Session of 2014

HOUSE BILL No. 2740

By Committee on Appropriations

2-26

1 AN ACT concerning legislators; relating to the compensation thereof; 2 relating to the Kansas public employees retirement system; rate of 3 compensation at which legislative members participate; amending 4 K.S.A. 2013 Supp. 46-137a, 74-4992 and 74-4995 and repealing the 5 existing sections. 6 7 Be it enacted by the Legislature of the State of Kansas: 8 Section 1. K.S.A. 2013 Supp. 46-137a is hereby amended to read as 9 follows: 46-137a. In addition to the compensation provided for by K.S.A. 46-137b, 46-137e and 75-3212, and amendments thereto, each member of 10 11 the legislature shall receive the following amounts: 12 (a) (1) The sum of \$88.66 per calendar day for service at any regular 13 or special session through January 8, 2017, except as otherwise provided 14 in subsection (e); and 15 (2) on June 15, 2016, and each June 15 thereafter, the commissioner 16 of education shall compute the average salaries and wages of all teachers 17 in Kansas for the preceding school year. The commissioner of education 18 shall certify such average salary and wage to the director of the budget. 19 The director of the budget shall divide 80% of such average salary by the 20 minimum number of school days for pupils attending kindergarten or any of the grades one through 11, pursuant to K.S.A. 72-1106, and 21 22 amendments thereto. On January 9, 2017, for the remainder of fiscal year 23 2017, and on July 1 for each fiscal year thereafter, that quotient shall be 24 the sum each member of the legislature receives per calendar day for 25 service at any regular or special session; 26 (b) the sum of \$109 per calendar day for subsistence allowance for 27 any regular or special session of the legislature, except that if the amounts 28 allowable for the capital city of Kansas under applicable federal law and 29 regulations to employees of the executive branch of the federal 30 government for per diem expenses, while away from home but serving in 31 the United States, are amounts which total greater than \$109, then each 32 member of the legislature shall receive such greater total amount per 33 calendar day for subsistence allowance for any regular or special session 34 of the legislature;

(c) an allowance of \$354.15 for the two-week period which coincides
 with the biweekly payroll period which includes April 1st and for each of

the 19 ensuing two-week periods thereafter, to defray expenses incurred
 between sessions of the legislature for postage, telephone, office and other
 incidental expenses, except as otherwise provided in subsection (f);

4 (d) an allowance for mileage in an amount equal to the rate per mile 5 prescribed under the provisions of K.S.A. 75-3203a, and amendments 6 thereto, multiplied by the number of miles traveled by the usual route in 7 going to and returning from the member's place of residence for any 8 regular or special session of the legislature. Such mileage allowances shall 9 be paid for not to exceed the equivalent of one trip for each full week 10 occurring between convening and adjournment sine die in any regular or special session. The mileage allowance provided under the provisions of 11 12 this subsection shall not be subject to the restrictions relating to the use of 13 vehicles prescribed by K.S.A. 75-3203 and 75-3203a, and amendments 14 thereto, but shall only be allowed for trips actually made. Compensation 15 and subsistence allowance shall not be allowed under the provisions of 16 subsections (a) and (b) of this section during any period in which the 17 legislature is adjourned for more than two days, Sundays excepted; and

18 (e) whenever the rates of compensation of the pay plan for persons in 19 the classified service under the Kansas civil service act are increased for 20 payroll periods chargeable to fiscal years commencing after June 30, 2009, 21 the rate of compensation per calendar day for members of the legislature 22 for service at any regular or special session of the legislature shall be 23 increased on the effective date of any such pay plan increase by an amount 24 computed by multiplying the average of the percentage increases in all 25 steps of such pay plan by the rate of compensation per calendar day which 26 is authorized by this section for service at any regular or special session of 27 the legislature for the day upon which such increase is computed. The 28 provisions of this subsection shall expire on January 9, 2017.

29 (f) Whenever the rates of compensation of the pay plan for persons in 30 the classified service under the Kansas civil service act are increased for 31 payroll periods chargeable to fiscal years commencing after June 30, 2009, 32 the allowance provided for each member of the legislature by subsection 33 (c) to defray expenses incurred between sessions of the legislature for 34 postage, telephone, office and other incidental expenses for each of the 35 two-week periods specified by subsection (c) shall be increased on the 36 effective date of any such pay plan increase by an amount computed by 37 multiplying the average of the percentage increases in all steps of such pay 38 plan by the allowance provided to defray such expenses for each such two-39 week period as provided by this section.

