1 AN ACT relating to state personnel.

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

- 3 → Section 1. KRS 18A.005 is amended to read as follows:
- 4 As used in this chapter, unless the context indicates otherwise:
- 5 (1) "Appointing authority" means the agency head or any person whom he or she has
- 6 authorized by law to designate to act on behalf of the agency with respect to
- 7 employee appointments, position establishments, payroll documents, register
- 8 requests, waiver requests, requests for certification, or other position actions. Such
- 9 designation shall be in writing and signed by both the agency head and his or her
- designee. Prior to the exercise of appointing authority, such designation shall be
- filed with the secretary;
- 12 (2) "Base salary or wages" means the compensation to which an employee is entitled
- under the salary schedules adopted pursuant to the provisions of KRS 18A.030 and
- 14 18A.110. Base salary or wages shall be adjusted as provided under the provisions of
- 15 KRS 18A.355 and 48.130;
- 16 (3) "Board" means the Personnel Board created by KRS 18A.045;
- 17 (4) "Career employee" means a state employee with sixteen (16) or more years of
- 18 permanent full-time state service, or the part-time employment equivalent of at least
- sixteen (16) years of full-time state service. The service may have been in the
- 20 classified service under this chapter, the unclassified service in the executive branch
- of state government, or a combination thereof. At least five (5) years of the
- combined service shall have been in the classified service under this chapter;
- 23 (5) "Certification" means the referral of the name of one (1) or more qualified
- 24 prospective employees by the secretary on request of an appointing officer for
- consideration in filling a position in the classified service;
- 26 (6) "Class" means a group of positions sufficiently similar as to duties performed,
- scope of discretion and responsibility, minimum requirements of training,

1		experience, or skill, and such other characteristics that the same title, the same tests
2		of fitness, and the same schedule of compensation have been or may be applied to
3		each position in the group;
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4	(7)	"Classified employee" means an employee appointed to a position in the classified
5		service under this chapter whose appointment and employment are subject to the
6		classified service provisions of this chapter and the administrative regulations
7		promulgated under this chapter;
8	(8)	"Classified position" means a position in the executive branch of state government
9		that is not exempt from the classified service under KRS Chapter 16, KRS 18A.115,
10		KRS Chapter 151B, or any other provision of law;
11	(9)	"Classified service" includes all the employment subject to the terms of this chapter
12		except for those positions expressly cited in KRS 18A.115; a "classified position" is
13		a position in the classified service;
14	(10)	"Secretary" means the secretary of the Personnel Cabinet as provided for in KRS
15		18A.015;
16	(11)	"Demotion" means a change in the rank of an employee from a position in one (1)
17		class to a position in another class having a lower minimum salary range and less
18		discretion or responsibility;
19	(12)	"Cabinet" means the Personnel Cabinet provided for in KRS 18A.015, unless the
20		context indicates otherwise;
21	(13)	"Eligible" refers to a person who has made a passing score on any examination
22		required under KRS <u>18A.005</u> [18A.010] to 18A.200 <u>or 18A.201</u> or who has
23		qualified to be placed on a register;
24	(14)	"Employee" means a person regularly appointed to a position in the state service for
25		which he or she is compensated on a full-time, part-time, or interim basis;
26	(15)	"Federally funded time-limited employee" means an employee in the unclassified
27		service, appointed to a position that is funded one hundred percent (100%) by a

federal grant or grants. An employee appointed to a federally funded time-limited
position shall be required to meet the minimum requirements for the classification
in which he or she is hired and, subject to the provisions of KRS 18A.113, shall
serve at the pleasure of the appointing authority during a period of time that shall
not exceed the life of the federal grant that funds the position. A federally funded
time-limited employee who has been aggrieved by notice of disciplinary action or
termination, other than an action based on expiration of the federal grant funding,
may petition the appointing authority of the agency for the opportunity to be heard
by the appointing authority or his or her designee prior to the effective date of the
disciplinary action or termination. The decision of the appointing authority shall be
final except as provided by KRS 18A.095(11)[(14)] and 18A.140. A federally
funded time-limited employee shall not have the right of appeal to the Personnel
Board except as provided by KRS 18A.095(11)(144) and 18A.140;

- (16) "Federally funded position" means a full-time or a part-time position in which the unclassified employee is eligible for benefits at the same level as a classified employee in a permanent position;
- 17 (17) "Full-time employee" means an employee in a full-time position;
- 18 (18) "Full-time position" means a position, other than an interim position, requiring an
  19 employee to work at least thirty-seven and one-half (37.5) hours in a work week,
  20 except for the following:
  - (a) Positions in the state parks, where the work assigned is dependent upon fluctuations in tourism, may be assigned work hours from twenty-five (25) hours per week during the off seasons and remain in full-time positions; and
  - (b) Positions in health care facilities, which regularly involve three (3) consecutive days of twelve (12) hour shifts to cover weekends, shall be considered full-time;
  - (19) "Initial probation" means the period of service following initial appointment to any

1		position under KRS $\underline{18A.005}$ $\underline{18A.010}$ to $18A.200$ $\underline{or}$ $\underline{18A.201}$ which requires
2		special observation and evaluation of an employee's work and which must be
3		passed successfully before status may be conferred as provided in KRS 18A.110
4		and by the provisions of this chapter. If the appointee is granted leave in excess of
5		twenty (20) consecutive work days during this period, his or her initial probation
6		shall be extended for the same length of time as the granted leave to cover such
7		absence;
8	(20)	"Interim employee" means an unclassified employee without status who has been
9		appointed to an interim position that shall be less than nine (9) months duration;
10	(21)	"Interim position" means a position established to address a one-time or recurring
11		need of less than nine (9) months duration and exempt from the classified service
12		under KRS 18A.115;
13	(22)	"Part-time employee" means an employee in a part-time position;
14	(23)	"Part-time position" means a position, other than an interim position, requiring an
15		employee to work less than one hundred (100) hours per month;
16	(24)	"Position" means an office or employment in an agency (whether part-time, full-
17		time, or interim, occupied, or vacant) involving duties requiring the services of one
18		(1) person;
19	(25)	"Promotion" means a change of rank of an employee from a position in one (1)
20		class to a position in another class having a higher minimum salary or carrying a
21		greater scope of discretion or responsibility;
22	(26)	"Promotional probation" means the period of service, consistent with the length of
23		the initial probationary period, following the promotion of an employee with status
24		which must be successfully completed in order for the employee to retain the
25		position to which he or she has been promoted. If the employee is granted leave in
26		excess of twenty (20) consecutive work days during this period, his or her
27		promotional probation shall be extended for the same length of time as the granted

1	leave to cover such absence;
2	(27) "Qualifying" means the selection method type which results when the knowledge
3	skills, and abilities necessary for a job classification cannot be accurately measured
4	by written examination;

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- (28) "Reallocation" means the correction of the classification of an existing position by placement of the position into the classification that is appropriate for the duties the employee has been and shall continue to perform;
- (29) "Reclassification" shall mean the change in the classification of an employee when 8 9 a material and permanent change in the duties or responsibilities of that employee 10 has been assigned in writing by the appointing authority;
- 11 (30) "Reemployment" shall mean the rehiring of an employee with status who has been 12 laid off;
- 13 (31) "Reemployment register" means the separate list of names of persons who have 14 been separated from state service by reason of layoff. Reemployment registers shall 15 be used as provided by the provisions of KRS 18A.110, 18A.130, and 18A.135;
  - (32) "Register" means any official list of eligibles for a particular class and, except as provided in this chapter, placed in rank order according to the examination scores maintained for use in making original appointments or promotions to positions in the classified service;
- 20 (33) "Reinstatement" means the privilege of restoration of an employee who has 21 resigned in good standing at the option of the appointing authority, or who has been 22 ordered reinstated by the board or a court to a position in his former class, or to a 23 position of like status and pay;
  - "Reversion" means either the returning of a status employee to his or her last position held in the classified service, if vacant, or the returning of a status employee to a vacant position in the same or similar job classification as his or her last position held in the classified service. Reversion occurs after a career employee

