

KANSAS OFFICE *of*
REVISOR *of* STATUTES

LEGISLATURE *of* THE STATE *of* KANSAS
Legislative Attorneys transforming ideas into legislation.

300 SW TENTH AVENUE ■ SUITE 24-E ■ TOPEKA, KS 66612 ■ (785) 296-2321

MEMORANDUM

To: House Committee on Financial Institutions and Pensions
From: Office of Revisor of Statutes
Date: February 8, 2023
Subject: **HB 2025: Authorizing a self-funded cost-of-living adjustment retirement benefit option for certain members of KPERS.**

House Bill No. 2025 adds an additional retirement benefit option for members of KPERS 1 and 2. The bill allows a KPERS 1 or 2 member to choose to receive a self-funded cost-of-living adjustment where the member's retirement benefit is initially reduced at retirement in accordance with actuarial factors established by the board, and thereafter, such retirement benefit increases by a fixed percentage over time. One or more fixed percentages shall be established by the board.

Under the KPERS 3 cash balance plan in K.S.A. 74-49,313, KPERS 3 members currently have an optional self-funded cost-of-living adjustment feature.