1.1	moves to amend H.F. No; S.F. No, as follows:
1.2	Delete everything after the enacting clause and insert:
1.3	"ARTICLE 1
1.4	STATE BOARD OF INVESTMENT PROVISIONS
1.5	Section 1. Minnesota Statutes 2018, section 11A.24, subdivision 6, is amended to read:
1.6	Subd. 6. Other investments. (a) In addition to the investments authorized in subdivisions
1.7	1 to 5, and subject to the provisions in paragraph (b), the state board is authorized to invest
1.8	funds in:
1.9	(1) equity and debt investment businesses through participation in limited partnerships,
1.10	trusts, private placements, limited liability corporations, limited liability companies, limited
1.11	liability partnerships, and corporations;
1.12	(2) real estate ownership interests or loans secured by mortgages or deeds of trust or
1.13	shares of real estate investment trusts through investment in limited partnerships,
1.14	bank-sponsored collective funds, trusts, mortgage participation agreements, and insurance
1.15	company commingled accounts, including separate accounts;
1.16	(3) resource investments through limited partnerships, trusts, private placements, limited
1.17	liability corporations, limited liability companies, limited liability partnerships, and
1.18	corporations; and
1.19	(4) investment vehicles that are co-investments or separate accounts;
1.20	(5) liquid alternatives;
1.21	(6) bank loans; and
1.22	(4) (7) international securities.

- 2.1 (b) The investments authorized in paragraph (a) must conform to the following provisions
  2.2 <u>clauses</u>:
- 2.3 (1) the aggregate value of all investments made under paragraph (a), clauses (1) to (3)
  2.4 (4), may not exceed 35 percent of the market value of the fund for which the state board is
  2.5 investing;
- 2.6 (2) there must be at least four unrelated owners of the investment other than the state
  2.7 board for investments made under paragraph (a), clause (1), (2), or (3);
- (3) state board participation in an investment vehicle is limited to 20 percent thereof for
  investments made under paragraph (a), clause (1), (2), or (3); and
- 2.10 (4) state board participation in a limited partnership an investment vehicle does not
  2.11 include a general partnership interest or other interest involving general liability. The state
  2.12 board may not engage participate in any activity as a limited partner investment vehicle in
  2.13 a manner which creates general liability.
- (c) All financial, business, or proprietary data collected, created, received, or maintained 2.14 by the state board in connection with investments authorized by paragraph (a), clause clauses 2.15 (1)<del>, (2), or (3)</del> to (6), are nonpublic data under section 13.02, subdivision 9. As used in this 2.16 paragraph, "financial, business, or proprietary data" means data, as determined by the 2.17 responsible authority for the state board, that is of a financial, business, or proprietary nature, 2.18 the release of which could cause competitive harm to the state board, the legal entity in 2.19 which the state board has invested or has considered an investment, the managing entity of 2.20 an investment, or a portfolio company in which the legal entity holds an interest. As used 2.21 in this section, "business data" is data described in section 13.591, subdivision 1. Regardless 2.22 of whether they could be considered financial, business, or proprietary data, the following 2.23 data received, prepared, used, or retained by the state board in connection with investments 2.24 authorized by paragraph (a), <del>clause</del> clauses (1)<del>, (2), or (3)</del> to (6), are public at all times: 2.25
- 2.26 (1) the name and industry group classification of the legal entity in which the state board
  2.27 has invested or in which the state board has considered an investment;
- 2.28 (2) the state board commitment amount, if any;
- 2.29 (3) the funded amount of the state board's commitment to date, if any;
- 2.30 (4) the market value of the investment by the state board;
- 2.31 (5) the state board's internal rate of return for the investment, including expenditures2.32 and receipts used in the calculation of the investment's internal rate of return; and

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3.1

3.5

(6) the age of the investment in years.

# 3.2 **EFFECTIVE DATE.** This section is effective the day following final enactment.

# 3.3 ARTICLE 2 3.4 ST. PAUL CITY AND SCHOOL DISTRICT

# CONTRIBUTIONS TO MULTIEMPLOYER PLANS

3.6 Section 1. Minnesota Statutes 2019 Supplement, section 353.01, subdivision 2b, is amended
3.7 to read:

Subd. 2b. Excluded employees. (a) The following public employees are not eligible to
participate as members of the association with retirement coverage by the general employees
retirement plan, the local government correctional employees retirement plan under chapter
353E, or the public employees police and fire retirement plan:

(1) persons whose annual salary from one governmental subdivision never exceeds an 3.12 amount, stipulated in writing in advance, of \$5,100 if the person is not a school district 3.13 employee or \$3,800 if the person is a school year employee. If annual compensation from 3.14 one governmental subdivision to an employee exceeds the stipulated amount in a calendar 3.15 year or a school year, whichever applies, after being stipulated in advance not to exceed the 3.16 applicable amount, the stipulation is no longer valid and contributions must be made on 3.17 behalf of the employee under section 353.27, subdivision 12, from the first month in which 3.18 the employee received salary exceeding \$425 in a month; 3.19

3.20 (2) public officers who are elected to a governing body, city mayors, or persons who
3.21 are appointed to fill a vacancy in an elected office of a governing body, whose term of office
3.22 commences on or after July 1, 2002, for the service to be rendered in that elected position;

3.23 (3) election judges and persons employed solely to administer elections;

3.24

(4) patient and inmate personnel who perform services for a governmental subdivision;

3.25 (5) except as otherwise specified in subdivision 12a, employees who are employed solely
3.26 in a temporary position as defined under subdivision 12a, and employees who resign from
3.27 a nontemporary position and accept a temporary position within 30 days of that resignation
3.28 in the same governmental subdivision;

(6) employees who are employed by reason of work emergency caused by fire, flood,
storm, or similar disaster, but if the person becomes a probationary or provisional employee
within the same pay period, other than on a temporary basis, the person is a "public
employee" retroactively to the beginning of the pay period;

(7) employees who by virtue of their employment in one governmental subdivision are 4.1 required by law to be a member of and to contribute to any of the plans or funds administered 4.2 by the Minnesota State Retirement System, the Teachers Retirement Association, or the St. 4.3 Paul Teachers Retirement Fund Association, but this exclusion must not be construed to 4.4 prevent a person from being a member of and contributing to the Public Employees 4.5 Retirement Association and also belonging to and contributing to another public pension 4.6 plan or fund for other service occurring during the same period of time, and a person who 4.7 meets the definition of "public employee" in subdivision 2 by virtue of other service occurring 4.8 during the same period of time becomes a member of the association unless contributions 4.9 are made to another public retirement plan on the salary based on the other service or to the 4.10 Teachers Retirement Association by a teacher as defined in section 354.05, subdivision 2; 4.11

4.12 (8) persons who are members of a religious order and are excluded from coverage under
the federal Old Age, Survivors, Disability, and Health Insurance Program for the performance
of service as specified in United States Code, title 42, section 410(a)(8)(A), as amended, if
no irrevocable election of coverage has been made under section 3121(r) of the Internal
Revenue Code of 1954, as amended;

4.17 (9) persons who are:

4.18 (i) employed by a governmental subdivision who have not reached the age of 23 and
4.19 who are enrolled on a full-time basis to attend or are attending classes on a full-time basis
4.20 at an accredited school, college, or university in an undergraduate, graduate, or
4.21 professional-technical program, or at a public or charter high school;

4.22 (ii) employed as resident physicians, medical interns, pharmacist residents, or pharmacist
4.23 interns and are serving in a degree or residency program in a public hospital or in a public
4.24 clinic; or

4.25 (iii) students who are serving for a period not to exceed five years in an internship or a
4.26 residency program that is sponsored by a governmental subdivision, including an accredited
4.27 educational institution;

4.28 (10) persons who hold a part-time adult supplementary technical college license who
4.29 render part-time teaching service in a technical college;

4.30 (11) for the first three years of employment, foreign citizens who are employed by a
4.31 governmental subdivision, except that the following foreign citizens are included employees
4.32 under subdivision 2a:

4.33

(i) employees of Hennepin County or Hennepin Healthcare System, Inc.;

5.1 (ii) employees legally authorized to work in the United States for three years or more;
5.2 and

5.3 (iii) employees otherwise required to participate under federal law;

5.4 (12) public hospital employees who elected not to participate as members of the
5.5 association before 1972 and who did not elect to participate from July 1, 1988, to October
5.6 1, 1988;

(13) except as provided in section 353.86, volunteer ambulance service personnel, as
defined in subdivision 35, but persons who serve as volunteer ambulance service personnel
may still qualify as public employees under subdivision 2 and may be members of the Public
Employees Retirement Association and participants in the general employees retirement
plan or the public employees police and fire plan, whichever applies, on the basis of
compensation received from public employment service other than service as volunteer
ambulance service personnel;

(14) except as provided in section 353.87, volunteer firefighters, as defined in subdivision
36, engaging in activities undertaken as part of volunteer firefighter duties, but a person
who is a volunteer firefighter may still qualify as a public employee under subdivision 2
and may be a member of the Public Employees Retirement Association and a participant
in the general employees retirement plan or the public employees police and fire plan,
whichever applies, on the basis of compensation received from public employment activities
other than those as a volunteer firefighter;

5.21

### (15) employees in the building and construction trades, as follows:

(i) pipefitters and associated trades personnel employed by Independent School District
No. 625, St. Paul, with coverage under a collective bargaining agreement by the pipefitters
local 455 pension plan who were either first employed after May 1, 1997, or, if first employed
before May 2, 1997, elected to be excluded under Laws 1997, chapter 241, article 2, section
12;

(16) (ii) electrical workers, plumbers, carpenters, and associated trades personnel who
are employed by Independent School District No. 625, St. Paul, or the city of St. Paul, who
have retirement with coverage under a collective bargaining agreement by the electrical
workers local 110 pension plan, the United Association plumbers local 34 pension plan, or
the pension plan applicable to carpenters local 322 pension plan who were either first
employed after May 1, 2000, or, if first employed before May 2, 2000, elected to be excluded
under Laws 2000, chapter 461, article 7, section 5;

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(17) (iii) bricklayers, allied craftworkers, cement masons, glaziers, glassworkers, painters, 6.1 allied tradesworkers, and plasterers who are employed by the city of St. Paul or Independent 6.2 School District No. 625, St. Paul, with coverage under a collective bargaining agreement 6.3 by the bricklayers and allied craftworkers local 1 pension plan, the cement masons local 6.4 633 pension plan, the glaziers and glassworkers local 1-1324 1324 pension plan, the painters 6.5 and allied trades local 61 pension plan, or the twin cities plasterers local 265 pension plan 6.6 who were either first employed after May 1, 2001, or if first employed before May 2, 2001, 6.7 elected to be excluded under Laws 2001, First Special Session chapter 10, article 10, section 6.8 6; 6.9 (18) (iv) plumbers who are employed by the Metropolitan Airports Commission, with 6.10 coverage under a collective bargaining agreement by the plumbers local 34 pension plan, 6.11 who were either were first employed after May 1, 2001, or if first employed before May 2, 6.12 2001, elected to be excluded under Laws 2001, First Special Session chapter 10, article 10, 6.13 section 6: 6.14 (v) electrical workers or pipefitters employed by the Minneapolis Park and Recreation 6.15

Board, with coverage under a collective bargaining agreement by the electrical workers 6.16 local 292 or pipefitters local 539 pension plan, who were first employed before May 2, 6.17 2015, and who elected to be excluded under Laws 2015, chapter 68, article 11, section 5; 6.18 (vi) laborers and associated trades personnel employed by the city of St. Paul or 6.19 Independent School District No. 625, St. Paul, who are designated as temporary employees 6.20 with coverage under a collective bargaining agreement by a multiemployer plan as defined 6.21 in section 356.27, subdivision 1, who were either first employed on or after June 1, 2018, 6.22 or if first employed before June 1, 2018, elected to be excluded under Laws 2018, chapter 6.23 211, article 16, section 13; and 6.24 (vii) employees who are trades employees as defined in section 356.27, subdivision 1, 6.25 first hired on or after July 1, 2020, by the city of St. Paul or Independent School District 6.26 No. 625, St. Paul, except for any trades employee for whom contributions are made under 6.27

