

1 AN ACT relating to consolidated emergency services districts and making an
2 appropriation therefor.

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

4 ➔SECTION 1. KRS CHAPTER 75A IS ESTABLISHED AND A NEW
5 SECTION THEREOF IS CREATED TO READ AS FOLLOWS:

6 *For the purposes of Sections 1 to 14 of this Act:*

7 *(1) "Board" means the board of trustees of a consolidated emergency services board;*

8 *(2) "Chief" means a chief executive officer appointed by a board to manage the*
9 *affairs of a consolidated emergency services district;*

10 *(3) "District" means a consolidated emergency services district, established in*
11 *accordance with Section 2 of this Act; and*

12 *(4) "Trustee" means a member of the board of trustees of a consolidated emergency*
13 *services district.*

14 ➔SECTION 2. A NEW SECTION OF KRS CHAPTER 75A IS CREATED TO
15 READ AS FOLLOWS:

16 *(1) A new consolidated emergency services district may be formed by one (1) of the*
17 *following processes:*

18 *(a) The board of:*

19 *1. Any two (2) or more fire protection districts established under KRS*
20 *Chapter 75 or 273, any special district whose services are subject to*
21 *the licensure provisions of KRS Chapter 311A, or any rescue squads*
22 *established under KRS Chapter 39F; or*

23 *2. Any fire protection districts established under KRS Chapter 75 or 273,*
24 *any special district whose services are subject to the licensure*
25 *provisions of KRS Chapter 311A, or any rescue squads established*
26 *under KRS Chapter 39F that have merged within the five (5) years*
27 *prior to the adoption of this section that would have been eligible to*

1 consolidate under the provisions of this section;

2 3. May adopt resolutions agreeing to the formation of a consolidated
3 emergency services district and requesting the creation of a
4 consolidated emergency services district. The governing bodies shall
5 notify the county fiscal court, consolidated local government, charter
6 county government, or unified local government with jurisdiction over
7 the proposed district and request the formation of a consolidated
8 emergency services district; or

9 (b) The board of any two (2) or more consolidated emergency service districts
10 established under Sections 1 to 14 of this Act may adopt resolutions
11 agreeing to the merger of consolidated emergency services districts and
12 requesting the creation of a new consolidated emergency services district.
13 The governing bodies shall notify the county fiscal court, consolidated local
14 government, charter county government, or unified local government with
15 jurisdiction over the proposed district and request the formation of a new
16 consolidated emergency services district.

17 (2) (a) Any county fiscal court, consolidated local government, charter county
18 government, or unified local government, upon receipt of a request from
19 two (2) or more fire protection districts, special districts whose services are
20 subject to the licensure provisions of KRS Chapter 311A, or rescue squads
21 established under KRS Chapter 39F, may create a consolidated emergency
22 services district in their jurisdiction by adoption of an ordinance approving
23 the establishment of a consolidated emergency services district and
24 authorizing any relevant fire protection district to join if its governing
25 authority has approved it to join the consolidated district.

26 (b) The ordinance shall describe the boundaries by metes and bounds and
27 name for the consolidated district. No consolidated emergency services

1 district shall take effect less than sixty (60) days from completing the
2 required elements outlined in this section.

3 (c) The county fiscal court, consolidated local government, charter county
4 government, or unified local government clerk shall notify all planning
5 commissions, cities, and area development districts within whose
6 jurisdiction the approved service area is located and any state agencies
7 required by law to be notified of the proposal for the creation of the taxing
8 district within thirty (30) days from adoption of the ordinance authorizing
9 creation of the district.

10 (d) The creation of a consolidated emergency services taxing district shall be of
11 legal effect only after adoption of an ordinance creating the taxing district
12 and after a certified copy of the ordinance creating the taxing district is be
13 filed with the county clerk.

14 (e) Any aggrieved person may bring an action in the Circuit Court having
15 jurisdiction of that county to contest the decision of the county fiscal court
16 or legislative body of the county to establish a consolidated emergency
17 services district or to protest the inclusion of any county, consolidated local
18 government, charter county government, unified local government, fire
19 protection district or volunteer fire department district established pursuant
20 to KRS Chapter 75 or 273, any special district whose services are subject to
21 the licensure provisions of KRS Chapter 311A, or any rescue squad
22 established pursuant to KRS Chapter 39F within a consolidated emergency
23 services district.

24 (3) (a) If the governing body of any fire protection district established under KRS
25 Chapter 75 or 273, any special district whose services are subject to the
26 licensure provisions of KRS Chapter 311A, or any rescue squad established
27 under KRS Chapter 39F desires to have its district become part of an

1 established consolidated emergency services district after the creation of the
2 district, it shall by motion so record its desire in the minutes of the board, in
3 the case of any fire protection district, any emergency medical services
4 special district, or any rescue squad. The board shall convey this request to
5 the consolidated emergency service district's board. Within sixty (60) days of
6 receiving the request the consolidated emergency service district's board
7 shall vote upon this request. The approval shall be certified to the clerk of
8 the county, consolidated local government, charter county government, or
9 unified local government in the jurisdiction in which the consolidated
10 district is located.

11 (b) The approval of the addition of a district to the consolidated emergency
12 services district shall become effective upon the adoption of an ordinance
13 amending the ordinance creating the consolidated emergency services
14 district by the county fiscal court, consolidated local government, charter
15 county government, or unified local government and authorizing the
16 inclusion of the petitioning fire protection district. The amended ordinance
17 shall identify the boundaries by metes and bounds of the amended
18 consolidated emergency services district.

19 ➔SECTION 3. A NEW SECTION OF KRS CHAPTER 75A IS CREATED TO
20 READ AS FOLLOWS:

21 (1) (a) Upon passage of an ordinance by the county fiscal court, consolidated local
22 government, charter county government, or unified local government
23 creating the district, the affairs of the district shall be conducted by the
24 board of trustees consisting of seven (7) members, four (4) to be elected by
25 the members of the district as set out in this subsection and three (3) to be
26 appointed by the county judge/executive pursuant to KRS 67C.139 or the
27 chief executive officer of the county.

1 (b) Two (2) members of the board shall be elected by the members providing
2 emergency services within the district and shall be active members of the
3 district.

4 (c) Two (2) members of the board shall be property owners who own real or
5 personal property which is subject to the fire protection tax pursuant to KRS
6 75.040, who personally reside in the district, and who are not active
7 members of the district and shall be elected by the property owners of the
8 district.

9 (d) Property owners voting to select representatives to the board shall have
10 attained the age of eighteen (18).

11 (e) The county judge/executive of the county in which district is located, shall,
12 with the approval of the fiscal court, appoint three (3) members of the
13 board.

14 (f) Appointment and election of trustees to a newly created district shall be
15 completed within sixty (60) days of the passage of the ordinance creating
16 the district.

17 (g) At the first election held after the district is formed:

18 1. One (1) active member shall be elected to serve on the board for a
19 period of one (1) year;

20 2. One (1) active member for a period of three (3) years;

21 3. One (1) property owner shall be elected to serve on the board for a
22 period of two (2) years; and

23 4. One (1) property owner for a period of four (4) years.

24 On the expiration of the respective terms, the successor to each shall have
25 the same qualifications as his or her predecessor and shall be elected for a
26 term of four (4) years.

27 (h) The original appointed members of the board shall be appointed for terms

1 of one (1), two (2), and three (3) years respectively. On the expiration of the
2 respective terms, the successors to each shall be appointed for a term of
3 three (3) years.

4 (i) In the event of a vacancy in the term of an appointed or elected trustee, the
5 county judge/executive shall, with the approval of the fiscal court, appoint a
6 trustee for the remainder of the term, or the chief executive officer of the
7 county pursuant to KRS 67C.139 shall appoint a trustee for the remainder
8 of the term.

9 (2) An appointed trustee may be removed from office as provided by KRS 65.007.

10 (3) No person shall be an elected trustee who, at the time of his or her election, is not
11 a citizen of Kentucky and has not attained the age of twenty-one (21).

12 (4) Unless otherwise provided by law, an elected active member trustee may be
13 removed from office by the county judge/executive or chief executive officer of
14 the county in which district is located. An elected active member trustee may be
15 removed after a hearing with notice as required by KRS Chapter 424, for
16 inefficiency, neglect of duty, malfeasance, or conflict of interest. The hearing
17 shall be initiated and chaired by the county judge/executive of a county or the
18 chief executive officer of the county, who shall prepare a written statement setting
19 forth the reasons for removal. The trustee to be removed shall be notified of his
20 or her proposed removal and the reasons for the proposed removal by registered
21 mail sent to his or her last known address at least ten (10) days prior to the
22 hearing. The person proposed to be removed may employ counsel to represent
23 him or her. A record of the hearing shall be made by the county judge/executive
24 or mayor respectively.

