

S.F. 429
(Betzold)

H.F. 2090
(Smith)

Executive Summary of Commission Staff Materials

Affected Pension Plan(s): PERA-General
Relevant Provisions of Law: Minnesota Statutes, Section 353.28, Subdivisions 5 and 6
General Nature of Proposal: Expands Collection Procedures for Charter School Contributions
Date of Summary: March 29, 2005

Specific Proposed Changes

- Allows PERA to collect unpaid charter school contributions from state aid to charter schools, since no tax levy is available for the collection.

Policy Issues Raised by the Proposed Legislation

1. Extent of any PERA uncollected charter school problem.
2. Precedent for proposed authority granted to PERA.
3. Appropriateness of additional excess police state aid collection clean-up language.

Potential Amendments

Amendment LCPR05-183 (substantive amendment) permits same state aid deduction/collection procedure for all PERA employing units that are not funded from local property tax levies.