)

Appropriate moneys to the State Salary and Compensation Fund to provide an increment of five percent in each fiscal year on the base salary or wages of each eligible state employee within the Executive Branch, the Legislative Branch, and the Judicial Branch; APPROPRIATION; EMERGENCY.

01/05/22 Introduced in House
to Committee on Committees (H)

TRANSPORTATION CABINET BUDGET BILL- FIRST VERSION

5. [House Bill 241](#) [J. Petrie](#), [B. Reed](#), [R. Bridges](#), [M. Lockett](#), [S. Santoro](#), [W. Thomas](#)

The Transportation Cabinet Budget: Detail Part I, Operating Budget; appropriate to General Administration and Support: 2021-2022: \$1,119,600, 2022-2023: \$83,373,900, 2023-2024: \$84,567,900; appropriate to Aviation: 2021-2022: \$108,100, 2022-2023: \$34,947,000, 2023-2024: \$31,502,600; appropriate to Debt Service: 2022-2023: \$134,925,100, 2023-2024: \$136,700,700; appropriate to Highways: 2021-2022: \$220,806,300, 2022-2023: \$2,468,155,300, 2023-2024: \$2,287,084,700; appropriate to Public Transportation: 2021-2022: \$117,000, 2022-2023: \$46,986,500, 2023-2024: \$42,970,600; appropriate to Revenue Sharing: 2021-2022: \$214,500, 2022-2023: \$422,570,900, 2023-2024: \$414,668,100; appropriate to Vehicle Regulation: 2021-2022: \$683,200, 2022-2023: \$66,976,600, 2023-2024: \$68,987,900; not included in the appropriation amounts are capital project amounts as follows: 2021-2022: \$3,000,000, 2022-2023: \$43,643,000, 2023-2024: \$16,850,000; detail Part II, Capital Projects Budget; detail Part III, Transportation Cabinet Budget Summary; APPROPRIATION.

[House Committee Substitute 1](#) The Transportation Cabinet Budget: Detail Part I, Operating Budget; appropriate to General Administration and Support: 2021-2022: \$1,119,600, 2022-2023: \$83,373,900, 2023-2024: \$84,567,900; appropriate to Aviation: 2021-2022: \$108,100, 2022-2023: \$34,947,000, 2023-2024: \$31,502,600; appropriate to Debt Service: 2022-2023: \$134,925,100, 2023-2024: \$136,700,700; appropriate to Highways: 2021-2022: \$220,806,300, 2022-2023: \$2,468,155,300, 2023-2024: \$2,287,084,700; appropriate to Public Transportation: 2021-2022: \$117,000, 2022-2023: \$46,986,500, 2023-2024: \$42,970,600; appropriate to Revenue Sharing: 2021-2022: \$214,500, 2022-2023: \$422,570,900, 2023-2024: \$414,668,100; appropriate to Vehicle Regulation: 2021-2022: \$683,200, 2022-2023: \$66,976,600, 2023-2024: \$68,987,900; not included in the appropriation amounts are capital project amounts as follows: 2021-2022: \$3,000,000, 2022-2023: \$43,643,000, 2023-2024: \$16,850,000; detail Part II, Capital Projects Budget; detail Part III, Transportation Cabinet Budget Summary; APPROPRIATION.

01/07/22	introduced in House
	to Committee on Committees (H)
01/08/22	taken from Committee on Committees (H)
	1st reading
	to Appropriations & Revenue (H)
01/13/22	taken from Appropriations & Revenue (H)
	2nd reading
	returned to Appropriations & Revenue (H)
01/20/22	reported favorably, to Rules with Committee Substitute
	taken from Rules
	placed in the Orders of the Day
	3rd reading, passed 90-4 with Committee Substitute
	received in Senate
	to Committee on Committees (S)
01/24/22	to Transportation (S)

JUDICIAL BRANCH BUDGET BILL-FIRST VERSION6. [House Bill 244](#) [J. Petrie](#), [B. Reed](#), [R. Bridges](#)

The Judicial Branch Budget: Detail Part I, Operating Budget; appropriate to Court of Justice: 2021-2022: \$11,765,500, 2022-2023: \$436,597,100, \$440,802,800, 2023-2024: \$449,669,900; appropriate to Judicial Retirement System: 2021-2022: \$18,800, 2022-2023: \$5,711,800, 2023-2024: \$6,037,300; detail Part II, Capital Projects Budget; detail Part III, General Provisions; detail Part IV, Budget Reduction or Surplus Expenditure Plan; APPROPRIATION.

