

1.1 moves to amend S.F. No. 431 as follows:

1.2 Delete everything after the enacting clause and insert:

1.3 " **ARTICLE 1**

1.4 **MSRS-CORRECTIONAL**

1.5 **RETIREMENT PLAN INCLUSIONS**

1.6 Section 1. Minnesota Statutes 2004, section 352.91, subdivision 3g, is amended to read:

1.7 Subd. 3g. **Additional Corrections Department personnel.** (a) "Covered

1.8 correctional service" means service by a state employee in one of the employment

1.9 positions at the designated Minnesota correctional facility specified in paragraph (b) if at

1.10 least 75 percent of the employee's working time is spent in direct contact with inmates and

1.11 the fact of this direct contact is certified to the executive director by the commissioner

1.12 of corrections.

1.13 (b) The qualifying employment positions and the designated correctional facilities

1.14 are:

1.15 (1) corrections discipline unit supervisor, at the Minnesota Correctional

1.16 Facility-Faribault, the Minnesota Correctional Facility-Lino Lakes, the Minnesota

1.17 Correctional Facility-Oak Park Heights, the Minnesota Correctional Facility-Rush City,

1.18 and the Minnesota Correctional Facility-St. Cloud;

1.19 (2) dental assistant registered, at the Minnesota Correctional Facility-Faribault, the

1.20 Minnesota Correctional Facility-Lino Lakes, the Minnesota Correctional Facility-Moose

1.21 Lake, the Minnesota Correctional Facility-Oak Park Heights, and the Minnesota

1.22 Correctional Facility-Red Wing;

1.23 (3) dental hygienist, at the Minnesota Correctional Facility-Shakopee and the

1.24 Minnesota Correctional Facility-Rush City;

1.25 (4) psychologist 2, at the Minnesota Correctional Facility-Faribault, the Minnesota

1.26 Correctional Facility-Lino Lakes, the Minnesota Correctional Facility-Moose Lake,

1.27 the Minnesota Correctional Facility-Oak Park Heights, the Minnesota Correctional

2.1 Facility-Red Wing, the Minnesota Correctional Facility-Rush City, the Minnesota
2.2 Correctional Facility-St. Cloud, the Minnesota Correctional Facility-Shakopee, and the
2.3 Minnesota Correctional Facility-Stillwater; ~~or~~

2.4 (5) sentencing to service crew leader involved with the inmate community work
2.5 crew program, at the Minnesota Correctional Facility-Faribault and the Minnesota
2.6 Correctional Facility-Lino Lakes;

2.7 (6) laundry coordinator-mending, at the Minnesota Correctional Facility-Faribault;

2.8 (7) laundry coordinator-washroom, at the Minnesota Correctional Facility-Faribault;

2.9 (8) laundry coordinator, at the Minnesota Correctional Facility-Faribault; and

2.10 (9) delivery van driver, at the Minnesota Correctional Facility-Faribault.

2.11 **Sec. 2. COVERAGE FOR PRIOR STATE SERVICE FOR CERTAIN PERSONS.**

2.12 Subdivision 1. Election of prior state coverage. (a) An employee who has future
2.13 retirement coverage transferred to the correctional state employees retirement plan under
2.14 section 1 is entitled to elect to obtain prior service credit for eligible correctional state
2.15 service performed after June 30, 1997, and before July 1, 2006, with the Department
2.16 of Corrections and an employee who had future retirement coverage transferred to the
2.17 correctional state employees retirement plan under Laws 2004, chapter 267, article 1,
2.18 section 1, is entitle to elect to obtain prior service credit for eligible correctional state
2.19 service performed at the Minnesota Correctional Facility-Rush City before August 1,
2.20 2004. All prior service credit in either instance must be purchased.

2.21 (b) Eligible correctional state service is either a prior period of continuous service
2.22 after June 30, 1997, or a prior period of continuous service at the Minnesota Correctional
2.23 Facility-Rush City before August 1, 2004, whichever applies, performed as an employee
2.24 of the Department of Corrections that would have been eligible for the correctional
2.25 state employees retirement plan coverage under section 1, if that prior service had been
2.26 performed after August 1, 2004, or June 30, 2006, rather than before August 1, 2004, or
2.27 July 1, 2006, whichever applies. Service is continuous if there has been no period of
2.28 discontinuation of eligible state service for a period greater than 30 calendar days.

