



H.F. 2128
(Murphy, M., by request)

S.F. 1760
(Betzold)

Executive Summary of Commission Staff Materials

Affected Pension Plan(s): Public Employees Retirement Association (PERA) Staff
Relevant Provisions of Law: Minnesota Statutes, Section 43A.346
General Nature of Proposal: Adds PERA staff to post-retirement option participation provision
Date of Summary: April 27, 2007

Specific Proposed Changes

- Adds PERA staff to the list of those eligible to participate in the post-retirement option provided under Minnesota Statutes, Section 43A.346.

Policy Issues Raised by the Proposed Legislation

1. Public purpose for adding PERA staff.
2. Scope: Appropriateness of adding PERA staff but not local government employees covered by PERA.
3. Scope: Possible inclusion of TRA.
4. Removing ambiguity.

Potential Amendments

H2128-1A defines "unreduced retirement" to exclude any "Rule of 90" benefit.

H2128-2A, an alternative to H2128-1A, clarifies that a "Rule of 90" benefit is considered to be an unreduced benefit.

H2128-4A clarifies the application of this provision for MSRS-Unclassified Program members by requiring that the individual must commence receipt of an annuity or lump sum distribution on or after the normal retirement age under defined benefit plans to be eligible for a post-retirement option position.

