
Kentucky Retirement Systems

Board of Trustees Election Policy

I. INTRODUCTION

Adoption of Board Election Policy

Pursuant to the provisions of Kentucky Revised Statutes (KRS) 61.645, the Board of Trustees (Board) of the Kentucky Retirement Systems (Systems) is permitted to adopt procedures necessary to conduct the business of the Systems as needed. State and federal law shall control if any inconsistency exists between the law and this policy.

Statement of Board Election Policy

The Board is composed of nine Trustees who shall be selected as follows:

1. Two (2) elected from the members of the Kentucky Employees Retirement System (KERS).
2. One (1) elected from the members of the State Police Retirement System (SPRS).
3. Six (6) nominated by the Governor.
 - a. Three (3) Trustees with retirement experience.
 - b. Three (3) Trustees with investment experience.

KRS 61.645 (3) through (6) provides the basic statutory requirements for the election of the Trustees of the Board. The Board recognizes the need to establish consistent procedures for the implementation of these statutory provisions requiring the election of certain Trustees.

Purpose

The purpose of this Board Election Policy (Policy) is to establish procedures to implement KRS 61.645 and 105 Kentucky Administrative Regulation 1:445, Electronic ballots in Trustee elections.

II. DEFINITIONS

The following definitions and terms used in this Policy shall be applicable whenever used herein:

1. "Application" means the form adopted by the Board to be used by members seeking to be nominated and placed on the Official Ballot as a candidate. The application can be submitted through the KPPA website using DocuSign. It may also be submitted to the KPPA either electronically at trustee.election@kyret.ky.gov or at the Frankfort retirement office by a member.
2. "Ballot" or "Official Ballot" means a voting instrument, either electronic or paper, that includes the candidates for election as a Board Trustee and the following information for each of the candidates:
 - a. Name;
 - b. Recent photograph;

- c. City and county of residence;
- d. The Systems' current employing agency and position title or the Systems' employing agency from which the candidate last worked or retired and the position title of the last position held;
- e. Education including schools and/or universities attended and degrees earned;
- f. Any professional licenses or certifications held by the candidate; and
- g. Any organization of which the candidate is a member that is listed on the candidate's application or résumé.

The ballot shall contain the website address where each candidate's application, cover letter, picture, and résumé shall be available for viewing. Candidates' position on the ballot shall be determined by random lottery, performed and certified by a representative from the Kentucky Public Pensions Authority (KPPA) Division of Internal Audit Administration. Identification information for each eligible voter shall be protected by bar code or other means. The ballot shall include the ability to write-in candidates.

- 3. "Candidate" means a potential candidate who has been nominated and placed on the Official Ballot by the current Board or by petition from the membership of the retirement system for which the vote is being taken.
- 4. "Constitutionally eligible individual" means a potential candidate who does not have a conflict of interest on the basis of holding a constitutionally elected or appointed position pursuant to KRS 61.645 and Kentucky Constitution Section 165.
- 5. "Cover Letter" means a document submitted to the KPPA either electronically at trustee.election@kyret.ky.gov or at the Frankfort retirement office by a member, which details the member's qualifications for serving as a Trustee to the board.
- 6. "Eligible voter" means any person who was a member of the retirement system for which the vote is being taken on or before December 31 of the year preceding the election year and who has provided the KPPA at the Frankfort retirement office with a valid email or physical address as set forth in KRS 61.645.
- 7. "Member" shall mean individuals of KERS or SPRS, whether that individual is active (i.e. currently employed), inactive (i.e. formerly employed, but not retired and has not taken an account refund), or retired.
- 8. "Petition" means a document submitted by a potential candidate requesting to be nominated and placed on the Official Ballot by the members of their respective retirement system. A petition shall meet the following standards or, if it fails to meet the following standards, shall be deemed invalid and the requesting individual shall not be a potential candidate qualified for nomination and placement on the Official Ballot as a candidate:
 - a. The petition shall contain the names, the last four digits of Social Security numbers, and signatures of not less than one-tenth of the number of members voting in the last election for the respective retirement system. Each member may only be counted once on the petition.

