

AN ACT relating to interest on judgments.

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

→Section 1. KRS 360.040 is amended to read as follows:

A judgment shall bear ***six percent (6%)***~~twelve percent (12%)~~ interest compounded annually from its date. A judgment may be for the principal and accrued interest; but if rendered for accruing interest on a written obligation, it shall bear interest in accordance with the instrument reporting such accruals~~[, whether higher or lower than twelve percent (12%)]~~. Provided, that when a claim for unliquidated damages is reduced to judgment, such judgment may bear less interest than ***the six percent (6%)***~~twelve percent (12%)~~ if the court rendering such judgment, after a hearing on that question, is satisfied that the rate of interest should be ***reduced***~~less than twelve percent (12%)~~. All interested parties must have due notice of said hearing.