1		is terminated other than for cause from the unclassified service or after a status
2		employee fails to successfully complete promotional probation. Reversion after
3		unsuccessful completion of promotional probation, or in the case of a career
4		employee after termination from the unclassified service, may only be appealed to
5		the Personnel Board under KRS 18A.095(11);
6	(35)	"Seniority" means the total number of months of state service;
7	(36)	"Status" means the acquisition of tenure with all rights and privileges granted by the

10 (37) "Transfer" means a movement of any employee from one (1) position to another of
11 the same grade having the same salary ranges, the same level of responsibility
12 within the classified service, and the same salary received immediately prior to
13 transfer.

provisions of this chapter after satisfactory completion of the initial probationary

→ Section 2. KRS 18A.035 is amended to read as follows:

period by an employee in the classified service; and

- 15 (1) The secretary may from time to time designate in writing an employee of the cabinet to act for him in case of his absence or inability from any cause to discharge the powers and duties of his position. In this case, the powers and duties of the secretary shall devolve upon his designee.
- 19 (2) The secretary may request appropriate persons, including officers and employees in 20 the state service, to assist in the preparation and rating of tests. Department heads 21 shall cooperate to the fullest extent possible in making the services of their 22 employees available for such work.
- 23 (3) (a) The secretary may enter into written agreements with an appointing authority which would provide for the delegation of his authority and power to the appointing authority. The secretary is prohibited from delegating any powers or authority pertaining to disciplinary actions, lay-offs, or registers.
- 27 (b) All written agreements delegating the secretary's power and authority as

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1		provided in paragraph (a) of this subsection shall be specific in nature and
2		renewed annually.
3		(c) A copy of the written agreements shall be forwarded to the Personnel Board.
4	<del>[(4)</del>	The secretary shall serve ex officio as a member of the board of trustees of the
5		Kentucky Employees Retirement System.]
6		→ Section 3. KRS 18A.045 is amended to read as follows:
7	(1)	There is hereby created a Personnel Board in which shall be vested the
8		constitutional powers and responsibilities of officers of the Commonwealth. The
9		board shall consist of seven (7) members, six (6)[five (5)] of whom shall be
10		appointed by the Governor as provided in KRS 18A.050. <i>One (1) member</i> [Two (2)
11		members] of the board shall be elected by classified employees as provided in KRS
12		18A.0551.
13	(2)	Personnel Board members shall not accept gifts as provided in KRS 11A.045(1),
14		benefit under any contract or agreement as provided in KRS 11A.040(4), or fail to
15		disclose to other members of the board any direct or indirect conflict of interest as
16		described in KRS 11A.005(2)(c).
17	(3)	Any person retaliating in any manner and any person ordering retaliation against a
18		classified employee or a member of his family because he has participated in an
19		election to the board, either by being a candidate or voting for a candidate, shall be
20		subject to the provisions of KRS 18A.990.
21		→ Section 4. KRS 18A.050 is amended to read as follows:
22	(1)	[Any person serving on the board on July 15, 1982, shall serve until the expiration
23		of his current term of office. Subsequent ] Appointments to the board shall be for a
24		term of four (4) years from the date of expiration of the term for which his or her
25		predecessor was appointed as provided in <u>subsection</u> [subsections] (2)[ and (3)] of
26		this section, except that a person appointed to fill a vacancy prior to the expiration

of such term shall be appointed in the same manner as provided in KRS 18A.045

1	and for the remainder of such term.
2	(2) [Upon the expiration of the terms of office of the two (2) board members whose
3	terms expire January 1, 1984, The Governor shall appoint two (2) members from a
4	list of four (4) names submitted by the Legislative Research Commission.
5	Thereafter, upon the expiration of these terms, such terms shall be filled in the same
6	manner as provided in this subsection.
7	(3) Upon the expiration of the terms of office, of the members whose terms expire
8	December 31, 1982, January 1, 1985, and January 1, 1986, JThe Governor shall
9	appoint six (6) citizens at large who are not associated with state government in any
10	manner. Thereafter upon the expiration of these terms, such terms shall be filled in
11	the same manner as provided in this subsection.
12	(3)[(4)] These $\underline{six}$ (6)[five (5)] appointments to the board shall be subject to
13	confirmation by the Senate. If the Senate is not in session, these six (6)[five (5)]
14	appointments shall be subject to review by the Interim Joint Committee on State
15	Government which shall hold a public hearing and shall transmit its
16	recommendations to the Senate.
17	(4)[(5)] The one (1) board member who is a classified employee shall be elected [The
18	initial election of classified employees] to the board [shall be held ]as provided in
19	KRS 18A.0551. The [two (2) ]classified employee shall serve[employees initially
20	elected to the board shall serve until July 1, 1986. Subsequent elections shall be] for
21	a term of four (4) years from the date of expiration of the term for which his or her
22	predecessor was elected. If a vacancy occurs prior to the expiration of such term,
23	the board shall fill the vacancy as provided in KRS 18A.060.
24	(5)[(6)] If an elected board member <u>separates from the classified service, the member</u>
25	shall immediately vacate his or her position on the board, or his or her
26	membership shall be terminated by the board, [accepts an unclassified position
27	with state government, his membership on the board shall be terminated

1 immediately and the vacancy shall be filled as provided in KRS 18A.060.

2 (6)(7) If an elected board member accepts a classified position in a cabinet 3 employing another board member or if, through no fault of his <u>or her</u> own, he <u>or</u> 4 <u>she</u> is placed in that cabinet, his <u>or her</u> membership on the board shall not be 5 terminated for the remainder of his term.

- → Section 5. KRS 18A.0551 is amended to read as follows:
- 7 (1) (a) Elections to the board shall be scheduled every four (4) years on or before
  8 June 15. The Personnel Cabinet shall provide written or electronic notification
  9 of the date of the election to all classified employees on or before April 1.
  - (b) Upon receipt of the notification provided for by paragraph (a) of this subsection, a classified employee wishing to serve on the board shall notify the board, in writing or electronically, no later than May 15. This notification shall include the candidate's name, address, unique personal identification number, job classification, length of state employment, and name of his or her current employer.
- 16 (2) The cabinet shall determine which employees are eligible to vote in the Personnel
  17 Board election as of the last calendar day in April.
- 18 (3) At least ten (10) working days prior to the election provided for in subsection (1) of
  19 this section, the cabinet shall notify each classified employee identified in
  20 subsection (2) of this section of the upcoming election and include in the
  21 notification a ballot and instructions for voting.
- 22 (4) Upon receipt of the ballot, a classified employee wishing to participate in the election provided for in subsection (1) of this section shall:
- 24 (a) Vote for no more than <u>one (1) candidate</u>[two (2) candidates] on the ballot, 25 following the cabinet's instructions for voting; and
- 26 (b) Submit the ballot by the means and date specified by the cabinet.
- 27 (5) The cabinet shall:

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- 1 (a) Receive, validate, and tabulate all returned votes; and
- 2 (b) Transmit the results to the board.
- 3 (6) For at least sixty (60) days after the completion of the tabulation provided for by
- 4 subsection (5) of this section, the election materials shall be public record and open
- 5 to inspection. However, any personally identifiable information, including home
- 6 addresses and unique personal identification numbers of the eligible employees and
- 7 voters, shall be redacted prior to public inspection or disclosure.
- 8 (7) The <u>candidate[two (2) eligible candidates]</u> receiving the greatest number of votes
- 9 shall be declared the successful *candidate*[candidates]. In the event of a tie vote, the
- tie shall be broken by a coin toss in the presence of the candidates receiving the tie
- vote.
- 12 (8) <u>The successful candidate</u>[Successful candidates] shall be notified by the board no
- later than ten (10) working days after the election <u>and</u>[. Successful candidates] shall
- take office immediately upon notification.
- 15 (9) State employees may use state materials or equipment, except for state-paid first-
- class postage, to vote in the election of classified employees to the board. Except
- for voting in accordance with this section, any activity related to the election of a
- 18 classified employee to the board shall not be conducted during working hours.
- 19 (10) The secretary may promulgate administrative regulations pursuant to KRS Chapter
- 20 13A to implement the provisions of this section.
- → Section 6. KRS 18A.0751 is amended to read as follows:
- 22 (1) The board shall promulgate comprehensive administrative regulations for the
- 23 classified service governing:
- 24 (a) Appeals by state employees;
- (b) Demotion;
- 26 (c) Dismissal;
- 27 (d) [Fines, ]Suspensions[,] and other disciplinary measures;