01/07/22 introduced in House
to Committee on Committees (H)
01/13/22 taken from Committee on Committees (H)
1st reading
returned to Committee on Committees (H)
01/18/22 to Appropriations & Revenue (H)

7. [House Bill 248](#) [D. Elliott](#)

Create a new section of KRS Chapter 48 to prohibit the expenditure of any appropriation in support of a challenge to the constitutionality of any legislative act or resolution of the General Assembly, except in the case of the Attorney General; EMERGENCY.

01/08/22 introduced in House
to Committee on Committees (H)
01/24/22 to Appropriations & Revenue (H)

8. [House Bill 259](#) [S. Lewis](#), [B. Reed](#), [J. Blanton](#), [D. Frazier Gordon](#), [C. Fugate](#), [D. Hale](#), [R. Huff](#), [S. Santoro](#), [N. Tate](#), [J. Tipton](#)

Amend KRS 16.052 to increase state trooper salaries.

01/10/22 Introduced in House
to Committee on Committees (H)
01/18/22 to Appropriations & Revenue (H)

TRANSPORTATION CABINET BUDGET BILL- SECOND VERSION

9. [House Bill 286](#) [D. Osborne](#)

The Transportation Cabinet Budget: Detail Part I, Operating Budget; appropriate to General Administration and Support: 2021-2022: \$102,500, 2022-2023: \$152,295,700, 2023-2024: \$113,802,100; appropriate to Aviation: 2021-2022: \$8,700, 2022-2023: \$56,980,200, 2023-2024: \$47,434,200; appropriate to Debt Service: 2022-2023: \$134,952,100, 2023-2024: \$136,855,100; appropriate to Highways: 2021-2022: \$238,912,000, 2022-2023: \$2,655,783,000, 2023-2024: \$2,358,874,300; appropriate to Public Transportation: 2021-2022: \$7,100, 2022-2023: \$97,260,300, 2023-2024: \$95,212,300; appropriate to Revenue Sharing: 2022-2023: \$372,580,800, 2023-2024: \$364,617,700; appropriate to Vehicle Regulation: 2021-2022: \$58,500, 2022-2023: \$66,853,200, 2023-2024: \$68,051,500; not included in the appropriation amounts are capital project amounts as follows: 2021-2022: \$3,000,000, 2022-2023: \$20,129,000, 2023-2024: \$7,890,000; detail Part II, Capital Projects Budget; detail Part III, Funds Transfer; detail Part IV, Transportation Cabinet Budget Summary; APPROPRIATION.

01/13/22 introduced in House
to Committee on Committees (H)

BIENNIAL HIGHWAY CONSTRUCTION PLAN

10. [House Bill 287](#) [D. Osborne](#)

Set out the 2022-2024 Biennial Highway Construction Plan; EMERGENCY.

01/18/22 introduced in House
to Committee on Committees (H)

LEGISLATIVE BRANCH BUDGET BILL

11. [House Bill 288](#) [D. Osborne](#)

Appropriate from the General Fund \$2,221,900 for fiscal year 2021-2022, \$82,043,900 for fiscal year 2022-2023, and \$84,639,800 for fiscal year 2023-2024; appropriate from Restricted Funds \$75,000 for fiscal year 2022-2023 and \$175,000 for fiscal year 2023-2024; detail Part II, General Provisions; detail Part III, Budget Reduction or Surplus Expenditure Plan; APPROPRIATION.

01/13/22 introduced in House
to Committee on Committees (H)

JUDICIAL BRANCH BUDGET BILL-SECOND VERSION

12. [House Bill 289](#) [D. Osborne](#)

The Judicial Branch Budget: Detail Part I, Operating Budget; appropriate to Court of Justice: 2021-2022: \$11,765,500, 2022-2023: \$489,784,300, 2023-2024: \$495,509,400; appropriate to Judicial Retirement System: 2021-2022: \$18,800, 2022-2023: \$5,699,300, 2023-2024: \$6,027,300; detail Part II, Capital Projects Budget; detail Part III, General Provisions; detail Part IV, Budget Reduction or Surplus Expenditure Plan; APPROPRIATION.

01/13/22 introduced in House
to Committee on Committees (H)