



Potential Amendments to the 2015 Omnibus Retirement Bill

Article 1

LCPR1504A-5A, requested by MSRS, reduces the salary increase assumption for the Judges Retirement Plan (page 3).

Articles 2 and 3

LCPR1504A-3A, requested by MSRS, is intended to clarify the timing for interest calculation (page 5).

LCPR1504A-6A, requested by TRA, extends an exception to the interest rate reduction to Chapter 356 provisions when TRA is involved (page 7).

Article 4

LCPR1504A-14A, requested by SPTRFA, and in lieu of the -1A amendment (agenda item #7), replaces the up to 5% CPI-based post-retirement adjustment at 90% funded with 2.5% flat rate adjustment (page 9).

LCPR1504A-4A, requested by MSRS, PERA, and TRA, clarifies the minimum waiting period for an initial post-retirement adjustment (11).

Articles 8 and 10

LCPR1504A-7A, suggested by Commission staff, clarifies a reference, eliminates the Secretary of State filing, and removes an unnecessary reference to PERA in the Roseville provision (page 13).

Article 11

LCPR1504A-8A, requested by the Legislative Coordinating Commission, clarifies the part-time legislative employee issue and revises the retroactive effective date (page 15).

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- 1.1 moves to amend H.F. No.; S.F. No., the delete everything
- 1.2 amendment (LCPR15-04A), as follows:
- 1.3 Page 2, line 37, strike "3" and insert "2.75"

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1.1 moves to amend H.F. No.; S.F. No., the delete everything
1.2 amendment (LCPR15-04A), as follows:

1.3 Page 7, line 6, delete "for the period" and delete "for the period"

1.4 Page 7, lines 20, 21, 32, and 33, delete "for the period"

1.5 Page 8, line 32, delete "for the period"

1.6 Page 9, lines 12, 13, 31, and 32, delete "for the period"

1.7 Page 10, lines 8, 9, 19, and 20, delete "for the period"

1.8 Page 10, line 33, delete "for "

1.9 Page 10, line 34, delete "the period" and delete "for the period"

1.10 Page 11, line 6, delete "for"

1.11 Page 11, line 7, delete "the period" and delete "for the period"

1.12 Page 11, line 27, delete "for the period"

1.13 Page 12, lines 32 and 33, delete "for the period"

1.14 Page 13, line 11, delete "for the period" and delete "for "

1.15 Page 13, line 12, delete "the period"

1.16 Page 13, lines 33, and 34, delete "for the period"

1.17 Page 14, line 9, delete "for"

1.18 Page 14, line 10, delete "the period"and delete "for the period"

1.19 Page 14, lines 22, 31, and 32, delete "for the period"

1.20 Page 15, lines 6, and 7, delete "for the period"

1.21 Page 15, line 19, delete "for the period" and delete "for the"

1.22 Page 15, line 20, delete "period"

1.23 Page 15, line 34, delete "for the period" and delete "for the"

1.24 Page 16, line 1, delete "period"

1.25 Page 16, line 15, delete "for the period" and delete "for"

1.26 Page 16, line 16, delete "the period"

1.27 Page 17, lines 1, 2, and 22, delete "for the period"

- 2.1 Page 19, line 8, delete "for the period" and delete "for"
- 2.2 Page 19, line 9, delete "the period"
- 2.3 Page 19, line 23, delete "for"
- 2.4 Page 19, line 24, delete "the period"
- 2.5 Page 19, line 31, delete "for the period"
- 2.6 Page 21, line 6, delete "for the period"
- 2.7 Page 21, line 31, delete "for the period" and delete "for the period"
- 2.8 Page 23, line 5, delete "for the period" and delete "for"
- 2.9 Page 23, line 6, delete "the period"
- 2.10 Page 23, lines 16 and 17, delete "for the period"
- 2.11 Page 24, lines 14 and 18, delete "for the period"
- 2.12 Page 25, lines 33 and 34, delete "for the period"
- 2.13 Page 27, line 2, delete "for the period"
- 2.14 Page 28, lines 8 and 9, delete "for the period"
- 2.15 Page 28, line 34, delete "for the period" and delete "for the period"
- 2.16 Page 29, line 33, delete "for"
- 2.17 Page 29, line 34, delete "the period" and delete "for the period"
- 2.18 Page 30, line 17, delete "for"
- 2.19 Page 30, line 18, delete "the period"
- 2.20 Page 31, line 9, delete "for the period" and delete "for"
- 2.21 Page 31, line 10, delete "the period"
- 2.22 Page 32, lines 1, 2, and 35, delete "for the period"
- 2.23 Page 33, line 1, delete "for the period"
- 2.24 Page 34, line 12, delete "for the period" and delete "for"
- 2.25 Page 34, line 13, delete "the period"