2.29 (c) The commissioner of corrections shall certify eligible correctional state service
2.30 to the commissioner of employee relations and to the executive director of the Minnesota
2.31 State Retirement System.

2.32 (d) A correctional employee covered under section 1 is entitled to purchase the past
2.33 service if the department certifies that the employee met the eligibility requirements for
2.34 coverage. The employee must make additional employee contributions. Payment for past
2.35 service must be completed by June 30, 2007.

3.1 Subd. 2. **Payment for prior service.** (a) An employee electing to obtain prior
3.2 service credit under subdivision 1 must pay an additional employee contribution for
3.3 that prior service. The additional member contribution is the contribution differential
3.4 percentage applied to the actual salary paid to the employee during the period of the
3.5 prior eligible correctional state service, plus interest at the rate of 8.5 percent per annum,
3.6 compounded annually. The contribution differential percentage is the difference between
3.7 5.69 percent of salary and the applicable employee contribution rate of the general state
3.8 employees retirement plan during the period of the prior eligible correctional state service.

3.9 (b) The additional member contribution may be paid only in a lump sum. Payment
3.10 must accompany the election to obtain prior service credit. No election or payment may
3.11 be made by the person or accepted by the executive director of the Minnesota State
3.12 Retirement System after June 30, 2007.

3.13 Subd. 3. **Transfer of assets.** (a) Assets must be transferred from the general state
3.14 employees retirement plan to the correctional state employees retirement plan in an
3.15 amount equal to the present value of benefits earned under the general state employees
3.16 retirement plan for each employee transferring to the correctional state employees
3.17 retirement plan under this section, as determined by the actuary retained under Minnesota
3.18 Statutes, section 356.214, in accordance with Minnesota Statutes, section 356.215,
3.19 multiplied by the accrued liability funding ratio of active members as derived from the
3.20 most recent actuarial valuation prepared by the actuary retained under Minnesota Statutes,
3.21 section 356.214.. The transfer of assets must be made within 30 days after the employee
3.22 elects to transfer the coverage to the correctional state employees retirement plan.

3.23 (b) The Department of Corrections shall pay the cost of the actuarial work performed
3.24 by the actuary retained under Minnesota Statutes, section 356.214, under paragraph (a)
3.25 upon receipt of a billing from the executive director of the Public Employees Retirement
3.26 Association.

3.27 Subd. 4. **Effect of the asset transfer.** Upon the transfer of assets in subdivision
3.28 3, service credit in the general state employees retirement plan of the Minnesota State
3.29 Retirement System is forfeited and may not be reinstated. The service credit and
3.30 transferred assets must be credited to the correctional state employees retirement plan.

3.31 Sec. 3. **SERVICE CREDIT TRANSFER TO CORRECTIONAL PLAN.**

3.32 Subdivision 1. **Authorization.** If the review of the corrections program director
3.33 position of the eligible individual under Minnesota Statutes 2005 Supplement, section
3.34 352.91, subdivision 4a, results in the inclusion of the corrections program director position
3.35 in the correctional state employees retirement plan of the Minnesota State Retirement

4.1 System by legislative enactment during the 2006 or 2007 legislative sessions, an eligible
4.2 individual specified in subdivision 2 is authorized to have service credit in the Minnesota
4.3 State Retirement System general state employees retirement plan for employment as
4.4 a corrections program director from June 17, 1995, to June 5, 2001, transferred from
4.5 the Minnesota State Retirement System general state employees retirement plan to the
4.6 Minnesota State Retirement System correctional state employees retirement plan, if all
4.7 conditions required by this section are met.

4.8 Subd. 2. **Eligibility.** An eligible individual is an individual who:

4.9 (1) was born on November 14, 1956;

4.10 (2) is currently employed as a corrections lieutenant;

4.11 (3) was covered by the Minnesota State Retirement System correctional state
4.12 employees retirement plan for service provided from November 1, 1980, to June 16, 1995;

4.13 (4) was covered by the Minnesota State Retirement System general state employees
4.14 retirement plan for employment as a corrections program director from June 17, 1995, to
4.15 June 5, 2001; and

4.16 (5) is covered by the Minnesota State Retirement System correctional state
4.17 employees retirement plan for employment as a corrections lieutenant beginning June
4.18 6, 2001.