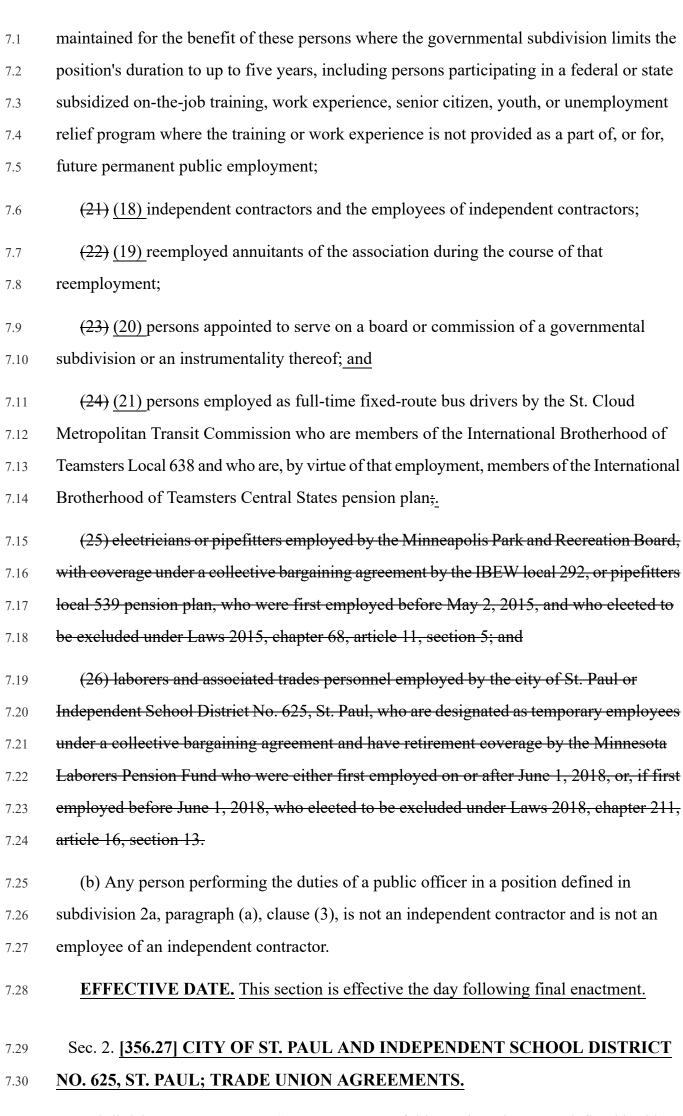
6.28 section 356.24, subdivision 1, clause (8), (9), or (10), by either employer to a multiemployer
6.29 plan as defined in section 356.27, subdivision 1;

6.30 (19) (16) employees who are hired after June 30, 2002, solely to fill seasonal positions
6.31 under subdivision 12b which are limited in duration by the employer to 185 consecutive
6.32 calendar days or less in each year of employment with the governmental subdivision;

6.33 (20) (17) persons who are provided supported employment or work-study positions by
6.34 a governmental subdivision and who participate in an employment or industries program

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7.31 Subdivision 1. Definitions. (a) For purposes of this section, the terms defined in this
 7.32 subdivision have the meanings given them.

8.1	(b) "Building and construction trades" means categories of employees who perform
8.2	building construction, maintenance, or inspection services, including:
8.3	(1) bricklayers;
8.4	(2) carpenters;
8.5	(3) cement masons;
8.6	(4) electricians;
8.7	(5) elevator constructors;
8.8	(6) glaziers;
8.9	(7) laborers;
8.10	(8) operating engineers;
8.11	(9) painters;
8.12	(10) pipefitters;
8.13	(11) plasterers;
8.14	(12) plumbers;
8.15	(13) roofers;
8.16	(14) sheet metal workers; and
8.17	(15) sprinkler fitters.
8.18	Building and construction trades does not include machinists or teamsters.
8.19	(c) "Employers" means the city of St. Paul and Independent School District No. 625,
8.20	St. Paul.
8.21	(d) "Grandfathered trades employees" means trades employees on whose behalf an
8.22	employer made contributions on or before June 30, 2020, to PERA and to one or more
8.23	multiemployer plans other than as provided in section 356.24, subdivision 1, clause (8), (9),
8.24	<u>or (10).</u>
8.25	(e) "Multiemployer plan" means a plan or fund subject to the federal Employee
8.26	Retirement Income Security Act of 1974, as amended, to which more than one employer
8.27	is required to contribute and that is maintained pursuant to one or more collective bargaining
8.28	agreements between one or more labor organizations and more than one employer. For
8.29	purposes of this section, a multiemployer plan may be: (1) either a defined benefit pension

9.1	plan or a defined contribution retirement plan; and (2) either a plan that covers one or more
9.2	local units in the state of Minnesota or a plan that covers union employees nationwide.
9.3	(f) "PERA" means the Public Employees Retirement Association general plan established
9.4	under chapter 353.
2.1	
9.5	(g) "Trades employees" means employees principally employed in one of the building
9.6	and construction trades.
9.7	Subd. 2. Negotiating over contributions to multiemployer plans authorized. The
9.8	employers are authorized to negotiate with labor organizations representing trades employees'
9.9	collective bargaining agreements that provide for contributions to multiemployer plans on
9.10	the basis of hours worked or paid. Any provision must identify each multiemployer plan to
9.11	which contributions are to be made and, beginning with any such collective bargaining
9.12	agreement or renewal thereof entered into after July 1, 2020, must include the employer
9.13	identification number and plan number unique to the plan.
9.14	Subd. 3. Participation in PERA. (a) In connection with services performed for an
9.15	employer under a collective bargaining agreement authorized by subdivision 2, a trades
9.16	employee first hired by the employer on or after July 1, 2020, shall not participate in PERA,
9.17	except for a trades employee whose employer makes contributions on behalf of the trades
9.18	employee to PERA and to one or more multiemployer plans as provided in section 356.24,
9.19	subdivision 1, clause (8), (9), or (10).
9.20	(b) Grandfathered trades employees shall continue to participate in PERA according to
9.21	chapter 353 and in one or more multiemployer plans pursuant to a collective bargaining
9.22	agreement authorized by subdivision 2. Participation shall not be subject to section 356.24.
9.23	Subd. 4. Employer's reporting obligation. (a) If an employer negotiates a collective
9.24	bargaining agreement authorized by subdivision 2 that covers grandfathered trades
9.25	employees, the employer shall annually submit a report that satisfies the requirements of
9.26	paragraph (b) to the executive director of the Legislative Commission on Pensions and
9.27	Retirement annually, no later than 60 days after the end of the employer's fiscal year.
9.28	(b) The report shall provide for each labor organization the number of grandfathered
9.29	trades employees for whom the employer made contributions during the prior fiscal year.
9.30	(c) After receiving a report from an employer, the executive director of the Legislative
9.31	Commission on Pensions and Retirement may request additional information that the
9.32	employer shall promptly provide.

10.1	(d) The reporting obligation expires upon submission of a report for the last fiscal year
10.2	in which the employer makes a contribution to PERA with respect to a grandfathered trades
10.3	employee.
10.4	<b>EFFECTIVE DATE.</b> This section is effective the day following final enactment.
10.5	Sec. 3. <u>REPEALER.</u>
10.6	Minnesota Statutes 2018, section 356.24, subdivision 2, is repealed.
10.7	<b>EFFECTIVE DATE.</b> This section is effective the day following final enactment.
10.8	ARTICLE 3
10.9 10.10	MODIFICATIONS TO PERA PROVISIONS RELATING TO PRIVATIZATION OF MEDICAL FACILITIES
10.11	Section 1. Minnesota Statutes 2018, section 353F.02, is amended by adding a subdivision
10.12	to read:
10.13	Subd. 3a. Executive director. "Executive director" means the executive director of the
10.14	Public Employees Retirement Association.
10.15	<b>EFFECTIVE DATE.</b> This section is effective July 1, 2020.
10.16	Sec. 2. Minnesota Statutes 2018, section 353F.02, is amended by adding a subdivision to
10.17	read:
10.18	Subd. 4a. Medical facility. "Medical facility" means a facility that has the primary
10.19	purpose of providing medical care and that satisfies the definition of governmental
10.20	subdivision under section 353.01, subdivision 6.
10.21	EFFECTIVE DATE. This section is effective July 1, 2020.
10.22	Sec. 3. Minnesota Statutes 2018, section 353F.02, is amended by adding a subdivision to
10.23	read:
10.24	Subd. 4b. Privatization. "Privatization" means a medical facility that privatizes when
10.25	the facility ceases to be a governmental subdivision for any reason other than that the medical
10.26	facility closes or permanently ceases to operate.
10.27	<b>EFFECTIVE DATE.</b> This section is effective July 1, 2020.

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11.1

Sec. 4. Minnesota Statutes 2018, section 353F.04, is amended to read:

# 11.2 353F.04 AUGMENTATION INTEREST RATES FOR PRIVATIZED FORMER 11.3 PUBLIC EMPLOYEES.

Subdivision 1. Enhanced augmentation rates. (a) The deferred annuity of a privatized
 former public employee is subject to augmentation under section 353.71, subdivision 2, of
 the edition of Minnesota Statutes published in the year in which the privatization occurred
 <u>353.34</u>, subdivision 3, except that the rate of augmentation is as specified in this subdivision
 <u>section</u>.

(b) This paragraph applies if the effective date of privatization was on or before January
1, 2007, and also applies to Hutchinson Area Health Care with a privatization effective date
of January 1, 2008. For a privatized former public employee, the augmentation rate is 5.5
percent compounded annually until January 1 following the year in which the person attains
age 55. From After that date to the effective date of retirement, the augmentation rate is 7.5
percent compounded annually.

(c) If paragraph (b) is not applicable, and if the effective date of the privatization is <u>after</u>
January 1, 2007, and before January 1, 2011, <u>then</u> the augmentation rate is four percent
compounded annually until January 1, following the year in which the person attains age
55. From <u>After</u> that date to the effective date of retirement, the augmentation rate is six
percent compounded annually.

11.20 (d) If the effective date of the privatization is after December 31, 2010, the applicable augmentation rate depends on the result of computations specified in section 353F.025, 11.21 subdivision 1. If those computations indicate no loss or a net gain to the fund of the general 11.22 employees retirement plan of the Public Employees Retirement Association, the augmentation 11.23 rate is two percent compounded annually until the effective date of retirement. If the 11.24 computations under that subdivision indicate a net loss to the fund if a two percent 11.25 augmentation rate is used, but a net gain or no loss if a one percent rate is used, then the 11.26 11.27 augmentation rate is one percent compounded annually until the effective date of retirement.

(e) Notwithstanding paragraphs (b) to (d), after June 30, 2020, and before January 1,
2024, the augmentation rate for all privatized former public employees under paragraphs
(b) to (d) is two percent compounded annually. After December 31, 2023, no additional
augmentation is applied to the privatized former public employee's deferred annuity.
Subd. 2. Exceptions. The increased augmentation rates specified in subdivision 1 do

11.32 not apply to a privatized former public employee:

(1) beginning the first of the month in which the privatized former public employee 12.1 becomes covered again by a retirement plan enumerated in section 356.30, subdivision 3, 12.2 if the employee accrues at least six months of credited service in any single plan enumerated 12.3 in section 356.30, subdivision 3, except clause (6); 12.4 (2) beginning the first of the month in which the privatized former public employee 12.5 becomes covered again by the general employees retirement plan of the Public Employees 12.6 Retirement Association; 12.7 (3) beginning the first of the month after a privatized former public employee terminates 12.8 service with the privatized former public employer; or 12.9 (4) if the person privatized former public employee begins receipt of a retirement annuity 12.10 while employed by the employer which assumed operations of or purchased the privatized 12.11 12.12 former public employer.; or (5) if the effective date of privatization occurs after June 30, 2020. 12.13 **EFFECTIVE DATE.** This section is effective July 1, 2020. 12.14 **ARTICLE 4** 12.15 **MODIFICATIONS TO STATE AUDITOR REPORTING** 12.16 **REQUIREMENTS FOR PENSION PLANS** 12.17 Section 1. Minnesota Statutes 2018, section 356.219, subdivision 1, is amended to read: 12.18 Subdivision 1. Report required. (a) The State Board of Investment, on behalf of the 12.19 public pension funds and programs for which it is the investment authority, and any 12.20 Minnesota public pension plan that is not fully invested through the State Board of 12.21 Investment, including the Bloomington Fire Department Relief Association and a local, 12.22 volunteer firefighters relief association associations governed by sections 424A.091 to 12.23 12.24 424A.095, shall the St. Paul Teachers Retirement Fund Association, and any Minnesota

public pension plan that is not fully invested through the State Board of Investment, must
report the information specified in subdivision 3 to the state auditor. The state auditor may
prescribe a form or forms for the purposes of the reporting requirements contained in this
section.

