

KANSAS OFFICE *of*  
**REVISOR *of* STATUTES**

LEGISLATURE *of* THE STATE *of* KANSAS  
*Legislative Attorneys transforming ideas into legislation.*

---

300 SW TENTH AVENUE ■ SUITE 24-E ■ TOPEKA, KS 66612 ■ (785) 296-2321

---

**MEMORANDUM**

To: Senate Committee on Financial Institutions and Insurance  
From: Office of Revisor of Statutes  
Date: March 2, 2023  
Subject: **SB 256: Providing KPERS 3 members an additional interest credit of 1% for calendar year 2023.**

Senate Bill No. 256 removes the current formula for determining an additional interest credit (dividend) for KPERS 3 cash balance plan members in calendar year 2023 and provides a dividend of 1% for calendar year 2023. The formula for determining a dividend would resume in calendar year 2024 and all calendar years thereafter. Such formula provides that the dividend shall be equal to 75% of the five-year average net compound rate of return as determined by the KPERS board for that calendar year and the previous four calendar years on the market value of the system's assets that is above 6%. The bill also strikes provisions relating to dividend determinations in prior calendar years. The bill becomes effective upon publication in the statute book.