1		(e)	Probation, provided that the board may not require an initial probationary
2			period in excess of six (6) months except as provided in subsection $(4)\underline{(d)}[(e)]$
3			of this section and KRS 18A.005;
4		(f)	Promotion;
5		(g)	Reinstatement;
6		(h)	Transfer; and
7		(i)	Employee grievances and complaints.
8	(2)	(a)	[These ] Administrative regulations <u>promulgated by the board</u> shall comply
9			with the provisions of this chapter and KRS Chapter 13A, and shall have the
10			force and effect of law, when approved by the board, after compliance with
11			the provisions of KRS Chapters 13A and 18A and the procedures adopted
12			thereunder.[;]
13		(b)	Administrative regulations promulgated by the board shall not expand or
14			restrict rights granted to, or duties imposed upon, employees and
15			administrative bodies by the provisions of this chapter.[; and]
16		(c)	No administrative body, other than the Personnel Board, shall promulgate
17			administrative regulations governing the subject matters specified in this
18			section.
19	(3)	Prio	r to filing an administrative regulation with the Legislative Research
20		Con	nmission, the board shall submit the administrative regulation to the secretary
21		for r	eview:
22		(a)	The secretary shall review the administrative regulation proposed by the board
23			not more than twenty (20) days after its submission to him or her;
24		(b)	Not more than five (5) days after his review, the secretary shall submit his or
25			her recommendations in writing to the board;
26		(c)	The board shall review the recommendations of the secretary and may revise
27			the proposed administrative regulation as it deems necessary; and

1		(4)	After the heard has completed the review provided for in this section it may
		(d)	After the board has completed the review provided for in this section, it may
2			file the proposed administrative regulation with the Legislative Research
3			Commission pursuant to the provisions of KRS Chapter 13A.
4	(4)	Thes	se administrative regulations shall provide:
5		(a)	For the procedures to be utilized by the board in the conduct of hearings by
6			the board, consistent with the provisions of KRS Chapter 13B;
7		(b)	For reduction in rank or grade as provided by this chapter;
8		(c)	For discharge, as provided by this section;
9		(d)	[For imposition, as disciplinary measures, of a fine of not more than ten (10)
10			working days' pay, or for suspension from the service without pay for no
11			longer than thirty (30) working days and, in accordance with the provisions of
12			KRS 18A.095, for the manner of notification of the employee of the discipline
13			and his or her right of appeal;
14		<del>(e)</del>	No probationary period may exceed twelve (12) months, except as provided
15			in KRS 18A.005. The secretary may recommend an initial probationary
16			period in excess of six (6) months for specific job classifications to the board.
17			This recommendation shall take the form of a proposed administrative
18			regulation that shall be submitted to the board for approval. The subject of the
19			administrative regulation shall be limited to job classifications for which an
20			initial probationary period in excess of six (6) months is required and shall
21			specify:
22			1. The job classification for which an initial probationary period in excess
23			of six (6) months is required; and
24			2. The specific number of months constituting the initial probationary
25			period for the job classification. No other administrative regulation shall
26			include any provision prescribing an initial probationary period in
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excess of six (6) months, except as provided in KRS 18A.005. Upon

1		approval by the board of the proposed administrative regulation
2		provided for in this paragraph, the board shall file the regulation with
3		the Legislative Research Commission as provided by KRS Chapter 13A;
4		(e)[(f)] For promotions which shall give appropriate consideration to the
5		applicant's qualifications, record of performance, conduct, and seniority.
6		Except as provided by this chapter, vacancies shall be filled by promotion
7		whenever practicable and in the best interest of the service;
8		[(g) For reemployment of laid off employees in accordance with the provisions of
9		this chapter;]
10		(f)[(h)] For transfer from a position in one (1) department to a similar position
11		in another department involving similar qualifications, duties, responsibilities,
12		and salary ranges as provided by the provisions of KRS 18A.113;
13		(g)[(i)] For establishment of a plan for resolving employee grievances and
14		complaints. This plan shall not restrict rights granted employees by the
15		provisions of this chapter;
16		(h)[(j)] For promotion of career employees to positions in the unclassified
17		service without loss of status to the individual employees so promoted, as
18		provided by this chapter; and
19		(i)[(k)] For any other administrative regulations not inconsistent with this
20		chapter and KRS Chapter 13A as may be proper and necessary for its
21		enforcement.
22		→ Section 7. KRS 18A.080 is amended to read as follows:
23	(1)	Except as provided in KRS 18A.200, members of the board shall receive
24		compensation of one hundred dollars (\$100) per diem for each meeting of the board
25		and reimbursement for actual and necessary expenses in accordance with state
26		regulations and standards applicable to state employees.
27	(2)	In addition to payments for attendance at board meetings all board members may

1		also be paid one hundred dollars (\$100) for each day spent in the preparation of
2		recommended orders, the review of transcripts or other matters related to appeals
3		before the board.
4	(3)	Any board member missing three (3) consecutive regular meetings shall be deemed
5		to have vacated his office. Replacements to the board shall be made as provided in
6		KRS 18A.050 <del>[(2)]</del> and 18A.060.
7		→ Section 8. KRS 18A.095 is amended to read as follows:
8	(1)	A classified employee with status shall not be dismissed, demoted, suspended
9		without pay, or involuntarily transferred except for cause.
0	(2)	Prior to dismissal, a classified employee with status shall be notified in writing of
1		the intent to dismiss him or her. The notice shall also state:
2		(a) The specific reasons for dismissal, including:
13		1. The statutory, regulatory, or policy violation;
4		2. The specific action or activity on which the intent to dismiss is based;
5		3. The date and place of such action or activity; and
6		4. The names of the parties involved;
17		(b) That the employee has the right to appear personally, or with counsel if he or
8		she has retained counsel, to reply to the appointing authority or his or her
9		designee; and
20		(c) Whether the employee is placed on administrative leave by the appointing
21		authority with pay upon receiving the intent to dismiss letter prior to the
22		agency's final action.
23	(3)	The Personnel Cabinet shall prescribe and distribute a pretermination form to be
24		completed and forwarded by an employee who wishes to appear before the
25		appointing authority or his or her designee. The form shall be attached to every
26		notice of intent to dismiss and shall contain written instructions explaining:

The right granted an employee under the provisions of this section relating to

(a)

I		pretermination hearings; and
2		(b) The time limits and procedures to be followed by all parties in pretermination
3		hearings.
4	(4)	No later than five (5) working days after receipt of the notice of intent to dismiss,
5		excluding the day he or she receives the notice, the employee may request to
6		appear, personally or with counsel if he or she has retained counsel, to reply to the
7		appointing authority or his or her designee.
8	(5)	Unless agreed to by the appointing authority or his or her designee and the
9		employee, the appearance shall be scheduled within six (6) working days after
10		receipt of an employee's request to appear before the appointing authority or his or
11		her designee, excluding the day his or her request is received.
12	(6)	No later than five (5) working days after the employee appears before the
13		appointing authority or his or her designee, excluding the day of the appearance, the
14		cabinet head or agency or his or her designee shall:
15		(a) Determine whether to dismiss the employee or to modify or rescind the intent
16		to dismiss; and
17		(b) Notify the employee in writing of the decision.
18	(7)	If the appointing authority or his or her designee determines that the employee shall
19		be dismissed, the employee shall be notified in writing of:
20		(a) The effective date of his or her dismissal;
21		(b) The specific reason for the dismissal, including:
22		1. The statutory, regulatory, or policy violation;
23		2. The specific action or activity on which the dismissal is based;
24		3. The date and place of the action or activity; and
25		4. The names of the parties involved; and
26		(c) That he or she may appeal the dismissal to the board within thirty (30)
27		calendar days after receipt of this notification, excluding the day he or she