# (b) The Bloomington Fire Department Relief Association and a local volunteer firefighters relief association governed by sections 424A.091 to 424A.095 is fully invested during a given calendar year for purposes of this section if all assets of the applicable pension plan beyond sufficient cash equivalent investments to cover six months expected expenses are invested under section 11A.17. The board of any fully invested public pension plan remains

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13.1	responsible for submitting investment policy statements and subsequent revisions as required
13.2	by subdivision 3, paragraph (a).
13.3	(c) For purposes of this section, the State Board of Investment is considered to be the
13.4	investment authority for any Minnesota public pension fund required to be invested by the
13.5	State Board of Investment under section 11A.23, or for any Minnesota public pension fund
13.6	authorized to invest in the supplemental investment fund under section 11A.17 and which
13.7	is fully invested by the State Board of Investment.
13.8	(b) For purposes of this section, a pension plan is fully invested through the State Board
13.9	of Investment during a given calendar year if all assets of the pension plan beyond sufficient
13.10	cash equivalent investments to cover six months of expected expenses are invested under
13.11	section 11A.17.
13.12	(c) A public pension plan to which subdivision 3, paragraph (b) or (c), applies is not
13.13	required to file the report required by this subdivision for a given calendar year if the pension
13.14	plan's most recent annual financial audit was conducted by the state auditor.
13.15	(d) This section does not apply to the following plans:
13.16	(1) the Minnesota unclassified employees retirement program under chapter 352D;
13.17	(2) the public employees defined contribution plan under chapter 353D;
13.18	(3) the individual retirement account plans under chapters 354B and 354D;
13.19	(4) the higher education supplemental retirement plan under chapter 354C;
13.20	(5) any alternative retirement benefit plan established under section 383B.914; and
13.21	(6) the University of Minnesota faculty retirement plan- and supplemental plan; and
13.22	(7) any other statewide plan required to be invested by the State Board of Investment
13.23	under section 11A.23.
13.24	<b>EFFECTIVE DATE.</b> This section is effective the day following final enactment.
13.25	Sec. 2. Minnesota Statutes 2019 Supplement, section 356.219, subdivision 3, is amended
13.26	to read:
13.27	Subd. 3. Content of reports. (a) The report required by subdivision 1 must include a
13.28	written statement of the investment policy. Following that initial report, subsequent reports
13.29	must include investment policy changes and the effective date of each policy change rather
13.30	than a complete statement of investment policy, unless the state auditor requests submission

14.1 of a complete current statement. The report must also include the information required by14.2 the following paragraphs, as applicable.

(b) If, after four years of reporting under this paragraph, the total portfolio time weighted 14.3 rate of return, net of all investment related costs and fees, provided by the public pension 14.4 plan differs by no more than 0.1 percent from the comparable return for the plan calculated 14.5 by the Office of the State Auditor, and if a public pension plan has a total market value of 14.6 \$50,000,000 or more as of the beginning of the calendar year, and if the public pension 14.7 14.8 plan's annual audit is performed by the state auditor or by the legislative auditor, For public pension plans not fully invested through the State Board of Investment with assets having 14.9 a market value of \$50,000,000 or more as of the beginning of the calendar year, or that had 14.10 a market value of \$50,000,000 or more in a prior calendar year, the report required by 14.11 subdivision 1 must include the market value of the total portfolio and the market value of 14.12 each asset class included in the pension fund as of the beginning of the calendar year and 14.13 as of the end of the calendar year. At the discretion of the state auditor, the public pension 14.14 plan may be required to submit the following: 14.15

14.16 (1) the market value of the total portfolio and the market value of each investment
14.17 account, investment portfolio, or asset class included in the pension fund for each month,
14.18 and;

(2) the amount and date of each injection and withdrawal to the total portfolio and to
each investment account, investment portfolio, or asset class. If the market value of a public
pension plan's fund drops below \$50,000,000 in a subsequent year, it must continue reporting
under this paragraph for any subsequent year in which the public pension plan is not fully
invested as specified in subdivision 1, paragraph (b), except that if the public pension plan's
annual audit is not performed by the state auditor or legislative auditor, paragraph (c) applies.;

(c) If paragraph (b) would apply if the annual audit were provided by the state auditor
or legislative auditor, the report required by subdivision 1 must include the market value
of the total portfolio and the market value of each asset class included in the pension fund
as of the beginning of the calendar year and for each month, and the amount and date of
each injection and withdrawal to the total portfolio and to each investment account,
investment portfolio, or asset class.

(d) For public pension plans to which paragraph (b) or (c) applies, the report required
 by subdivision 1 must also include (3) a calculation of the total time-weighted rate of return
 available from index-matching investments assuming the asset class performance targets

- and target asset mix indicated in the written statement of investment policy. The provided 15.1 information must include; 15.2 (4) a description of indices used in the analyses and an explanation of why those indices 15.3 are appropriate. This paragraph does not apply to any fully invested plan, as defined by 15.4 subdivision 1, paragraph (b). Reporting by the State Board of Investment under this paragraph 15.5 is limited to information on the Minnesota public pension plans required to be invested by 15.6 the State Board of Investment under section 11A.23.; 15.7 (5) computed time-weighted rates of return; and 15.8 (6) any other information required by the state auditor, as applicable. 15.9 (c) For public pension plans fully invested through the State Board of Investment with 15.10 assets having a market value of \$50,000,000 or more as of the beginning of the calendar 15.11 year, or that had a market value of \$50,000,000 or more in a prior calendar year, the report 15.12 required by subdivision 1 must be in the form required by the state auditor and include the 15.13 information needed by the state auditor to supplement the reporting available from the State 15.14 Board of Investment. 15.15 (e) (d) If a public pension plan has assets with a total market value of less than 15.16 \$50,000,000 as of the beginning of the calendar year and was never required to file under 15.17 paragraph (b) or (c), the report required by subdivision 1 must include the following: 15.18 (1) unless paragraph (f) applies, the amount and date of each total portfolio injection 15.19 and withdrawal. In addition, the report must include; and 15.20 (2) the market value of the total portfolio as of the beginning of the calendar year and 15.21 for each quarter. 15.22 (f) Any public pension plan reporting under paragraph (b) or (c) must include computed 15.23 time-weighted rates of return with the report, in addition to all other required information, 15.24 as applicable. The chief administrative officer of the public pension plan submitting the 15.25 returns must certify, on a form prescribed by the state auditor, that the returns have been 15.26 15.27 computed by the pension plan's investment performance consultant or custodial bank. The
- 15.28 chief administrative officer of the public pension plan submitting the returns also must
- 15.29 certify that the returns are net of all costs and fees, including investment management fees,
- 15.30 and that the procedures used to compute the returns are consistent with Bank Administration
- 15.31 Institute studies of investment performance measurement and presentation standards set by
- 15.32 the CFA Institute. If the certifications required under this paragraph are not provided, the
- 15.33 reporting requirements of paragraph (c) apply.

(g) (e) For public pension plans reporting under paragraph (e) (d), the public pension 16.1 plan must retain supporting information specifying the date and amount of each injection 16.2 and withdrawal to each investment account and investment portfolio. The public pension 16.3 plan must also retain the market value of each investment account and investment portfolio 16.4 at the beginning of the calendar year and for each quarter. Information that is required to 16.5 be collected and retained for any given year or years under this paragraph must be submitted 16.6 to the Office of the state auditor if the Office of the state auditor requests in writing that the 16.7 16.8 information be submitted by a the public pension plan or plans, or be submitted by the State Board of Investment for any plan or plans for which the State Board of Investment is the 16.9 investment authority under this section. If the state auditor requests information under this 16.10 subdivision, and the public pension plan fails to comply, the pension plan is subject to 16.11 penalties under subdivision 5, unless penalties are waived by the state auditor under that 16.12 subdivision. 16.13

(f) A public pension plan reporting under paragraph (d) that is fully invested through
 the State Board of Investment for the given calendar year is required to report the market
 value of the total portfolio as of the beginning of the calendar year and for each quarter, but
 need not report the amount and date of each total portfolio injection and withdrawal.

16.18 **EFFECTIVE DATE.** This section is effective the day following final enactment.

16.19 Sec. 3. Minnesota Statutes 2018, section 356.219, subdivision 6, is amended to read:

16.20 Subd. 6. **Investment disclosure report.** (a) The state auditor shall prepare an annual 16.21 report to the legislature on the investment performance of the various public pension plans 16.22 subject to this section. The content of the report is specified in paragraphs (b) to (f) (d).

(b) For each public pension plan reporting under subdivision 3, paragraph (b), the state 16.23 auditor shall compute and report total portfolio and asset class time-weighted rates of return, 16.24 net of all investment-related costs and fees. If the state auditor has required a plan to submit 16.25 the market value of the total portfolio and the market value of each investment account, 16.26 investment portfolio, or asset class included in the pension fund for each month, and the 16.27 amount and date of each injection and withdrawal to the total portfolio and to each investment 16.28 account, investment portfolio, or asset class as prescribed under subdivision 3, paragraph 16.29 16.30 (b), the state auditor shall also compute and report total portfolio and asset class time-weighted rates of return, net of all costs and fees. The report by the state auditor must 16.31 also include the information submitted by the pension plans under subdivision 3 or a summary 16.32 of that information. 16.33

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17.1 (c) For each public pension plan reporting under subdivision 3, paragraph (c), the state auditor shall compute and report total portfolio and asset class time-weighted rates of return, 17.2 net of all costs and fees. 17.3

(d) (c) For each public pension plan reporting under subdivision 3, paragraph (e) (d), 17.4 the state auditor shall compute and report total portfolio time-weighted rates of return, net 17.5 of all costs and fees. If the state auditor has requested data for a plan under subdivision 3, 17.6 paragraph (g), the state auditor may also compute and report asset class time-weighted rates 17.7 17.8 of return, net of all costs and fees.

(e) The report by the state auditor must include the information submitted by the pension 17.9 17.10 plans under subdivision 3, paragraph (d), or a synopsis of that information.

(f) (d) The report by the state auditor may also include a presentation of multiyear 17.11 performance, information collected under subdivision 4, and any other information or 17.12 analysis deemed appropriate by the state auditor.

**EFFECTIVE DATE.** This section is effective the day following final enactment. 17.14

Sec. 4. Minnesota Statutes 2018, section 356.219, subdivision 7, is amended to read: 17.15

Subd. 7. Expense of report. All administrative expenses incurred relating to the 17.16 investment report by the state auditor described in subdivision 6 must be borne by the Office 17.17 of the state auditor and may not be charged back to the entities described in subdivisions 1 17.18 or 4. 17.19

17.20 **EFFECTIVE DATE.** This section is effective the day following final enactment.

Sec. 5. Minnesota Statutes 2019 Supplement, section 356.219, subdivision 8, is amended 17.21 to read: 17.22

Subd. 8. Timing of reports. (a) For the Bloomington Fire Department Relief Association 17.23 and the volunteer firefighter firefighters relief associations, the information required under 17.24 this section must be submitted by the due date for reports required under section 424A.014, 17.25 17.26 subdivision 1 or 2, as applicable. If a relief association satisfies the definition of a fully invested plan under subdivision 1, paragraph (b), for the calendar year covered by the report 17.27 required under section 424A.014, subdivision 1 or 2, as applicable, the chief administrative 17.28 officer of the covered pension plan shall certify that compliance on a form prescribed by 17.29 the state auditor. The state auditor shall transmit annually to the State Board of Investment 17.30 17.31 a list or lists of covered pension plans which submitted certifications in order to facilitate reporting by the State Board of Investment under paragraph (c). 17.32

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- 18.5 subdivision 1, plan required to submit information under this section that is not identified
- 18.6 <u>in paragraph (c), shall report (a) or (b) must submit the</u> information <del>required under this</del>
- 18.7 section to the state auditor by September June 1 of each year.
- 18.8 **EFFECTIVE DATE.** This section is effective the day following final enactment.
- 18.9

### **ARTICLE 5**

# 18.10 MINNESOTA STATE RETIREMENT SYSTEM ADMINISTRATIVE PROVISIONS

18.11 Section 1. Minnesota Statutes 2018, section 352.01, subdivision 26, is amended to read:

Subd. 26. **Dependent child.** "Dependent child" means <u>an individual who is a biological</u> or adopted child of a deceased employee  $\frac{who_2}{ho_2}$  has not reached the age of 20, and is dependent upon the employee for more than one-half of the child's support at the time of the employee's death. It also means a child of the member conceived during the member's lifetime and born after the member's death <u>unless a parent-child relationship does not exist under section</u>

18.17 <u>524.2-120</u>, subdivision 10.

18.18 Sec. 2. Minnesota Statutes 2018, section 352.04, subdivision 4, is amended to read:

Subd. 4. Payroll deductions. The head of Each department employing entity shall have 18.19 employee contributions deducted from the salary of each employee covered by the system 18.20 on every payroll abstract and shall approve one voucher payable to the commissioner of 18.21 management and budget for the aggregate amount deducted on the payroll abstract. 18.22 Deductions from salaries of employees paid direct directly by any department, institution, 18.23 or agency of the state employing entity must be made by the officer or employee authorized 18.24 by law to pay the salaries. The head of any department or agency Any employing entity 18.25 having authority to appoint any employee who receives fees as compensation or who receives 18.26 compensation on federal payrolls shall collect as the required employee contribution the 18.27 applicable amounts required in subdivision 2. Deductions from salary and amounts collected 18.28 must be remitted to the director with a statement showing the amount of earnings or fees, 18.29 and in the case of fees, the number of transactions, and the amount of each of the deductions 18.30 and collections and the names of the employees on whose account they have been made. 18.31

19.1 Sec. 3. Minnesota Statutes 2018, section 352.04, subdivision 8, is amended to read:

Subd. 8. Department <u>Employing entity</u> required to pay omitted salary deductions. (a)
If a department <u>an employing entity</u> fails to take deductions past due for a period of 60 days
or less from an employee's salary as provided in this section, those deductions must be taken
on later payroll abstracts.