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(g) As used in this section:

(1) "Salaries and wages" does not include pay for duties under
supplemental contracts, as defined by K.S.A. 72-5412a, and amendments
thereto, or pay from employment incentive or retention bonuses authorized

1 under K.S.A. 72-8246, and amendments thereto.

2 (2) "Teacher" means a professional employee who is required to hold 3 a teacher's license in any public school. The term "teacher" does not 4 include school administrators.

5 Sec. 2. K.S.A. 2013 Supp. 74-4992 is hereby amended to read as 6 follows: 74-4992. (a) Any such member of the legislature or former 7 member of the legislature as described in K.S.A. 74-4991, and 8 amendments thereto, shall become a member on entry date or upon filing 9 with the board an irrevocable election to become or not to become a 10 member of the system. In the event that any such member of the legislature or former member of the legislature fails to file the election to 11 12 become a member of the retirement system, it shall be presumed that such member of the legislature or former member of the legislature has elected 13 14 not to become a member. The election to participate shall become effective 15 immediately upon making such election, if such election is made within 14 16 days of taking the oath of office or, otherwise, on the first day of the first 17 payroll period of the first quarter following receipt of the election in the 18 office of the retirement system. On and after July 1, 2006, all members of 19 the legislature shall also make the election required by the provisions of 20 K.S.A. 74-4995, and amendments thereto, related to the rate of-21 compensation at which such members shall participate for purposes of 22 K.S.A. 74-4991 et seq., and amendments thereto.

23 (b) Any member of the legislature who had attained membership in the Kansas public employees retirement system prior to taking the oath of 24 25 office as a member of the legislature may elect not to participate in the Kansas public employees retirement system for the purpose of service as a 26 27 member of the legislature. This election, which is irrevocable, must be 28 filed within the offices of the system. Any member of the legislature who 29 is a member of the retirement system on the effective date of this act and was a member of the retirement system at the time of taking the oath of 30 31 office may elect not to participate in the retirement system for service as a 32 member of the legislature if such irrevocable election is filed within the 33 offices of the system.

(c) Subject to the provisions of K.S.A. 74-49,123, and amendments thereto, any member of the legislature who elected not to participate in the retirement system, and who is not a contributing member with any other participating employer, may purchase such participating service by making a single lump-sum payment in an amount determined by the actuary using the then current rate of compensation and the actuarial assumptions and tables currently in use by the system.

41 (d) Subject to the provisions of K.S.A. 74-49,123, and amendments 42 thereto, except as otherwise provided in this section, any member of the 43 retirement system may purchase participating service credit for

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1 employment service as described in this section, if first commenced prior 2 to January 1, 1996, by electing to effect such purchase by means of having 3 employee contributions as provided in K.S.A. 74-4919, and amendments 4 thereto, deducted from such member's compensation at a percentage rate 5 equal to two times or three times the employee's rate of contribution as 6 provided in K.S.A. 74-4919, and amendments thereto, for such periods of 7 service in lieu of a lump-sum amount as provided in this section. Such 8 deductions shall commence at the beginning of the quarter following such 9 election and shall remain in effect until all quarters of such service have 10 been purchased. Any person may make any such purchase as described in this section, if first commenced in calendar year 1996 or thereafter, at an 11 12 additional rate of contribution, in addition to the employee's rate of contribution as provided in K.S.A. 74-4919, and amendments thereto, 13 based upon the member's attained age at the time of purchase and using 14 15 actuarial assumptions and tables in use by the retirement system at such 16 time of purchase, for such periods of service, in lieu of a lump-sum amount as provided in this section. Such additional rate of contribution 17 18 shall commence at the beginning of the quarter following such election 19 and shall remain in effect until all quarters of such service have been 20 purchased.