1			receives notice.
2	(8)	A c	ssified employee with status who is demoted, suspended without pay, or
3		invo	untarily transferred shall be notified in writing of:
4		(a)	The demotion, suspension, or involuntary transfer;
5		(b)	The effective date of the demotion, suspension, or involuntary transfer;
6		(c)	The specific reason for the demotion, suspension, or involuntary transfer,
7			including:
8			1. The statutory, regulatory, or policy violation;
9			2. The specific action or activity on which the demotion, suspension, or
10			involuntary transfer is based;
11			3. The date and place of the action or activity; and
12			4. The names of the parties involved; and
13		(d)	That he or she has the right to appeal to the board within thirty (30) calendar
14			days, excluding the day that he or she received notification of the personnel
15			action.
16	(9)	Any	unclassified employee who is dismissed, demoted, suspended without pay, or
17		invo	intarily transferred for cause may, within thirty (30) calendar days after the
18		dism	ssal, demotion, suspension, or involuntary transfer, appeal to the board for
19		revie	v thereof.
20	(10)	(a)	An employee whose position is reallocated or reclassified to a lower grade
21			shall be notified in writing by the appointing authority of:
22			1. The reallocation or reclassification; and
23			2. [If the reallocation or reclassification is to a lower grade, ]His or her
24			right to request reconsideration by the secretary within ten (10) working
25			days of receipt of the notice, excluding the day he or she receives
26			notification.
27		(b)	The employee shall file a written request for reconsideration of the

reallocation or reclassification to a lower grade with the secretary in a manner and form prescribed by the secretary and shall be given a reasonable opportunity to be heard by the secretary. The secretary shall make a determination within sixty (60) calendar days after the request has been filed by an employee. The secretary's determination shall be final and shall not be appealable to the Personnel Board.

Any applicant, classified employee, or federally funded time-limited

- any applicant, classified employee, or federally funded time-limited employee may appeal to the board an action alleged to be based on discrimination due to race, color, religion, national origin, sex, disability, age forty (40) and above, or any other category protected under state or federal civil rights laws. Nothing in this section shall be construed to preclude any applicant, classified employee, or unclassified employee from filing with the Kentucky Commission on Human Rights a complaint alleging discrimination on the basis of race, color, religion, national origin, sex, disability, or age in accordance with KRS Chapter 344.
- (b) Appeals alleging discrimination shall be filed within thirty (30) calendar days after the alleged discriminatory action occurred.
- (12) (a) Any applicant for classified employment under KRS Chapter 18A who has been notified by the Personnel Cabinet that he or she did not meet the minimum qualifications for a position may request reconsideration from the secretary not more than ten (10) calendar days after the notification was sent. The secretary's review and determination of the reconsideration shall be completed within ten (10) calendar days from the receipt of the request for reconsideration. The secretary's determination shall be final and shall not be appealable to the Personnel Board.
  - (b) Any applicant for employment in a classified position under KRS Chapter 18A may appeal the hiring agency's nonselection based on an alleged

(11) (a)

violation of appointment and promotion provisions contained in this chapter or administrative regulations promulgated under this chapter to the board. The appeal shall be filed not later than thirty (30) calendar days after the notice of nonselection was mailed or sent electronically.

- (13) When an employee who qualifies for a position has his or her name removed from the register, the employee may petition the secretary for the opportunity to be heard by the secretary or his or her designee. The petition shall be delivered to the secretary in writing or electronically no later than ten (10) calendar days after the removal notification has been sent. The secretary's decision shall be final and not appealable to the Personnel Board.
- 11 (14) (a) Appeals to the board shall be in writing on an appeal form prescribed by the board. The Personnel Board shall be responsible for the distribution of these forms.
  - (b) The appeal form shall be attached to any notice of dismissal, demotion, suspension, or involuntary transfer. The appeal form shall instruct the employee to state whether he or she is a classified or unclassified employee, his or her full name, his or her appointing authority, work station address and telephone number, home address and personal telephone number, personal email address, and, if he or she has retained counsel at the time he or she files an appeal, the name, address, and telephone number of his or her attorney.
  - (c) The form shall also instruct a classified employee to state the action he or she is appealing in a short, plain, concise statement of the facts. The form shall instruct an unclassified employee to make a short, plain, concise statement of the reason for the appeal and the cause given for his or her dismissal, demotion, suspension, or involuntary transfer.
  - (d) <u>The appellant</u>[Any appeal form filed by a classified or unclassified employee] shall identify the statute, administrative regulation, or policy that <u>the</u>

1	agency[was]	allegedly	violated	on the a	ppeal for	m.

2 (e) Upon receipt of the appeal by the board, the appointing authority and the 3 Personnel Cabinet shall be notified and the board shall schedule a hearing.

- 4 (15) All administrative hearings conducted by the board shall be conducted in accordance with KRS Chapter 13B.
- 6 (16) (a) The board shall deny a hearing to an employee who has failed to file an 7 appeal within the time prescribed by this section; and to an unclassified 8 employee who has failed to state the reasons for the appeal and the cause for 9 which he or she has been dismissed, demoted, suspended without pay, or 10 involuntarily transferred. The board shall deny any appeal after a preliminary 11 hearing if it lacks jurisdiction to grant relief. The board shall notify the 12 employee of its denial in writing and shall inform the employee of his or her 13 right to appeal the denial under the provisions of KRS 18A.100.
  - (b) Any investigation by the board of any matter related to an appeal filed by an employee shall be conducted only upon notice to the employee, the employee's counsel, and the appointing authority. All parties to the appeal shall have access to information produced by the investigations and the information shall be presented at the hearing.
- 19 (17) Each appeal shall be decided individually, unless otherwise agreed by the parties 20 and the board. The board shall not:
  - (a) Employ class action procedures; or
- 22 (b) Conduct test representative cases.

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- 23 (18) Board members shall abstain from public comment about a pending or impending 24 proceeding before the board. This shall not prohibit board members from making 25 public statements in the course of their official duties or from explaining for public 26 information the procedures of the board.
- 27 (19) An appeal to the board may be heard by the full board or one (1) or more of the

following: Its executive director, its general counsel, any nonelected member of the board, or any hearing officer secured by the board pursuant to KRS 13B.030.

- 3 (20) (a) If the board finds that the action complained of was taken by the appointing 4 authority in violation of laws prohibiting favor for, or discrimination against, or bias with respect to, his or her political or religious opinions or affiliations 5 or ethnic origin, or in violation of laws prohibiting discrimination because of 6 7 such individual's sex or age or disability, the appointing authority shall 8 immediately reinstate the employee to his or her former position or a position 9 of like status and pay, without loss of pay for the period of time at issue, or 10 otherwise make the employee whole unless the order is stayed by the board or 11 the court on appeal.
  - (b) If the board finds that the action complained of was taken without just cause, the board shall order the immediate reinstatement of the employee to his or her former position or a position of like status and pay, without loss of pay for the period of time at issue, or otherwise make the employee whole unless the order is stayed by the board or the court on appeal.
  - (c) If the board finds that the action taken by the appointing authority was excessive or erroneous in view of all the surrounding circumstances, the board shall direct the appointing authority to modify or rescind the action at issue.
  - (d) In all other cases, the board shall direct the appointing authority to rescind the action taken or otherwise grant specific relief or dismiss the appeal.
  - (21) If a final order of the board is appealed, a court may award reasonable attorney fees to an employee who prevails by a final adjudication on the merits as provided by KRS 453.260. This award shall not include attorney fees attributable to the hearing before the board.
  - (22) When any employee is dismissed and not ordered reinstated after the appeal, the board in its discretion may direct that his or her name be placed on an appropriate

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reemployment list for employment in any similar position other than the one from which he or she had been removed.