(b) If a department an employing entity fails to take deductions past due for a period in
excess of 60 days from an employee's salary as provided in this section, the department
employing entity, and not the employee, must pay on later payroll abstracts the employee
and employer contributions and interest at the applicable annual rate or rates specified in
section 356.59, subdivision 2, compounded annually, from the date the employee and
employer contributions should have been deducted to the date payment of the total amount
due is paid by the department employing entity.

(c) If a department an employing entity fails to take deductions past due for a period of
60 days or less and the employee is no longer in state service so that the required deductions
cannot be taken from the salary of the employee, the department employing entity must
nevertheless pay the required employer contributions. If any department employing entity
fails to take deductions past due for a period in excess of 60 days and the employee is no
longer in state service, the omitted contributions must be recovered under paragraph (b).

(d) If an employee from whose salary required deductions were past due for a period of
60 days or less leaves state service before the payment of the omitted deductions and
subsequently returns to state service, the unpaid amount is considered the equivalent of a
refund. The employee accrues no right by reason of the unpaid amount, except that the
employee may pay the amount of omitted deductions as provided in section 352.23.

19.24 Sec. 4. Minnesota Statutes 2019 Supplement, section 352.04, subdivision 9, is amended19.25 to read:

Subd. 9. Erroneous deductions, canceled payments. (a) Deductions taken from the
salary of an employee for the retirement fund in excess of required amounts must, upon
discovery and verification by the department employing entity making the deduction, be
refunded to the employee. Employer contributions made in excess of required amounts must
be refunded or credited to the employing entity that made the contribution.

(b) If a deduction for the retirement fund is taken from a salary payment, and the payment
is canceled or the amount of the payment returned to the funds of the department employing
<u>entity</u> making the payment, the sum deducted, or the part of it required to adjust the

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20.1 deductions, must be refunded <u>or credited</u> to the <u>department or institution employing entity</u>
20.2 if the <u>department employing entity</u> applies for the refund on a form furnished by the director.
20.3 The department's payments must likewise be refunded to the department.

- (c) If erroneous employee deductions and employer contributions are caused by an error 20.4 in plan coverage involving the plan and any other plans specified in section 356.99, that 20.5 section applies. If the employee should have been covered by the plan governed by chapter 20.6 352D, 353D, 354B, or 354D, the employee deductions and employer contributions taken 20.7 20.8 in error must be directly transferred to the applicable employee's account in the correct retirement plan, with interest at the applicable monthly rate or rates specified in section 20.9 356.59, subdivision 2, compounded annually, from the first day of the month following the 20.10 month in which coverage should have commenced in the correct defined contribution plan 20.11 until the end of the month in which the transfer occurs. 20.12
- 20.13 Sec. 5. Minnesota Statutes 2018, section 352.04, is amended by adding a subdivision to 20.14 read:
- 20.15 <u>Subd. 13.</u> "Employing entity" defined. In this section, "employing entity" means the
   20.16 entity that pays a state employee's salary and remits retirement contributions.
- 20.17 Sec. 6. Minnesota Statutes 2019 Supplement, section 352.113, subdivision 2, is amended
  20.18 to read:
- 20.19 Subd. 2. **Application; accrual of benefits.** (a) An employee making claim for a total 20.20 and permanent disability benefit, or someone acting on behalf of the employee upon proof 20.21 of authority satisfactory to the director, shall file a written application for benefits in the <u>an</u> 20.22 office of the system <del>on or before the deadline specified in subdivision 4, paragraph (g) or</del> 20.23 with a person authorized by the director.
- (b) The application must be in a form and manner prescribed by the executive director
  and include the medical reports required by subdivision 4, paragraph (b). The completed
  application form and supporting documents must be received in an office of the system or
  by an authorized person before the expiration of the period specified in subdivision 4,
  paragraph (g). In this paragraph, "supporting documents" means:
- 20.29 (1) two medical reports as required by subdivision 4, paragraph (b); and
- 20.30 (2) a written certification by the employing entity as required by subdivision 4, paragraph
  20.31 (e).

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21.1 Supporting documents are not required to be original documents except as determined
21.2 by the director.

(c) The benefit shall begin to accrue the day following the start of disability or the day
following the last day paid, whichever is later, but not earlier than 180 days before the date
the application is and supporting documents are filed in an office of the system or with an
authorized person.

21.7 Sec. 7. Minnesota Statutes 2018, section 352.113, subdivision 4, is amended to read:

Subd. 4. Medical or psychological examinations; authorization for payment of
benefit. (a) Any physician, psychologist, chiropractor, physician assistant, podiatrist, or
nurse practitioner providing any service specified in this section must be licensed.

(b) An applicant shall provide a detailed report signed by a physician, and at least one
additional report signed by a physician, psychologist, chiropractor, physician assistant,
<u>podiatrist</u>, or nurse practitioner with evidence to support an application for total and
permanent disability. The reports must include an expert opinion regarding whether the
employee is permanently and totally disabled within the meaning of section 352.01,
subdivision 17, and that the disability arose before the employee was placed on any paid or
unpaid leave of absence or terminated public service.

21.18 (c) If there is medical evidence that supports the expectation that at some point the person applying for the disability benefit will no longer be disabled, the decision granting the 21.19 disability benefit may provide for a termination date upon which the total and permanent 21.20 disability can be expected to no longer exist. When a termination date is part of the decision 21.21 granting benefits, prior to the benefit termination the executive director shall review any 21.22 evidence provided by the disabled employee to show that the disabling condition for which 21.23 benefits were initially granted continues. If the benefits cease, the disabled employee may 21.24 follow the appeal procedures described in section 356.96 or may reapply for disability 21.25 benefits using the process described in this subdivision. 21.26

(d) Any claim to disability must be supported by a report from the employer indicating
that there is no available work that the employee can perform with the disabling condition
and that all reasonable accommodations have been considered. Upon request of the executive
director, an employer shall provide evidence of the steps the employer has taken to attempt
to provide reasonable accommodations and continued employment to the claimant.

(e) The director shall also obtain written certification from the employer stating whetherthe employment has ceased or whether the employee is on sick leave of absence because

of a disability that will prevent further service to the employer and that the employee is notentitled to compensation from the employer.

(f) The medical adviser shall consider the reports of the physician, psychologist, 22.3 chiropractor, physician assistant, podiatrist, or nurse practitioner and any other evidence 22.4 supplied by the employee or other interested parties. If the medical adviser finds the employee 22.5 totally and permanently disabled, the adviser shall make appropriate recommendation to 22.6 the director in writing together with the date from which the employee has been totally 22.7 disabled. The director shall then determine if the disability occurred while still in the 22.8 employment of the state and constitutes a total and permanent disability as defined in section 22.9 352.01, subdivision 17. 22.10

(g) A terminated employee may apply for a disability benefit within 18 months of
termination as long as the disability occurred while in the employment of the state. The fact
that an employee is placed on leave of absence without compensation because of disability
does not bar that employee from receiving a disability benefit.

(h) Upon appeal, the board of directors may extend the disability benefit application
deadline in paragraph (g) by an additional 18 months if the terminated employee is
determined by the board of directors to have a cognitive impairment that made it unlikely
that the terminated employee understood that there was an application deadline or that the
terminated employee was able to meet the application deadline.

(i) Unless the payment of a disability benefit has terminated because the employee is
no longer totally disabled, or because the employee has reached normal retirement age as
provided in this section, the disability benefit must cease with the last payment received by
the disabled employee or which had accrued during the lifetime of the employee unless
there is a spouse surviving. In that event, the surviving spouse is entitled to the disability
benefit for the calendar month in which the disabled employee died.

22.26 Sec. 8. Minnesota Statutes 2019 Supplement, section 352.23, is amended to read:

22.27

## 352.23 TERMINATION OF RIGHTS; REPAYMENT OF REFUND.

(a) When any employee accepts a refund as provided in section 352.22, all existing
allowable service credits and all rights and benefits to which the employee was entitled
before accepting the refund terminate.

(b) Terminated service credits and rights must not again be restored until the former
employee acquires at least six months of allowable service credit after taking the last refund
and repays all refunds previously taken from the retirement fund with interest as provided

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in paragraph (d). If an employee repays only part of a refund or repays a refund in partial
payments as permitted under paragraph (d), service credit will be restored in accordance
with section 356.44. An employee will not be considered as entitled to any other benefit,
including benefits for which the employee may be eligible because of the employee's original

23.5 hire date into public employment, until full repayment of all refunds has been made.

(c) Repayment of refunds entitles the employee only to credit for service covered by (1)
salary deductions; (2) payments previously made in lieu of salary deductions as permitted
under law in effect when the payment in lieu of deductions was made; (3) payments made
to obtain credit for service as permitted by laws in effect when payment was made; and (4)
allowable service previously credited while receiving temporary workers' compensation as
provided in section 352.01, subdivision 11, paragraph (a), clause (3).

(d) Payments under this section for repayment of refunds are to be paid with interest at
the applicable annual rate or rates specified in section 356.59, subdivision 2, compounded
annually, from the date the refund was taken until the date the refund is repaid. Repayment
may be made in partial payments consistent with section 356.44 during employment or in
a lump sum during employment or up to six months after termination from service.

23.17 Sec. 9. Minnesota Statutes 2018, section 352.95, subdivision 3, is amended to read:

Subd. 3. Applying for benefits; accrual. No application for disability benefits may be 23.18 made until after the last day physically on the job. The disability benefit begins to accrue 23.19 the day following the last day for which the employee is paid sick leave or annual leave, 23.20 but not earlier than 180 days before the date the application is filed. A terminated employee 23.21 must file a written application within the time frame specified under section 352.113, 23.22 subdivision 4, paragraph (g) in an office of the system or with a person authorized by the 23.23 executive director. Applications must comply with section 352.113, subdivision 2, paragraph 23.24 23.25 (b).

23.26 Sec. 10. Minnesota Statutes 2018, section 352B.011, subdivision 6, is amended to read:

Subd. 6. **Dependent child.** "Dependent child" means <u>an individual who is a natural or</u> adopted unmarried child of a deceased member <u>and is under the age of 18 years</u>, including any child of the member conceived during the lifetime of the member and born after the death of the member<u>unless a parent-child relationship does not exist under section 524-2.120</u>, subdivision 10.

Sec. 11. Minnesota Statutes 2018, section 352B.011, subdivision 10, is amended to read:
Subd. 10. Member. "Member" means:

(1) a State Patrol member currently employed under section 299D.03 by the state, who
is a peace officer under section 626.84, and whose salary or compensation is paid out of
state funds;

(2) a conservation officer employed under section 97A.201, currently employed by the
state, whose salary or compensation is paid out of state funds;

(3) a crime bureau officer who was employed by the crime bureau and was a member
of the Highway Patrolmen's retirement fund on July 1, 1978, whether or not that person has
the power of arrest by warrant after that date, or who is employed as police personnel, with
powers of arrest by warrant under Minnesota Statutes 2009, section 299C.04, and who is
currently employed by the state, and whose salary or compensation is paid out of state funds;

(4) a person who is employed by the state in the Department of Public Safety in a data
processing management position with salary or compensation paid from state funds, who
was a crime bureau officer covered by the State Patrol retirement plan on August 15, 1987,
and who was initially hired in the data processing management position within the department
during September 1987, or January 1988, with membership continuing for the duration of
the person's employment in that position, whether or not the person has the power of arrest
by warrant after August 15, 1987;

24.20 (5) (4) a public safety employee who is a peace officer under section 626.84, subdivision
24.21 1, paragraph (c), and who is employed by the Division of Alcohol and Gambling Enforcement
24.22 under section 299L.01;

24.23 (6) (5) a Fugitive Apprehension Unit officer after October 31, 2000, who is employed
24.24 by the Office of Special Investigations of the Department of Corrections and who is a peace
24.25 officer under section 626.84;

(7) (6) an employee of the Department of Commerce defined as a peace officer in section
626.84, subdivision 1, paragraph (c), who is employed by the Commerce Fraud Bureau
under section 45.0135 after January 1, 2005, and who has not attained the mandatory
retirement age specified in section 43A.34, subdivision 4; and

24.30 (8) (7) an employee of the Department of Public Safety, who is a licensed peace officer
24.31 under section 626.84, subdivision 1, paragraph (c), and is employed as the statewide

24.32 coordinator of the Violent Crime Coordinating Council.