- b. A potential candidate seeking nomination by petition shall submit a fully completed application, cover letter, résumé, picture, and a release for a criminal background check at the same time the petition is submitted to the KPPA at the Frankfort retirement office.
9. "Picture" means a photograph that will be included on the KPPA website and on the Official Ballot. The picture should be in color and at least size 5x7. The picture should be submitted in an electronic format to trustee.election@kyret.ky.gov.
10. "Plurality of votes" means a majority of votes cast in the election on a Valid Ballot.
11. "Potential candidate" means a member who is seeking nomination as a candidate by the current Board or by valid petition from the membership of the system for which the vote is being taken and who meets the following criteria:
- a. Is a member of the system for which the vote is being taken;
 - b. Has fully completed and submitted an application, cover letter, résumé, picture, and a release for a criminal background check by the required deadline;
 - c. Is a constitutionally eligible individual;
 - d. Is not statutorily prohibited from being a Trustee by virtue of the term limits in KRS 61.645 (3);
 - e. Is not a current or former employee of the Systems, County Employees Retirement System, or KPPA; and
 - f. Is not in violation of any provision of KRS 11A.020 or 11A.040 by a court of competent jurisdiction or any other statute.
12. "Résumé" means a document submitted to the KPPA either electronically at trustee.election@kyret.ky.gov or at the Frankfort retirement office by a member of the system for which an election is to be held, which shall include the member's name, address, phone number, e-mail address, educational background, and professional employment history. Employment history must include dates of employment, job title, employer name and address, and type of business. Résumé may also include any certifications and relevant memberships not included on the application.
13. "Term of Office" means the period of membership on the Board, which shall begin on April 1 of the year elected or appointed and shall end on March 31 four years thereafter.
14. "Valid Ballot" means a current version of the electronic or paper ballot provided to an eligible voter that has been marked to show the voter's choice of at least one (1), but not more than the maximum number of eligible candidates for the number of vacancies being filled.
- a. Electronic ballots shall be cast on or before March 1.
 - b. Paper ballots shall contain the signature of the voter and be postmarked to the Systems in care of a predetermined post office box number at a United States Post Office on or before March 1.

Any ballot that does not meet these standards shall be deemed an invalid ballot and shall not be counted. In addition, if multiple ballots are submitted by one (1) individual, only the first received ballot will be considered valid and will be counted; all subsequent ballots shall be invalid and will not be counted.

15. "Write-in candidate" means an individual whose full name (first, middle, and last name) was written in the space provided on at least one Valid Ballot. Should a write-in candidate receive a plurality of votes, a representative from the KPPA Division of Internal Audit Administration will ensure the write-in candidate meets all of the following criteria. If the criteria is not met, the write-in candidate will not be allowed to serve as Trustee:
- a. Is a member of the system for which the vote is being taken;
 - b. Is a constitutionally eligible individual;
 - c. Is not statutorily prohibited from being a Trustee by virtue of the term limits in KRS 61.645 (3);
 - d. Is not a current or former employee of the Systems, County Employees Retirement System, or KPPA; and
 - e. Is not in violation of any provision of KRS 11A.020 or 11A.040 by a court of competent jurisdiction or any other statute.

III. REQUESTS FOR CANDIDATES

1. The KPPA shall notify the membership of the retirement system holding the election that applications are being accepted from members who would like to be considered for nomination by the Board as a candidate for the position of Trustee. The notice shall include information, or direct the membership on how to find information, regarding the qualifications necessary for candidacy as well as the due dates for applications and other required documents.
2. A member seeking nomination by the Board must submit a completed application, cover letter, résumé, picture, and a release for a criminal background check to the KPPA by July 31 of the year prior to the expiration of a term of office.
3. If a member requesting nomination by the Board is currently employed or holds any other office, the member's personal information will be forwarded to the Office of the Attorney General of Kentucky to determine whether the member is a constitutionally eligible individual.
 - a. If the member is not a constitutionally eligible individual, the member shall be notified of his or her ineligibility, and that he or she will not be listed as a potential candidate for nomination by the Board, unless the member agrees to resign from the position causing the constitutional ineligibility. This resignation would only be required if the member were to be declared a winner of the election.
 - b. The Board also shall be notified if the member seeking to be listed as a potential candidate for nomination by the Board is determined not to be a constitutionally eligible individual.
4. Any information requested by a potential candidate and approved by designated KPPA staff to be provided to the potential candidate shall be forwarded to all other potential candidates, providing the information does not violate the confidentiality requirements specified in KRS 61.661 or any other binding law.