25 (5) The removal of an elected active member trustee of a district shall be subject to
26 the approval of the fiscal court of the county or the legislative body of the county
27 in which the district is located.

- 1 (6) An elected active member trustee removed pursuant to subsections (4) and (5) of
2 this section may appeal, within ten (10) days of the rendering of the decision of
3 the fiscal court or legislative council, respectively, to the Circuit Court of the
4 county in which the district is located. The scope of the appeal shall be limited to
5 whether the county judge/executive, mayor, legislative body, or the fiscal court
6 respectively, abused their discretion in removing the trustee.
- 7 (7) (a) The elective offices of members of the board shall be filled by an election to
8 be held once each year on the fourth Saturday of June between the hours of
9 11:00 a.m. and 2:00 p.m.
- 10 (b) The polls shall be located at the principal fire house in the district.
- 11 (c) The date, time, and place of the election shall be advertised in accordance
12 with KRS 424.120. This notice shall be advertised at least thirty (30) days
13 prior to the election date and shall include the names and addresses of the
14 candidates to be voted on for each position of trustee.
- 15 (d) In lieu of the published notice for the election of the active member trustees,
16 written notice containing the information required to be advertised may be
17 sent by first-class mail to each member of the consolidated emergency
18 services district, addressed to the member at his or her residence, at least
19 thirty (30) days prior to the election date.
- 20 (8) The nominations for candidates for trustees representing both the active members
21 and the property owners residing in the district shall be made in accordance with
22 the bylaws of the district. The terms of the three (3) trustees appointed by the
23 county judge/executive or chief executive officer of the county shall start at the
24 same time as the terms of the elected trustees.
- 25 (9) The trustees shall elect from their number a chairman, a secretary, and a
26 treasurer, the latter of whom shall give bond in an amount be determined by the
27 county judge/executive of the county or chief executive officer of the county in

1 which district is located, conditioned upon the faithful discharge of the duties of
 2 his or her office, and the faithful accounting for all funds which may come into
 3 his or her possession as treasurer. The premiums on the bonds shall be paid out
 4 of the funds of the district.

5 (10) Unless previously removed for cause in the last four (4) years, an elected trustee
 6 may seek reelection to the board.

7 (11) If no one is nominated for, or elected and qualified to, an open seat on the board,
 8 the county judge/executive or the chief executive officer of the county shall
 9 promptly fill the vacancy by appointment of a qualified person who shall serve for
 10 the same period as if otherwise elected.

11 (12) A quorum of the board shall consist of a majority of its members.

12 ➔SECTION 4. A NEW SECTION OF KRS CHAPTER 75A IS CREATED TO
 13 READ AS FOLLOWS:

14 (1) The board may fix the respective salaries of its members on a per meeting basis
 15 not to exceed twenty-five dollars (\$25) per meeting and not to exceed one (1)
 16 meeting per month.

17 (2) The board shall meet at least once a month at a time and place designated by the
 18 board and all meetings, except executive meetings, shall be open to the public.

19 ➔SECTION 5. A NEW SECTION OF KRS CHAPTER 75A IS CREATED TO
 20 READ AS FOLLOWS:

21 (1) (a) Upon the creation of a district, the trustees of a district are authorized to
 22 provide fire services, emergency medical services subject to KRS Chapter
 23 311A or rescue services pursuant to KRS Chapter 39F, as provided in
 24 paragraph (c) of this subsection, and to levy a tax upon the property in the
 25 district.

26 (b) The property taxed shall be subject to county tax, and the tax levied by the
 27 board upon creation of the district shall be approved by the county fiscal

1 court, consolidated local government, charter county government, or
2 unified local government having jurisdiction over the district at the time of
3 passage of the ordinance creating the district. The tax shall not exceed ten
4 cents (\$0.10) per one hundred dollars (\$100) of valuation as assessed for
5 county taxes, for the purpose of defraying the expenses for the provision of
6 fire services or rescue services. The rate set in this subsection shall apply,
7 notwithstanding the provisions of KRS 132.023.

8 (c) The district that establishes and operates an emergency ambulance service
9 and is the primary service provider in the district may levy a tax upon the
10 property in the district. The tax to be levied shall be proposed by the board,
11 shall be approved by the county fiscal court, consolidated local government,
12 charter county government, or unified local government having jurisdiction
13 over the district and the tax shall not to exceed twenty cents (\$0.20) per one
14 hundred dollars (\$100) of valuation as assessed for county taxes, for the
15 purpose of defraying the expenses of the provision of fire services,
16 emergency medical services, or rescue service, or to make contracts for fire
17 protection for the districts as provided in KRS 75.050. The rate set in this
18 subsection shall apply, notwithstanding KRS 132.023.

19 (d) 1. Any increase of the total tax levy beyond the rate initially approved by
20 the board and authorized by the county fiscal court, consolidated local
21 government, charter county government, or unified local government
22 shall be subject to KRS 132.023. Any increase in excess of the annual
23 compensating rate for the consolidated emergency services district
24 shall require the approval of the county fiscal court, consolidated local
25 government, charter county government, or unified local government
26 having jurisdiction over the district. If at any time an election
27 resulting from a recall petition pursuant to KRS 132.017 is required,

1 the question shall be presented to all voters in every precinct for which
2 any part of the precinct is served by the district subject to the recall
3 petition.

4 2. If two (2) or more established consolidated emergency services merge
5 to create a new consolidated emergency services district, as authorized
6 in this chapter, the initial tax to be levied, as proposed by the board,
7 shall be approved by the county fiscal court, consolidated local
8 government, charter county government, or unified local government
9 having jurisdiction over the district and the initial tax levied shall not
10 exceed the highest tax rate currently levied by one of the merging
11 districts. Any increase to the initial tax rate shall be subject to KRS
12 132.023. Any increase in excess of the annual compensating rate for
13 the consolidated emergency services district shall require the approval
14 of the county fiscal court, consolidated local government, charter
15 county government, or unified local government having jurisdiction
16 over the district. If at any time an election resulting from a recall
17 petition pursuant to KRS 132.017 is required, the question shall be
18 presented to all voters in every precinct for which any part of the
19 district serves.

20 (2) The property valuation administrator of the county in which the district is
21 created, with the cooperation of the board, shall note on the tax rolls the
22 taxpayers and valuation of the property subject to such assessment. The county
23 clerk shall compute the tax on the regular state and county tax bills in such
24 manner as may be directed by regulation of the Department of Revenue.

25 (3) These taxes shall be subject to the same delinquency date, discounts, penalties,
26 and interest as are applied to the collection of ad valorem taxes and shall be
27 collected by the sheriff of the county involved and accounted for to the treasurer

1 of the district. The sheriff shall be entitled to a fee of the amount collected by
 2 him. The fiscal court shall, in the ordinance set forth in subsection (2) of this
 3 section and in consultation with the sheriff and the consolidated emergency
 4 services district, set a collection fee for the sheriff in an amount not to exceed
 5 four and one-fourth percent (4.25%).

6 ➔SECTION 6. A NEW SECTION OF KRS CHAPTER 75A IS CREATED TO
 7 READ AS FOLLOWS:

8 (1) The board shall oversee the provision of emergency services to residents within
 9 the service area of the district and may:

10 (a) Purchase vehicles and all other necessary equipment and employ trained
 11 personnel who meet all federal and state requirements;

12 (b) Adopt rules and regulations necessary to effectively and efficiently provide
 13 emergency services for the district;

14 (c) Employ a chief;

15 (d) Employ persons to administer the daily operations of the emergency services
 16 district;

17 (e) Compensate employees of the district at a rate determined by the board;

18 (f) Apply for and receive available funds from the state and federal
 19 governments for the purpose of maintaining or improving the emergency
 20 services of the district; and

21 (g) Acquire by bequest, gift, grant, or purchase any real or personal property
 22 necessary to provide emergency services.

