

1.1 moves to amend H.F. No. 2028; S.F. No. as follows:

1.2 Page 3, line 23, delete "and for calendar" and insert a period

1.3 Page 3, delete lines 24 and 25

1.4 Page 3, line 26, delete "1 of that calendar year. "

1.5 Page 3, delete subdivision 6 and insert:

1.6 **"Subd. 6. Calculation of final funded status; employer contributions. (a) As of**
 1.7 **the effective date of consolidation, the approved actuary retained by the Public Employees**
 1.8 **Retirement Association under section 356.214 shall determine the final funded status of**
 1.9 **the Fairmont Police Relief Association special fund. The final funded status is the present**
 1.10 **value of future benefits payable from the Fairmont Police Relief Association as of the**
 1.11 **effective date of consolidation after subtracting the market value of the transferred assets**
 1.12 **of the Fairmont Police Relief Association as of the effective date of consolidation. The**
 1.13 **present value of future benefits figure must be calculated using the applicable actuarial**
 1.14 **assumptions for the public employees police and fire retirement plan specified in or**
 1.15 **established under section 356.215. If there is a remainder present value of future benefits**
 1.16 **amount, the city of Fairmont shall pay to the public employees police and fire retirement**
 1.17 **fund an amount sufficient, on a level annual dollar basis, to amortize the calculated**
 1.18 **remainder present value of future benefits amount by December 31, 2020. Payments shall**
 1.19 **be made annually on or before December 31, beginning in 2012.**

1.20 **(b) If there are assets of the former Fairmont Police Relief Association in excess of**
 1.21 **the present value of future benefits as of the effective date of consolidation, these assets**
 1.22 **must be credited to an interest bearing suspense account within the public employees**
 1.23 **police and fire retirement fund, must be used to offset any amount payable under paragraph**
 1.24 **(c) until June 30, 2015, and, after June 30, 2015, must be paid to the city of Fairmont. The**
 1.25 **suspense account must be credited with the same rate of investment return as the public**
 1.26 **employees police and fire retirement fund.**

2.1 (c) If, after the effective date of consolidation, the postretirement or preretirement
2.2 interest rate actuarial assumption applicable to the public employees police and fire
2.3 retirement plan under section 356.215, subdivision 8, is modified from the rates specified
2.4 in Minnesota Statutes 2010, section 356.215, subdivision 8, the remainder present value of
2.5 future benefits amount calculation under paragraph (a), updated for the passage of time,
2.6 must be revised and the amortization contribution by the city of Fairmont for the balance
2.7 of the amortization period must be redetermined and certified to the city of Fairmont."

2.8 Page 4, line 18, delete everything after the first "the" and insert "date for
2.9 consolidation set by the board of the Public Employees Retirement Association in
2.10 consultation with the State Board of Investment, but not later than June 29, 2012."

2.11 Page 4, delete line 19