25.1 Sec. 12. Minnesota Statutes 2018, section 352B.10, subdivision 2a, is amended to read:

Subd. 2a. Applying for benefits; accrual. No application for disability benefits shall 25.2 be made until after the last day physically on the job. The disability benefit begins to accrue 25.3 the day following the last day for which the employee is paid sick leave or annual leave but 25.4 not earlier than 180 days before the date the application is filed. A member who is terminated 25.5 must file a written application within the time frame specified under section 352.113, 25.6 subdivision 4, paragraph (g) in an office of the system or with a person authorized by the 25.7 executive director. Applications must comply with section 352.113, subdivision 2, paragraph 25.8 (b). 25.9

25.10 Sec. 13. Minnesota Statutes 2018, section 356.24, subdivision 1, is amended to read:

25.11 Subdivision 1. **Restriction; exceptions.** It is unlawful for a school district or other 25.12 governmental subdivision or state agency to levy taxes for or to contribute public funds to 25.13 a supplemental pension or deferred compensation plan that is established, maintained, and 25.14 operated in addition to a primary pension program for the benefit of the governmental 25.15 subdivision employees other than:

(1) to a supplemental pension plan that was established, maintained, and operated before
May 6, 1971;

25.18 (2) to a plan that provides solely for group health, hospital, disability, or death benefits;

25.19 (3) to the individual retirement account plan established by chapter 354B;

(4) to a plan that provides solely for severance pay under section 465.72 to a retiring or
 terminating employee;

(5) for employees other than personnel employed by the Board of Trustees of the 25.22 Minnesota State Colleges and Universities and covered under the Higher Education 25.23 Supplemental Retirement Plan under chapter 354C, but including city managers covered 25.24 by an alternative retirement arrangement under section 353.028, subdivision 3, paragraph 25.25 (a), or by the defined contribution plan of the Public Employees Retirement Association 25.26 under section 353.028, subdivision 3, paragraph (b), if the supplemental plan coverage is 25.27 provided for in a personnel policy of the public employer or in the collective bargaining 25.28 agreement between the public employer and the exclusive representative of public employees 25.29 in an appropriate unit or in the individual employment contract between a city and a city 25.30 manager, and if for each available investment all fees and historic rates of return for the 25.31 prior one-, three-, five-, and ten-year periods, or since inception, are disclosed in an easily 25.32 comprehended document not to exceed two pages, in an amount matching employee 25.33

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- contributions on a dollar for dollar basis, but not to exceed an employer contribution of 26.1 one-half of the available elective deferral permitted per year per employee, under the Internal 26.2 **Revenue Code:** 26.3

(i) to the state of Minnesota deferred compensation plan under section 352.965; 26.4

26.5 (ii) in payment of the applicable portion of the contribution made to any investment eligible under section 403(b) of the Internal Revenue Code, if the employing unit has 26.6 complied with any applicable pension plan provisions of the Internal Revenue Code with 26.7 respect to the tax-sheltered annuity program during the preceding calendar year; or 26.8

(iii) any other deferred compensation plan offered by the employer under section 457 26.9 of the Internal Revenue Code; 26.10

(5) to a deferred compensation plan defined in subdivision 3; 26.11

(6) for personnel employed by the Board of Trustees of the Minnesota State Colleges 26.12 and Universities and not covered by clause (5), to the supplemental retirement plan under 26.13 chapter 354C, if the supplemental plan coverage is provided for in a personnel policy or in 26.14 the collective bargaining agreement of the public employer with the exclusive representative 26.15 of the covered employees in an appropriate unit, in an amount matching employee 26.16 contributions on a dollar for dollar basis, but not to exceed an employer contribution of 26.17 \$2,700 a year for each employee; 26.18

(7) to a supplemental plan or to a governmental trust to save for postretirement health 26.19 care expenses qualified for tax-preferred treatment under the Internal Revenue Code, if the 26.20 supplemental plan coverage is provided for in a personnel policy or in the collective 26.21 bargaining agreement of a public employer with the exclusive representative of the covered 26.22 employees in an appropriate unit; 26.23

(8) to the laborers national industrial pension fund or to a laborers local pension fund 26.24 26.25 for the employees of a governmental subdivision who are covered by a collective bargaining agreement that provides for coverage by that fund and that sets forth a fund contribution 26.26 rate, but not to exceed an employer contribution of \$7,000 per year per employee; 26.27

(9) to the plumbers and pipefitters national pension fund or to a plumbers and pipefitters 26.28 local pension fund for the employees of a governmental subdivision who are covered by a 26.29 collective bargaining agreement that provides for coverage by that fund and that sets forth 26.30 a fund contribution rate, but not to exceed an employer contribution of \$5,000 per year per 26.31 employee; 26.32

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(10) to the international union of operating engineers pension fund for the employees
of a governmental subdivision who are covered by a collective bargaining agreement that
provides for coverage by that fund and that sets forth a fund contribution rate, but not to
exceed an employer contribution of \$5,000 per year per employee;

27.5 (11) to a supplemental plan organized and operated under the federal Internal Revenue
 27.6 Code, as amended, that is wholly and solely funded by the employee's accumulated sick
 27.7 leave, accumulated vacation leave, and accumulated severance pay;

27.8 (12) (11) to the International Association of Machinists national pension fund for the 27.9 employees of a governmental subdivision who are covered by a collective bargaining 27.10 agreement that provides for coverage by that fund and that sets forth a fund contribution 27.11 rate, but not to exceed an employer contribution of \$5,000 per year per employee;

(13) (12) for employees of United Hospital District, Blue Earth, to the state of Minnesota deferred compensation program, if the employee makes a contribution, in an amount that does not exceed the total percentage of covered salary under section 353.27, subdivisions 3 and 3a;

27.16 (14) (13) to the alternative retirement plans established by the Hennepin County Medical
27.17 Center under section 383B.914, subdivision 5; or

 $\begin{array}{ll} \begin{array}{ll} & (15) \ \underline{(14)} \ to \ the \ International \ Brotherhood \ of \ Teamsters \ Central \ States \ pension \ plan \ for \\ \hline 27.19 \ fixed-route \ bus \ drivers \ employed \ by \ the \ St. \ Cloud \ Metropolitan \ Transit \ Commission \ who \\ \hline 27.20 \ are \ members \ of \ the \ International \ Brotherhood \ of \ Teamsters \ Local \ 638 \ by \ virtue \ of \ that \\ \hline 27.21 \ employment. \end{array}$ 

27.22 Sec. 14. Minnesota Statutes 2018, section 356.24, is amended by adding a subdivision to 27.23 read:

27.24 <u>Subd. 3. Deferred compensation plan.</u> (a) As used in this section, a "deferred
27.25 compensation plan" means a plan that satisfies the requirements in this subdivision.

27.26 (b) The plan is:

27.27 (1) the Minnesota deferred compensation plan under section 352.965;

27.28 (2) a tax-sheltered annuity program under section 403(b) of the federal Internal Revenue
27.29 Code; or

27.30 (3) a deferred compensation plan under section 457(b) of the federal Internal Revenue
27.31 Code.

28.1	(c) The plan administrator or custodian discloses at least annually to participants (1) all
28.2	fees, including administrative, maintenance, and investment fees, that impact the rate of
28.3	return on each investment fund available under the plan, and (2) for each investment fund,
28.4	the rates of return for the prior one-, three-, five-, and ten-year periods or for the life of the
28.5	fund, if shorter, in an easily understandable document. The plan administrator or custodian
28.6	must file a copy of this document with the executive director of the Legislative Commission
28.7	on Pensions and Retirement within 30 days of the end of each fiscal year of the plan.
28.8	(d) Enrollment in the plan is provided for in:
28.9	(1) a personnel policy of the public employer;
28.10	(2) a collective bargaining agreement between the public employer and the exclusive
28.11	representative of public employees in an appropriate unit; or
28.12	(3) an individual employment contract between a city and a city manager.
28.13	(e) The plan covers employees of a school district, state agency, or other governmental
28.14	subdivision. The plan may cover city managers covered by an alternative retirement
28.15	arrangement under section 353.028, subdivision 3, paragraph (a) or (b), but must not cover
28.16	employees of the Board of Trustees of Minnesota State who are covered by the Higher
28.17	Education Supplemental Retirement Plan under chapter 354C.
28.18	(f) Public funds are contributed to the plan only in an amount that matches employee
28.19	contributions on a dollar for dollar basis, but not to exceed the lesser of (1) the maximum
28.20	authorized under the policy described in paragraph (d) that provides for the plan or program,
28.21	or (2) one-half of the annual limit on elective deferrals under section 402(g) of the federal
28.22	Internal Revenue Code.
28.23	(g) Contributions to the plan may include contributions from an employee's sick leave,
28.24	accumulated vacation leave, or accumulated severance pay.
28.25	Sec. 15. Minnesota Statutes 2018, section 490.121, subdivision 7c, is amended to read:
28.26	Subd. 7c. Dependent surviving child. "Dependent surviving child" means any an
28.27	individual who is an unmarried natural or adopted child of a deceased judge who, has not
28.28	reached the age of 18 years, or, having reached the age of 18, is under age 22 and who is a
28.29	full-time student throughout the normal school year, is unmarried, and is was actually
28.30	dependent for more than one-half of the child's support upon the judge for a period of at
28.31	least 90 days <u>immediately</u> before the judge's death. It also <u>includes</u> <u>means</u> any natural child
28.32	of the judge who was born after the death of the judge unless a parent-child relationship
28.33	does not exist under section 524.2-120, subdivision 10.

29.1 Sec. 16. Minnesota Statutes 2018, section 490.123, subdivision 5, is amended to read:

Subd. 5. Direct state aid. (a) The state shall pay \$6,000,000 annually to the judges'
retirement fund. The aid is payable each October July 1. The commissioner of management
and budget shall pay the aid specified in this subdivision. The amount required is annually
appropriated from the general fund to the commissioner of management and budget judges'
retirement fund.

29.7 (b) The aid under paragraph (a) continues until the earlier of:

(1) the first day of the fiscal year following the fiscal year in which the actuarial value
of assets of the fund equals or exceeds 100 percent of the actuarial accrued liabilities as
reported by the actuary retained under section 356.214 in the annual actuarial valuation
prepared under section 356.215; or

29.12 (2) July 1, 2048.

29.13 Sec. 17. Minnesota Statutes 2018, section 490.124, subdivision 1, is amended to read:

29.14 Subdivision 1. **Retirement annuity.** (a) Except as qualified hereinafter from and after 29.15 the mandatory retirement date, the normal retirement date, the early retirement date, or one 29.16 year from the disability retirement date, as the case may be, a retiring judge is eligible to 29.17 receive a retirement annuity from the judges' retirement fund.

29.18 (b) For a tier I program judge, the retirement annuity is an amount equal to:

(1) 2.7 percent multiplied by the judge's final average compensation with that result then
multiplied by the number of years and fractions of years of allowable service rendered
before July 1, 1980; plus

29.22 (2) 3.2 percent multiplied by the judge's final average compensation with that result then
29.23 multiplied by the number of years and fractions of years of allowable service rendered after
29.24 June 30, 1980.

29.25 (c) For a tier II program judge who was first appointed or elected as a judge before July
29.26 1, 2013, the retirement annuity is an amount equal to:

29.27 (1) 3.2 percent multiplied by the judge's final average compensation with that result then
29.28 multiplied by the number of years and fractions of years of allowable service rendered
29.29 before January 1, 2014; plus

(2) 2.5 percent multiplied by the judge's final average compensation with that result then
multiplied by the number of years and fractions of years of allowable service rendered after
December 31, 2013.

Article 5 Sec. 17.