23 (2) The establishment, maintenance and operation of a Consolidated Emergency
 24 Services District shall include, but not be limited to, the following activities:

25 (a) Acquisition and maintenance of adequate fire protection and, where
 26 applicable, emergency medical response facilities or rescue facilities;

27 (b) Acquisition and maintenance of adequate firefighting and, where

- 1 applicable, medical response, equipment or rescue equipment;
 2 (c) Recruitment, training and supervision of firefighters and, where applicable,
 3 any emergency medical service or rescue personnel;
 4 (d) Control and extinguishment of fires;
 5 (e) Prevention of fires;
 6 (f) Conducting fire safety activities;
 7 (g) Payment of compensation to firefighters and where applicable, to
 8 emergency medical service and rescue personnel, and providing the
 9 necessary support and supervisory personnel;
 10 (h) Payment for reasonable benefits or a nominal fee to volunteer firefighters
 11 when benefits and fees do not constitute wages or salaries under KRS
 12 Chapter 337 and are not taxable as income to the volunteer firefighters
 13 under Kentucky or federal income tax laws; and
 14 (i) Use of consolidated emergency services district equipment for activities
 15 which are for a public purpose and which do not materially diminish the
 16 value of the equipment.
 17 (3) The board shall comply with KRS 65A.010 to 65A.090.

18 ➔SECTION 7. A NEW SECTION OF KRS CHAPTER 75A IS CREATED TO
 19 READ AS FOLLOWS:

20 The board, upon the assumption of office, shall assume all the duties, responsibilities,
 21 and liabilities of all previous entities that have been merged into the district. The
 22 territories of former districts, cities, and unincorporated territory shall become special
 23 taxing districts until their indebtedness has been relieved. Any agreements established
 24 by former entities now merged into the district for the provision of services outside the
 25 district as established and for other legally binding agreements only until expired shall
 26 remain in effect for terms of service and duration as the agreement created has
 27 specified.

1 ➔SECTION 8. A NEW SECTION OF KRS CHAPTER 75A IS CREATED TO
2 READ AS FOLLOWS:

3 *The chief of the district, subject to directives and guidance from the board, shall be*
4 *responsible for:*

5 *(1) The hiring and discipline of all staff;*

6 *(2) The creation of administrative, personnel, and operational policies, subject to the*
7 *relevant federal and state administrative regulations and directives from the*
8 *board; and*

9 *(3) The preparation of plans for the distribution of personnel, apparatus, and*
10 *equipment for the board's approval to provide for the optimal provision of*
11 *emergency services within the district.*

12 ➔SECTION 9. A NEW SECTION OF KRS CHAPTER 75A IS CREATED TO
13 READ AS FOLLOWS:

14 *(1) The district may, through the board, make and enter into contracts with any other*
15 *fire protection district, fire prevention district, municipal corporation, volunteer*
16 *fire department, volunteer fire prevention unit, volunteer fire protection unit, any*
17 *special district whose services are subject to the licensure provisions of KRS*
18 *Chapter 311A, or any rescue squads established under KRS Chapter 39F, either*
19 *within the same county or within an adjoining county in an area adjacent to the*
20 *boundary line between the counties, for the furnishing or receiving of emergency*
21 *services for all property within the confines of the area included in and covered*
22 *by the contract or contracts, where these emergency services are not otherwise*
23 *provided by some division of government or governmental agency.*

24 *(2) The personnel acting in their official capacities and equipment of a contracting*
25 *party, in going to and returning from an emergency, or in answering and*
26 *responding to a false alarm or call, and while endeavoring to provide emergency*
27 *services within the area covered by the contract, shall be deemed and is declared*

1 to be engaged in the exercise of a governmental function.

2 ➔SECTION 10. A NEW SECTION OF KRS CHAPTER 75A IS CREATED TO
3 READ AS FOLLOWS:

4 All district personnel providing emergency services outside the district as provided in
5 Sections 1 to 14 of this Act, or area normally served by the consolidated emergency
6 services district, shall be considered as serving in their regular line of duty as fully as if
7 they were serving within the limits of their own district, but full-paid emergency
8 personnel shall receive no additional compensation and volunteer emergency service
9 personnel shall receive only such compensation provided for by district bylaws or
10 administrative rules in these cases, and all such emergency services personnel shall be
11 entitled to all benefits of any pension fund, in the same manner as if the provision of
12 emergency services had been within the limits of the district.

13 ➔SECTION 11. A NEW SECTION OF KRS CHAPTER 75A IS CREATED TO
14 READ AS FOLLOWS:

15 The trustees of the district wherein water pipes have been constructed and are
16 maintained in the public ways thereof may by resolution duly adopted cause the
17 erection of fire hydrants and attachments to the water pipes in the public ways, after
18 the trustees have made a written contract for water to be furnished for use in the
19 hydrants. The cost of the erection and attachments shall be apportioned by the trustees
20 against the owners of the property fronting the public ways in which the fire hydrants
21 are erected, by any equitable mode of apportionment which the board prescribes in the
22 resolution ordering the erection of the fire hydrants and a lien shall exist against the
23 property against which the apportionment runs for the cost of the improvement in the
24 amount of the apportionment and interest thereon at the rate of six percent (6%) per
25 annum. The lien is enforceable by proceedings in court. The erection and installation
26 of fire hydrants may be under contract let to the lowest and best bidder after
27 advertisement by publication pursuant to KRS Chapter 424.

1 ➔SECTION 12. A NEW SECTION OF KRS CHAPTER 75A IS CREATED TO
2 READ AS FOLLOWS:

3 (1) As used in this section, unless the context requires otherwise:

4 (a) "Board" means the board of trustees a consolidated emergency services
5 district organized under Sections 1 to 14 of this Act;

6 (b) "Chairman" means the chairman of the board of a consolidated emergency
7 services district organized under Sections 1 to 14 of this Act;

8 (c) "Chief" means the chief of the consolidated emergency services district
9 organized under Sections 1 to 14 of this Act;

10 (d) "Consolidated Emergency Services District" means districts organized
11 under Sections 1 to 14 of this Act;

12 (e) "Dismissal" means the discharge of an employee by lawful authority;

13 (f) "Employees" means all persons employed, and paid wages, salary, or other
14 compensation for emergency services performed, by the board of trustees of
15 a consolidated emergency services district organized under Sections 1 to 14
16 of this Act. The term "employees" does not include any individual who is a
17 volunteer as defined in paragraph (n) of this subsection.

18 (g) "Member" shall include the chief and all officers; all providers of
19 emergency services, including volunteer, paid, regular, and all employees,
20 or special firefighters; of a consolidated emergency services district
21 organized under Sections 1 to 14 of this Act;

22 (h) "Paid emergency service worker" means all personnel who are employees
23 of the consolidated emergency services district organized under Sections 1
24 to 14 of this Act involved in the provision of emergency medical services
25 subject to the licensure provisions of KRS Chapter 311A or the provision of
26 rescue services pursuant to KRS Chapter 39F;

27 (i) "Paid firefighters" means all firefighters who are employees of the

1 consolidated emergency services district organized under Sections 1 to 14 of
2 this Act;

3 (j) "Regular firefighters" means all firefighters who are members of a
4 consolidated emergency services district organized under Sections 1 to 14 of
5 this Act, except for special firefighters appointed by the chairman of the
6 board of trustees pursuant to KRS 75.110;

7 (k) "Salary" and "wages" mean any compensation received by an employee by
8 reason of his employment for services performed for a consolidated
9 emergency services district organized under Sections 1 to 14 of this Act;

10 (l) "Suspension" means the separation of an employee from the service for a
11 temporary or fixed period of time, by his appointing authority, as a
12 disciplinary measure;

13 (m) "Trustees" means the board of trustees of a consolidated emergency
14 services district organized under Sections 1 to 14 of this Act; and

15 (n) "Volunteer" means any person who is a member of a consolidated
16 emergency services district organized under this Act who volunteers to
17 provide services for the district, if the individual receives no salary, wages,
18 or other compensation for services performed, or if the individual is paid
19 expenses, reasonable benefits, or a nominal fee to perform the services for
20 which the individual volunteered, and the services are not the same type of
21 services which the individual is employed to perform for the consolidated
22 emergency services district organized under Sections 1 to 14 of this Act.

23 (2) (a) The chairman may, if in his or her discretion there is a case of need,
24 appoint special firefighters to do special duties at any place within the limits
25 of the consolidated emergency services district, on terms he or she deems
26 proper.

27 (b) These special firefighters shall be governed by rules as the board may

1 provide, and be given the powers the board may provide, including the
2 powers enumerated in KRS 75.160 in the discretion of the board; if rules
3 are not provided they shall be deemed to have the powers and duties of
4 regular firefighters.