4.19 Subd. 3. **Employee equivalent contribution.** To receive the transfer of service
4.20 credit specified in subdivision 1, the individual must pay to the executive director of the
4.21 Minnesota State Retirement System the difference between the employee contribution rate
4.22 for the general state employees retirement plan and the employee contribution rate for
4.23 the correctional state employees retirement plan in effect during the period eligible for
4.24 transfer applied to the eligible individual's salary at the time each additional contribution
4.25 would have been deducted from pay if coverage had been provided by the correctional
4.26 state employees retirement plan. These amounts shall be paid in a lump sum by September
4.27 1, 2005, or prior to termination of service, whichever is earlier, plus 8.5 percent annual
4.28 compound interest from the applicable payroll deduction date until paid.

4.29 Subd. 4. **Employer equivalent.** The eligible individual shall also pay to the
4.30 executive director of the Minnesota State Retirement System the difference between
4.31 the employer contribution rate for the general state employees retirement plan and the
4.32 employer contribution rate for the correctional state employees retirement plan in effect
4.33 during the period eligible for transfer applied to the eligible individual's salary at the
4.34 time each additional contribution would have been deducted from pay if coverage had
4.35 been provided by the correctional state employees retirement plan. These amounts shall

5.1 be paid in a lump sum at the same time as the amount under subdivision 3, with interest
5.2 as specified in that subdivision.

5.3 Subd. 5. **Transfer of assets.** If payments under subdivisions 3 and 4 are made,
5.4 assets must be transferred from the general state employees retirement plan fund to the
5.5 correctional state employees retirement plan fund in an amount equal to the present value
5.6 of benefits earned by the eligible individual under the general state employees retirement
5.7 plan, as determined by the actuary retained under section 356.214 in accordance with
5.8 Minnesota Statutes, section 356.215. The transfer of assets must be made within 45 days
5.9 after the receipt of payments under subdivisions 3 and 4.

5.10 Subd. 6. **Effect of the asset transfer.** Upon transfer of assets in subdivision 5,
5.11 service credit in the general state employees retirement plan of the Minnesota State
5.12 Retirement System is forfeited and may not be reinstated. The service credit and
5.13 transferred assets must be credited to the correctional state employees retirement plan.

5.14 Subd. 7. **Payment of actuarial calculation costs.** The expense for the calculations
5.15 by the actuary under subdivision 5 must be paid by the department of corrections.

5.16 Sec. 4. **EFFECTIVE DATE.**

5.17 (a) This section is effective the day following final enactment.

5.18 (b) Section 3 is effective July 1, 2006, applies retroactively to permit a transfer by an
5.19 eligible individual of service credit before January 1, 2008, even if the eligible individual
5.20 has terminated active state employment before July 1, 2007, and, if the eligible individual
5.21 is in receipt of a retirement annuity from the correctional state employees retirement plan
5.22 of the Minnesota State Retirement System on or before July 1, 2007, allows the eligible
5.23 individual to have the retirement annuity recalculated on the basis of any transferred
5.24 service credit.

5.25 **ARTICLE 2**

5.26 **ONE PERSON AND SMALL GROUP**

5.27 **RETIREMENT PROVISIONS**

5.28 Section 1. **CORRECTING PLAN COVERAGE ERROR BY PROVIDING A**
5.29 **PUBLIC EMPLOYEES POLICE AND FIRE RETIREMENT PLAN ANNUITY.**

5.30 Subdivision 1. **Purpose.** The annuity provided under this section is intended
5.31 to compensate for an error in pension coverage. Due to the employment specified in
5.32 subdivision 2, an eligible individual specified in subdivision 2 should have become a
5.33 member of the public employees police and fire retirement plan but was incorrectly placed
5.34 in the St. Paul Fire Department Relief Association retirement plan.

6.1 Subd. 2. **Eligibility.** (a) An eligible individual under paragraph (b) is authorized to
6.2 receive the benefit specified in subdivision 4, upon satisfying all requirements specified
6.3 in this section.

