

SENATE BILL No. 421

By Committee on Ways and Means

2-1

Proposed amendments to SB 421
 House Committee on Insurance and Pensions
 March 7, 2022

Increasing transfer to \$1 billion and directing first
 \$253.9 million before for payoff of layering
 payments

Prepared by Office of Revisor of Statutes

1 AN ACT concerning the Kansas public employees retirement system;
 2 eliminating certain level-dollar employer contribution payments;
 3 making and concerning appropriations for the fiscal year ending June
 4 30, 2022; authorizing certain transfers from the state general fund to the
 5 Kansas public employees retirement fund; amending K.S.A. 2021
 6 Supp. 74-4920 and repealing the existing section.
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8 *Be it enacted by the Legislature of the State of Kansas:*
 9 Section 1.

10 KANSAS PUBLIC EMPLOYEES
 11 RETIREMENT SYSTEM

12 (a) On the effective date of this act, or as soon thereafter as moneys
 13 are available, the director of accounts and reports shall transfer
 14 \$253,866,022 from the state general fund to the Kansas public employees
 15 retirement fund (365-00-7002-7000) of the Kansas public employees
 16 retirement system: *Provided*, That such transfer shall be for the full
 17 payment of reduced employer contributions from participating employers
 18 under K.S.A. 74-4931, and amendments thereto, in fiscal years 2017 and
 19 2019.

20 Sec. 2. K.S.A. 2021 Supp. 74-4920 is hereby amended to read as
 21 follows: 74-4920. (1) (a) Upon the basis of each annual actuarial valuation
 22 and appraisal as provided for in K.S.A. 74-4908(3)(a), and amendments
 23 thereto, the board shall certify, on or before July 15 of each year, to the
 24 division of the budget in the case of the state and to the agent for each
 25 other participating employer an actuarially determined estimate of the rate
 26 of contribution ~~which~~ *that* will be required, together with all accumulated
 27 contributions and other assets of the system, to be paid by each such
 28 participating employer to pay all liabilities ~~which~~ *that* shall exist or accrue
 29 under the system, including amortization of the actuarial accrued liability
 30 as determined by the board. The board shall determine the actuarial cost
 31 method to be used in annual actuarial valuations, to determine the
 32 employer contribution rates that shall be certified by the board. Such
 33 certified rate of contribution, amortization methods and periods and
 34 actuarial cost method shall be based on the standards set forth in K.S.A.
 35 74-4908(3)(a), and amendments thereto, and shall not be based on any
 36 other purpose outside of the needs of the system.

\$1,000,000,000

the first \$253,866,022 of