5 (3) (a) Except as provided in subsection (4) of this section no member or employee
6 of a consolidated emergency services district shall be reprimanded,
7 dismissed, suspended, or reduced in grade or pay for any reason except
8 inefficiency, misconduct, insubordination, or violation of law or of the rules
9 adopted by the board the district, and only after charges are preferred and a
10 hearing conducted as provided in this section.

11 (b) Any person may file charges against a member or employee of the district
12 by filing them with the secretary of the board and by delivering or mailing
13 the charges to the principal offices of the district. The secretary shall
14 immediately communicate the charges to the board by mailing or delivering
15 a copy of the charges to each member of the board within seven (7) days of
16 receipt of the charges at the principal fire house. The chairman shall, after
17 conducting or having conducted any inquiry or investigation which may be
18 necessary, determine if probable cause appears. The chairman shall prefer
19 charges to the board against any member or employee, against whom
20 probable cause exists, of conduct justifying the dismissal or punishment of
21 the member or employee. If probable cause does not exist, the chairman
22 shall dismiss the charges. All charges shall be written and shall set out
23 clearly the charges made. The person filing the charges may withdraw them
24 at any time before the conclusion of the hearing. The charges may then be
25 dismissed.

26 (c) Charges preferred by the chairman shall be heard by either the full board or
27 a committee consisting of at least three (3) members of the board appointed

1 by the chairman. At the hearing all charges shall be considered, and the
2 trial shall be confined to matters related to the issues presented. Within
3 forty-five (45) days after the charges have been preferred by the chairman to
4 the board, that body, or a committee consisting of at least three (3) members
5 of the board appointed by the chairman, shall proceed to hear the charges.
6 At least ten (10) days before the hearing the member or employee accused
7 shall be served personally or by registered mail with a copy of the charges
8 and a statement of the day, place, and hour at which the hearing of the
9 charges will begin. The person accused may, in writing, waive the service of
10 charges and demand trial within thirty (30) days after the charges are
11 preferred to the board.

12 (d) The board of the district may summon and compel attendance of witnesses
13 at hearings by subpoena issued by the secretary of that body and served
14 upon the witnesses by any officer authorized to serve court subpoenas. If
15 any witness fails to appear in response to a summons, or refuses to testify
16 concerning any matter on which he may lawfully be interrogated, any
17 District Judge, on application of the board, may compel obedience by
18 proceedings for contempt, as in the case of disobedience of a subpoena
19 issued from the District Court. The member or employee accused may have
20 subpoenaed any witnesses he or she may desire, upon furnishing their
21 names to the secretary of the board. The written records of the charges, the
22 hearing, if held, and any other actions or decisions of the board on the
23 charges shall be kept as an open public record and maintained as required
24 by KRS Chapter 61.

25 (e) When the board or the chief of the district has probable cause to believe a
26 member or employee of a district has been guilty of conduct justifying
27 dismissal or punishment, the board or the chief may suspend the member or

1 employee from duty or from both pay and duty, pending trial, and the
2 member or employee shall not be placed on duty, or allowed pay, until the
3 charges are heard. If the member is suspended, there shall be no
4 continuances granted without the consent of the member or employee
5 accused. If the member suspended is a paid firefighter or an employee, the
6 hearing on the charges shall be conducted within fourteen (14) days after
7 the charges have been preferred by the chairman of the board.

8 (f) The board of the district shall fix the punishment of a member or employee
9 of the district found guilty, by a reprimand, suspension for any length of
10 time not to exceed six (6) months, by reducing the grade if the accused is an
11 officer, or by combining any two (2) or more of those punishments, or by
12 dismissal as a member or employee of the district.

13 (4) (a) Any member or employee of the district found guilty by the board of the
14 district of any charge, as provided by KRS 75.130, may appeal to the Circuit
15 Court of the county in which the district is located, but the enforcement of
16 the judgment of the district shall not be suspended pending appeal. The
17 notice of the appeal shall be filed not later than thirty (30) days after the
18 date the board of the district makes its determination on the charge.

19 (b) Upon request of the accused, the secretary of the board shall file a certified
20 copy of the charges and the judgment of the board in the Circuit Court.
21 Upon the transcript being filed, the case shall be docketed in the Circuit
22 Court and tried as an original action.

23 (c) If the secretary of the board fails to certify the transcript to the Circuit
24 Court within thirty (30) days after the request is made, the party aggrieved
25 may file an affidavit in the Circuit Court setting out as fully as possible the
26 charges made, the time of the hearing, and the judgment of the board,
27 together with a statement that demand for transcript was made upon the

1 secretary of the board more than thirty (30) days before the filing of the
2 affidavit. Upon the filing of the affidavit in the Circuit Court, the case shall
3 be docketed and the Circuit Court may compel the filing of the transcript by
4 the secretary of the board by entering the proper mandatory order, and by
5 fine and imprisonment for contempt. The appeal shall have precedence over
6 other business, and be determined speedily.

7 (d) An appeal will lie from the judgment of the Circuit Court to the Court of
8 Appeals as in other cases.

9 (5) (a) No person shall be appointed a member of the district on account of any
10 political service, contribution, sentiment, or affiliation. No member shall be
11 dismissed, suspended, or reduced in grade or pay for any political opinion.

12 (b) Members and employees of the district, while off duty and out of uniform,
13 shall be entitled to:

14 1. Place political bumper stickers on their privately owned vehicles;

15 2. Wear political buttons;

16 3. Contribute money to political parties, political candidates and political
17 groups of their choice;

18 4. Work at the polls on election days;

19 5. Aid in the registration or purgation of voters;

20 6. Become members of political groups; and

21 7. Hold office in political groups and carry out the mandates of that
22 group.

23 (6) (a) The chief in the district shall attend all sessions of the board, except
24 executive sessions, and shall execute all the orders of the board. Whenever
25 "chief" is used in Sections 1 to 14 of this Act, it shall include the assistant
26 chief when the chief is not on duty.

27 (b) The regular members of the district, except volunteer members, shall have

1 the same powers of arrest as now given by law to sheriffs of this
2 Commonwealth and they are hereby expressly declared conservators of the
3 public peace whose duties, in addition to their other prescribed duties, are to
4 conserve the peace, enforce all laws and preserve order, and they shall have
5 and are hereby expressly given the same right and the same power to arrest,
6 search, and seize as is now given by law to sheriffs of this Commonwealth,
7 and they shall be at all times subject to the orders of the county
8 judge/executive in which the district lies while enforcing this section.
9 Provided, however, that members of these fire departments shall not have
10 the power to serve subpoenas, summonses, and notices in civil cases and
11 they shall receive no fees for performing any of the duties prescribed in this
12 section as pertains to powers of law enforcement. The members shall
13 constitute a law enforcement agency in addition to the patrol and
14 investigation functions of the sheriff and his deputies under KRS 75.150 to
15 75.170.

16 (7) (a) Each member of the district shall, before entering upon the discharge of his
17 or her various duties, take an oath before the county judge/executive of the
18 county or a notary public, to faithfully discharge his duties, and the oath
19 shall be subscribed by the person taking it and filed in the minute book kept
20 by the secretary of the board.

21 (b) Each member of the district shall give such bond as the board may
22 designate and with a surety as required by the board conditioned upon
23 faithful performance of the member's duties.

24 (8) (a) The chief, assistant chief, or highest officer present at the fires answered by
25 his or department shall investigate their causes. He or she may examine
26 witnesses, compel the testimony of witnesses, administer oaths, compel
27 production of evidence and make arrests as provided in KRS 75.160. He or

1 she may enter any building at all reasonable times for the purpose of
2 examining the building if, in his or her opinion the building is in danger of
3 fire. He shall report his or her findings, when requested, to the board,
4 Kentucky Inspection Bureau, and state fire marshal.

5 (b) The chief of the district shall direct and control the operation of the district
6 and the control of the members in the discharge of their duties. He or she,
7 and members of the district, shall have access to and the use of all cisterns,
8 fireplugs, the waters of the waterworks of private persons and cisterns of
9 private persons for the purpose of extinguishing fires and shall have the
10 power to examine these water supplies at all reasonable times to see that
11 they are in condition for use in case of fire. The chief shall have control of
12 all hose, buildings, engines, and other emergency equipment provided for
13 the district under direction of the board, or those authorized by the board to
14 exercise this direction, and shall perform such other duties prescribed by
15 the board not inconsistent with law. Upon application within ten (10) days
16 to the board, any owner of property where water is used for firefighting or
17 the provision of other emergency services shall be reimbursed in a
18 reasonable amount by the board for water used.

