

1 AN ACT relating to retirement.

2 ***Be it enacted by the General Assembly of the Commonwealth of Kentucky:***

3 ➔Section 1. KRS 61.623 is amended to read as follows:

- 4 (1) A recipient who begins receiving a retirement allowance August 1, 2000, or after,
5 from the Kentucky Employees Retirement System, the County Employees
6 Retirement System, or the State Police Retirement System shall have the retirement
7 allowance paid by electronic fund transfer to a financial institution designated by
8 the recipient except as provided by subsection (5) of this section.
- 9 (2) When an individual becomes eligible to receive a monthly retirement allowance, the
10 retirement office~~[system]~~ shall provide an authorization for deposit of retirement
11 payment form to the recipient to have the monthly retirement allowance deposited
12 to an account in a financial institution.
- 13 (3) The recipient shall provide the information and authorization required for the
14 electronic transfer of funds from the State Treasurer's office to the designated
15 financial institution.
- 16 (4) At any time while receiving a retirement allowance, the recipient may change the
17 designated institution by completing a new authorization for deposit of retirement
18 payment form and filing the form at the retirement office in Frankfort. The last
19 authorization for deposit of retirement payment on file at the retirement office shall
20 control the electronic transfer of the recipient's retirement allowance.
- 21 (5) (a) A recipient may request to be paid by check issued by the State Treasurer
22 instead of by electronic transfer by completing and filing at the retirement
23 office a request for payment by check form.
- 24 (b) The request shall be approved if:
- 25 1. The recipient certifies that he does not currently have an account with a
26 financial institution; or
- 27 2. The recipient's bank certifies that it does not participate in the electronic

1 funds transfer program.

2 (c) The retirement office shall, every five (5) years, require the recipient to certify
3 that the original conditions under which he requested payment by check
4 continue. If the original conditions do not exist, the recipient shall complete
5 an authorization for direct deposit of retirement payment form and file it with
6 the retirement office.