- After a final decision has been rendered by the board or court, an employee who prevails in his or her appeal may be credited with the amount of leave time used for time spent at his or her hearing before the board or court. Employees who had an insufficient amount of leave time shall be credited with leave time equal to the amount of time spent at their hearings before the board or court.
- 8 (24) If the appointing authority appeals the final order of the board, unless the board rules otherwise, the reinstated employee shall remain in his or her former position, or a position of like status or pay, until the conclusion of the appeals process, at which time the appointing authority shall take action in accordance with the court order.
- 13 (25) After a final decision in a contested case has been rendered by the last
  14 administrative or judicial body to which the case has been appealed, the board shall
  15 make the decision available to the public in electronic format on its website and
  16 shall organize the decisions according to the statutory basis for which the appeal
  17 was based.
- 18 (26) Appeals concerning dismissals of classified employees with status shall take 19 precedence for hearings before the board over all other appeals.
- 20 (27) Any classified or unclassified employee as defined in KRS 18A.005 who is not restored to a position pursuant to KRS 61.371 to 61.377, or who is dismissed without cause within one (1) year after reinstatement, may appeal to the Personnel Board. The appeal shall be filed in writing with the executive director of the board not later than thirty (30) days after the notification of the action in question has been mailed or sent electronically.
- 26 (28) If an individual received a notice that does not comply with subsection (7)(c), 27 (8)(d), or (14)(b) of this section, or received no written or electronic notification of

1	his or her dismissal, demotion, suspension, or involuntary transfer pursuant to
2	subsection (7) or (8) of this section, he or she shall file his or her appeal to the
3	board within one hundred eighty (180) days of:
4	(a) Receipt of the written notice, if he or she received a written notice that does
5	not comply with subsection (7)(c), (8)(d), or (14)(b) of this section; or
6	(b) The alleged act, if he or she did not receive written or electronic notification
7	of the alleged act in question.
8	(29) If a classified or unclassified employee refuses or fails to cooperate as a witness in
9	an agency, Personnel Cabinet, or board investigation, hearing, proceeding, o
10	inquiry, the employee may be subject to disciplinary action.
11	(30) Unless otherwise provided by this chapter, the board shall not have jurisdiction over
12	any appeal except as authorized by this section.
13	→ Section 9. KRS 18A.100 is amended to read as follows:
14	Any party aggrieved by a final order of the board may appeal by filing a petition with
15	the clerk of the Franklin Circuit Court in accordance with KRS Chapter 13B. [(1) Any
16	final order of the board either upholding or invalidating the dismissal, demotion, o
17	suspension of a classified or an unclassified employee may be appealed either by the
18	employee or by the appointing authority.
19	(2) The party aggrieved may appeal a final order by filing a petition with the clerk of
20	the Franklin Circuit Court in accordance with KRS Chapter 13B.]
21	→ Section 10. KRS 18A.110 is amended to read as follows:
22	(1) The secretary shall promulgate comprehensive administrative regulations for the
23	classified service governing:
24	(a) Applications and examinations;
25	(b) Certification and selection of eligibles;
26	(c) Classification and compensation plans;
27	(d) Incentive programs;

1		(e) <del>[Layoffs;</del>
2		(f) Registers;
3		$(\underline{f})$ Types of appointments;
4		(g)[(h)] Attendance; hours of work; compensatory time; annual, court, military,
5		sick, voting, living organ donor, and special leaves of absence, provided that
6		the secretary shall not promulgate administrative regulations that would
7		reduce the rate at which employees may accumulate leave time below the rate
8		effective on December 10, 1985; and
9		$(\underline{h})[(i)]$ Employee evaluations.
10	(2)	The secretary shall promulgate comprehensive administrative regulations for the
11		unclassified service.
12	(3)	(a) Except as provided by KRS 18A.355, the secretary shall not promulgate
13		administrative regulations that would reduce an employee's salary; and
14		(b) As provided by KRS 18A.0751(4)(d)[(e)], the secretary may submit a
15		proposed administrative regulation providing for an initial probationary period
16		in excess of six (6) months to the board for its approval.
17	(4)	The secretary may promulgate administrative regulations to implement state
18		government's affirmative action plan under KRS 18A.138.
19	<u>(5)</u>	The secretary may promulgate administrative regulations to:
20		(a) Implement scholarship programs, internship programs, education
21		programs, and educational assistance programs; and
22		(b) Provide interview preference for job applicants who complete an executive
23		branch internship program.
24	<u>(6)</u>	The secretary may promulgate administrative regulations for the classified
25		service governing layoffs, furloughs, and reduction of hours, including but not
26		limited to reemployment of laid-off employees.
27	<u>(7)</u> [(	(a) The administrative regulations shall comply with the provisions of this

1		chapter and KRS Chapter 13A, and shall have the force and effect of law after
2		compliance with the provisions of KRS Chapters 13A and 18A and the
3		procedures adopted thereunder;
4	(b)	Administrative regulations promulgated by the secretary shall not expand or
5		restrict rights granted to, or duties imposed upon, employees and
6		administrative bodies by the provisions of this chapter; and
7	(c)	No administrative body other than the Personnel Cabinet shall promulgate
8		administrative regulations governing the subject matters specified in this
9		section.
10	<u>(8)</u> [(6)]	Prior to filing an administrative regulation with the Legislative Research
11	Com	nmission, the secretary shall submit the administrative regulation to the board
12	for r	eview.
13	(a)	The board shall review the administrative regulation proposed by the secretary
14		not less than twenty (20) days after its submission to it;
15	(b)	Not less than five (5) days after its review, the board shall submit its
16		recommendations in writing to the secretary;
17	(c)	The secretary shall review the recommendations of the board and may revise
18		the proposed administrative regulation if he or she deems it necessary; and
19	(d)	After the secretary has completed the review provided for in this section, he or
20		she may file the proposed administrative regulation with the Legislative
21		Research Commission pursuant to the provisions of KRS Chapter 13A.
22	<u>(9)</u> [(7)]	The administrative regulations shall provide:
23	(a)	For the preparation, maintenance, and revision of a position classification plan
24		for all positions in the classified service, based upon similarity of duties
25		performed and responsibilities assumed, so that the same qualifications may
26		reasonably be required for, and the same schedule of pay may be equitably
27		applied to, all positions in the same class. The secretary shall allocate the

position of every employee in the classified service to one (1) of the classes in the plan. The secretary shall reallocate existing positions, after consultation with appointing authorities, when it is determined that they are incorrectly allocated, and there has been no substantial change in duties from those in effect when such positions were last classified. The occupant of a position being reallocated shall continue to serve in the reallocated position with no reduction in salary;

- (b) For a pay plan for all employees in the classified service, after consultation with appointing authorities and the state budget director. The plan shall take into account such factors as:
  - The relative levels of duties and responsibilities of various classes of positions;
  - 2. Rates paid for comparable positions elsewhere taking into consideration the effect of seniority on such rates; and
  - 3. The state's financial resources.

Amendments to the pay plan shall be made in the same manner. Each employee shall be paid at one (1) of the rates set forth in the pay plan for the class of position in which he or she is employed, provided that the full amount of the annual increment provided for by the provisions of KRS 18A.355, and the full amount of an increment due to a promotion, salary adjustment, reclassification, or reallocation, shall be added to an employee's base salary or wages;

- (c) For the advertisement and acceptance of applications for at least five (5) days for those positions to be filled by classified appointment or promotion. The secretary may continue to receive applications and review applicants on a continuous basis long enough to ensure a sufficient number of applicants;
- (d) For the rejection of candidates or eligibles who fail to comply with reasonable

1		requirements of the secretary in regard to such factors as age, physical
2		condition, training, and experience, or who have attempted any deception or
3		fraud in connection with an examination;
4	(e)	Except as provided by this chapter, for the appointment of a person whose
5		score is included in the five (5) highest scores earned on the examination;
6	(f)	For annual, sick, and special leaves of absence, with or without pay, or
7		reduced pay, after approval by the Governor as provided by KRS
8		18A.155(1)(d);
9	(g)	[For layoffs, in accordance with the provisions of KRS 18A.113, by reasons
10		of lack of work, abolishment of a position, a material change in duties or
11		organization, or a lack of funds;
12	<del>(h)</del>	
13		effectiveness of employees in the state service, including training, whether in-
14		service or compensated educational leave, safety, health, welfare, counseling,
15		recreation, employee relations, and employee mobility without written
16		examination;
17	<u>(h)</u> [(	For a uniform system of annual employee evaluation for classified
18		employees, with status, that shall be considered in determining eligibility for
19		discretionary salary advancements, promotions, and disciplinary actions. The
20		administrative regulations shall:
21		1. Require the secretary to determine the appropriate number of job
22		categories to be evaluated and a method for rating each category;
23		2. Provide for periodic informal reviews during the evaluation period
24		which shall be documented on the evaluation form and pertinent
25		comments by either the employee or supervisor may be included;
26		3. Establish a procedure for internal dispute resolution with respect to the

final evaluation rating;