19 (9) The secretary of the board shall keep a minute book, appropriately bound and
20 marked, in which the minutes of each meeting of the board shall be kept, together
21 with all resolutions, tax levies, and other important material the board may
22 designate. A copy of all material required to be kept by the secretary, shall be kept
23 on file in the office of the clerk of the county containing the district. The public
24 shall have the right to inspect the book and its contents at all times.

25 (10) (a) The board may, in its discretion, employ or retain a regularly licensed
26 attorney to advise them on all matters pertaining to their duties and shall
27 have the discretion to delegate this authority to the attorney. This attorney

1 shall attend all meetings of the board, except executive sessions when the
 2 board does not desire his or her presence, whenever the board shall request
 3 him or her to attend and shall advise the board on all legal matters on
 4 which he or she is requested to give advice.

5 (b) In addition to the attorney provided for in this subsection, the county
 6 attorney in the county in which the district lies shall advise and represent
 7 the board in all matters and on the occasions chosen by the board whenever
 8 the board so requests.

9 (c) The board may fix the salary or compensation of the attorney provided for
 10 in subsection (1) of this section, in their discretion.

11 (11) With respect to audits and financial reports, the board of the district shall follow
 12 the procedures of KRS 65.065.

13 ➔SECTION 13. A NEW SECTION OF KRS CHAPTER 75A IS CREATED TO
 14 READ AS FOLLOWS:

15 The method for dissolving a consolidated emergency services district shall be in
 16 accordance with the following:

17 (1) (a) Persons desiring to dissolve a consolidated emergency services district shall
 18 present a petition to the fiscal court clerk and to each member of the fiscal
 19 court, meeting the criteria of KRS 65.184, and signed by a number of
 20 registered voters equal to or greater than twenty-five percent (25%) of an
 21 average of the voters living in the proposed taxing district and voting in the
 22 last four (4) general elections. At time of its submission to fiscal court, each
 23 petition shall be a form showing justification or information as set out in
 24 this paragraph:

25 1. Justification for the dissolution of a consolidated emergency services
 26 district, including but not limited to the location of nearby
 27 governmental and nongovernmental providers of like services; and

- 1 2. Any additional information, which bears on the necessity of
2 dissolution of a consolidated emergency services district.
- 3 (b) A majority of the members of a fiscal court may vote to dissolve a
4 consolidated emergency services district.
- 5 (2) The fiscal court clerk shall notify all planning commissions, cities, and area
6 development districts within whose jurisdiction the consolidated emergency
7 services district is located and any state agencies required by law to be notified of
8 the proposal to dissolve the consolidated emergency services district.
- 9 (3) The fiscal court clerk shall schedule a hearing on the proposal for no earlier than
10 thirty (30) nor later than ninety (90) days following receipt of the petition, and
11 shall, in accordance with KRS Chapter 424, publish notice of the time and place
12 of the public hearing.
- 13 (4) At the public hearing, the fiscal court shall take testimony of interested parties
14 and solicit the recommendations of any planning commission, area development
15 district, or state agency meeting the criteria of subsection (2) of this section.
- 16 (5) The fiscal court may extend the hearing, from time-to-time, for ninety (90) days
17 from the date of the initial hearing and shall render a decision within thirty (30)
18 days of the final adjournment of the hearing.
- 19 (6) Following the hearing, the fiscal court shall set forth its written findings of fact
20 and shall approve or disapprove the dissolution of the consolidated emergency
21 services district.
- 22 (7) The dissolution of the consolidated emergency services district shall be of legal
23 effect only upon the adoption of an ordinance, in accordance with KRS 67.075
24 and 67.077, dissolving the consolidated emergency services district, and
25 compliance with the requirements of KRS 65.005.
- 26 (8) A certified copy of the ordinance dissolving the emergency services district shall
27 be filed with the county clerk.

1 *(9) The territory of the former consolidated emergency services district shall become*
2 *special taxing districts until the indebtedness has been relieved.*

3 ➔SECTION 14. A NEW SECTION OF KRS CHAPTER 75A IS CREATED TO
4 READ AS FOLLOWS:

5 *(1) If a majority of the entities that entered into a consolidated emergency service*
6 *district were participating employers in the County Employees Retirement*
7 *System, then the district shall apply to become a participating member in the*
8 *County Employees Retirement System in accordance with KRS 78.530.*

9 *(2) If the district is not required to apply to participate in the County Employees*
10 *Retirement System as provided for by subsection (1) of this section or does not*
11 *voluntarily apply to participate in the County Employees Retirement System as*
12 *provided by KRS 78.530, the following shall apply:*

13 *(a) Any employee who was participating in the County Employees Retirement*
14 *System through an entity that is entering into or petitioning to join in a*
15 *consolidated emergency services district, shall, provided the employee*
16 *participating in the system through the entity immediately prior to the entity*
17 *joining the district, remain a participating employee in the County*
18 *Employees Retirement System in the existing classification of retirement*
19 *tier and hazardous duty classification for the remainder of his or her*
20 *employment with the district as provided by KRS 78.510 to 78.852; and*

21 *(b) For the purposes of this subsection, the district shall be considered a*
22 *participating employer of the County Employees Retirement System, but*
23 *only for those employees described by paragraph (a) of this subsection.*

24 ➔Section 15. KRS 65.180 is amended to read as follows:

25 As used in KRS 65.182 to 65.190, unless the context otherwise requires, the word "taxing
26 district" shall mean, and the provisions of KRS 65.182 to 65.190 shall apply to, any
27 special district authorized by statute to levy ad valorem taxes within the meaning of

1 Section 157 of the Constitution of Kentucky or to levy ad valorem taxes under the
2 provisions of KRS 68.602 and governed by the following statutes: KRS 65.182, 75.010 to
3 75.260, Sections 1 to 14 of this Act, 107.310 to 107.500, 108.080 to 108.180, 109.115 to
4 109.190, 173.450 to 173.650, 173.710 to 173.800, 179.700 to 179.990, 212.720 to
5 212.755, 216.310 to 216.360, 266.010 to 266.990, and 268.010 to 268.990.

6 →Section 16. KRS 75.020 is amended to read as follows:

7 (1) (a) The territorial limits of an established fire protection district, or a volunteer
8 fire department district, as established under KRS 75.010 to 75.080, may be
9 enlarged or diminished in the following way: The trustees of the fire
10 protection district or of the volunteer fire department district shall file a
11 petition in the county clerk's office of the county in which that district and the
12 territory to be annexed or stricken off, or the greater part thereof, is located,
13 describing the territory to be annexed or stricken and setting out the reasons
14 therefor. Notice of the filing of such petition shall be given by publication as
15 provided for in KRS Chapter 424. On the day fixed in the notice, the county
16 judge/executive shall, if the proper notice has been given, and the publication
17 made, and no written objection or remonstrance is interposed enter an order
18 annexing or striking off the territory described in the petition. Fifty-one
19 percent (51%) or more of the freeholders of the territory sought to be annexed
20 or stricken off may, at any time before the date fixed in the notice, remonstrate
21 in writing, filed in the clerk's office, to the action proposed. If such written
22 remonstrance is filed, the clerk shall promptly give notice to the trustees of the
23 fire protection district, or of the volunteer fire department district, and the
24 county judge/executive shall hear and determine the same. If upon such
25 hearing, the county judge/executive finds from the evidence that a failure to
26 annex or strike off such territory will materially retard the functioning of the
27 fire protection district or the volunteer fire department district and materially

1 affect adversely the owners and the inhabitants of the territory sought to be
2 annexed or stricken off, he or she shall enter an order, granting the annexation
3 or striking off the territory. In the latter event, no new petition to annex or
4 strike off all or any part of the same territory shall be entertained for a period
5 of two (2) years. Any aggrieved person may bring an action in Circuit Court to
6 contest the decision of the county judge/executive.