IV. NOMINATION BY THE BOARD

1. The System's Chief Executive Officer or designee shall provide written notice to the Board of election procedures at the first quarterly meeting in the Board year preceding the expiration of the term of office.
2. The Board shall nominate no more than three (3) candidates for each position to be elected. This nomination shall take place no less than six (6) months prior to the expiration of the current elected Trustee's term of office. Prior to making the nominations, the current Trustees will be given a list of all potential candidates seeking nomination by the Board.
 - a. In the case of KERS, the ballot shall contain no more than six (6) names.
 - b. In the case of SPRS, the ballot shall contain no more than three (3) names.
3. From the list provided, each Trustee may vote for up to three (3) potential candidates, but must vote for at least one (1) potential candidate per open position. Voting will occur in a roll call manner so that each current Trustee verbally confirms his or her nominations. The number of allowable nominations are as follows:
 - a. In the case of KERS, each current Trustee may vote for up to six (6) candidates, but must vote for at least two (2) candidates.
 - b. In the case of SPRS, each current Trustee may vote for up to three (3) candidates, but must vote for at least one (1) candidate.
4. After voting under Paragraph three (3) of this section is completed, a representative from the KPPA Division of Internal Audit Administration will review the number of votes received by each potential candidate. The potential candidates that receive the highest number of votes will be placed on the Official Ballot. No more than the maximum allowed nominated candidates under Paragraph two (2) of this section will be placed on the Official Ballot.
5. If multiple potential candidates receive the same number of votes under Paragraph three (3) of this section resulting in more than the maximum allowed nominated candidates under Paragraph two (2) of this section, another vote will be taken only of those potential candidates receiving a tying vote for the last spot(s) on the Official Ballot. Trustees will vote for up to one (1) potential candidate per remaining spot to be filled on the Official Ballot. After the additional vote is taken, the potential candidate(s) receiving the highest number of votes will be placed on the Official Ballot. The voting shall continue in this manner until the ties are broken resulting in no more than the maximum number of allowed nominated candidates under Paragraph two (2) of this section.
6. If voting under Paragraphs three (3) and/or five (5) of this section results in fewer than the maximum number of allowed potential candidates being nominated to the Official Ballot under Paragraph two (2), the Trustees must take one (1) of the following actions by affirmative majority vote:
 - a. Allow only those potential candidates with the highest number of votes under Paragraphs three (3) and/or five (5) to be placed on the Official Ballot, or

- b. From the original list of potential candidates, vote in accordance with Paragraph five (5) of this section for potential candidates who have not received sufficient votes under Paragraphs three (3) or five (5) to be placed on the ballot until the maximum number of potential candidates under Paragraph two (2) are nominated to be on the Official Ballot.
7. The KPPA will publish the candidates nominated by the Board on the KPPA website. Deadlines as set out below shall be provided on the website.

V. NOMINATION BY PETITION

1. After the candidates are nominated by the Board, a member may also seek nomination by petition from the membership of the retirement system for which the election is to be held. The petition nomination process will be published on the KPPA website.
2. To be nominated as a candidate on the Official Ballot, a member seeking nomination by petition from the membership of the retirement system for which the election is to be held must submit a petition complying with the requirements as set out in the definitions above and adhere to the following requirements:
 - a. The petition may only contain the name of one (1) potential candidate.
 - b. The petition shall be delivered to the KPPA at the Frankfort retirement office no later than November 30 of the year prior to the expiration of a term of office.
3. Names and last four digits of Social Security numbers on petitions shall be verified by designated KPPA staff and the results shall be certified by a representative from the KPPA Division of Internal Audit Administration. The certification of additional candidates shall become part of the official minutes of the Board.
4. If a member submitting a petition is currently employed or holds any other office, the member's personal information will be forwarded to the Office of the Attorney General of Kentucky to determine whether the member is a constitutionally eligible individual.
 - a. If the member is not a constitutionally eligible individual, the member shall be notified of his or her ineligibility, and that he or she does not qualify as a potential candidate for nomination by petition, unless the member agrees to resign from the position causing the constitutional ineligibility. This resignation would only be required if the member were to be declared a winner of the election.
 - b. The Board also shall be notified if the member seeking to qualify as a potential candidate for nomination by petition is determined not to be a constitutionally eligible individual.
5. Any information requested by a potential candidate and approved by designated KPPA staff to be provided to the potential candidate shall be forwarded to all other potential candidates, providing the information does not violate the confidentiality requirements specified in KRS 61.661 or any other binding law.