6.4 (b) An eligible individual is an individual who:

6.5 (1) was born on April 24, 1951;

6.6 (2) was hired as a St. Paul firefighter with a certified appointment date of June 13,
6.7 1980, but first earned salary as a St. Paul firefighter on June 30, 1980;

6.8 (3) was erroneously placed in the St. Paul Fire Department Relief Association
6.9 retirement plan due to that employment; and

6.10 (4) terminated from the St. Paul Fire Department employment on January 3, 1990.

6.11 Subd. 3. **Additional employee contribution or refund amount.** (a) If a valid
6.12 annuity application is made under subdivision 7, the executive director of the Public
6.13 Employees Retirement Association shall determine the employee contributions that
6.14 an eligible individual under subdivision 2 would have made to the public employees
6.15 police and fire retirement plan fund, if coverage had been provided by that plan for
6.16 the employment period specified in subdivision 2, and from each of these contribution
6.17 amounts the employee contribution actually made by the eligible individual to the St. Paul
6.18 Fire Department Relief Association for the same payroll period shall be subtracted. These
6.19 differences, plus 8.5 percent annual compound interest from the date the public employees
6.20 police and fire retirement plan contribution would have been made until the first of the
6.21 month after a valid annuity application has been received, shall be aggregated.

6.22 (b) If the aggregate amount under paragraph (a) is a positive number, the total
6.23 amount shall be paid in a lump sum to the executive director of the Public Employees
6.24 Retirement Association. The executive director shall notify the eligible individual
6.25 in writing of the required amount. To be eligible for the current or deferred annuity
6.26 specified in subdivision 4, the eligible individual must pay the amount required under this
6.27 paragraph, if applicable, within three months of the executive director's notification.

6.28 (c) If the aggregate amount computed under paragraph (a) is a negative amount, the
6.29 value of the contributions that the eligible employee made to the local relief association
6.30 exceeded the value of employee contributions that would have been made to the public
6.31 employees police and fire fund. This aggregate negative amount shall be multiplied by
6.32 minus one and the resulting amount shall be refunded to the eligible individual by the city
6.33 of St. Paul. The executive director shall inform the eligible individual of the refund
6.34 amount in writing, and shall notify the city of St. Paul. The city of St. Paul shall pay this
6.35 amount to the eligible individual within 30 days of notification.

7.1 Subd. 4. **Benefit amount.** The eligible individual is entitled to apply for an annuity,
7.2 as further specified in subdivision 7, and to receive a public employees police and fire
7.3 retirement plan retirement annuity computed based on the version of Minnesota Statutes,
7.4 chapter 353, in effect on the date that the eligible individual terminated from St. Paul Fire
7.5 Department Relief Association employment.

7.6 Subd. 5. **Calculation of reserves; payment by city of St. Paul.** The executive
7.7 director of the Public Employees Retirement Association shall compute the full required
7.8 reserves for the annuity determined under subdivision 4 using all applicable actuarial
7.9 assumptions for the public employees police and fire retirement plan. This amount, after
7.10 deducting the amount received by the Public Employees Retirement Association under
7.11 subdivision 3, paragraph (b), if applicable, is to be paid to the executive director of the
7.12 Public Employees Retirement Association in a lump sum by the city of St. Paul. The
7.13 executive director shall notify the chief administrative officer of the city of St. Paul in
7.14 writing of the payment amount required under this subdivision. This notification shall be
7.15 made by the executive director within one month following the receipt by the executive
7.16 director of any amount required under subdivision 3, paragraph (b), if applicable. The
7.17 city of St. Paul must pay the amount required under this subdivision within 30 days after
7.18 receipt of the executive director's notification.

7.19 Subd. 6. **Actions upon failure to pay.** If the city of St. Paul fails to transmit the
7.20 amount required under subdivision 5 in a timely manner, or fails to make a timely refund
7.21 under subdivision 3, paragraph (c), if applicable, the executive director of the Public
7.22 Employees Retirement Association shall notify the commissioner of finance of this
7.23 nonpayment or nonpayments, and the commissioner of finance shall deduct the applicable
7.24 amount or amounts from any state aid otherwise payable to the city and transmit the
7.25 amount required under subdivision 5 to the executive director for deposit in the public
7.26 employees police and fire fund. If the city of St. Paul fails to make a payment required
7.27 under subdivision 3, paragraph (c), if applicable, the commissioner of finance will make
7.28 any necessary refund, with reimbursement through the withholding of aid, as stated in
7.29 this subdivision.