7 (b) In addition to the provisions of paragraph (a) of this subsection, if the trustees
8 of a fire protection district or a volunteer fire department district, as
9 established under KRS 75.010 to 75.080, are seeking to expand territory into
10 an area served by a fire department created under KRS Chapter 273 and
11 certified under KRS 75.400 to 75.460 or an area that is not contained within
12 the boundaries of the city, but is being served by a city government, then the
13 trustees shall, prior to executing the provisions of paragraph (a) of this
14 subsection, enter into a written agreement with the fire chief and the board of
15 the fire department created under KRS Chapter 273 or with the city
16 government providing fire protection services to the area proposed to be
17 annexed. The agreement shall establish the proposed new boundary as it
18 applies to the fire department created under KRS Chapter 273 or to the area
19 being served by the city fire department. On the day the agreement is
20 finalized, the trustees of the district shall send by certified mail, return receipt
21 requested, or have personally delivered a copy of the agreement to the county
22 judge/executive of the county containing the territory subject to the expansion.
23 The notice required in paragraph (a) of this subsection shall, in lieu of the
24 applicable publication requirements set out in KRS Chapter 424, be published
25 at least once a week, for a minimum of two (2) weeks. The last publication
26 shall occur no less than seven (7) days before the date fixed in the notice.

27 (c) If the trustees approach the fire chief and board of the fire department created

1 under KRS Chapter 273 or the city government in the manner authorized in
2 paragraph (b) of this subsection and are unable to reach an agreement within
3 thirty (30) days, the trustees, or any real property holder of the territory subject
4 to the annexation, may directly seek permission from the real property holders
5 of that territory to continue with the annexation procedure set out in
6 paragraphs (a) and (b) of this subsection by circulating a petition and securing
7 the signatures of at least fifty-one percent (51%) of the real property holders
8 within that territory. The petition shall include the residential address of the
9 signer and the date of the signature. The petition shall be certified by the
10 county clerk if the clerk finds the petition sufficient in form and requisite
11 amount of signatures.

12 (2) The property in any territory annexed to a fire protection district or to a volunteer
13 fire department district shall not be liable to taxation for the purpose of paying any
14 indebtedness incurred by the fire protection district or the volunteer fire department
15 district prior to the date of the annexation of such territory, except such
16 indebtedness as represents the balance owing on the purchase price of firefighting
17 equipment. The property in any territory stricken off from a fire protection district
18 or a volunteer fire department district by the incorporation of or annexation by a city
19 of this Commonwealth shall not be relieved of liability of such taxes as may be
20 necessary to pay its proportionate share of the indebtedness incurred while such
21 territory was a part of that district. Territories stricken by action of the county
22 judge/executive under the provisions of subsection (1) shall be relieved of liability
23 for all indebtedness incurred by the fire protection district or the volunteer fire
24 department district.

25 (3) Any city that maintains a "regular fire department," and has either by incorporation
26 or annexation caused property to be stricken from a fire protection district or a
27 volunteer fire department district, shall comply with KRS 75.022(3).

- 1 (4) A fire protection district or volunteer fire department district established pursuant to
2 KRS 75.010 to 75.080 shall not expand its service boundaries or annex territory
3 contained in another fire protection district or volunteer fire department district
4 established pursuant to KRS 75.010 to 75.080. However, the territorial limits of two
5 (2) or more fire protection districts, or volunteer fire department districts, as
6 established by KRS 75.010 to 75.080, may be merged into one (1) fire protection
7 district or volunteer fire department district as follows:
- 8 (a) The trustees of each fire protection district or volunteer fire department
9 district shall file a joint petition in the county clerk's office of the county in
10 which all of the districts and the territory to be merged into one (1) district, or
11 the greater part of the district, is located, describing the territory to be merged
12 into the district and setting out the reasons for the merger;
- 13 (b) Notice of the filing of the petition shall be given by publication as provided in
14 KRS Chapter 424 for public notices;
- 15 (c) On the day fixed in the notice, the county judge/executive shall, if proper
16 notice by publication has been given, and no written objection or
17 remonstrance has been made, enter an order merging the fire protection
18 districts or volunteer fire department districts described in the petition;
- 19 (d) Fifty-one percent (51%) or more of the property owners of the territory sought
20 to be merged into one (1) district may, at any time before the date fixed in the
21 notice, remonstrate by written petition to the county clerk regarding their
22 objection to the merger of the districts. If a petition is filed, the county clerk
23 shall give prompt notice to the trustees of the fire protection districts or the
24 volunteer fire protection districts and the county judge/executive;
- 25 (e) The county judge/executive shall schedule a hearing regarding the petition and
26 shall give public notice as to the date, time, and place of the hearing. If after
27 the hearing, the county judge/executive finds from the evidence that a failure

1 to merge the territory will materially retard the functioning of the fire
2 protection districts or volunteer fire department districts and materially affect
3 adversely the owners and the inhabitants of the territory sought to be merged,
4 he or she shall enter an order granting the merger of the districts into one (1)
5 fire protection district or volunteer fire department district; and

6 (f) Any aggrieved person may bring an action in Circuit Court to contest the
7 decision of the county judge/executive regarding the merger fire protection
8 districts or volunteer fire department districts.

9 (5) *In addition to the merger provisions of subsection (4) of this section, fire*
10 *protection districts established pursuant to KRS 75.010 to 75.080 may also merge*
11 *pursuant to Sections 1 to 14 of this Act.*

12 (6) The property in any fire protection district or volunteer fire department district
13 which is merged with another fire protection district or volunteer fire department
14 district shall not be liable to taxation for the purpose of paying any indebtedness
15 incurred by the other fire protection district or volunteer fire department district
16 prior to the date of the merger into one (1) fire protection district, except
17 indebtedness which represents a balance owed on the purchase price of firefighting
18 equipment from the other fire protection district or volunteer fire department
19 district.

20 (7)~~(6)~~ Fire protection districts or volunteer fire department districts that modify
21 service area boundaries by taking any action authorized under this section shall
22 update their service area boundary maps and file them in the manner required by
23 KRS 75.420.

24 ➔Section 17. KRS 78.530 (Effective April 1, 2021) is amended to read as
25 follows:

26 (1) (a) Each county and school board, as defined in KRS 78.510, will participate in
27 the system by appropriate order authorizing such participation which has been

1 entered and duly recorded in the records of the governing body of the county
 2 or school board. In cases where general purpose county government does not
 3 participate, but the sheriff and his or her employees or the county clerk and his
 4 or her employees do, the sheriff or the clerk shall retain the order in his or her
 5 office. The authority to issue and properly record such order of participation
 6 being hereby granted, permits such county to participate in the system. The
 7 effective date of such participation shall be fixed in the order.

8 (b) Notwithstanding any statute to the contrary, after April 9, 2002, the systems
 9 shall deny the request for participation of any agency which does not have an
 10 irrevocable contract with the state Personnel Cabinet for health insurance
 11 coverage under KRS 18A.225 to 18A.229 for its active employees, except
 12 that:

13 1. County governments entering the system between April 9, 2002, and
 14 July 1, 2003, under this section shall be excluded from this
 15 requirement;~~and~~

16 2. Agencies entering the system on or after April 9, 2002, which were
 17 established by a merger or an interlocal agreement to provide public
 18 services shall be excluded from this requirement if any~~all~~ agencies
 19 entering into the merger or interlocal agreement had an initial
 20 participation date with the system prior to April 9, 2002; and

21 3. Any consolidated emergency services district.

22 (2) Once a county or school board participates, it shall thereafter continue to
 23 participate, except as provided in KRS 78.535.

24 (3) (a) Concurrent with the adoption of the appropriate resolution to participate in the
 25 system, a county may elect the alternate participation plan which will require
 26 the county to purchase on behalf of each employee electing coverage, at the
 27 time the county elected to participate in the system as provided under KRS

1 78.540(1)(b) and (c), current service credit for employment in regular full-
2 time positions between July 1, 1958, and the participation date of the county.
3 Cities which participate in the system pursuant to subsection (6) of this
4 section, KRS 79.080, 90.400, 90.410, 95.520, 95.621, 95.761, 95.768, 95.852,
5 or 96.180 shall be required to purchase on behalf of each employee electing
6 coverage only as much service credit as the employee has accumulated in the
7 city-administered plan, up to the participation date of the city. Accumulated
8 service shall include service for which an employee received a refund
9 pursuant to KRS 95.620 or 95.866, if such refund has been repaid. If the
10 employee has not yet repaid the refund, he may make payment to the system
11 by any method acceptable to the system, and the requirement of five (5) years
12 of continuous reemployment prior to repayment of refunds shall not apply.
13 Upon the employee's repayment, the city shall purchase the associated service
14 credit for the employee. Cost of such service credit over and above that which
15 would be funded within the existing employer contribution rate shall be
16 determined by the board's consulting actuary. The expense of such actuarial
17 service shall be paid by the county.