1.1 moves to amend H.F. No.; S.F. No., the delete everything
1.2 amendment (LCPR15-04A), as follows:

1.3 Page 16, line 15, after "is" insert "8.5 percent for any period for the Teachers
1.4 Retirement System and is"

1.5 Page 16, line 16, after "2015" insert ", for any other retirement plan listed in section
1.6 356.30, subdivision 3"

1.7 Page 30, line 17, before "0.71" insert "0.71 percent for any period for the Teachers
1.8 Retirement Association and is "

1.9 Page 30, line 18, before the period insert "for any other retirement plan listed
1.10 in section 356.30, subdivision 3"

1.11 Page 31, line 9, after "is" insert "8.5 percent for any period for the Teachers
1.12 Retirement System and is"

1.13 Page 31, line 10, before the period insert "for any other retirement plan listed
1.14 in section 356.30, subdivision 3"

1.15 Page 32, line 1, after "is" insert "8.5 percent for any period for the Teachers
1.16 Retirement System and is"

1.17 Page 32, line 2, before the period insert "for any other retirement plan listed in
1.18 section 356.30, subdivision 3"

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1.1 moves to amend H.F. No.; S.F. No., the delete everything
1.2 amendment (LCPR15-04A), as follows:

1.3 Page 35, delete section 3 and insert:

1.4 "Sec. 3. Minnesota Statutes 2014, section 354A.29, subdivision 9, is amended to read:

1.5 Subd. 9. **Calculation of postretirement adjustments.** (a) This subdivision applies
1.6 if the requirements of subdivision 8 has expired, paragraph (c), have been satisfied.

1.7 (b) A percentage adjustment must be ~~computed and~~ paid under this subdivision to
1.8 eligible persons under subdivision 7. ~~This adjustment is determined by reference to the~~
1.9 ~~Consumer Price Index for urban wage earners and clerical workers all items index as~~
1.10 ~~reported by the Bureau of Labor Statistics within the United States Department of Labor~~
1.11 ~~each year as part of the determination of annual cost-of-living adjustments to recipients of~~
1.12 ~~federal old-age, survivors, and disability insurance. For calculations of postretirement~~
1.13 ~~adjustments under paragraph (c), the term "average third quarter Consumer Price Index~~
1.14 ~~value" means the sum of the monthly index values as initially reported by the Bureau of~~
1.15 ~~Labor Statistics for the months of July, August, and September, divided by three.~~

1.16 (c) ~~Before January 1 of each year, the executive director must calculate the amount~~
1.17 ~~of the postretirement adjustment by dividing the most recent average third quarter index~~
1.18 ~~value by the same average third quarter index value from the previous year, subtract one~~
1.19 ~~from the resulting quotient, and express the result as a percentage amount, which must be~~
1.20 ~~rounded to the nearest one-tenth of one percent.~~

1.21 (d) ~~(c)~~ The amount calculated under paragraph (c) of 2.5 percent is the full
1.22 postretirement adjustment to be applied as a permanent increase to the regular payment of
1.23 each eligible member on January 1 of the next calendar year. For any eligible member
1.24 whose effective date of benefit commencement occurred ~~during the~~ after January 1
1.25 of the calendar year immediately before the postretirement adjustment is applied, the
1.26 full increase postretirement adjustment amount must be ~~prorated on the basis of whole~~
1.27 ~~calendar quarters in benefit payment status in the calendar year prior to the January 1 on~~

2.1 ~~which the postretirement adjustment is applied, calculated to the third decimal place~~
2.2 reduced by 50 percent.

