

HOUSE BILL No. 2140

By Committee on Financial Institutions and Pensions

2-5

1 AN ACT concerning retirement and pensions; relating to the Kansas
2 deferred retirement option program act; including agents of the Kansas
3 bureau of investigation as members; extending sunset date; amending
4 K.S.A. 74-4986l, 74-4986p and 74-4986r and repealing the existing
5 sections.

6
7 *Be it enacted by the Legislature of the State of Kansas:*

8 Section 1. K.S.A. 74-4986l is hereby amended to read as follows: 74-
9 4986l. (a) As used in this act, unless otherwise provided or the context
10 otherwise requires:

- 11 (1) "Act" means the Kansas deferred retirement option program act;
12 (2) "board" means the board of trustees of the Kansas public
13 employees retirement system;
14 (3) "DROP" means the deferred retirement option program
15 established by K.S.A. 74-4986m, and amendments thereto;
16 (4) "DROP account" means the notional account to which is credited
17 the monthly DROP accrual;
18 (5) "DROP period" means the period of time that a member
19 irrevocably elects to participate in the DROP pursuant to K.S.A. 74-4986n,
20 and amendments thereto;
21 (6) "member" means a trooper, examiner or officer of the Kansas
22 highway patrol *or an agent of the Kansas bureau of investigation* who is
23 eligible to participate in the DROP and who elects to participate in the
24 DROP as provided in this act;
25 (7) "monthly DROP accrual" means the amount equal to the monthly
26 retirement benefit that would have been payable to the member had the
27 member terminated service and retired on the day the member elected; and
28 (8) "system" means the Kansas police and firemen's retirement
29 system.

30 (b) Unless specifically provided in this section or in this act, words
31 and phrases used in this act shall have the meanings ascribed to them as
32 provided under the provisions of K.S.A. 74-4901 et seq. and K.S.A. 74-
33 4951 et seq., and amendments thereto.

34 Sec. 2. K.S.A. 74-4986p is hereby amended to read as follows: 74-
35 4986p. (a) A member's participation in the DROP ceases on the occurrence
36 of the earliest of the following:

- 1 (1) Termination of the member's active service with the Kansas
2 highway patrol *or Kansas bureau of investigation*;
- 3 (2) the last day of the member's elected DROP period that begins on
4 the effective date of the member's election to participate in the DROP;
- 5 (3) retirement due to disability as defined in K.S.A. 74-4952, and
6 amendments thereto; or
- 7 (4) the member's death.
- 8 (b) If a member dies before taking a distribution from such member's
9 DROP account, the member's designated beneficiary shall receive a lump-
10 sum payment equal to the member's DROP account balance, including any
11 lump sum credited as provided in K.S.A. 74-4986o(d), and amendments
12 thereto. If the DROP member has not named a beneficiary for such
13 member's DROP account, the amount in the DROP account shall be paid
14 to the beneficiary of the member's retirement benefit.
- 15 Sec. 3. K.S.A. 74-4986r is hereby amended to read as follows: 74-
16 4986r. The provisions of K.S.A. 74-4986k through 74-4986r, and
17 amendments thereto, shall expire on January 1, ~~2020~~ 2025.
- 18 Sec. 4. K.S.A. 74-4986l, 74-4986p and 74-4986r are hereby repealed.
- 19 Sec. 5. This act shall take effect and be in force from and after its
20 publication in the statute book.