18 (b) The county shall establish a payment schedule subject to approval by the
19 board for payment of the cost of such service over and above that which
20 would be funded within the existing employer contribution rate. The
21 maximum period allowed in a payment schedule shall be thirty (30) years,
22 with interest at the rate actuarially assumed by the board. A shorter period is
23 desirable and the board may approve any payment schedule provided it is not
24 longer than a thirty (30) year period, except that cities which participate in the
25 system pursuant to subsection (6) of this section, KRS 79.080, 90.400, 90.410,
26 95.520, 95.621, 95.761, 95.768, 95.852, or 96.180 may, at their option, extend
27 the payment schedule to a maximum of thirty (30) years, may choose to make

1 level payments at the interest rate actuarially assumed by the board over the
2 life of the payment schedule chosen, and may retain employer contributions
3 and the earnings thereon attributable to employees electing coverage.

- 4 (c) A city entering the system under the alternate participation plan, may, by
5 ordinance, levy a special property tax to pay for current service credit
6 purchased for the period between July 1, 1958, and the participation date of
7 the city. The special tax shall be to pay, within a period of no more than
8 fifteen (15) years, for the cost of such service credit over that which would be
9 funded within the existing employer contribution rate, as determined by the
10 board's consulting actuary. The reason for levying the special tax and the
11 disposition of the proceeds shall be part of the ordinance levying the tax. The
12 special tax shall be rescinded when the unfunded prior service liability has
13 been amortized, and shall not be subject to the provisions of KRS 132.017 or
14 132.027. In addition, the city may maintain any tax, the proceeds of which had
15 been devoted to funding pension obligations under the locally administered
16 plan prior to participation in the system, for the purpose of funding current
17 service costs incurred after the date of participation. The city may increase the
18 tax to pay current service costs which exceed the local pension system costs to
19 which the tax had been devoted, but the city shall not collect from the tax
20 more revenues than are necessary to pay current service costs incurred after
21 the date of participation. The city may continue the tax so long as it
22 participates in the system, and the tax shall not be subject to the provisions of
23 KRS 132.017 or 132.027. The city shall not collect either tax authorized by
24 this paragraph if its participation has been terminated pursuant to KRS 78.535.
- 25 (d) The county may at a later date purchase current service credit from July 1,
26 1958, to the participation date of the county by alternate participation plan for
27 those employees who rejected membership in the system at the time the

1 county first participated. In addition, the employer shall pay the employer
2 contributions on the creditable compensation of the employees who later elect
3 membership from the participation date of the county to the date the member
4 elects participation. The employee shall pay the employee contributions on his
5 or her creditable compensation from the participation date of the county to the
6 date he or she elects membership plus interest at the current actuarial rate
7 compounded annually on the employee and employer contributions. Cost of
8 the service credit over and above that which would be funded within the
9 existing employer contribution rate shall be determined by the board's
10 consulting actuary. The expense of the actuarial service shall be paid by the
11 county. The county shall pay the cost of the service by lump sum or by adding
12 it to the existing payment schedule established under paragraph (b) of this
13 subsection.

14 (e) A county which did not participate by alternate participation may, until July 1,
15 1991, purchase current service credit for those employees who rejected
16 membership in the system at the time the county first participated. The
17 employer shall pay the employer contributions on the creditable compensation
18 of the employees who later elect membership from the participation date of
19 the county to the date the member elects participation. The employee shall pay
20 the employee contributions on his or her creditable compensation from the
21 participation date of the county to the date he or she elects membership plus
22 interest at the current actuarial rate compounded annually on the employee
23 and employer contributions. The county shall pay the cost of the service credit
24 by lump sum or by establishing a payment schedule under paragraph (b) of
25 this subsection.

26 (f) A county which participated in the system but did not elect the alternate
27 participation plan may at a later date elect the alternate participation plan. In

1 this case, the county shall purchase on behalf of each employee participating
2 in the system current service credit for employment in regular full-time
3 positions between July 1, 1958, or a later date selected by the county
4 government, and the participation date of the county. The county shall also
5 purchase, for employees who decide to participate when the county elects the
6 alternate participation plan, current service credit for employment in regular
7 full-time positions between July 1, 1958, or the later date selected by the
8 county government, and the participation date of the county. In addition, the
9 county shall pay the employer contributions on the creditable compensation of
10 the employees who later elect membership from the participation date of the
11 county to the date the member elects participation. The employee shall pay the
12 employee contributions on his or her creditable compensation from the
13 participation date of the county to the date he or she elects membership plus
14 interest at the current actuarial rate compounded annually on the employee
15 and employer contributions. Cost of the service credit over that which would
16 be funded within the existing employer contribution rate shall be determined
17 by the board's consulting actuary. The expense of the actuarial service shall be
18 paid by the county. The county shall pay the cost of the service by lump sum
19 or by a payment schedule established under paragraph (b) of this subsection.

20 (g) Notwithstanding any other provision of the Kentucky Revised Statutes to the
21 contrary, this subsection shall not apply to members who begin participating
22 in the system on or after January 1, 2014, and no county that elects to
23 participate in the system on or after January 1, 2014, shall be eligible to
24 participate under the alternate participation plan.

25 (4) Every school board not participating on June 21, 1974, shall enact a resolution of
26 participation no later than July 1, 1976.

27 (5) The order of the governing body of a county, as provided for in subsection (1) of

1 this section, may exclude from participation in the system hospitals and any other
2 semi-independent agency. Each such excluded agency shall be identified in the
3 order authorizing participation and such excluded agency may participate in the
4 system as a separate agency.

5 (6) (a) After August 1, 1988, except as permitted by KRS 65.156, no local
6 government retirement system shall be created pursuant to KRS 70.580 to
7 70.598 and any local government retirement systems created pursuant to KRS
8 79.080, 90.400, 90.410, 95.768, and KRS Chapter 96 shall be closed to new
9 members. New employees who would have been granted membership in such
10 retirement systems shall instead be granted membership in the County
11 Employees Retirement System. Employees who would have been granted
12 membership in retirement systems created pursuant to KRS 95.768, or any
13 other policemen or firefighters who would have been granted membership in
14 retirement systems created pursuant to KRS 79.080, 90.400, or 90.410, or any
15 such policemen or firefighter members employed on or prior to August 1,
16 1988, who transfer to the County Employees Retirement System, shall be
17 certified by their employers as working in hazardous positions. Each city
18 participating in the County Employees Retirement System pursuant to this
19 subsection shall execute the appropriate order authorizing such participation,
20 shall select the alternate participation plan as described in subsection (3) of
21 this section, and shall pay for the actuarial services necessary to determine the
22 additional costs of alternate participation. Cities which closed their local
23 pension systems to new members and participated in the system prior to July
24 15, 1988, whose employees at the time of transition were given the option to
25 join the system shall not be required to offer said employees a second option
26 to join the system.

27 (b) Notwithstanding any statute to the contrary, after April 9, 2002, the system

1 shall deny the request for participation of any agency which does not have an
2 irrevocable contract with the state Personnel Cabinet for health insurance
3 coverage under KRS 18A.225 to 18A.229 for its active employees, except that
4 agencies entering the system on or after April 9, 2002, which were established
5 by a merger or an interlocal agreement to provide public services shall be
6 excluded from this requirement if all agencies entering into the merger or
7 interlocal agreement had an initial participation date with the system prior to
8 April 9, 2002.

9 (7) Any city which closed a police and firefighter pension plan to new members
10 between January 1, 1988, and July 15, 1988, and participated in the system under
11 the alternate participation plan shall, if its police and firefighters were not covered
12 by Social Security, or any city which operates a pension under KRS 90.400 or
13 90.410, shall be required to certify that its police and firefighters are working in
14 hazardous positions, and shall offer its police and firefighters in service at the time
15 of entry a second option to participate under hazardous duty coverage if they were
16 not offered hazardous duty coverage at the time of their first option. The provisions
17 of subsection (3)(b) of this section notwithstanding, a city affected by this
18 subsection may, at its option, extend its payment schedule to the County Employees
19 Retirement System for alternate participation to thirty (30) years at the rate
20 actuarially assumed by the board.

21 ➔Section 18. KRS 95A.500 is amended to read as follows:

22 (1) If two (2) or more volunteer fire departments merge under the provisions of KRS
23 95A.500 to 95A.560 after January 1, 2000, and each is qualified to receive the
24 volunteer fire department aid under KRS 95A.262(2) at the time of merger, then the
25 volunteer fire department aid shall be disbursed according to the provisions of KRS
26 95A.500 to 95A.560 as long as the resulting district remains qualified to receive the
27 volunteer fire department aid.