(d) For a tier II program judge who was first appointed or elected as a judge after June

30, 2013, the retirement annuity is an amount equal to the 2.5 percent specified in section 30.2 356.315, subdivision 8a, multiplied by the judge's final average compensation with that 30.3 result then multiplied by the number of years and fractions of years of allowable service. 30.4 (e) For a judge in the tier I program, service that exceeds the service credit limit in section 30.5 490.121, subdivision 22, must be excluded in calculating the retirement annuity, but the 30.6 compensation earned by the judge during this period of judicial service must be used in 30.7 30.8 determining a judge's final average compensation and calculating the retirement annuity. 30.9 Sec. 18. **REPEALER.** Minnesota Statutes 2018, section 356.44, is repealed. 30.10

- 30.11 Sec. 19. EFFECTIVE DATE.
- 30.12 Sections 1 to 18 are effective July 1, 2020.
- 30.13

30.1

#### 30.14 30.15

# PUBLIC EMPLOYEES RETIREMENT ASSOCIATION ADMINISTRATIVE PROVISIONS

**ARTICLE 6** 

30.16 Section 1. Minnesota Statutes 2019 Supplement, section 353.01, subdivision 2b, is amended
 30.17 to read:

30.18 Subd. 2b. **Excluded employees.** (a) The following public employees are not eligible to 30.19 participate as members of the association with retirement coverage by the general employees 30.20 retirement plan, the local government correctional employees retirement plan under chapter 30.21 353E, or the public employees police and fire retirement plan:

(1) persons whose annual salary from one governmental subdivision never exceeds an 30.22 30.23 amount, stipulated in writing in advance, of \$5,100 if the person is not a school district employee or \$3,800 if the person is a school year employee. If annual compensation from 30.24 one governmental subdivision to an employee exceeds the stipulated amount in a calendar 30.25 year or a school year, whichever applies, after being stipulated in advance not to exceed the 30.26 applicable amount, the stipulation is no longer valid and contributions must be made on 30.27 behalf of the employee under section 353.27, subdivision 12, from the first month in which 30.28 the employee received salary exceeding \$425 in a month; 30.29

30.30 (2) public officers who are elected to a governing body, city mayors, or persons who
are appointed to fill a vacancy in an elected office of a governing body, whose term of office
commences on or after July 1, 2002, for the service to be rendered in that elected position;

31.1

.1 (3) election judges and persons employed solely to administer elections;

(4) patient and inmate personnel who perform services for a governmental subdivision;
(5) except as otherwise specified in subdivision 12a, employees who are employed solely
in a temporary position as defined under subdivision 12a, and employees who resign from
a nontemporary position and accept a temporary position within 30 days of that resignation
in the same governmental subdivision;

31.7 (6) employees who are employed by reason of work emergency caused by fire, flood,
31.8 storm, or similar disaster, but if the person becomes a probationary or provisional employee
31.9 within the same pay period, other than on a temporary basis, the person is a "public
31.10 employee" retroactively to the beginning of the pay period;

(7) employees who by virtue of their employment in one governmental subdivision are 31.11 required by law to be a member of and to contribute to any of the plans or funds administered 31.12 by the Minnesota State Retirement System, the Teachers Retirement Association, or the St. 31.13 Paul Teachers Retirement Fund Association, but this exclusion must not be construed to 31.14 prevent a person from being a member of and contributing to the Public Employees 31.15 Retirement Association and also belonging to and contributing to another public pension 31.16 plan or fund for other service occurring during the same period of time, and a person who 31.17 meets the definition of "public employee" in subdivision 2 by virtue of other service occurring 31.18 during the same period of time becomes a member of the association unless contributions 31.19 are made to another public retirement plan on the salary based on the other service or to the 31.20 Teachers Retirement Association by a teacher as defined in section 354.05, subdivision 2; 31.21

(8) persons who are members of a religious order and are excluded from coverage under
the federal Old Age, Survivors, Disability, and Health Insurance Program for the performance
of service as specified in United States Code, title 42, section 410(a)(8)(A), as amended, if
no irrevocable election of coverage has been made under section 3121(r) of the Internal
Revenue Code of 1954, as amended;

31.27 **(9)** persons who are:

(i) employed by a governmental subdivision who have not reached the age of 23 and
who are enrolled on a full-time basis to attend or are attending classes on a full-time basis
at an accredited school, college, or university in an undergraduate, graduate, or
professional-technical program, or at a public or charter high school;

(ii) employed as resident physicians, medical interns, pharmacist residents, or pharmacist 32.1 interns and are serving in a degree or residency program in a public hospital or in a public 32.2 clinic; or 32.3

(iii) students who are serving for a period not to exceed five years in an internship or a 32.4 residency program that is sponsored by a governmental subdivision, including an accredited 32.5 educational institution; 32.6

(10) persons who hold a part-time adult supplementary technical college license who 32.7 render part-time teaching service in a technical college; 32.8

(11) for the first three years of employment, foreign citizens who are employed by a 32.9 governmental subdivision, except that the following foreign citizens are included employees 32.10 under subdivision 2a: 32.11

(i) employees of Hennepin County or Hennepin Healthcare System, Inc.; 32.12

(ii) employees legally authorized to work in the United States for three years or more; 32.13 and 32.14

(iii) employees otherwise required to participate under federal law; 32.15

(12) public hospital employees who elected not to participate as members of the 32.16 association before 1972 and who did not elect to participate from July 1, 1988, to October 32.17 1, 1988; 32.18

(13) except as provided in section 353.86, volunteer ambulance service personnel, as 32.19 defined in subdivision 35, but persons who serve as volunteer ambulance service personnel 32.20 may still qualify as public employees under subdivision 2 and may be members of the Public 32.21 Employees Retirement Association and participants in the general employees retirement 32.22 plan or the public employees police and fire plan, whichever applies, on the basis of 32.23 compensation received from public employment service other than service as volunteer 32.24 ambulance service personnel; 32.25

(14) except as provided in section 353.87, volunteer firefighters, as defined in subdivision 32.26 32.27 36, engaging in activities undertaken as part of volunteer firefighter duties, but a person who is a volunteer firefighter may still qualify as a public employee under subdivision 2 32.28 and may be a member of the Public Employees Retirement Association and a participant 32.29 in the general employees retirement plan or the public employees police and fire plan, 32.30 whichever applies, on the basis of compensation received from public employment activities 32.31 other than those as a volunteer firefighter; 32.32

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(15) pipefitters and associated trades personnel employed by Independent School District
No. 625, St. Paul, with coverage under a collective bargaining agreement by the Pipefitters
Local 455 pension plan who were either first employed after May 1, 1997, or, if first
employed before May 2, 1997, elected to be excluded under Laws 1997, chapter 241, article
2, section 12;

(16) electrical workers, plumbers, carpenters, and associated trades personnel who are
employed by Independent School District No. 625, St. Paul, or the city of St. Paul, who
have retirement coverage under a collective bargaining agreement by the Electrical Workers
Local 110 pension plan, the United Association Plumbers Local 34 pension plan, or the
pension plan applicable to Carpenters Local 322 who were either first employed after May
1, 2000, or, if first employed before May 2, 2000, elected to be excluded under Laws 2000,
chapter 461, article 7, section 5;

(17) bricklayers, allied craftworkers, cement masons, glaziers, glassworkers, painters, 33.13 allied tradesworkers, and plasterers who are employed by the city of St. Paul or Independent 33.14 School District No. 625, St. Paul, with coverage under a collective bargaining agreement 33.15 by the Bricklayers and Allied Craftworkers Local 1 pension plan, the Cement Masons Local 33.16 633 pension plan, the Glaziers and Glassworkers Local L-1324 pension plan, the Painters 33.17 and Allied Trades Local 61 pension plan, or the Twin Cities Plasterers Local 265 pension 33.18 plan who were either first employed after May 1, 2001, or if first employed before May 2, 33.19 2001, elected to be excluded under Laws 2001, First Special Session chapter 10, article 10, 33.20 section 6; 33.21

(18) plumbers who are employed by the Metropolitan Airports Commission, with
coverage under a collective bargaining agreement by the Plumbers Local 34 pension plan,
who either were first employed after May 1, 2001, or if first employed before May 2, 2001,
elected to be excluded under Laws 2001, First Special Session chapter 10, article 10, section
6;

(19) employees who are hired after June 30, 2002, solely to fill seasonal positions under
subdivision 12b which are limited in duration by the employer to 185 consecutive calendar
days a period of six months or less in each year of employment with the governmental
subdivision;

(20) persons who are provided supported employment or work-study positions by a
governmental subdivision and who participate in an employment or industries program
maintained for the benefit of these persons where the governmental subdivision limits the
position's duration to up to five years, including persons participating in a federal or state

34.1 subsidized on-the-job training, work experience, senior citizen, youth, or unemployment

34.2 relief program where the training or work experience is not provided as a part of, or for,

34.3 future permanent public employment;

34.4 (21) independent contractors and the employees of independent contractors;

34.5 (22) reemployed annuitants of the association during the course of that reemployment;

34.6 (23) persons appointed to serve on a board or commission of a governmental subdivision
34.7 or an instrumentality thereof;

34.8 (24) persons employed as full-time fixed-route bus drivers by the St. Cloud Metropolitan
34.9 Transit Commission who are members of the International Brotherhood of Teamsters Local
638 and who are, by virtue of that employment, members of the International Brotherhood
34.10 of Teamsters Central States pension plan;

34.12 (25) electricians or pipefitters employed by the Minneapolis Park and Recreation Board,
34.13 with coverage under a collective bargaining agreement by the IBEW local 292, or pipefitters
34.14 local 539 pension plan, who were first employed before May 2, 2015, and who elected to
34.15 be excluded under Laws 2015, chapter 68, article 11, section 5; and

(26) laborers and associated trades personnel employed by the city of St. Paul or
Independent School District No. 625, St. Paul, who are designated as temporary employees
under a collective bargaining agreement and have retirement coverage by the Minnesota
Laborers Pension Fund who were either first employed on or after June 1, 2018, or, if first
employed before June 1, 2018, who elected to be excluded under Laws 2018, chapter 211,
article 16, section 13.

34.22 (b) Any person performing the duties of a public officer in a position defined in
34.23 subdivision 2a, paragraph (a), clause (3), is not an independent contractor and is not an
34.24 employee of an independent contractor.

34.25 **EFFECTIVE DATE.** This section is effective July 1, 2020.

34.26 Sec. 2. Minnesota Statutes 2019 Supplement, section 353.0141, subdivision 1, is amended
34.27 to read:

Subdivision 1. Service credit purchase authorized. (a) Unless prohibited under
paragraph (b), a member is eligible to purchase allowable service credit, not to exceed five
<u>cumulative</u> years of allowable service credit, for one or more periods of service in the
uniformed services, as defined in United States Code, title 38, section 4303(13), if:

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35.1	(1) the member has at least three years of allowable service credit with the general
35.2	employees retirement plan, the local government correctional employees retirement plan
35.3	under chapter 353E, or the public employees police and fire retirement plan;
35.4	(2) the member's current period of employment is at least six months; and
35.5	(3) one of the following applies:
35.6	(1) (i) the member's service in the uniformed services occurred before becoming a public
35.7	employee as defined in section 353.01, subdivision 2; or
35.8	(2) (ii) the member failed to obtain service credit for a uniformed services leave of
35.9	absence under section 353.01, subdivision 16, paragraph (a), clause (8).
35.10	(b) A service credit purchase is prohibited if:
35.11	(1) the member separated from service in the uniformed services with a dishonorable
35.12	or bad conduct discharge or under other than honorable conditions; or
35.13	(2) the member has purchased or otherwise received service credit from any Minnesota
35.14	public employee pension plan for the same period of service in the uniformed services.
35.15	(c) When purchasing a period of service, if the period of service in the uniformed services
35.16	is one year or less, then the member must purchase the full period of service. If the period
35.17	of service in the uniformed services is longer than one year, the member may purchase the
35.18	full period, not to exceed five cumulative years, or may purchase a portion of the period of
35.19	service. If a member wishes to purchase a portion of the period of service, the portion must:
35.20	(1) not be less than one year; and
35.21	(2) be in increments of six months of service.
35.22	<b>EFFECTIVE DATE.</b> This section is effective July 1, 2020.
35.23	Sec. 3. Minnesota Statutes 2018, section 353.29, subdivision 1, is amended to read:

35.23 Sec. 3. Minnesota Statutes 2018, section 353.29, subdivision 1, is amended to read:

35.24 Subdivision 1. Age and allowable service requirements. Upon termination of

35.25 membership public service, a person member who has attained normal retirement age and

35.26 who is vested under section 353.01, subdivision 47, is entitled upon application to a

35.27 retirement annuity. The retirement annuity is known as the "normal" retirement annuity.

35.28 **EFFECTIVE DATE.** This section is effective July 1, 2020.

36.1

Sec. 4. Minnesota Statutes 2018, section 353.29, subdivision 7, is amended to read:

Subd. 7. Annuity starting date. (a) Except as specified in paragraph (b), a retirement annuity granted under this chapter begins on the first day of the first calendar month after the date of termination of public service or up to six five months before the first of the month in which a complete application is received by the executive director under subdivision 4, whichever is later. The annuity must be paid in equal monthly installments, unless suspended or reduced under section 353.37. Annuity payments shall not be paid beyond the end of the month in which entitlement to the annuity has terminated.

(b) An annuity granted to an elected public official may begin on the day following the
expiration of the public office that qualified the elected official for membership under section
353.01, subdivision 2a or 2d, if a complete application is received by the executive director
under subdivision 4 within six months of the date of termination of public service. The
annuity for the month during which the expiration occurred is prorated accordingly.

36.14 (c) An annuity, once granted, must not be increased, decreased, or revoked except under
36.15 this chapter.

36.16 (d) If an annuitant dies before negotiating the check for the month in which death occurs,
36.17 payment must first be made to the surviving spouse, or if none, then to the designated
36.18 beneficiary, or if none, lastly to the estate.

