



KENTUCKY PUBLIC PENSIONS AUTHORITY

David L. Eager, Executive Director

1260 Louisville Road • Frankfort, Kentucky 40601
kyret.ky.gov • Phone: 502-696-8800 • Fax: 502-696-8822



February 28, 2024

Ms. Katie Carney
Executive Assistant, Director's Office
Legislative Research Commission
Capitol Annex, Room 186
Frankfort, KY 40601

RE: House Bill 396 (24 RS BR 1212)
AA Statement Required by KRS 6.350
AA Statement 1 of 2

Dear Ms. Carney:

House Bill 396 (2024 RS BR 1212) amends Kentucky Revised Statute 6.190 to provide for annual salaries for members of the General Assembly; requires each member of the General Assembly to be paid on the first and fifteenth day of each month; amends KRS 6.211 to delete an old date reference; amends KRS 6.225 to allow reimbursement for travel expenses for the President of the Senate and the Speaker of the House of Representatives if engaged in their duties when the General Assembly is not in session, in addition to their annual salary; amends KRS 7.110 to provide travel allowances to members of the General Assembly for attending interim joint committee meetings when the General Assembly is not in session; provides that the travel allowance are in addition to a member's annual salary; and repeals KRS 6.213;. This bill is effective January 1, 2025.

Kentucky Public Pensions Authority (KPPA) staff members and the KPPA's independent actuary have examined House Bill 396 (2024 RS BR 1212). We have determined that the bill may increase benefits if the change in compensation increases the final compensation calculation or the amount of contributions in a Tier 3 account for members of the General Assembly participating in the systems administered by KPPA. The passage of the bill would not impact the participation in benefits in any of the systems administered by the KPPA and is not expected to have measurable fiscal impact on any of the KERS, CERS, or SPRS funds.

In accordance with KRS 6.350 (2)(c), Kentucky Public Pensions Authority certifies the following:

1. The estimated number of individuals potentially affected as of June 30, 2023, is 125,995 active members and 169,245 inactive members within the systems administered by the KPPA.
2. Members of the General Assembly who participate in the systems administered by KPPA may be eligible for an increased benefit due to the increase in creditable compensation.
3. There is no estimated change to employer costs; and
4. There is no estimated change to administrative expenses.

The KPPA's independent actuary has examined House Bill 396 (2024 RS BR 1212) and concurs that the bill's impact on the systems is negligible.

Please let me know if you have any questions regarding our analysis of House Bill 396 (2024 RS BR 1212).

Sincerely,

A handwritten signature in black ink that reads "David Eager". The signature is written in a cursive, flowing style.

David L. Eager, Executive Director
Kentucky Public Pensions Authority