

SENATE MEMBERS

Robert Stivers
President, LRC Co-Chair

David Givens
President Pro Tempore

Max Wise
Majority Floor Leader

Gerald A. Neal
Minority Floor Leader

Robby Mills
Majority Caucus Chair

Reginald Thomas
Minority Caucus Chair

Mike Wilson
Majority Whip



LEGISLATIVE RESEARCH COMMISSION

State Capitol 700 Capital Avenue Frankfort KY 40601

502-564-8100

Capitol Fax 502-564-2922

Annex Fax 502-564-6543

legislature.ky.gov

Jay D. Hartz
Director

HOUSE MEMBERS

David W. Osborne
Speaker, LRC Co-Chair

David Meade
Speaker Pro Tempore

Steven Rudy
Majority Floor Leader

Pamela Stevenson
Minority Floor Leader

Suzanne Miles
Majority Caucus Chair

Al Gentry
Minority Caucus Chair

Jason Nemes
Majority Whip

Lindsey Burke
Minority Whip

MEMORANDUM

TO: Public Pension Oversight Board Members (PPOB)
FROM: PPOB staff
SUBJECT: Impact of Supplemental Appropriations to KERS/SPRS
DATE: 10/21/2025

At the August PPOB meeting, Representative Petrie requested information from the Kentucky Public Pensions Authority (KPPA) regarding the impact of supplemental appropriations made by the General Assembly to the Kentucky Employees Retirement System (KERS) nonhazardous and hazardous pension funds and the State Police Retirement System (SPRS) pension fund. KPPA provided the following summary via email and the accompanying charts detailing the impact of the appropriations to the net plan assets. The "Supplemental funds" are the funds appropriated by the General Assembly through FY 25 and the "Impact through FY 25" includes the appropriations and any resulting investment income from those appropriations.

"In summary from FY17-25:

- *KERS Nonhazardous: Supplemental Funds- \$981.7 million, Impact through FY25- \$1.2 billion*
- *KERS Hazardous: Supplemental Funds- \$25 million, Impact through FY25 - \$44.7 million*
- *SPRS: Supplemental Funds- \$277.6 million, Impact through FY25 - \$365.3 million*

However, the cumulative impact of these funds will accelerate rapidly due to the compounding effect."

.



Public Pensions Oversight Board

General Fund Appropriation Analysis

Ryan Barrow, Executive Director

PENSION FUND CONTRIBUTION REPORT
KENTUCKY EMPLOYEE RETIREMENT SYSTEM Nonhazardous
 FOR THE FISCAL YEARS ENDING JUNE 30 (\$ IN MILLIONS)
 INCLUDING GENERAL FUND APPROPRIATIONS
 (unaudited)

	FY25	FY24	FY23	FY22	FY21	FY20	FY19	FY18	FY17
NET ASSETS	\$5,143.3	\$4,297.6	\$3,607.0	\$3,076.6	\$3,085.0	\$2,362.2	\$2,286.5	\$2,048.7	\$2,092.8
LESS:									
SUPPLEMENTAL	300.0	240.0	240.0	-	-	-	75.9	67.6	58.2
SUPPLEMENT EARNINGS	80.1	63.8	25.4	(15.3)	48.9	3.8	7.6	5.4	3.6
PRIOR SUPPLEMENTAL	681.7	441.7	201.7	201.7	201.7	201.7	125.8	58.2	-
PRIOR SUPPLEMENTAL EARNINGS	143.2	79.4	54.0	69.3	20.4	16.6	9.0	3.6	-
ADJUSTED NET ASSETS	\$3,938.1	\$3,472.5	\$3,085.9	\$2,820.9	\$2,814.0	\$2,140.1	\$2,068.2	\$1,913.9	\$2,031.0
INCREASE IN ASSETS DUE TO SUPPLEMENT CONTRIBUTIONS AND EARNINGS	\$1,205.0	\$824.9	\$521.1	\$255.7	\$271.0	\$222.1	\$218.3	\$134.8	\$61.8

PENSION FUND CONTRIBUTION REPORT
KENTUCKY EMPLOYEE RETIREMENT SYSTEM Hazardous
 FOR THE FISCAL YEARS ENDING JUNE 30 (\$ IN MILLIONS)
 INCLUDING GENERAL FUND APPROPRIATIONS
 (unaudited)

	FY25	FY24	FY23	FY22	FY21	FY20	FY19	FY18	FY17
NET ASSETS	\$1,148.7	\$1,029.9	\$902.5	\$819.2	\$874.9	\$697.4	\$687.9	\$651.2	\$605.9
LESS:									
SUPPLEMENTAL	-	-	-	-	-	-	-	10.0	15.0
SUPPLEMENT EARNINGS	4.4	3.5	2.6	(1.7)	6.4	0.6	1.5	1.4	1.0
PRIOR SUPPLEMENTAL	25.0	25.0	25.0	25.0	25.0	25.0	25.0	15.0	-
PRIOR SUPPLEMENTAL EARNINGS	15.3	11.8	9.2	10.9	4.5	3.9	2.4	1.0	-
ADJUSTED NET ASSETS	\$1,104.0	\$989.6	\$865.7	\$785.0	\$839.0	\$667.9	\$659.0	\$623.8	\$589.9
INCREASE IN ASSETS DUE TO SUPPLEMENT CONTRIBUTIONS AND EARNINGS	\$44.7	\$40.3	\$36.8	\$34.2	\$35.9	\$29.5	\$28.9	\$27.4	\$16.0

PENSION FUND CONTRIBUTION REPORT
STATE POLICE RETIREMENT SYSTEM
FOR THE FISCAL YEARS ENDING JUNE 30 (\$ IN MILLIONS)
INCLUDING GENERAL FUND APPROPRIATIONS
(unaudited)

	FY25	FY24	FY23	FY22	FY21	FY20	FY19	FY18	FY17
NET ASSETS	\$742.9	\$653.2	\$592.6	\$552.8	\$357.6	\$294.9	\$287.1	\$268.2	\$256.3
LESS:									
SUPPLEMENTAL	25.0	-	-	215.0	0.4	1.1	1.1	10.0	25.0
SUPPLEMENT EARNINGS	32.6	26.8	19.5	(8.9)	9.6	2.0	2.2	2.2	1.7
PRIOR SUPPLEMENTAL	252.6	252.6	252.6	37.6	37.2	36.1	35.0	25.0	-
PRIOR SUPPLEMENTAL EARNINGS	55.1	28.3	8.8	17.7	8.1	6.1	3.9	1.7	-
ADJUSTED NET ASSETS	\$377.4	\$345.3	\$311.7	\$291.4	\$302.3	\$249.6	\$244.9	\$229.3	\$229.6
INCREASE IN ASSETS DUE TO SUPPLEMENT CONTRIBUTIONS AND EARNINGS	\$365.3	\$307.7	\$280.9	\$261.4	\$55.3	\$45.3	\$42.2	\$38.9	\$26.7