

February 8, 2021

The Honorable Steve Johnson, Chairperson  
House Committee on Insurance and Pensions  
Statehouse, Room 276A-W  
Topeka, Kansas 66612

Dear Representative Johnson:

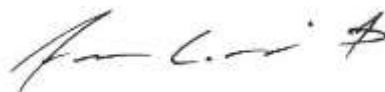
**SUBJECT:** Fiscal Note for HB 2243 by House Committee on Insurance and Pensions

In accordance with KSA 75-3715a, the following fiscal note concerning HB 2243 is respectfully submitted to your committee.

Under current law, the Kansas Public Employee Retirement System (KPERS) actuary is required to perform a general investigation of the actuarial experience of the Kansas Public Employees Retirement Fund every three years. This triennial experience examines all economic and demographic assumptions used in the annual actuarial valuation and cost studies by the actuary. HB 2243 would change the standard schedule of this general investigation from three years to four years. However, the bill would allow the KPERS Board to initiate an experience study as short as three years or as long as five years if deemed appropriate in the execution of its fiduciary duties.

KPERS notes that the cost to complete an actuarial experience study is built into the contract for actuarial services. The enactment of HB 2243 would not change any budgeted expenditures in FY 2021 or FY 2022. However, the agency notes that the bill would allow the KPERS Board to delay the next experience study by one year, which is currently scheduled to be completed in FY 2023 at an estimated cost of \$55,000.

Sincerely,



Adam Proffitt  
Director of the Budget

cc: Jarod Waltner, KPERS