

A JOINT RESOLUTION directing the Kentucky Retirement Systems (KRS) board of trustees to have an actuarial audit completed of the assumptions and funding methods adopted by the systems.

WHEREAS, the Public Pension Oversight Board has recommended that the Kentucky Retirement Systems engage an independent actuarial firm, different from their current actuarial firm, to perform an actuarial audit of the assumptions and funding methods used by the systems and to report the findings to the KRS board and the Public Pension Oversight Board; and

WHEREAS, the Government Finance Officers Association recommends that public pension plan fiduciaries provide for an actuarial audit at least once every five years; and

WHEREAS, an actuarial audit will help KRS and public policy makers evaluate whether the systems are meeting long-term funding objectives; and

WHEREAS, an actuarial audit will determine the accuracy and validity of the current assumptions and funding methods adopted by the KRS board of trustees; and

WHEREAS, the assumptions and funding methods established by the Kentucky Retirement Systems board are critical for ensuring the long-term solvency of the systems and for determining an appropriate level of employer contributions;

NOW, THEREFORE,

Be it resolved by the General Assembly of the Commonwealth of Kentucky:

➔Section 1. The Kentucky Retirement Systems shall engage an independent actuarial firm, different from their current actuarial firm, to perform an actuarial audit of the assumptions and funding methods adopted by the systems and shall report the findings to the Kentucky Retirement Systems board of trustees and the Public Pension Oversight Board.