7.30 Subd. 7. **Annuity application.** An eligible individual described in subdivision 2
7.31 shall apply in writing on forms provided by the Public Employees Retirement Association
7.32 for the annuity provided by this section. The application must be made before January 1,
7.33 2007, and must include all necessary documentation of the applicability of this section and
7.34 any other relevant information which the executive director may require.

8.1 Subd. 8. **Service credit grant.** Service credit in the public employees police and
8.2 fire retirement plan for the eligible individual's employment period as a St. Paul firefighter
8.3 shall be granted following the filing of a valid application for an annuity under subdivision
8.4 7 and receipt by the executive director of any amount applicable under subdivision 3,
8.5 paragraph (b).

8.6 Sec. 2. **PERA-P&F; PURCHASE OF SERVICE CREDIT.**

8.7 Subdivision 1. **Eligibility.** An eligible person may purchase allowable service credit
8.8 from the public employees police and fire plan for the period from November 23, 1984,
8.9 to March 16, 1985. An eligible person is a person who:

8.10 (1) is currently a member of the public employees police and fire plan; and

8.11 (2) was employed by the city of Faribault as a firefighter since November 23, 1984,
8.12 but was not covered by the public employees police and fire plan from November 23,
8.13 1984, until March 16, 1985, despite the provided firefighting service.

8.14 Subd. 2. **Purchase requirements.** An eligible person must apply to the executive
8.15 director of the Public Employees Retirement Association to make the service credit
8.16 purchase authorized in this section. The application must be in writing and must contain
8.17 documentation required by the executive director.

8.18 Subd. 3. **Payment.** If an eligible person meets the requirements to purchase service
8.19 credit under this section, the public employees police and fire fund must be paid the
8.20 amount determined under Minnesota Statutes, section 356.551.

8.21 Subd. 4. **Additional requirements.** (a) In addition to the one-year payment
8.22 limitation in Minnesota Statutes, section 356.551, the authority provided by this section is
8.23 voided if the amount required under subdivision 3, clause (1), from an eligible person is
8.24 not paid to the executive director of the Public Employees Retirement Association prior to
8.25 termination of service by the eligible person.

8.26 (b) Notwithstanding Minnesota Statutes, section 356.551, allowable service credit in
8.27 the public employees police and fire plan for the eligible person must be granted upon
8.28 receipt by the executive director of payment from the eligible person of the amount
8.29 required under subdivision 3, clause (1).

8.30 (c) If the city of Faribault fails to pay the amount required under subdivision 3,
8.31 clause (2), within 30 days of notification from the executive director of the amount
8.32 required, the executive director shall inform the commissioner of the Department of
8.33 Finance of the amount of the deficiency, and the amount must be deducted from any
8.34 subsequent state aid to the city.

9.1 Sec. 3. **TEACHERS RETIREMENT ASSOCIATION; PURCHASE OF PRIOR**
9.2 **SERVICE CREDIT FOR MONTANA TEACHING SERVICE.**

9.3 (a) An eligible person described in paragraph (b) is authorized to purchase service
9.4 credit, in accordance with Minnesota Statutes, section 356.551, from the Teachers
9.5 Retirement Association coordinated program for a period of teaching service in Montana
9.6 public schools, not to exceed ten years.

9.7 (b) An eligible person is a person who:

9.8 (1) is currently an active member of the Teachers Retirement Association for
9.9 teaching service at the Northfield Middle School in Independent School District No. 659;

9.10 (2) was born on January 1, 1959; and

9.11 (3) was a teacher at the Pine Hills School in Miles City, Montana, for 11.2 years with
9.12 coverage for that service by the Montana Teachers Retirement System.