## 36.19 **EFFECTIVE DATE.** This section is effective July 1, 2020.

36.20 Sec. 5. Minnesota Statutes 2018, section 353.30, subdivision 3c, is amended to read:

Subd. 3c. Effective date of bounce-back annuity. In the event of the death of the designated optional annuity beneficiary before the retired employee or disabilitant, the restoration of the normal single life annuity under subdivision 3a or 3b will take effect on the first of the month following the date of death of the designated optional annuity beneficiary or <del>on</del> <u>up to five months before</u> the first of the month following six months before <u>in which satisfactory verification of the death is established by the executive director,</u> whichever date is later.

# 36.28 **EFFECTIVE DATE.** This section is effective July 1, 2020.

36.29 Sec. 6. Minnesota Statutes 2018, section 353.31, subdivision 8, is amended to read:
36.30 Subd. 8. Accrual of benefits. All benefits under this section and survivor benefits
36.31 otherwise provided in this chapter when payable to persons qualifying therefor shall accrue
36.32 on the first day following the date of death of a "basic member" basic member or the first

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37.1 day of the month following the death of an annuitant or disabilitant. No payment may be

37.2 made retroactively for more than  $\frac{12}{12}$  five months prior to that before the first of the month

37.3 in which the <u>a complete</u> application is filed received by the executive director, and no benefit

37.4 shall accrue beyond the end of the month in which entitlement to such benefits has terminated.

#### 37.5 **EFFECTIVE DATE.** This section is effective July 1, 2020.

37.6 Sec. 7. Minnesota Statutes 2018, section 353.32, subdivision 4, is amended to read:

Subd. 4. Lack, or death, of beneficiary. If a member or former member dies without having designated a beneficiary or if the beneficiary should die before making application for refund, and if there is no surviving spouse, and if the legal representative of such member or former member does not apply for refund within five years from the date of death of the member or former member, the accumulated deductions to the member or former member's credit at the time of death shall be disposed of in the manner provided in section 356.631 356.65, unless subdivision 5 applies.

#### 37.14 **EFFECTIVE DATE.** This section is effective July 1, 2020.

37.15 Sec. 8. Minnesota Statutes 2019 Supplement, section 353.34, subdivision 3, is amended
37.16 to read:

37.17 Subd. 3. **Deferred annuity; eligibility; computation.** (a) A member who is vested 37.18 under section 353.01, subdivision 47, when termination of public service or termination of 37.19 membership occurs has the option of leaving the <u>member's</u> accumulated deductions in the 37.20 fund and being entitled to a deferred retirement annuity commencing at normal retirement 37.21 age or to a deferred early retirement annuity under section 353.30, subdivision 1a, 1b, 1c, 37.22 or 5.

(b) The deferred annuity must be computed under section 353.29, subdivision 3, on the
basis of the law in effect on the date of termination of public service or termination of
membership, whichever is <u>earlier later</u>, and, if the later of termination of public service or
termination of membership is on or before December 31, 2011, the deferred annuity must
be augmented as provided in <u>paragraph paragraphs (c) to (e)</u>.

37.28 (c) The deferred annuity of any former member must be augmented from the first day
37.29 of the month following the termination of active service, or July 1, 1971, whichever is later,
37.30 to the effective date of retirement <u>or, if earlier, December 31, 2018</u>.

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38.1	(d) For a person who became a public employee before July 1, 2006, and who has a
38.2	termination of public service before January 1, 2012, the deferred annuity must be augmented
38.3	at the following rate or rates, compounded annually:
38.4	(1) five percent until January 1, 1981;
38.5	(2) three percent from January 1, 1981, until January 1 of the year following the year in
38.6	which the former member attains age 55 or December 31, 2011, whichever is earlier;
38.7	(3) five percent from January 1 of the year following the year in which the former member
38.8	attains age 55, or December 31, 2011, whichever is earlier;
38.9	(4) one percent from January 1, 2012, until December 31, 2018; and
38.10	(5) after December 31, 2018, the deferred annuity must not be augmented.
38.11	(e) For a person who became a public employee after June 30, 2006, and who has a
38.12	termination of public service before January 1, 2012, the deferred annuity must be augmented
38.13	at the following rate or rates, compounded annually:
38.14	(1) 2.5 percent until December 31, 2011;
38.15	(2) one percent from January 1, 2012, until December 31, 2018; and
38.16	(3) after December 31, 2018, the deferred annuity must not be augmented.
38.17	(f) For a person who has a termination of public service after December 31, 2011, the
38.18	deferred annuity must not be augmented.
38.19	(g) The retirement annuity or disability benefit of, or the survivor benefit payable on
38.20	behalf of, a former member who terminated service before July 1, 1997, or the survivor
38.21	benefit payable on behalf of a basic or police and fire member who was receiving disability
38.22	benefits before July 1, 1997, which is first payable after June 30, 1997, must be increased
38.23	on an actuarial equivalent basis to reflect the change in the investment return actuarial
38.24	assumption under section 356.215, subdivision 8, from five percent to six percent under a
38.25	calculation procedure and tables adopted by the board and approved by the actuary retained
38.26	under section 356.214.
38.27	(h) A former member qualified to apply for a deferred retirement annuity may revoke
38.28	this option at any time before the commencement of deferred annuity payments by making

this option at any time before the commencement of deferred annuity payments by making
application for a refund. The person is entitled to a refund of accumulated member
contributions within 30 days following date of receipt of the application by the executive
director.

### 38.32 **EFFECTIVE DATE.** This section is effective July 1, 2020.

39.1 Sec. 9. Minnesota Statutes 2019 Supplement, section 353.371, subdivision 1, is amended
39.2 to read:

39.3 Subdivision 1. Eligibility. (a) This section applies to a basic or coordinated member of
39.4 the general employees retirement plan of the Public Employees Retirement Association
39.5 who:

(1) for at least the five years immediately preceding separation under clause (2), was
regularly scheduled to work 1,044 or more hours per year in a position covered by the
general employees retirement plan of the Public Employees Retirement Association not
including positions that are elected offices;

39.10 (2) terminates <u>has a termination of membership as defined under section 353.01</u>,
39.11 subdivision 11b;

39.12 (3) at the time of termination under clause (2), was at least age 62 and met the age and
39.13 service requirements necessary to receive a retirement annuity from the plan and satisfied
39.14 requirements for the commencement of the retirement annuity in the month following
39.15 termination;

- 39.16 (4) accepts a phased retirement agreement to continue employment <u>in the same position</u>
  39.17 with the same governmental subdivision<del>, working that the member held before the date of</del>
  39.18 the member's termination of membership and to work a reduced schedule that is both:
- 39.19 (i) a reduction of at least 25 percent from the employee's number of previously regularly
   39.20 scheduled work hours per pay period; and
- 39.21 (ii) 1,044 hours per year or less in public service; and
- 39.22 (5) is not eligible for participation in the state employee postretirement option program39.23 under section 43A.346.

39.24 (b) For purposes of this section, the length of separation requirement and termination
 39.25 of public service requirement prohibiting return to work agreements under section 353.01,
 39.26 subdivisions 11a and 28, are not applicable except as specified in subdivision 7, paragraph
 39.27 (a).

39.28 **EFFECTIVE DATE.** This section is effective July 1, 2020.

39.29 Sec. 10. Minnesota Statutes 2019 Supplement, section 353.371, subdivision 2, is amended
39.30 to read:

39.31 Subd. 2. <u>Termination and annuity reduction requirements not</u>

39.32 **applicable.** Notwithstanding sections 353.29 and 353.30, an employee covered by a phased

Article 6 Sec. 10.

- 40.1 retirement agreement need not have a termination of public service to be eligible for a
- 40.2 retirement annuity. The provisions of section 353.37 governing annuities of reemployed
- 40.3 annuitants do not apply to employment under a phased retirement agreement.

40.4 **EFFECTIVE DATE.** This section is effective July 1, 2020.

- Sec. 11. Minnesota Statutes 2019 Supplement, section 353.371, is amended by adding a
  subdivision to read:
- 40.7 <u>Subd. 9.</u> Termination upon excess hours worked. If an employee works more hours
  40.8 under a phased retirement agreement than is permitted under subdivision 1, paragraph (a),
  40.9 clause (4), then, effective on the first of the month following the date on which the permitted
  40.10 number of hours was exceeded:
- 40.11 (1) the phased retirement agreement is terminated; and
- 40.12 (2) the employee's retirement annuity is suspended until the employee meets the
- 40.13 termination and length of service requirement in section 353.01, subdivisions 11a and 28.
- 40.14 **EFFECTIVE DATE.** This section is effective July 1, 2020.
- 40.15 Sec. 12. Minnesota Statutes 2018, section 353.651, subdivision 1, is amended to read:
- Subdivision 1. Age and allowable service requirements. Upon separation from public
  service, any police officer or firefighter member, other than a firefighter covered by section
  353.6511, or a police officer covered by section 353.6512, who has attained the age of at
  least 55 years and who is partially or totally vested under section 353.01, subdivision 47,
  is entitled upon application to a retirement annuity, known as the "normal" normal retirement
  annuity.
- 40.22 **EFFECTIVE DATE.** This section is effective July 1, 2020.

40.23 Sec. 13. Minnesota Statutes 2018, section 353.656, subdivision 1, is amended to read:

40.24 Subdivision 1. **Duty disability; computation of benefits.** (a) A member of the police 40.25 and fire plan, other than a firefighter covered by section 353.6511, or a police officer covered 40.26 by section 353.6512, who is determined to qualify for duty disability as defined in section 40.27 353.01, subdivision 41, is entitled to receive disability benefits during the period of such 40.28 disability in an amount equal to 60 percent of the average salary as defined in section 353.01, 40.29 subdivision 17a, plus an additional 3.0 percent of that average salary for each year of service 40.30 in excess of 20 years.

40.31 (b) To be eligible for a benefit under paragraph (a), the member must have:

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41.1 (1) not met the <u>age and vesting</u> requirements for a retirement annuity under section
41.2 353.651, subdivision 1; or

41.3 (2) met the <u>age and vesting requirements under that subdivision</u>, but does not have at
41.4 least 20 years of allowable service credit.

41.5 (c) If paragraph (b), clause (2), applies, the disability benefit must be paid for a period
41.6 of 60 months from the disability benefit accrual date and at the end of that period is subject
41.7 to provisions of subdivision 5a.

(d) If the disability under this subdivision occurs before the member has at least five
years of allowable service credit in the police and fire plan, the disability benefit must be
computed on the average salary from which deductions were made for contribution to the
police and fire fund.

#### 41.12 **EFFECTIVE DATE.** This section is effective retroactively from January 1, 2020.

41.13 Sec. 14. Minnesota Statutes 2018, section 353.656, subdivision 3, is amended to read:

Subd. 3. Regular disability benefit. (a) A member of the police and fire plan, other
than a firefighter covered by section 353.6511, or a police officer covered by section
353.6512, who qualifies for a regular disability benefit as defined in section 353.01,
subdivision 46, is entitled to receive a disability benefit, after filing a valid application, in
an amount equal to 45 percent of the average salary as defined in section 353.01, subdivision
17a.

41.20 (b) To be eligible for a benefit under paragraph (a), the member must have at least one
41.21 year of allowable service credit and have:

41.22 (1) not met the <u>age and vesting</u> requirements for a retirement annuity under section
41.23 353.651, subdivision 1, or

41.24 (2) met the <u>age and vesting requirements under that subdivision</u>, but does not have at
41.25 least 15 years of allowable service credit.

41.26 (c) If paragraph (b), clause (2), applies, the disability benefit must be paid for a period
41.27 of 60 months from the disability benefit accrual date and, at the end of that period, is subject
41.28 to provisions of subdivision 5a.

(d) For a member who is employed as a full-time firefighter by the Department of Military
Affairs of the state of Minnesota, allowable service as a full-time state Military Affairs
Department firefighter credited by the Minnesota State Retirement System may be used in
meeting the minimum allowable service requirement of this subdivision.

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42.1	EFFECTIVE DATE. This section	n is effective retro	actively from Jan	uary 1, 2020.
42.2	Sec. 15. Minnesota Statutes 2018, s	vection 353.657, sul	bdivision 1, is am	nended to read:
42.3	Subdivision 1. Generally. (a) In t	he event that a mer	nber of the police	e and fire fund,
42.4	other than a firefighter covered by see	ction 353.6511, or	a police officer co	overed by section
42.5	353.6512, dies from any cause before	retirement or befor	e <del>becoming disab</del>	<del>led and</del> receiving
42.6	disability benefits, the association sha	all grant survivor b	enefits to a surviv	ving spouse, as
42.7	defined in section 353.01, subdivision	n 20, and to a deper	ndent child or chi	ldren, as defined
42.8	in section 353.01, subdivision 15, exc	cept that if the deat	h is not a line of o	duty death, the
42.9	member must be <u>partially or totally</u> v	ested under section	1 353.01, subdivis	sion 47.
42.10	(b) Notwithstanding the definition	of surviving spous	se, a former spous	se of the member,
42.11	if any, is entitled to a portion of the m	nonthly surviving s	pouse benefit if s	tipulated under
42.12	the terms of a marriage dissolution de	cree filed with the a	association. If the	re is no surviving
42.13	spouse or child or children, a former s	spouse may be entit	led to a lump-sun	n refund payment
42.14	under section 353.32, subdivision 1, i	f provided for in a r	narriage dissoluti	on decree but not

42.14 under section 555.52, subdivision 1, if provided for in a marriage dissolution decree but not
42.15 a monthly surviving spouse benefit despite the terms of a marriage dissolution decree filed
42.16 with the association.

