

AN ACT relating to financial literacy.

*Be it enacted by the General Assembly of the Commonwealth of Kentucky:*

➔SECTION 1. A NEW SECTION OF KRS CHAPTER 158 IS CREATED TO READ AS FOLLOWS:

(1) The Kentucky Department of Education shall develop and implement the Kentucky Financial Literacy Program to include curricula, materials, and guidelines adopted by the Kentucky Board of Education that are aligned with the Kentucky academic expectations and the Kentucky core academic standards.

(2) The Kentucky Financial Literacy Program shall include but not be limited to instruction in the following areas:

(a) Opening a deposit account and assessing the quality of a depository institution's services;

(b) Balancing a checkbook;

(c) Spending, credit, credit scoring, and managing debt, including retail and credit card debt;

(d) Completing a loan application, including a financial application;

(e) The implications of inheritance;

(f) The basic principles of personal insurance policies;

(g) Computing state and federal income taxes;

(h) Local tax assessments;

(i) Computing interest rates by various mechanisms;

(j) Understanding simple contracts;

(k) Contesting an incorrect billing statement;

(l) Saving and investing;

(m) State and federal laws concerning finance;

(n) Using technology as a tool to research, organize, and evaluate products and information available through electronic commerce; and

- (o) Navigating and using financial options available through electronic commerce.
- (3) (a) Beginning with 2016-2017 school year and each year thereafter, a student shall receive in grade eleven (11) or twelve (12) instruction in financial literacy integrated in the existing curriculum to include all areas identified in subsection (2) of this section.
- (b) The instruction shall consist of no fewer than twelve (12) one (1) hour sessions, or the equivalent.
- (c) A student pursuing an early graduation program as established in KRS 158.142 shall complete the required instruction prior to his or her graduation.
- (4) A school district may use the Kentucky Financial Literacy Program to complete the requirements of subsection (3) of this section.