9.13 (c) An eligible person described in paragraph (b) is authorized to apply with the
9.14 executive director of the Teachers Retirement Association to make the service credit
9.15 purchase under this section. The application must be in writing and must include all
9.16 necessary documentation of the applicability of this section, and any other relevant
9.17 information which the executive director may require. The payment required under this
9.18 section to receive the service credit must be received by the executive director of the
9.19 Teachers Retirement Association before December 31, 2006, and before the eligible
9.20 person's retirement or termination from service. The service credit authorized by this
9.21 section shall be granted upon receipt of the service credit purchase payment by the
9.22 executive director.

9.23 (d) The authority under this section is voided if an eligible person under paragraph
9.24 (b) retains a right to an annuity from the Montana Teachers Retirement System.

9.25 Sec. 4. **PERA-GENERAL; PUBLIC DEFENDER SERVICE CREDIT**
9.26 **PURCHASE.**

9.27 (a) An eligible person described in paragraph (b) may purchase allowable service
9.28 credit in the general employees retirement plan of the Public Employees Retirement
9.29 Association for the period described in paragraph (c) by making the payment required
9.30 under paragraph (d).

9.31 (b) An eligible person is a person who:

9.32 (1) was born on October 7, 1949;

9.33 (2) was employed as a public defender by the Tenth Judicial District on July 1, 1987;

9.34 (3) was also retained as an independent contractor by Washington County as a
9.35 public defender as of June 12, 1989;

10.1 (4) was determined to have had deductions related to the Tenth Judicial District
10.2 employment for the general employees retirement plan of the Public Employees
10.3 Retirement Association taken in error and had those deductions returned on January 7,
10.4 1991; and

10.5 (5) is currently a member of the general state employees retirement plan of the
10.6 Minnesota State Retirement System.

10.7 (c) The period of allowable service credit available for purchase under this section
10.8 is 21 months.

10.9 (d) The prior service credit purchase payment must be calculated under Minnesota
10.10 Statutes, section 356.551.

10.11 **Sec. 5. PUBLIC EMPLOYEES POLICE AND FIRE PLAN; EMPLOYEE**
10.12 **ORGANIZATION BUSINESS AGENT LEAVE OF ABSENCE SERVICE CREDIT**
10.13 **PURCHASE.**

10.14 (a) An eligible person described in paragraph (b) is entitled to purchase allowable
10.15 service credit in the public employees police and fire retirement plan for the period
10.16 described in paragraph (c) by making the payment required under paragraph (d).

10.17 (b) An eligible person is a person who:

10.18 (1) was born on January 3, 1959;

10.19 (2) was employed by the Minnetonka Police Department before 1995;

10.20 (3) was granted a leave of absence from employment by the Minnetonka Police

10.21 Department in 1995 to serve as the business agent for an employee labor organization; and

10.22 (4) returned to employment with the Minnetonka Police Department from the leave
10.23 of absence in 1997.

10.24 (c) The period of service credit available for purchase under this section is one year.

10.25 (d) The prior service credit purchase payment must be calculated under Minnesota
10.26 Statutes, section 356.551.

10.27 **Sec. 6. PERA-GENERAL; PUBLIC GOLF COURSE EMPLOYEE SERVICE**
10.28 **CREDIT PURCHASE .**

10.29 (a) An eligible person described in paragraph (b) is entitled to purchase allowable
10.30 service credit from the general employees retirement plan of the Public Employees

10.31 Retirement Association for the period of employment by the city of Anoka at the

10.32 Greenhaven Golf Course between March 1, 1984, and December 28, 1997, that qualified as

10.33 employment by a public employee under Minnesota Statutes, section 353.01, subdivisions

10.34 2, 2a, and 2b, that was not previously credited by the retirement plan.

10.35 (b) An eligible person is a person who:

10.36 (1) was born on July 18, 1954;

11.1 (2) was first employed by the city of Anoka at the Greenhaven Golf Course as a
11.2 part-time employee in 1978;

11.3 (3) was incorrectly characterized as an independent contractor by the city of Anoka
11.4 during the period 1982-1998, although the person was provided health insurance and other
11.5 employment recognition during portions of that period; and

11.6 (4) became a member of the general employees retirement plan of the Public
11.7 Employees Retirement Association in 1998.