1 (2) The provisions of KRS 95A.500 to 95A.560 shall apply to any volunteer fire
 2 departments formed under KRS Chapter 75 or 273 which merge into a
 3 consolidated emergency services district pursuant to Sections 1 to 14 of this Act.
 4 The consolidated emergency services district shall receive the qualified shares as
 5 if it were a volunteer fire district.

6 ➔Section 19. KRS 134.119 is amended to read as follows:

7 (1) (a) The sheriff shall be the collector of all state, county, county school district,
 8 and other taxing district property taxes unless the payment is directed by law
 9 to be made to some other person. The sheriff may contract to collect taxes on
 10 behalf of cities, independent school districts, or any other governmental unit
 11 with the authority to levy a property tax, if the enabling legislation authorizing
 12 imposition of the tax permits the governmental unit to contract for the
 13 performance of tax collection duties.

14 (b) The provisions of this chapter relating to the collection of property taxes shall
 15 apply to other property tax collectors to the extent that the governing body of
 16 the city, school district, or taxing district appointing the tax collector has not
 17 adopted alternative tax collection processes and procedures.

18 (2) Payment to the sheriff may be provided by any commercially acceptable means. The
 19 sheriff may limit the acceptable methods of payment to those that ensure that
 20 payment cannot be reversed or nullified due to insufficient funds.

21 (3) (a) 1. The sheriff shall accept payment from the day on which the tax bills are
 22 mailed by the sheriff to the taxpayer as provided in KRS 133.220 and
 23 133.230, through the day on which the sheriff files the uncollected tax
 24 claims with the county clerk pursuant to KRS 134.122. During this time
 25 period, the sheriff may accept full or partial payment for any outstanding
 26 taxes or tax claims.

27 2. a. Any payments received by the sheriff by mail that:

- 1 i. Are received after the day on which uncollected tax claims
2 are filed with the county clerk pursuant to KRS 134.122; and
3 ii. Have a postmark that reflects a date on or before the day the
4 uncollected tax claims are filed with the county clerk;
5 shall be accepted and processed, and the amount due shall be the
6 amount due immediately before the transfer of the uncollected tax
7 claims by the sheriff to the county clerk.
- 8 b. Payments described in this subparagraph may be processed as
9 agreed by the sheriff and county clerk.
- 10 c. Absent an agreement between the sheriff and the county clerk, the
11 payment shall be accepted and processed by the sheriff.
- 12 d. If the sheriff accepts and processes the payment, the sheriff shall
13 notify the county clerk, and the county clerk shall update his or her
14 records to reflect payment of the certificate of delinquency.
- 15 e. The sheriff and the county clerk shall reconcile all transactions
16 addressed by this subparagraph by preparation of an addendum to
17 the original reconciliation provided by the sheriff to the county
18 clerk at the time of transfer. The addendum shall be prepared thirty
19 (30) days after the original transfer, and shall be filed by the county
20 clerk in the clerk's order book.
- 21 (b) All payments received by the sheriff shall be entered immediately by the
22 sheriff on his or her books. Partial payments shall be credited against the total
23 amount due and shall be apportioned by the sheriff among the entities
24 included on the tax bill in the same proportion the amount due to each bears to
25 the amount paid.
- 26 (c) The acceptance of any payment before the taxpayer's tax liability has been
27 finally determined shall not imply that the payment was the correct amount

1 due and shall not preclude the assessment and collection of additional taxes
2 due or the refund of any part of the amount paid that is in excess of the
3 amount determined to be due.

4 (d) The sheriff may accept payment of any tax or tax claim from any other person
5 on behalf of the taxpayer. Any person making a payment on behalf of a
6 taxpayer may, upon the written notarized request of the taxpayer, be treated as
7 a transferee as provided in KRS 134.121.

8 (e) The sheriff may accept payment of any amount due on a delinquent tax claim
9 from any of the persons described in subparagraphs 1., 2., and 3. of this
10 paragraph without permission of the taxpayer. The person seeking to make the
11 payment shall provide sufficient proof to the sheriff that he or she meets the
12 requirements to pay under this paragraph. The sheriff shall be held harmless if
13 he or she relies upon information provided and accepts payment from a person
14 not qualified to pay under this paragraph. Any person listed in subparagraph
15 1., 2., or 3. of this paragraph who makes full payment, may, upon written
16 request to the sheriff, be treated as a transferee under KRS 134.121:

17 1. Any person holding a legal or equitable estate in the real or personal
18 property upon which the delinquent taxes are due, other than a person
19 whose only interest in the property is a lien resulting from ownership of
20 a prior year certificate of delinquency;

21 2. A tenant or lawful occupant of real property, or a bailee or person in
22 possession of any personal property upon which the delinquent taxes are
23 due; or

24 3. Any person having a mortgage on real property or a security interest in
25 real or personal property upon which the delinquent taxes are due.

26 (4) If, upon expiration of the five percent (5%) penalty period established by KRS
27 134.015(2)(c), the real property tax delinquencies of a sheriff exceed fifteen percent

1 (15%) of the amount charged to the sheriff for collection, the department may
2 require the sheriff to make additional reasonable collection efforts. If the sheriff
3 fails to initiate additional reasonable collection efforts within fifteen (15) business
4 days following notification from the department that such efforts shall be made, the
5 department may assume responsibility for collecting the delinquent taxes. If the
6 department assumes the responsibility for collecting delinquent taxes, the
7 department shall receive the amounts that would otherwise be paid to the sheriff as
8 fees or commissions for the collection of tax bills.

9 (5) In collecting delinquent taxes, the sheriff:

10 (a) May distraint and sell personal property owned by a delinquent taxpayer in the
11 amount necessary to satisfy the delinquent tax claim. The sale shall be made
12 under execution for cash. If the personal property of the delinquent taxpayer
13 within the county is not sufficient to satisfy the delinquent tax claim, the
14 sheriff may sell so much of the personal property as is available; and

15 (b) Shall retain any amounts that come into his or her possession payable to a
16 delinquent taxpayer, other than claims allowed for attendance as a witness,
17 and shall apply such amounts to the amount due on the delinquent tax claim.

18 (6) (a) As compensation for collecting property taxes the sheriff shall be paid the
19 following amounts, regardless of whether the amounts are collected by the
20 sheriff prior to filing the tax claims with the county clerk, or by the county
21 clerk after the tax claims become certificates of delinquency or personal
22 property certificates of delinquency:

23 1. From the Commonwealth the sheriff shall be paid four and one-quarter
24 percent (4.25%) of the amount collected on behalf of the
25 Commonwealth;

26 2. From counties the sheriff shall be paid four and one-quarter percent
27 (4.25%) of the amount collected on behalf of the counties;

- 1 3. The sheriff shall be compensated as provided by law or as negotiated if
2 negotiation is permitted by law, for collecting taxes on behalf of any
3 taxing district;
- 4 4. The sheriff shall be compensated as provided in KRS 160.500 for
5 collecting school district taxes;~~and~~
- 6 5. The sheriff shall be compensated as provided in KRS 91A.070 for
7 collecting taxes on behalf of any city; **and**
- 8 **6. The sheriff shall be compensated as provided in Section 5 of this Act**
9 **for collecting taxes on behalf of any consolidated emergency services**
10 **district.**
- 11 (b) The sheriff shall include the amounts he or she is entitled to under the
12 provisions of paragraph (a) of this subsection as part of the delinquent tax
13 claims filed with the county clerk. The amount so included shall become a
14 part of the certificate of delinquency, and shall be paid by the person paying
15 the certificate of delinquency rather than the taxing jurisdiction for which the
16 taxes were collected.
- 17 (7) As additional compensation for the collection of delinquent taxes, the sheriff shall
18 be entitled to an amount equal to ten percent (10%) of the total taxes due plus ten
19 percent (10%) of the ten percent (10%) penalty for all delinquent taxes. This fee
20 shall be added to the total amount due, and shall be paid by the person paying the
21 tax claim if payment is made to the sheriff, or the certificate of delinquency or
22 personal property certificate of delinquency if payment is made after the tax claim
23 has been filed with the county clerk.
- 24 (8) If, in the process of collecting property taxes, the sheriff becomes aware of a new
25 address for a taxpayer, the sheriff shall provide, on a form provided by the
26 department, the information relating to the new address to the property valuation
27 administrator, who shall update his or her records to reflect the new address.