1	4.	Permit a classified employee, with status, who receives either of the
2		two (2) lowest possible evaluation ratings to appeal to the Personnel
3		Board for review after exhausting the internal dispute resolution
4		procedure. The final evaluation shall not include supervisor comments
5		on ratings other than the lowest two (2) ratings;
6	<del>5.</del>	Require that an employee who receives the highest possible rating shall
7		receive the equivalent of two (2) workdays, not to exceed sixteen (16)
8		hours, credited to his or her annual leave balance. An employee who
9		receives the second highest possible rating shall receive the equivalent
10		of one (1) workday, not to exceed eight (8) hours, credited to his or her
11		annual leave balance; and
12	<u>5.</u> [6.	Require that an employee who receives the lowest possible evaluation
13		rating shall either be demoted to a position commensurate with the
14		employee's skills and abilities or be terminated; and
15	<u>(i)</u> [(j)]	For other administrative regulations not inconsistent with this chapter
16	and 1	KRS Chapter 13A, as may be proper and necessary for its enforcement.
17	(10)[(8)] For a	any individual hired or elected to office before January 1, 2015, and paid
18	through the	he Kentucky Human Resources Information System, the Personnel
19	Cabinet sh	nall not require payroll payments to be made by direct deposit or require
20	the individ	lual to use a web-based program to access his or her salary statement.
21	<u>(11)</u> [(9)] To	the extent that KRS 16.010 to 16.199, 16.080, and 16.584 and
22	administra	tive regulations promulgated by the commissioner of the Department of
23	Kentucky	State Police under authority granted in KRS Chapter 16 conflict with this
24	section or	any administrative regulation promulgated by the secretary pursuant to
25	authority g	granted in this section, the provisions of KRS Chapter 16 shall prevail.
26	<b>→</b> Section	11. KRS 18A.113 is amended to read as follows:
27	(1) As used in	this section:

1		(a)	"Furlough" or "reduction in hours" means the temporary reduction of hours an
2			employee is scheduled to work by the appointing authority within a pay
3			period; and
4		(b)	"Layoff" means discharge of employment subject to the rights contained in
5			this section.
6	(2)	An ap	opointing authority shall have the authority to layoff or furlough employees or
7		reduc	e hours of employment for any of the following reasons:
8		(a)	Lack of funds or budgetary constraints;
9		(b)	A reduction in spending authorization;
10		(c)	Lack of work;
11		(d)	Abolishment of a position;
12		(e)	Efficiency; or
13		(f)	Other material change in duties or organization.
14	(3)	The a	ppointing authority shall determine the classifications affected, the number of
15		emplo	byees laid off in each classification, and each county to which a layoff applies.
16		In the	e same department or office, county, and job classification, interim and
17		proba	tionary employees shall be laid off before full-time or part-time employees
18		with s	status. For purposes of layoff, "probationary employee" shall not include an
19		emplo	oyee with status serving a promotional probation.
20	(4)	The p	provisions of this section shall not apply to federally funded time-limited
21		emplo	byees.
22	(5)	The s	secretary of the Personnel Cabinet shall approve all actions taken under
23		subse	ction (2) of this section and no such layoff, furlough, or reduction of hours
24		may b	begin until the approval has been granted. The appointing authority, with the
25		appro	val of the secretary, shall have the authority to determine the extent, effective
26		dates,	and length of any action taken under subsection (2) of this section.

In determining a layoff, the appointing authority shall consider all employees under

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(6)

1		tne	same appointing authority, within the classification affected, and within the
2		cour	nty affected. Consideration shall be given to the following relevant factors and
3		in th	is order:
4		(a)	Job performance evaluations;
5		(b)	Education, training, and experience;
6		(c)	Disciplinary record; and
7		(d)	Seniority.
8	(7)	Any	classified employee with status whose position is subject to layoff, furlough, or
9		redu	ction of hours shall be provided written notice containing the reason for the
10		actio	on at least thirty (30) days in advance of the effective date of the action.
11	(8)	(a)	Any classified employee with status who is laid off shall be eligible to apply
12			as a reemployment applicant for the job classification from which he or she
13			was laid off, in the cabinet from which he or she was laid off for a period of
14			two (2) years. A reemployment applicant shall be hired before any applicant
15			except another reemployment applicant with greater seniority who is on the
16			same register.
17		(b)	A reemployment applicant shall not be removed from any register except as
18			provided in KRS 18A.032.
19		(c)	When a reemployment applicant is removed from a register, he or she shall be
20			notified in writing or electronically and shall have the right to appeal to the
21			board within thirty (30) calendar days after receipt of the notification
22			excluding the day he or she receives notice.
23		(d)	A reemployment applicant who accepts any classified position, or who retires
24			through the Kentucky Employees Retirement System or Kentucky Teachers
25			Retirement System, shall cease to have eligibility rights as a reemployment
26			applicant.

(9) With the approval of the secretary, the Personnel Cabinet may place employees

1		subje	ect to a reduction in workforce in a different position.
2	(10)	<del>[The</del>	secretary shall promulgate administrative regulations pursuant to KRS Chapter
3		13A	to fully implement the provisions of this section.
4	(11)	<del>]</del> A 1	ayoff, furlough, or reduction of hours implemented in accordance with this
5		secti	on shall not be appealable to the Personnel Board.
6		<b>→</b> Se	ection 12. KRS 18A.115 is amended to read as follows:
7	(1)	The	classified service to which KRS 18A.005 to 18A.200[ shall], 18A.202, and
8		<u>18A.</u>	203 apply shall consist of[comprise] all positions in the state service now
9		exist	ing or hereafter established, except the following:
10		(a)	The General Assembly and employees of the General Assembly, including the
11			employees of the Legislative Research Commission;
12		(b)	Officers elected by popular vote and persons appointed to fill vacancies in
13			elective offices;
14		(c)	Members and employees of boards and commissions, except that the board
15			and commission members may elect to employ staff subject to KRS 18A.005
16			to 18A.200, 18A.202, and 18A.203;
17		(d)	Officers and employees on the staff of the Governor, the Lieutenant
18			Governor, the Office of the Secretary of the Governor's Cabinet, and the
19			Office of Program Administration;
20		(e)	Cabinet secretaries, commissioners, office heads, and the administrative heads
21			of all boards and commissions, including the executive director of Kentucky
22			Educational Television;
23		(f)	Employees of Kentucky Educational Television who have been determined to
24			be exempt from classified service by the Kentucky Authority for Educational
25			Television, which shall have sole authority over such exempt employees for
26			employment, dismissal, and setting of compensation, up to the maximum
27			established for the executive director and his principal assistants;

1 (g) One (1) principal assistant or deputy for each person exempted under subsection (1)(e) of this section;
3 (h) 1. One (1) additional principal assistant or deputy as may be necessary for

- making and carrying out policy for each person exempted under subsection (1)(e) of this section in those instances in which the nature of the functions, size, or complexity of the unit involved are such that the secretary approves such an addition on petition of the relevant cabinet secretary or department head and such other principal assistants, deputies, or other major assistants as may be necessary for making and carrying out policy for each person exempted under subsection (1)(e) of this section in those instances in which the nature of the functions, size, or complexity of the unit involved are such that the board may approve such an addition or additions on petition of the department head approved by the secretary. Effective August 1, 2010:
- All positions approved under this paragraph prior to August 1, 2010, shall be abolished effective December 31, 2010, unless reapproved under subparagraph 2. of this paragraph; and]
- 2. A position approved under this [paragraph on or after August 1, 2010,] shall be approved for a period of five (5) years, after which time the position shall be abolished unless reapproved under this subparagraph for an additional five (5) year period;
- (i) Division directors subject to the provisions of KRS 18A.170. Division directors in the classified service as of January 1, 1980, shall remain in the classified service;
- (j) Physicians employed as such;
- (k) One (1) private secretary for each person exempted under subsection (1)(e),(g), and (h) of this section;

