

March 11, 2019

The Honorable Robert Olson, Chairperson
Senate Committee on Financial Institutions and Insurance
Statehouse, Room 236-E
Topeka, Kansas 66612

Dear Senator Olson:

SUBJECT: Fiscal Note for SB 202 by Senate Committee on Ways and Means

In accordance with KSA 75-3715a, the following fiscal note concerning SB 202 is respectfully submitted to your committee.

SB 202 would amend Kansas Public Employee Retirement System (KPERS) working after retirement rules. Under current law, if it is determined that a retiree had a prearranged agreement with an employer prior to the retiree's retirement and before the 60-day or 180-day waiting period, the retiree's benefits would be suspended for six months. SB 202 would remove the six-month suspension of benefits for members who retire on and after January 1, 2018.

KPERS estimates the bill would have no actuarial effect on the retirement system. KPERS notes the rule change would apply to a very small number of retirees. KPERS also estimates the bill would have a negligible fiscal effect on agency administrative expenses and could be handled within existing resources.

Sincerely,



Larry L. Campbell
Director of the Budget

cc: Jarod Waltner, KPERS