

 <b>KENTUCKY YMCA YOUTH ASSOCIATION KENTUCKY YOUTH ASSEMBLY Commonwealth Bill</b>	<b>Blue   CW 22</b>						
	<b>Referred to Committee: House 2</b>						
<b>Authors:</b> Jack Mayo, Isaac Oettle, Nick Clem, Katie Hite	<b>Action on the Bill</b>						
<b>School:</b> Henderson Co. HS							
<b>City:</b> Henderson							
	<table border="0"> <tr> <td style="text-align: center;"><b>House</b></td> <td style="text-align: center;"><b>Senate</b></td> </tr> <tr> <td style="text-align: center;">___ <input type="checkbox"/> Passed</td> <td style="text-align: center;">___ <input type="checkbox"/> Passed</td> </tr> <tr> <td style="text-align: center;">___ <input type="checkbox"/> Defeated</td> <td style="text-align: center;">___ <input type="checkbox"/> Defeated</td> </tr> </table>	<b>House</b>	<b>Senate</b>	___ <input type="checkbox"/> Passed	___ <input type="checkbox"/> Passed	___ <input type="checkbox"/> Defeated	___ <input type="checkbox"/> Defeated
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1 An act to restructure the retirement plan of Kentucky teachers and convert 12.7% of Kentucky lottery  
2 proceeds to fund teacher pensions  
3

4 **Be it enacted by the Youth Assembly of the Commonwealth of Kentucky**  
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6 Section 1: Currently, 62.7% of Kentucky lottery proceeds go to lottery participants, 26.6% go to the  
7 Commonwealth of Kentucky, 4.4% go to operating costs, and 6.3% go to pay retailers. In Fiscal Year  
8 2015, \$899.1 million was raised from the lottery.  
9

10 Section 2: The proceeds going to the participants will be reduced to 54% of lottery sales, the operating  
11 costs to 3.9%, and the retailer payments to 5.9%. This would increase the amount of proceeds going to  
12 the Commonwealth to 36.2% (based on 2015 data that would mean going from \$239.4 million for  
13 Kentucky to \$325.8 million for Kentucky).  
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15 Section 3: 65% of the money going to the Commonwealth of Kentucky will go to fund education; the  
16 other 35% will go to fund the public teacher pension deficit.  
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18 Section 4: For those who have been a Kentucky public teacher for more than 10 years, retirement will  
19 be extended from 27 years to 30 years of service. For those who have been a teacher for less than ten  
20 years, retirement will be extended to 31 years of service. For those who become a teacher after the  
21 passage of this bill, retirement will be extended to 32 years of service.  
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23 Section 5: The formula used to calculate a teacher's current retirement is as follows: teacher's final  
24 average salary multiplied by total years of service multiplied by 2.5%. Change the percent in the  
25 formula to 2.2%.  
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27 Section 6: These two reforms will result in an annual savings of \$160.53 million to Kentucky's teacher  
28 pension system.  
29

30 Section 7: This bill will go into effect two years after its signing into law.