VI. ELECTION BY THE MEMBERSHIP

1. An Official Ballot, complying with the requirements as set out in the definitions above, shall be prepared no later than three (3) months prior to the expiration of the term of office in question.
 - a. Electronic ballots shall include instructions on voting for a candidate, including write-in candidates. The deadline by which electronic votes must be cast shall be included on the electronic ballots.
 - b. Paper ballots shall include instructions for voting for a candidate, including write-in candidates, and for marking and returning the ballots. The postmark deadline for the paper ballots shall be printed on the ballots. Paper ballots shall be addressed to the Systems in care of a predetermined post office box number at a United States Post Office.
2. The KPPA Executive Director or designee shall initiate a bid for a contracted firm to administer the election (hereafter referred to as the "Election Services Vendor") using the procurement procedures then in place. The bid shall outline vendor security requirements, the technical requirements for both electronic and paper ballots (including paper ballot printing specifications), and the required election timeline.
3. The Election Services Vendor shall obtain the post office box for receipt of paper ballots. Access to this post office box shall be limited to the Election Services Vendor. An agreement shall be made between KPPA and the Election Services Vendor concerning the location of the postal box and the Business Reply Permit Number that shall be used.
4. All eligible voters will be provided with an electronic ballot or mailed a paper ballot on or before January 20.
5. Only one (1) ballot will be provided to an eligible voter. Ballots will be distributed as follows:
 - a. Electronic ballots for the election of Trustees shall be distributed via email addresses on file at KPPA.
 - b. Paper ballots for the election of Trustees shall be distributed via the United States Postal Service to each voter that does not have a valid email address on file at KPPA or to each eligible voter that requests a paper ballot by November 30 of the year prior to the expiration of a term of office.
6. Duplicate ballots will not be produced.
 - a. If an eligible voter fails to receive a ballot (paper or electronic) because of an act or omission of the Systems or the KPPA and makes the Systems or the KPPA aware of this before the voting has closed, a representative from the KPPA Division of Internal Audit Administration shall work with the Election Services Vendor to provide a replacement ballot. If the Systems or the KPPA is made aware of the situation on or before one (1) week prior to the postmark deadline, the eligible voter may request either a paper or electronic ballot. If the Systems or the KPPA is made aware of the situation with less than a week before for the postmark deadline, only an electronic ballot will be provided to the eligible voter.
 - b. If a paper ballot is returned to the Election Services Vendor, the System, or KPPA with an invalid address, but a corrected address is received from the United

States Postal Service on or before one (1) week prior to the postmark deadline, a representative from the KPPA Division of Internal Audit Administration may work with the Election Services Vendor to mail a subsequent paper ballot to the eligible voter at the corrected address.

7. The Election Services Vendor shall count each ballot. In so doing, the Election Services Vendor shall review the validity of the ballot in accordance with the definition above. All votes via valid ballots shall be counted for the candidates marked. During the process of the count, all ballots shall be in the exclusive control of the Election Services Vendor, with proper security to ensure that no one other than the Election Services Vendor has access to the ballots.
8. Official ballots returned to the Systems or KPPA will be processed in accordance with 105 KAR 1:445 Sections 4, 6.
9. After counting all valid ballots, the Election Services Vendor shall certify in writing the results of the election to the Chair of the Board in care of the Systems' Chief Executive Officer and the KPPA Executive Director on or before March 15 of the year in which a term of office expires.
10. The candidate(s) receiving a plurality of the votes for each Trustee position to be elected shall be designated as the winner. Winning candidates shall begin their term of office as Trustee on April 1 and shall be sworn in at the annual meeting of the Board.
 - a. In the case of KERS, the two (2) persons receiving the largest pluralities of votes shall be the elected Trustees.
 - b. In the case of SPRS, the one (1) person receiving the largest plurality of votes shall be the elected Trustee.
11. Once ballots have been counted and the election is deemed final, the Election Services Vendor shall destroy all ballots and provide a certificate to that effect to the Systems' Chief Executive Officer and the KPPA Executive Director.

