FY 2017 Suspension of D&D Contributions

The KPERS Death and Disability Plan covers current active members of the System and terminates at retirement. As part of the reporting requirements declared by this statement, the financial status and activity of the KPERS Death and Disability Plan are displayed separately from the KPERS Trust Fund.

Suspend three quarters of contributions to the Death and Disability from, each quarterly transfer is projected to be worth $12.5 million in All Funds, $10.6 million in State General Fund. Three quarters of suspension would produce savings of roughly, $37.5 million All Funds, including roughly $31.8 million SGF.

Fund operates on a "pay as you go" system. Current projected ending balance at the end of FY 2017 is $53 million, that would be $16.5 million with a suspension of contributions for all of FY 2017.

Contributions routinely exceed benefit amounts, as the fund is drawn down in FY 17 the balance will begin to grow in FY 2018, assuming contribution rates return to 1.0 percent.

TABLE 1.2 FIVE-YEAR CASHFLOW PROJECTION

Expected Benefits and Expenses v. Expected Contributions (millions)

Excludes Group Life Insurance for Active Members

Plan Year	Projected Benefits and Expenses	Projected Contributions
2012-2013	$32.1	$49.6
2013-2014	$33.1	$51.1
2014-2015	$34.4	$52.7
2015-2016	$35.4	$54.2
2016-2017	$36.3	$55.9