2.3 ~~(e) The adjustment must not be less than zero nor greater than five percent.~~

2.4 **EFFECTIVE DATE.** This section is effective June 30, 2015."

2.5 Page 44, after line 30, insert:

2.6 "Sec. 10. **REPEALER.**

2.7 Minnesota Statutes 2014, section 354A.42, is repealed.

2.8 **EFFECTIVE DATE.** This section is effective June 30, 2015."

2.9 Amend the title amendment accordingly

1.1 moves to amend H.F. No.; S.F. No., the delete everything
1.2 amendment (LCPR15-04A), as follows:

1.3 Page 36, line 32, delete "before" and strike "the"

1.4 Page 36, line 33, strike "January 1 increase" and insert "as of the current June 30"

1.5 Page 37, line 2, strike ", effective on January 1" and insert a period

1.6 Page 37, strike line 3

1.7 Page 37, line 21, strike "18" and insert "12" and strike "before"

1.8 Page 37, line 22, strike "the January 1 increase" and insert "as of the current June 30"

1.9 Page 37, line 28, strike ", effective January 1"

1.10 Page 37, strike line 29

1.11 Page 37, line 30, delete "12" and strike "months"

1.12 Page 39, line 13, strike "11" and insert "12"

1.13 Page 41, line 4, strike "18" and insert "12" and strike "prior"

1.14 Page 41, line 5, strike "to the January 1 increase" and insert "as of the current June 30"

1.15 Page 41, line 10, strike the comma

1.16 Page 41, line 11, delete the new language and strike the old language

1.17 Page 41, line 12, delete the new language

1.18 Page 41, line 16, strike "18" and insert "12" and strike "prior to the January 1"

1.19 Page 41, line 17, strike "increase" and insert "as of the current June 30"

1.20 Page 41, line 22, strike ", effective" and delete "the" and strike "January 1"

1.21 Page 41, line 24, delete the new language

1.22 Page 42, line 24, strike "18" and insert "12" and strike "before the January 1"

1.23 Page 42, line 25, strike "increase" and insert "as of the current June 30"

1.24 Page 42, line 29, strike ", effective January 1, following"

1.25 Page 42, strike line 30

1.26 Page 42, line 31, strike "less than" and delete "12" and strike "months"

1.27 Page 43, line 17, strike "18" and insert "12" and strike "before the January 1"

- 2.1 Page 43, line 18, strike "increase"
- 2.2 Page 43, line 22, strike ", effective January 1, following"
- 2.3 Page 43, strike line 23
- 2.4 Page 43, line 24, strike "less than" and delete "12" and strike "months"
- 2.5 Page 44, line 11, strike "18 " and insert "12" and strike "before the"
- 2.6 Page 44, line 12, strike "January 1 increase" and insert "as of the current June 30"
- 2.7 Page 44, line 16, strike ", effective January 1,"
- 2.8 Page 44, strike line 17
- 2.9 Page 44, line 18, strike "less than" and delete "12" and strike "months"

- 1.1 moves to amend H.F. No.; S.F. No., the delete everything
- 1.2 amendment (LCPR15-04A), as follows:

- 1.3 Page 67, line 30, after "firefighter" insert "retirement"
- 1.4 Page 75, line 31, delete "and the secretary of"
- 1.5 Page 75, line 32, delete "state "
- 1.6 Page 102, line 24, delete "Whether "
- 1.7 Page 102, line 25, delete "self-administered or administered by PERA, upon" and
- 1.8 insert "Upon"

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1.1 moves to amend H.F. No.; S.F. No., the delete everything
1.2 amendment (LCPR15-04A), as follows:

1.3 Page 105, line 19, delete the new language

1.4 Page 106, line 31, delete everything after "effective" and insert "July 1, 2015."

1.5 Page 110, line 3, delete everything after "effective" and insert "July 1, 2015."

1.6 Page 110, line 31, strike "a full-time" and delete "or part-time" and insert "an"

1.7 Page 111, line 36, delete "retroactively from March 28, 2013" and insert "the day
1.8 following final enactment and applies to any legislative employee who had that status as
1.9 of final enactment"

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