



H.F. 2386
(Olin)

S.F. xxxx

Executive Summary of Commission Staff Materials

Affected Pension Plan(s): Public Employees Retirement Association (PERA)
Relevant Provisions of Law: Minnesota Statutes, Section 353F.02, Subdivision 4
General Nature of Proposal: Adding Oakland Park Nursing Home in Pennington County to PERA privatization chapter
Date of Summary: April 23, 2007

Specific Proposed Changes

- Adding Oakland Park Nursing Home in Pennington County to the PERA privatization chapter.

Policy Issues Raised by the Proposed Legislation

1. Implication of using privatization chapter. PERA privatization chapter treatment will result in less gain to PERA than simply treating privatized employees as terminated members under PERA-General law.
2. Local Support. The issue is whether the current or prospective employer is willing to pay for an actuarial study required to determine whether PERA will obtain at least some gain by this privatization.

Potential Amendments

No Commission staff amendments.