VII. FILLING A VACANCY

1. Any vacancy that may occur in a Trustee position other an elected Trustee position, except by the expiration of the term, shall be filled in the same manner that provides for the selection of that non-elected Trustee position under KRS 61.645.
2. Any vacancy, which may occur in an elected position, other than by the expiration of the term, shall be filled within ninety (90) days by appointment by a majority vote of the remaining elected Trustees.
 - a. The KPPA shall notify the membership of the retirement system with the vacancy that applications are being accepted from members who would like to be considered for appointed to the position of Trustee.
 - b. A member seeking appointment by the Board must submit a completed application, cover letter, résumé, picture, and release for criminal background check to the KPPA at the Frankfort retirement office no later than sixty (60) days after the vacancy occurs. The specific due date will be listed in the provided notice.

- c. If the member requesting appointment by the Board is currently employed or holds any other office, the member's personal information will be forwarded to the Office of the Attorney General of Kentucky to determine whether the member is a constitutionally eligible individual.
 - i. If a member is not a constitutionally eligible individual, the member shall be notified of ineligibility, and that he or she will not be considered for appointment to the vacant position, unless the member agrees to resign from the position causing the constitutional ineligibility. This resignation would only be required if the member were appointed to the position of Trustee.
 - ii. The Board shall also be notified if a member seeking appointment is determined not to be a constitutionally eligible individual.
3. Each current elected Trustee may make one (1) nomination for the vacancy of the elected position, which will allow for a maximum of two nominees.
 4. All individuals nominated by the current elected Trustees shall meet the requirements of a potential candidate as defined above.
 5. The remaining elected Trustees shall then vote on a nominee to fill the vacancy using the voting procedure set forth above in Nomination by the Board Procedures Paragraphs 3, 4, 5, and 6.
 6. Any such vacancies shall only be filled for the expiration of the unexpired term.

VIII. PROCUREMENT OF THE ELECTION SERVICES VENDOR

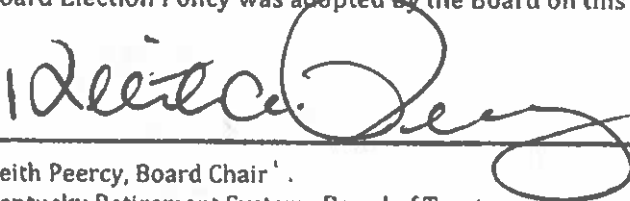
1. When procuring an Election Services Vendor, the request for proposal (RFP) shall indicate that the selected vendor will sign the KPPA's Business Associate Agreement and Confidentiality Agreement as well as provide a summary of security policies and standard security procedures related to ensuring election integrity. The RFP must include specific security details to which the vendor must adhere. The security details should include, but not be limited to, the following topics:
 - a. Technology systems, network, and application software used to process sensitive information.
 - b. Vendor risk and threat management responsibilities.
 - c. Software License Agreements.
 - d. Service Level Agreement and Support.
2. The team that drafts the RFP and evaluates the bid proposals should include KPPA employees from the Divisions of Internal Audit Administration, Communications, and Enterprise and Technology Services. The KPPA Executive Management team and Office of Legal Services employees as well as the Systems' Chief Executive Officer and General Counsel should be consulted as needed.

IX ETHICS

Ethics in the election process shall conform to the Executive Branch Code of Ethics as set forth in KRS Chapter 11A.

X CERTIFICATION

We, the Chair of the Kentucky Retirement Systems Board, the Chief Executive Officer of the Kentucky Retirement Systems, and the Executive Director of KPPA do hereby certify that this Board Election Policy was adopted by the Board on this the 2nd day of March, 2022.



