

HOUSE BILL No. 2196

By Committee on Financial Institutions and Pensions

1-26

1 AN ACT concerning retirement and pensions; relating to the Kansas
2 deferred retirement option program act; expanding such program
3 membership to all members of the Kansas police and firemen's
4 retirement system; amending K.S.A. 2022 Supp. 74-4986l and 74-
5 4986p and repealing the existing sections.

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

8 Section 1. K.S.A. 2022 Supp. 74-4986l is hereby amended to read as
9 follows: 74-4986l. (a) As used in this act, unless otherwise provided or the
10 context 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 elects to
19 participate in the DROP pursuant to K.S.A. 74-4986n, and amendments
20 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~~ *any*
23 *member of the Kansas police and firemen's retirement system* who is
24 eligible to participate in the DROP and who elects to participate in the
25 DROP as provided in this act;

26 (7) "monthly DROP accrual" means the amount equal to the monthly
27 retirement benefit that would have been payable to the member had the
28 member terminated service and retired on the day the member elected; and

29 (8) "system" means the Kansas police and firemen's retirement
30 system.

31 (b) Unless specifically provided in this section or in this act, words
32 and phrases used in this act mean the same as provided under the
33 provisions of K.S.A. 74-4901 et seq. and 74-4951 et seq., and amendments
34 thereto.

35 Sec. 2. K.S.A. 2022 Supp. 74-4986p is hereby amended to read as
36 follows: 74-4986p. (a) A member's participation in the DROP ceases on

1 the occurrence of the earliest of the following:

2 (1) Termination of the member's active service with ~~the Kansas~~
3 ~~highway patrol or Kansas bureau of investigation~~ *a participating employer*
4 *of the system*;

5 (2) the last day of the member's elected DROP period that begins on
6 the effective date of the member's election to participate in the DROP;

7 (3) retirement due to disability as defined in K.S.A. 74-4952, and
8 amendments thereto; or

9 (4) the member's death.

10 (b) If a member dies before taking a distribution from such member's
11 DROP account, the member's designated beneficiary shall receive a lump-
12 sum payment equal to the member's DROP account balance, including any
13 lump sum credited as provided in K.S.A. 74-4986o(d), and amendments
14 thereto. If the DROP member has not named a beneficiary for such
15 member's DROP account, the amount in the DROP account shall be paid
16 to the beneficiary of the member's retirement benefit.

17 Sec. 3. K.S.A. 2022 Supp. 74-4986l and 74-4986p are hereby
18 repealed.

19 Sec. 4. This act shall take effect and be in force from and after its
20 publication in the statute book.