

Amend printed copy of SB 2/SCS 1

On page 11, beginning on line 26, and continuing to page 16, line 11, by deleting subsection (9) of Section 2 in its entirety and inserting in lieu thereof:

- "(9) (a) The board of trustees shall appoint or contract for the services of an executive director and fix the compensation and other terms of employment for this position without limitation of the provisions of KRS Chapters 18A[ and 45A] and KRS 64.640, <u>subject to Senate confirmation in accordance with KRS 11.160 for each</u> <u>appointment, reappointment, contract, or contract renewal</u>. The executive director shall be the chief administrative officer of the board.
  - (b) The board of trustees shall authorize the executive director to appoint the employees deemed necessary to transact the business of the system. <u>Effective July 1, 2016, all</u> <u>employees of the systems, except for the executive director, shall be subject to the state personnel system established pursuant to KRS 18A.005 to 18A.204 and shall have their salaries determined by the secretary of the Personnel Cabinet[ For an appointee deemed to be in a policy making position , the board shall determine the compensation and other terms of employment for the policy making position without limitation of the provisions of KRS Chapter 18A. Anything in the Kentucky Revised Statutes to the contrary notwithstanding, the power over and control of determining</u>

Amendment No. SFA 1	Sponsor: Sen. Jimmy Higdon
Floor Amendment: $\left  \begin{array}{c} \\ \\ \\ \\ \\ \\ \\ \\ \\ \\ \\ \\ \\ \\ \\ \\ \\ \\ \\$	LRC Drafter: Gryss, Brad
Adopted:	Date:
Rejected:	Doc. ID: XXXXX



and maintaining an adequate complement of employees shall be under the exclusive jurisdiction of the board of trustees.

- (c) Effective December 1, 2002, all employees of the Kentucky Retirement Systems shall be transferred to a personnel system adopted by the board. Employees of Kentucky Retirement Systems covered by the personnel system adopted by the board shall be:
- 1. Provided the same health insurance coverage as all other state government employees as provided in KRS 18A.225;
- 2. Eligible to participate in the deferred compensation system provided for all state government employees as provided in KRS 18A.250 to 18A.265;
- 3. Provided the same life insurance coverage provided all state employees as provided in KRS 18A.205 to 18A.215;
- Reimbursed for all reasonable and necessary travel expenses and disbursements incurred or made in the performance of official duties in accordance with KRS Chapter 45;
- 5. Ensured equal employment opportunity regardless of race, color, gender, religion, national origin, disability, sexual orientation, or age;
- 6. Given those holidays and rights granted to state employees as provided in KRS 18A.190;
- 7. Paid a salary not less than the salary paid as of the date of transfer to the personnel system, unless voluntarily demoted or involuntarily demoted for cause;
- 8. Credited with all accumulated sick leave, compensatory time, and annual leave accumulated in accordance with KRS Chapter 18A, and for an employee leaving service, the system shall attest to the employee's accumulated sick leave,



compensatory time, and annual leave which shall be credited with other state and county employers to the extent provided for by statute or policy. The Kentucky Retirement Systems may, at the discretion of the board, accept from other state and county employers all accumulated sick leave, compensatory time, and annual leave for an employee leaving a state or county employer and accepting employment with the Kentucky Retirement Systems. The executive branch shall accept from the Kentucky Retirement Systems all accumulated sick leave, compensatory time, and annual leave for an employee leaving the Kentucky Retirement Systems and accepting employment with the executive branch. The Kentucky Retirement Systems shall accept from the executive branch all accumulated sick leave, compensatory time, and annual leave for an employee leaving the executive branch all accepting employment with the Kentucky Retirement Systems;

- 9. Classified with status upon transfer to the personnel system on December 1, 2002, if the employee was classified with status as a merit employee under KRS Chapter 18A. Any employee of the Kentucky Retirement Systems transferred on December 1, 2002, during the probationary period before earning classified status as a merit system employee under KRS Chapter 18A shall transfer all accrued probationary time and the time shall be credited to the probationary time required to attain classified status in the personnel system;
- 10. Ensured a grievance appeal procedure and the employee's right to have a representative present at each step of the grievance procedure; and
- 11. Ensured of the right of appeal in a manner consistent with the provisions of KRS 18A.095 to the Kentucky Personnel Board and employees classified with status in the personnel system shall not be dismissed, demoted, suspended, or



otherwise penalized except for cause.

- (d) The board shall adopt by administrative regulation a fair, equitable, and comprehensive personnel policy with a minimum of the following provisions for the personnel system:
- 1. A code of conduct including provisions describing performance of duties, abuse of position, conflicts of interest, and outside employment;
- 2. An appointments plan including provisions describing the appointing authority, appointments, equal employment policy, sexual harassment policy, and drugfree workplace policy;
- 3. A classification plan including provisions describing class specifications, position actions, and employee actions;
- 4. A compensation plan based on qualifications, experience, and responsibilities and including provisions which describe a salary schedule, salary adjustments, salary advancements, and an employee suggestion program;
- 5. Separations, disciplinary actions, and appeal policies including provisions describing classified with status, exemptions from classified with status, lay offs, abolishment of position, dismissals and notification of dismissal, dismissals during probationary period, disciplinary actions, right of appeal, grievance and appeal procedures, and an employee grievance and appeal committee;
- 6. Service and benefits regulations including provisions describing hours of work, fringe benefits, workers' compensation, payroll deductions, holidays, inclement weather days, compensatory time, retirement, resignations, employee evaluations, and political activities; and
- 7. Leave policies including provisions describing special leave, annual leave, court



leave and jury duty, military leave, voting leave, educational leave, sick leave, family medical leave, leave without pay, absence without leave, and blood donation leave].

- <u>(c)</u>[(e)] The board shall require the executive director and the employees as it thinks proper to execute bonds for the faithful performance of their duties notwithstanding the limitations of KRS Chapter 62.
- $(\underline{d})$  [(f)] The board shall establish a system of accounting.
- <u>(e)[(g)]</u> The board shall do all things, take all actions, and promulgate all administrative regulations, not inconsistent with the provisions of KRS 16.505 to 16.652, 61.510 to 61.705, and 78.510 to 78.852, necessary or proper in order to carry out the provisions of KRS 16.505 to 16.652, 61.510 to 61.705, and 78.510 to 78.852. Notwithstanding any other evidence of legislative intent, it is hereby declared to be the controlling legislative intent that the provisions of KRS 16.505 to 16.652, 61.510 to 61.705, and 78.510 to 78.852 conform with federal statute or regulation and meet the qualification requirements under 26 U.S.C. sec. 401(a), applicable federal regulations, and other published guidance. Provisions of KRS 16.505 to 16.652, 61.510 to 61.705, and 78.510 to 78.852 which conflict with federal statute or regulation or qualification under 26 U.S.C. sec. 401(a), applicable federal regulations, and other published guidance shall not be available. The board shall have the authority to promulgate administrative regulations to conform with federal statute and regulation and to meet the qualification requirements under 26 U.S.C. sec. 401(a), including an administrative regulation to comply with 26 U.S.C. sec. 401(a)(9). The board shall have the authority to promulgate an administrative regulation to comply with any consent decrees entered into by the board in Civil Action No. 3:99CV500(C) in order to bring the systems into compliance with the Age Discrimination in Employment



Act, 29 U.S.C. Section 621, et seq., as amended."