Keith Peercy, Board Chair
Kentucky Retirement Systems Board of Trustees

4/4/22

Date



John Chilton, Chief Executive Officer
Kentucky Retirement Systems

9/26/2022

Date



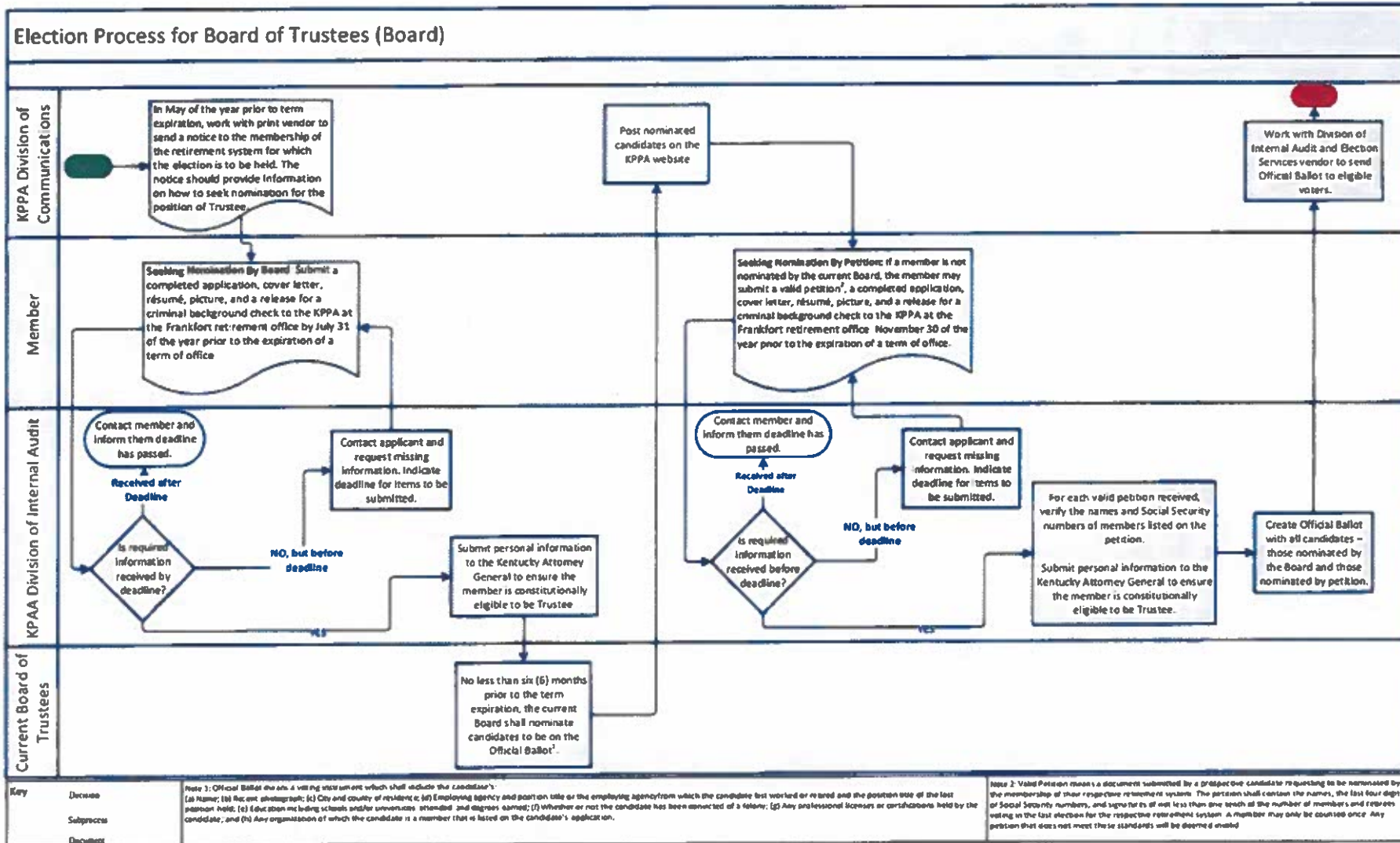
David Eager, Executive Director
Kentucky Public Pensions Authority

3/31/22

Date

History: Approval Date: April 15, 2021
 Amended: March 2, 2022

Exhibit A



Note 1: Official Ballot means a voting instrument which shall include the candidate's: (a) Name; (b) Recent photograph; (c) City and county of residence; (d) Employing agency and position title or the employing agency from which the candidate last worked or retired and the position title of the last position held; (e) Education including schools and/or universities attended and degrees earned; (f) Whether or not the candidate has been convicted of a felony; (g) Any professional licenses or certifications held by the candidate; and (h) Any organization of which the candidate is a member that is listed on the candidate's application.

Note 2: Valid Petition means a document submitted by a prospective candidate requesting to be nominated by the membership of their respective retirement system. The petition shall contain the names, the last four digits of Social Security numbers, and signatures of not less than one tenth of the number of members and returns voting in the last election for the respective retirement system. A member may only be counted once. Any petition that does not meet these standards will be deemed invalid.