11.8 (c) The eligible person described in paragraph (b) must apply with the executive
11.9 director of the Public Employees Retirement Association to make the service credit
11.10 purchase under this section. The application must be in writing and must include all
11.11 necessary documentation of the applicability of this section and any other relevant
11.12 information that the executive director may require.

11.13 (d) Allowable service credit under Minnesota Statutes, section 353.01, subdivision
11.14 16, must be granted by the general employees retirement plan of the Public Employees
11.15 Retirement Association to the account of the eligible person upon the receipt of the prior
11.16 service credit purchase payment amount required under Minnesota Statutes, section
11.17 356.551.

11.18 (e) Of the prior service credit purchase payment amount under Minnesota Statutes,
11.19 section 356.551, the eligible person must pay an amount equal to the employee
11.20 contribution rate or rates in effect during the uncredited employment period applied to the
11.21 actual salary rates in effect during the period, plus annual compound interest at the rate of
11.22 8.5 percent from the date the member contribution payment should have been made if
11.23 made in a timely fashion until the date on which the contribution is actually made. If the
11.24 equivalent member contribution payment, plus interest, is made, the city of Anoka shall
11.25 pay the balance of the total prior service credit purchase payment amount under Minnesota
11.26 Statutes, section 356.551, within 60 days of notification by the executive director of the
11.27 Public Employees Retirement Association of the member contribution equivalent payment.

11.28 (f) Authority for an eligible person to make a prior service credit purchase under this
11.29 section expires on June 30, 2007.

11.30 (g) If the city of Anoka fails to pay its portion of the prior service credit purchase
11.31 payment amount under paragraph (e), the executive director of the Public Employees
11.32 Retirement Association must notify the commissioners of finance and revenue of that fact
11.33 and the commissioners shall order the deduction of the required payment amount from
11.34 the next subsequent payment of any state aid to the city of Anoka and be transmitted
11.35 to the general employees retirement fund.

12.1 Sec. 7. **TEACHERS RETIREMENT ASSOCIATION; REFUND REPAYMENT**
12.2 **OF CERTAIN TRANSFERRED AMOUNTS.**

12.3 (a) Notwithstanding Minnesota Statutes, Section 352D.12 or 354.50, or any other
12.4 provision to the contrary, an eligible person described in paragraph (b) may repay to
12.5 the Teachers Retirement Association the amount specified in paragraph (c) and thereby
12.6 restore the person's prior allowable and formula service credit under Minnesota Statutes,
12.7 chapter 354.

12.8 (b) An eligible person is a person who:

12.9 (1) was born on July 17, 1947;

12.10 (2) taught for ten years with Independent School District No. 191, Burnsville;

12.11 (3) was employed by the Minnesota Educational Computing Corporation in 1984
12.12 and 1985;

12.13 (4) transferred accumulated employee contributions and an equal employer
12.14 contribution amount from the Teachers Retirement Association to the unclassified state
12.15 employees retirement program of the Minnesota State Retirement System in 1985; and

12.16 (5) after employment in the private sector in educational computing, returned to
12.17 teaching employed by Independent School District No. 196, Rosemount-Apple-Valley
12.18 Eagan.

12.19 (c) The amount of the refund to be repaid to the Teachers Retirement Association is
12.20 an amount equal to the amount transferred from the Teachers Retirement Association to
12.21 the unclassified state employees retirement program of the Minnesota State Retirement
12.22 System under Laws 1984, chapter 619, section 6, subdivision 3, plus compound annual
12.23 interest at the rate of 8.5 percent from the date on which the amount was transferred from
12.24 the Teachers Retirement Association to the date on which the transfer amount is repaid.

12.25 (d) Upon the repayment of the transfer amount, plus interest, the allowable and
12.26 formula service credit in the Teachers Retirement Association under Minnesota Statutes,
12.27 section 354.05, subdivisions 13 and 25, related to the transferred amount in 1985, must
12.28 be restored to the eligible person.

12.29 (e) The transfer amount repayment, plus interest, may be made through an institution
12.30 to institution transfer.

12.31 (f) This provision expires on July 1, 2007.

12.32 Sec. 8. **EFFECTIVE DATE.**

12.33 Sections 1 to 7 are effective the day following final enactment."

12.34 Amend the title accordingly