1	(1)	The judicial department, referees, receivers, jurors, and notaries public;
2	(m)	Officers and members of the staffs of state universities and colleges and
3		student employees of such institutions; officers and employees of the
4		Teachers' Retirement System; and officers, teachers, and employees of local
5		boards of education;
6	(n)	Patients or inmates employed in state institutions;
7	(o)	Persons employed in a professional or scientific capacity to make or conduct a
8		temporary or special inquiry, investigation, or examination on behalf of the
9		General Assembly, or a committee thereof, or by authority of the Governor,
10		and persons employed by state agencies for a specified, limited period to
11		provide professional, technical, scientific, or artistic services under the
12		provisions of KRS 45A.690 to 45A.725;
13	(p)	Interim employees;
14	(q)	Officers and members of the state militia;
15	(r)	Department of Kentucky State Police troopers;
16	(s)	University or college engineering students or other students employed part-
17		time or part-year by the state through special personnel recruitment programs;
18		provided that while so employed such aides shall be under contract to work
19		full-time for the state after graduation for a period of time approved by the
20		commissioner or shall be participants in a cooperative education program
21		approved by the commissioner;
22	(t)	Superintendents of state mental institutions, including heads of centers for
23		individuals with an intellectual disability, and penal and correctional
24		institutions as referred to in KRS 196.180(2), and including all juvenile
25		facility managers;
26	(u)	Staff members of the Kentucky Historical Society, if they are hired in
27		accordance with KRS 171.311;

1		(v)	County and Commonwealth's attorneys and their respective appointees;
2		(w)	Chief district engineers and the state highway engineer;
3		(x)	Veterinarians employed as such by the Kentucky Horse Racing Commission;
4		(y)	Employees of the Kentucky Peace Corps;
5		(z)	Employees of the Council on Postsecondary Education;
6		(aa)	Executive director of the Commonwealth Office of Technology;
7		(ab)	Employees of Serve Kentucky;
8		(ac)	Persons employed in certified teaching positions at the Kentucky School for
9			the Blind and the Kentucky School for the Deaf;
10		(ad)	Federally funded time-limited employees as defined in KRS 18A.005;[ and]
11		(ae)	Employees of the Department of Agriculture who are employed to support the
12			Agricultural Development Board and the Kentucky Agricultural Finance
13			Corporation: and
14		<u>(af)</u>	Attorneys employed in positions that require a license to practice law in the
15			<u>Commonwealth</u> .
16	(2)	Noth	ing in KRS 18A.005 to 18A.200 is intended, or shall be construed, to alter or
17		amer	nd the provisions of KRS 150.022 and 150.061.
18	(3)	Noth	ing in KRS 18A.005 to 18A.200 is intended or shall be construed to affect any
19		nonn	nanagement, nonpolicy-making position which must be included in the
20		class	ified service as a prerequisite to the grant of federal funds to a state agency.
21	(4)	Care	er employees within the classified service promoted to positions exempted
22		from	classified service shall, upon termination of their employment in the exempted
23		servi	ce, revert to a position in that class in the agency from which they were
24		term	inated if a vacancy in that class exists. If no such vacancy exists, they shall be
25		cons	idered for employment in any vacant position for which they were qualified
26		pursi	uant to KRS 18A.130 and 18A.135.
27	(5)	Noth	ing in KRS 18A.005 to 18A.200 shall be construed as precluding appointing

1		officers from filling unclassified positions in the manner in which positions in the
2		classified service are filled except as otherwise provided in KRS 18A.005 to
3		18A.200.
4	(6)	The positions of employees who are transferred, effective July 1, 1998, from the
5		Cabinet for Workforce Development to the Kentucky Community and Technical
6		College System shall be abolished and the employees' names removed from the
7		roster of state employees. Employees that are transferred, effective July 1, 1998, to
8		the Kentucky Community and Technical College System under KRS Chapter 164
9		shall have the same benefits and rights as they had under KRS Chapter 18A and
10		have under KRS 164.5805; however, they shall have no guaranteed reemployment
11		rights in the KRS Chapter 151B or KRS Chapter 18A personnel systems. An
12		employee who seeks reemployment in a state position under KRS Chapter 151B or
13		KRS Chapter 18A shall have years of service in the Kentucky Community and
14		Technical College System counted towards years of experience for calculating
15		benefits and compensation.
16	(7)	On August 15, 2000, all certified and equivalent personnel, all unclassified
17		personnel, and all certified and equivalent and unclassified vacant positions in the
18		Department for Adult Education and Literacy shall be transferred from the
19		personnel system under KRS Chapter 151B to the personnel system under KRS
20		Chapter 18A. The positions shall be deleted from the KRS Chapter 151B personnel
21		system. All records shall be transferred including accumulated annual leave, sick
22		leave, compensatory time, and service credit for each affected employee. The
23		personnel officers who administer the personnel systems under KRS Chapter 151B
24		and KRS Chapter 18A shall exercise the necessary administrative procedures to
25		effect the change in personnel authority. No certified or equivalent employee in the
26		Department for Adult Education and Literacy shall suffer any penalty in the
27		transfer.

(8) On August 15, 2000, secretaries and assistants attached to policymaking positions in the Department for Technical Education and the Department for Adult Education and Literacy shall be transferred from the personnel system under KRS Chapter 151B to the personnel system under KRS Chapter 18A. The positions shall be deleted from the KRS Chapter 151B system. All records shall be transferred including accumulated annual leave, sick leave, compensatory time, and service credit for each affected employee. No employee shall suffer any penalty in the transfer.

- (9) On May 1, 2017, all contract employees of Eastern Kentucky University who are engaged in providing instructional and support services to the Department of Criminal Justice Training shall be transferred to the personnel system under KRS Chapter 18A. All records shall be transferred, including accumulated annual leave, sick leave, compensatory time, and service credit for each affected employee. The personnel officers who administer the personnel systems for Eastern Kentucky University and under KRS Chapter 18A shall exercise the necessary administrative procedures to effect the change in personnel authority. No employee shall suffer any penalty in the transfer.
  - → Section 13. KRS 18A.125 is amended to read as follows:
- (1) No disbursing or auditing officer of the Commonwealth shall make or approve or take any part in making or approving any payment for personal service to any person holding a position in the classified or unclassified service unless the payroll voucher or account of such pay bears the certification of the secretary, or of his authorized agent, that the persons named therein have been appointed and employed in accordance with the provisions of KRS 18A.005 to 18A.200 and the rules, regulations, and orders thereunder. The secretary may for proper cause or upon order of the board withhold certification from an entire payroll or from any specific item or items thereon. The secretary may, however, provide that certification of

1		payrolls may be made once every six (6) months, and such certification shall remain
2		in effect except in the case of any officer or employee whose status has changed
3		after the last certification of his payroll. In the latter case no voucher for payment of
4		salary to such employee shall be issued or payment of salary made without the
5		further certification of the secretary.
6	(2)	All agencies and employees for which the cabinet administers payroll shall
7		comply with the secretary's payroll administration policies, procedures, and
8		requirements.
9	<u>(3)</u>	Any citizen, including public officers, may maintain a suit to restrain a disbursing
10		officer from making any payment in contravention of any provision of KRS
11		18A.005 to 18A.200, or of any rule, regulation or order thereunder. Any sum paid
12		contrary to any provision of KRS 18A.005 to 18A.200 or of any rule, regulation, or
13		order thereunder may be recovered in an action maintained by any citizen, from any
14		officer who made, approved, or authorized such payment or who signed or
15		countersigned a voucher, payroll check or warrant for such payment, or from the
16		sureties on the official bond of any such officer. All moneys recovered in any such
17		action shall be paid into the Treasury.
18	<u>(4)</u> [(	(3)] Any person appointed or employed in contravention of any provision of KRS
19		18A.005 to 18A.200 or of any rule, regulation, or order thereunder, who performs
20		service for which he is not paid, may maintain an action against the officer or
21		officers, employee or employees, who purported so to appoint or employ him, to
22		recover the agreed pay for such services, or the reasonable value thereof if no pay
23		was agreed upon. No such officer or employee shall be reimbursed by the
24		Commonwealth at any time for any sum paid to such person on account of such
25		services.
26	<u>(5)</u> [(	4)] If the secretary wrongfully withholds certification of the payroll voucher or
27		account of any employee, such employee may maintain a proceeding in the Circuit

