Approved	4-26-88	
	Date	

MINUTES OF THEHC	ouse COMMITTEE ON	Appropriations	
The meeting was called to	order by	Bill Bunten Chairperson	at
12:40xxxx./p.m. on	April l	, 198.8 in room <u>514-S</u> o	f the Capitol.
All members were present o	except: Representatives (all excused	Wisdom, Heinemann, and Solba d)	ch
Committee staff present:	Diane Duffy, Legisla Ellen Peikalkiewicz,	tive Research Legislative Research	

Sharon Schwartz, Administrative Aide

Jim Wilson, Revisor of Statutes

Conferees appearing before the committee:

At the request of Secretary of Administration Ed Flentje, Chairman Bunten asked for a motion to introduce a bill which deals with cabinet members' membership in KPERS (Attachment 1). Representative Chronister moved introduction of the bill. Seconded by Representative Williams. Motion carried.

Chairman Bunten announced the Committee would be meeting from 12:00 noon to 2:00 p.m. next week. The meeting was adjourned at 12:45 p.m.

Introduce per request Ed Fleutje 7 RS 2527

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AN ACT concerning the Kansas public employees retirement system; relating to membership thereof; election by certain employees; death and disability benefits.

BILL NO. ____

Be it enacted by the Legislature of the State of Kansas:

Section 1. (a) Subject to procedures or limitations prescribed by the governor, any executive branch employee in the unclassified service under the Kansas civil service act who is appointed by the governor and serves without a fixed term of office may elect to not become a member of the system.

- (b) (1) Any such employee described in subsection (a) who is a member of the Kansas public employees retirement system, upon the effective date of this act, may elect to not be a member by filing an election with the office of the retirement system. Such employee may withdraw the employee's accumulated contributions then on deposit with the system in the same manner as prescribed in K.S.A. 74-4917 and amendments thereto for employees upon termination.
- (2) Any employee who has filed an election and received a refund of contributions shall be entitled to again become a member of the system upon the filing of proper notice in such form as prescribed by the system and upon the making of a single lump-sum payment in an amount equal to all withdrawn contributions, plus interest at a rate specified by the system.
- (c) Subject to limitations prescribed by the secretary of administration, the state agency employing any employee who has filed an election as provided under subsection (a) or (b) and who has entered into an employee participation agreement, as provided in K.S.A. 75-5524 and amendments thereto for deferred compensation pursuant to the Kansas public employees deferred

compensation plan shall contribute to such plan on such employee's behalf an amount equal to 8% of the employee's salary, as such salary has been approved pursuant to K.S.A. 75-2935b and amendments thereto or as otherwise prescribed by law.

- Sec. 2. (a) For the purposes of providing the "insured death benefit" and "long-term disability benefit" as prescribed in K.S.A. 74-4927 and amendments thereto and of providing the "accidental death benefit" as prescribed in subsection (2) of K.S.A. 74-4916 and amendments thereto, to all employees who have filed an election as provided in subsection (a) or (b) of section 1, on and after the first day of the first payroll period of the fiscal year ending June 30, 1989, the term "member" as used in K.S.A. 74-4927 and amendments thereto and subsection (2) of K.S.A. 74-4916 and amendments thereto and as used in this section shall include the aforementioned employees.
- (b) The state agency employing any member shall pay to the Kansas public employees retirement system in such manner as the board of trustees shall prescribe, beginning with the first day of the first payroll period of the fiscal year ending June 30, 1989, and each payroll period thereafter, an amount sufficient to pay the employer's contribution to the group insurance reserve as provided in subsection (4) of K.S.A. 74-4927 and amendments thereto.
- (c) The state agency employing any member shall maintain a file of the beneficiaries named by the persons covered under this section in the form and manner as prescribed by the board of trustees.
- (d) Coverage under the plan of death and long-term disability benefits and accidental death benefits shall begin with the first day of the first payroll period of the fiscal year ending June 30, 1989, for such member and other persons as defined in this section.
- Sec. 3. This act shall take effect and be in force from and after its publication in the Kansas register.