21 Sec. 3. K.S.A. 2013 Supp. 74-4995 is hereby amended to read as 22 follows: 74-4995. (a) Employer and employee contributions shall be 23 governed by the provisions of K.S.A. 74-4919 and 74-4920, and 24 amendments thereto. For purposes of contributions to and benefits under 25 the Kansas public employees retirement system, compensation of a 26 member of the legislature under this act for all service on and after 27 January 9, 2017, shall be a monthly amount equal to: (1) The-28 compensation to which the member was entitled for services as a member 29 of the legislature during the first 30 calendar days of the most recent-30 session in which the member has served; and (2) any amount to which the 31 member makes an election pursuant to this subsection. In addition to the 32 provisions of subsection (a)(1) and any election made pursuant to this-33 subsection, the compensation of a member shall include an additional five 34 days of compensation to which such member was entitled for services as a 35 member of the legislature of the most recent session in which the member 36 has served beyond the days provided for in subsection (a)(1). In addition to 37 the provisions of subsection (a)(1), a member of the legislature may elect 38 to participate with a rate of compensation that includes: (A) For service as 39 a member after July 18, 1982, a monthly amount equal to +/12 of the annualized amount received for monthly allowance under subsection (e) of 40 41 K.S.A. 46-137a, and amendments thereto; (B) a monthly amount equal to 42 +/12 of the annualized amount received for expenses allowance under-43 subsection (b) of K.S.A. 46-137a, and amendments thereto; or (C) an-

1 amount equal to the combined amounts provided for in subsections (2)(A) 2 and (2)(B). A member of the legislature who has filed an election tobecome a member of the system pursuant to the provisions of K.S.A. 74-3 4992, and amendments thereto, prior to July 1, 2006, shall file an election 4 5 with the system to include any amounts specified in subsection (2)(A), (2) (B) or (2)(C) prior to August 1, 2006, except that nothing contained in this 6 7 act shall be construed to permit a member of the legislature who has made 8 an election pursuant to this section prior to the effective date of this act to 9 revoke any such election previously made by such member. In the event that any such member fails to file such election prior to August 1, 2006, it 10 shall be presumed that such member has elected to not include any-11 12 amounts specified in subsection (2)(A), (2)(B) or (2)(C), and participate at a rate of compensation that includes only the amount provided in-13 subsection (a)(1). A member of the legislature who files an election to 14 15 become a member of the system pursuant to the provisions of K.S.A. 74-16 4992, and amendments thereto, on and after July 1, 2006, shall file an-17 election with the system to include any amounts specified in subsection (2) 18 (A), (2)(B) or (2)(C) at the same time that such member files the election 19 to become a member of the system. In the event that any such member 20 fails to file such election, it shall be presumed that such member has-21 elected to not include any amounts specified in subsection (2)(A), (2)(B) 22 or (2)(C), and participate at a rate of compensation that includes only the 23 amount provided in subsection (a)(1) as defined in subsection (9) of K.S.A. 74-4902, and amendments thereto. Any amounts deducted and remitted 24 25 from compensation of a member of the legislature for service under this section prior to January 9, 2017, which is in excess of compensation as 26 27 defined in subsection (9) of K.S.A. 74-4902, and amendments thereto, shall 28 be refunded to such member of the legislature. For service on and after 29 January 9, 2017, no compensation which is in excess of compensation as defined in subsection (9) of K.S.A. 74-4902, and amendments thereto, shall 30 31 be used to compute the final average salary as provided in subsection (17) 32 of K.S.A. 79-4902, and amendments thereto, for any such member of the 33 legislature. 34 (b) The employee rate of contribution shall be applied to any amounts

35 to which a member has elected pursuant to the provisions of subsection (a) 36 (2) such member's compensation. The employee and employer 37 contributions shall be remitted to the system quarterly with a report of 38 such contributions as may be required by the board. Any changes in a 39 member's rate of compensation and contributions as a result of anyelection mandated by this section for a member of the legislature who had 40 filed an election to become a member of the system prior to July 1, 2006, 41 shall be effective on October 1, 2006. All such elections pursuant to this 42 43 section shall be in the form and manner prescribed by the board of 1 trustees.

(c) Any member of the legislature making the election pursuant to
 subsection (a)(2) may not revoke such election while they remain a participating employee for service as a member of the legislature.

5 Sec. 4. K.S.A. 2013 Supp. 46-137a, 74-4992 and 74-4995 are hereby 6 repealed.

7 Sec. 5. This act shall take effect and be in force from and after its 8 publication in the statute book.