1		Court in the county in which he resides to compel the secretary to certify such
2		payroll voucher or account.
3	<u>(6)</u>	An executive branch agency for which the cabinet administers payroll shall not
4		authorize performance of duties or provision of services from a work station or
5		alternate work station outside the Commonwealth of Kentucky without approval
6		from the secretary.
7	<u>(7)</u>	Notwithstanding any other provision of law to the contrary, an agency may
8		request that the secretary deduct the value of the following items from an
9		employee's final paycheck, if the deduction is expressly authorized in writing by
10		the employee, and the deduction does not reduce the employee's pay below the
11		federal minimum wage:
12		(a) Unreturned equipment, tools, phones, laptops, or uniforms; or
13		(b) Training attendance and travel costs, if the employee terminates the
14		employment relationship with the agency within two (2) years of the
15		completion of the training.
16		→ Section 14. KRS 18A.355 is amended to read as follows:
17	(1)	An annual increment of not less than five percent (5%) of the base salary or wages
18		of each state employee shall be granted to each employee on his or her anniversary
19		date. The employee's base salary or wages shall be increased by the amount of the
20		annual increment. When any increment due to a promotion, reallocation,
21		reclassification or salary adjustment is granted an employee, the employee's base
22		salary or wages shall be increased by the amount of such increment. An employee's
23		base salary or wages shall not be increased by the amount of lump-sum payment
24		awarded under KRS 18A.110(9)(h)[(7)(i)].
25	(2)	The branch budget recommendation submitted to the General Assembly under KRS
26		Chapter 48 shall include a request for the amount of the annual increment expressed
27		as a percentage of each employee's base salary or wages and a request for the total

appropriation needed to fund the annual increment. The annual increment shall be uniform for all employees. The financial plan enacted under the provisions of KRS 48.300 shall contain the annual increment expressed as a percentage of each employee's base salary or wages, and the total appropriation needed to fund the annual increment.

- (3) The budget reduction plan submitted and enacted under the provisions of KRS Chapter 48 shall provide that a reduction of the annual increment granted under this section shall be made only after other cost savings measures, as provided by KRS 18A.113 are taken. Any such reduction shall be uniform for all state employees and shall comply with the provisions of this chapter and KRS Chapter 48.
- → Section 15. KRS 132.370 is amended to read as follows:

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- 12 (1) There shall be a property valuation administrator in each county in lieu of a county
  13 assessor. Property valuation administrators shall be state officials and all deputies
  14 and assistants of their offices shall be unclassified state employees.
- 15 (2) Property valuation administrators shall be elected in the year in which county
  16 elections are held and shall enter upon the discharge of the duties of their office on
  17 the first Monday in December after their election and continue in office for a period
  18 of four (4) years, and until the election and qualification of their successors.
  19 Property valuation administrators shall possess the qualifications required by
  20 Section 100 of the Constitution and by KRS 132.380 and shall be eligible for
  21 reelection.
- The property valuation administrators and all deputies and assistants of their offices who qualify as full-time employees shall be eligible for participation in the provisions of KRS 18A.205, 18A.230 to 18A.355, and 61.510 to 61.705.
- 25 (4) A property valuation administrator may be removed from office by the Circuit 26 Court of his or her county, upon petition of any taxpayer, or by the commissioner of 27 revenue for willful disobedience of any just or legal order of the department, or for

misfeasance or malfeasance in office or willful neglect in the discharge of his or her official duties, including but not limited to intentional underassessment or overassessment of properties and chronic underassessment of properties. For purposes of this section and KRS 133.250, "chronic underassessment" means a widespread pattern and practice of assessing properties at levels substantially below fair market value which persists for a period of two (2) or more years as disclosed by randomly selected sample appraisals conducted under the provisions of KRS 133.250, special audits conducted pursuant to KRS 133.250, or other means.

- (5) If the commissioner determines that a property valuation administrator should be removed from office, the property valuation administrator shall be notified in writing, and the notice of intent to remove shall state the specific reasons for removal. The notice shall also advise the property valuation administrator of his or her right to a preremoval conference and an administrative hearing.
- (6) A property valuation administrator may request a preremoval conference to appear with or without counsel before the commissioner or his or her designee to answer the charges against him or her. The preremoval conference shall be requested in writing within six (6) working days of the date on which the notice of intent to remove is received, and a preremoval conference shall be scheduled within seven (7) working days of the date on which the request is received. The commissioner or his or her designee shall render a decision within five (5) working days of the conclusion of the preremoval conference. Failure of a property valuation administrator to request a preremoval hearing shall not waive his or her right to contest his or her removal through an administrative hearing.
- (7) If an action to remove a property valuation administrator is initiated by the commissioner of revenue, the property valuation administrator shall have the right to appeal and upon appeal an administrative hearing shall be conducted in accordance with KRS Chapter 13B. Appeal of the final order of the commissioner

1	of revenue may be filed in a Circuit Court of an adjacent judicial circuit in
2	accordance with KRS Chapter 13B, notwithstanding the provisions of KRS Chapter
3	18A.

- 4 (8) If a property valuation administrator is removed from office as provided in subsections (4) to (7) of this section, he or she shall be ineligible to serve in the office at any future date and shall forfeit any and all certification from the Department of Revenue pertaining to the office.
- Notwithstanding the provisions of KRS 18A.110(7)[-(5)](c), the department shall promulgate administrative regulations allowing property valuation administrators and their deputies to receive lump-sum payments for accrued annual leave and compensatory time when separated from employment because of termination by the employer, resignation, retirement, or death.
- → Section 16. KRS 163.032 is amended to read as follows:
- 14 The Kentucky Department of Education, with assistance from the Kentucky (1) 15 Personnel Cabinet, shall adopt a salary schedule for teachers in the Kentucky 16 School for the Deaf and the Kentucky School for the Blind. The salary schedule 17 shall be the same as salary schedules in effect in local school districts in counties 18 containing a city of the first class and shall conform to the requirements for a single 19 salary schedule as defined in KRS 157.320, except the salary schedule shall not 20 limit the number of years of experience for a certified employee who transfers to 21 the school.
- 22 (2) (a) Certified teachers in the Kentucky School for the Deaf and the Kentucky
  23 School for the Blind shall have the same statutory employment status and
  24 benefits as certified teachers in the public schools.
- 25 (b) If a teacher qualifies for and requests a tribunal under KRS 161.790, the 26 Attorney General shall appoint the members.
- 27 (3) Once a teacher has been selected for hiring at the Kentucky School for the Blind or

the Kentucky School for the Deaf, the Department of Education and the Personnel

Cabinet shall complete the hiring process within two (2) weeks.

- A certified teacher employed at one (1) of the schools on July 12, 2006, whose job description does not include outreach responsibilities shall not be involuntarily assigned to work on a permanent basis outside the county in which the employing school is located.
- Nothing in KRS 18A.115 or 163.032 shall result in a loss of any leave accrued by a certified teacher employed prior to July 12, 2006, by one (1) of the schools.

  Accrued leave may be taken in accordance with the policy of the school.
  - Personnel Cabinet, shall adopt a salary schedule for administrators for the Kentucky School for the Deaf and the Kentucky School for the Blind. In considering the rate of pay and the requirements of KRS 18A.110(9)[-(7)](b), the department and the cabinet shall consider rates that are based upon the duties and responsibilities of the positions and that are competitive with rates for similar or comparable services in Kentucky school districts. The salary schedule, which shall be computed prior to September 1 of each year, shall be based on two hundred sixty (260) days per year.

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