

## Kansas Public Employees Retirement System

	FY 2023			FY 2024		
	SGF	All Funds	FTE	SGF	All Funds	FTE
<b>Agency Estimate W/O Maj. Changes</b>	\$ -	\$ 68,494,714	98.4	\$ -	\$ 64,490,085	98.4
1. Investment Management Fees	-	(4,596,786)	-	-	1,430,635	-
<i>Subtotal – Agency Estimate</i>	<u>\$ -</u>	<u>\$ 63,897,928</u>	<u>98.4</u>	<u>\$ -</u>	<u>\$ 65,920,720</u>	<u>98.4</u>
<b>Governor's Changes:</b>						
2. No Changes	\$ -	-	-	\$ -	-	-
<i>Subtotal - Governor's Recommendation</i>	<u>\$ -</u>	<u>\$ 63,897,928</u>	<u>98.4</u>	<u>\$ -</u>	<u>\$ 65,920,720</u>	<u>98.4</u>
Change from Agency Est.	\$ -	-	-	\$ -	-	-
Percent Change from Agency Est.	-- %	0.0 %	0.0 %	-- %	0.0 %	0.0 %
<b>Legislative Action:</b>						
3. HB 2100 – Proxy Voting Services	\$ -	-	-	\$ -	450,000	-
4. HB 2196 – KP&F Affiliation	-	-	-	-	166,421	2.0
5. Salary Increase	-	-	-	-	745,372	-
<b>TOTAL APPROVED</b>	<u><u>\$ -</u></u>	<u><u>\$ 63,897,928</u></u>	<u><u>98.4</u></u>	<u><u>\$ -</u></u>	<u><u>\$ 67,282,513</u></u>	<u><u>100.4</u></u>
Change from Gov. Rec.	\$ -	-	-	\$ -	1,361,793	2.0
Percent Change from Gov. Rec.	-- %	0.0 %	0.0 %	-- %	2.1 %	2.0 %
Change from Agency Est.	\$ -	-	-	\$ -	1,361,793	2.0
Percent Change from Agency Est.	-- %	0.0 %	0.0 %	-- %	2.1 %	2.0 %
<b>Category of Expenditure:</b>	SGF	All Funds		SGF	All Funds	
State Operations	\$ -	\$ 63,897,928		\$ -	\$ 67,282,513	
Aid to Local Units	-	-		-	-	
Other Assistance	-	-		-	-	
Capital Improvements	-	-		-	-	
<b>TOTAL APPROVED</b>	<u><u>\$ -</u></u>	<u><u>\$ 63,897,928</u></u>		<u><u>\$ -</u></u>	<u><u>\$ 67,282,513</u></u>	

1. The agency deleted \$4.6 million in FY 2023 and added \$1.4 million for FY 2024, all from the Kansas Public Employees Retirement Fund, for external investment management and consultant fees. Investment-related expenditures are determined by forecasting the current market value of the portfolio on June 30, 2022, by an actuarial rate of return assumption. On May 20, 2022, the KPERS Board of Trustees lowered the assumed rate of return from 7.75 percent to 7.00 percent. Management fee estimates are regularly updated to reflect investment experience and performance.
2. The Governor did not recommend any changes to the agency's budget.
3. The Legislature added \$450,000, all from special revenue funds, for contract proxy voting services for FY 2024 to implement HB 2100.
4. The Legislature added \$166,421, all from the Kansas Public Employees Retirement Fund, and 2.0 FTE positions for FY 2024 to implement HB 2196, which would affiliate certain Kansas Department of Wildlife and Parks employees into the Kansas Police and Firemen's (KP&F) Retirement System and expand the Deferred Retirement Option Program (DROP). These expenditures reflect administrative expenses to the agency, including hiring additional personnel (\$146,421 and 2.0 FTE) and making changes to existing information technology systems (\$20,000).
5. The Legislature added \$745,372, all from special revenue funds, for a salary adjustment for most state employees based on the Department of Administration Market Survey and a 5.0 percent salary adjustment for employees with job classifications that are not included in the Market Survey for FY 2024.