42.17 (c) The spouse and <u>dependent</u> child or children are entitled to monthly benefits as
42.18 provided in subdivisions 2 to 4.

42.19 **EFFECTIVE DATE.** This section is effective July 1, 2020.

# 42.20 Sec. 16. <u>POLICE AND FIRE PLAN; RETROACTIVE CLARIFICATION</u> 42.21 RELATING TO DURATION OF A DISABILITY BENEFIT.

42.22 <u>Minnesota Statutes, section 353.656, subdivision 1, paragraph (c), shall be read as "(c)</u>
 42.23 <u>The disability benefit must be paid for a period of 60 months from the disability benefit</u>
 42.24 <u>accrual date and at the end of that period is subject to provisions of subdivision 5a."</u>

# 42.25 EFFECTIVE DATE; EXPIRATION. This section is effective retroactively from July 42.26 <u>1, 2007, and expires December 31, 2019.</u>

## 42.27 Sec. 17. <u>**REPEALER.**</u>

- 42.28 Minnesota Statutes 2018, section 353.30, subdivision 4, is repealed.
- 42.29 **EFFECTIVE DATE.** This section is effective July 1, 2020.

43.1	ARTICLE 7
43.2 43.3	PERA STATEWIDE VOLUNTEER FIREFIGHTER PLAN ADMINISTRATIVE PROVISIONS
43.4	Section 1. Minnesota Statutes 2018, section 353G.01, is amended by adding a subdivision
43.5	to read:
43.6	Subd. 6a. Governing body. "Governing body" means the governing body of a
43.7	municipality or independent nonprofit firefighting corporation or, in the case of a joint
43.8	powers entity, the governing bodies of the municipalities associated with the joint powers
43.9	entity.
43.10	Sec. 2. Minnesota Statutes 2018, section 353G.05, subdivision 1, is amended to read:
43.11	Subdivision 1. Coverage. Any (a) A relief association or a municipality or independent
43.12	nonprofit firefighting corporation affiliated with a relief association may elect to have its
43.13	volunteer firefighters covered by the lump-sum retirement division or the monthly benefit
43.14	retirement division of the retirement plan, whichever applies.
43.15	(b) A municipality or independent nonprofit firefighting corporation that is not affiliated
43.16	with a relief association may elect to have its volunteer firefighters covered by the lump-sum
43.17	retirement division of the retirement plan.
43.18	Sec. 3. Minnesota Statutes 2018, section 353G.05, subdivision 5, is amended to read:
43.19	Subd. 5. Finalization; coverage transfer. Upon receipt of (a) The executive director
43.20	shall deliver the cost analysis requested under subdivision 2 or 3, to the board of trustees
43.21	of the relief association, if one exists, and the governing body of the municipality or
43.22	independent nonprofit firefighting corporation associated with the fire department shall
43.23	either approve or disapprove the retirement coverage change.
43.24	(b) The transfer of coverage to the retirement plan is considered approved if, within 120
43.25	days of receipt of the cost analysis, the transfer is approved by both (1) the board of trustees
43.26	of the relief association, if one exists, and (2) the governing body. If either the retirement
43.27	coverage change is not acted upon governing body or the board of trustees of the relief
43.28	association does not take action to approve the transfer within 120 days, it is deemed to be
43.29	disapproved of receipt of the cost analysis, the transfer is not approved.
43.30	(c) If the retirement coverage change transfer is approved by the applicable governing
43.31	body, coverage by the voluntary statewide volunteer firefighter retirement plan is effective

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- on the January 1 next following the approval date of approval by the last governing body 44.1 or, if later, the date of approval by the board of trustees of the relief association. 44.2
- Sec. 4. Minnesota Statutes 2018, section 353G.05, is amended by adding a subdivision to 44.3 read: 44.4

Subd. 6. Joint powers entities. If transfer of coverage to the retirement plan is being 44.5 requested for volunteer firefighters that provide services to a fire department operated as 44.6 or by a joint powers entity, whenever an election or approval by or delivery to the governing 44.7 body of a municipality is required under this section, all municipalities that executed the 44.8

44.9 joint powers agreement must execute the election or approval or receive delivery, unless

the joint powers agreement specifies another process be followed in order for the action of 44.10

a joint powers entity to be effective. 44.11

Sec. 5. Minnesota Statutes 2018, section 353G.09, subdivision 3, is amended to read: 44.12

Subd. 3. Alternative lump-sum pension eligibility and computation. (a) An active 44.13 member of the lump-sum retirement division of the retirement plan is entitled to an alternative 44.14 lump-sum service pension from the retirement plan if the person: 44.15

44.16 (1) has separated from active service with the fire department for at least 30 days;

(2) has attained the age of at least 50 years or the age for receipt of a service pension 44.17 under the benefit plan of the applicable former volunteer firefighter relief association as of 44.18 the date immediately before the election of the retirement coverage change, whichever is 44.19 later; 44.20

(3) has completed at least five years of active service with the fire department and at 44.21 least five years in total as a member of the applicable former volunteer firefighter relief 44.22 association or of the lump-sum retirement division of the retirement plan, but has not rendered 44.23 44.24 at least five years of good time service credit as a member of the lump-sum retirement division of the plan; and 44.25

44.26

(4) applies in a manner prescribed by the executive director for the service pension.

(b) If retirement coverage before statewide retirement plan coverage was provided to 44.27 an active member by a defined benefit lump-sum retirement plan volunteer firefighter relief 44.28 association, as defined in section 424A.001, subdivision 1b, the alternative lump-sum service 44.29 pension is: 44.30

(1) the service pension amount level specified in the bylaws of the applicable former 44.31 volunteer firefighter relief association either as of the date immediately before the election 44.32

45.1	of the retirement coverage change or as of the date immediately before the termination of
45.2	firefighting services, whichever is earlier,; multiplied by the total number of
45.3	(2) either full years of service or years and months of service, as specified in the bylaws,
45.4	as a member of that volunteer firefighter relief association and as a member of the retirement
45.5	plan- <u>; multiplied by</u>
45.6	(3) the non-forfeitable percentage of the service pension to which the member is entitled
45.7	under subdivision 2.
45.8	(c) If retirement coverage before statewide retirement plan coverage was provided to an
45.9	active member by a defined contribution plan volunteer firefighter relief association, as
45.10	defined in section 424A.001, subdivision 1c, the alternative lump-sum service pension is
45.11	an amount equal to that portion of:
45.12	(1) the person's account balance that the person was vested for as of the date immediately
45.13	before the date on which statewide retirement plan coverage was first provided to the person
45.14	election of the retirement coverage change; multiplied by
45.15	(2) the non-forfeitable percentage of the account balance to which the person is entitled
45.16	under subdivision 2; plus
45.17	(3) six percent annual compound interest from that the date immediately before the
45.18	election of the retirement coverage change until the date immediately before the date of
45.19	retirement.
45.20	Sec. 6. Minnesota Statutes 2018, section 353G.09, is amended by adding a subdivision to
45.21	read:
45.22	Subd. 4. Deferred service pensions from former volunteer firefighter relief
45.23	association. A person who (1) had the status of deferred member with a former volunteer
45.24	firefighter relief association as of the date immediately before the election of the retirement
45.25	coverage change and (2) is eligible for a service pension under the former relief association's
45.26	bylaws is entitled to receive a service pension from the retirement plan. Eligibility for and
45.27	calculation of the service pension are determined under the former relief association's bylaws
45.28	as of the date the person terminated firefighting services and under chapter 424A.
45.29	Sec. 7. Minnesota Statutes 2018, section 353G.11, subdivision 2, is amended to read:
45.30	Subd. 2. Lump-sum retirement division level selection. After the transfer of retirement
45.31	coverage to the lump-sum retirement division of the retirement plan, the governing body

45.32 or bodies of the entity or entities operating the fire department whose firefighters are covered

by the retirement plan may request A cost estimate from the executive director of an increase 46.1 in the service pension level applicable to the active firefighters of the fire department may 46.2 be requested by: (1) the fire chief of a department that has active membership covered by 46.3 the lump-sum retirement division; or (2) the governing body operating a fire department 46.4 that has active membership covered by the lump-sum retirement division. Within 120 days 46.5 of the receipt of the cost estimate prepared by the executive director using a procedure 46.6 certified as accurate by the approved actuary retained by the Public Employees Retirement 46.7 46.8 Association, the governing body or bodies may approve the service pension level change, effective for January 1 of the following calendar year unless the governing body or bodies 46.9 specify specifies in the approved approval document an effective date as the that is January 46.10 1 of the second year following the level increase approval date. If the approval occurs after 46.11 April 30, the required municipal contribution for the following calendar year must be 46.12 recalculated and the results reported to the municipality or municipalities governing body. 46.13 If not approved in a timely fashion within 120 days of the receipt of the cost estimate, the 46.14 service pension level change is considered to have been disapproved. 46.15

46.16 Sec. 8. Minnesota Statutes 2018, section 353G.121, is amended to read:

# 46.17 353G.121 MONTHLY BENEFIT RETIREMENT DIVISION; POST-TRANSFER 46.18 BENEFIT PLAN DOCUMENT MODIFICATIONS.

(a) The fire chief of a fire department that has an active membership who are covered
by the monthly benefit retirement division of the statewide retirement volunteer firefighter
plan may initiate the process of modifying the retirement benefit plan document under this
section.

(b) The modification procedure is initiated when the applicable fire chief files with the
executive director of the Public Employees Retirement Association a written summary of
the desired benefit plan document modification, the proposed benefit plan document
modification language, a written request for the preparation of an actuarial cost estimate
for the proposed benefit plan document modification, and payment of the estimated cost of
the actuarial cost estimate.

(c) Upon receipt of the modification request and related documents, the executive director
shall review the language of the proposed benefit plan document modification and, if a
clarification is needed in the submitted language, shall inform the fire chief of the necessary
clarification. Once the proposed benefit plan document modification language has been
clarified by the fire chief and resubmitted to the executive director, the executive director
shall arrange for the approved actuary retained by the Public Employees Retirement

Association to prepare a benefit plan document modification cost estimate under the
applicable provisions of section 356.215 and of the standards for actuarial work adopted
by the Legislative Commission on Pensions and Retirement. Upon completion of the benefit
plan document modification cost estimate, the executive director shall forward the estimate
to the fire chief who requested it and to the chief financial officer of the municipality or
entity with which the fire department is primarily associated.

(d) The fire chief, upon receipt of the cost estimate, shall circulate the cost estimate with
the active firefighters in the fire department and shall take reasonable steps to provide the
estimate results to any affected retired members of the fire department and their beneficiaries.
The chief financial officer of the municipality or entity associated with the fire department
shall present the proposed modification language and the cost estimate to the governing
body of the municipality or entity for its consideration at a public hearing held for that
purpose.

(e) If the governing body of the municipality or entity approves the modification language,
the chief administrative officer of the municipality or entity shall notify the executive director
of the Public Employees Retirement Association of that approval. The benefit plan document
modification is effective on the January 1 next following the date of filing the approval with
the Public Employees Retirement Association and the state auditor.

47.19

#### Sec. 9. **<u>REVISOR INSTRUCTION.</u>**

47.20 <u>In Minnesota Statutes, the revisor of statutes shall substitute the term "statewide volunteer</u>
47.21 <u>firefighter plan" for "voluntary statewide volunteer firefighter retirement plan" and the term</u>
47.22 <u>"statewide volunteer firefighter fund" for "voluntary statewide volunteer firefighter retirement</u>
47.23 <u>fund" wherever the terms refer to the retirement plan and fund established under Minnesota</u>
47.24 Statutes, chapter 353G.

- 47.25 Sec. 10. **EFFECTIVE DATE.**
- 47.26 Sections 1 to 9 are effective the day following final enactment.
- 47.27

#### ARTICLE 8

#### 47.28 TEACHERS RETIREMENT ASSOCIATION ADMINISTRATIVE PROVISIONS

- 47.29 Section 1. Minnesota Statutes 2018, section 354.05, subdivision 2, is amended to read:
- 47.30 Subd. 2. **Teacher.** (a) "Teacher" means:

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(1) a person who renders service as a teacher, supervisor, principal, superintendent,
librarian, nurse, counselor, social worker, therapist, or psychologist in:
(i) a public school of the state other than in Independent School District No. 625;
(ii) a charter school; or
(iii) a charitable, penal, or correctional institution of a governmental subdivision; or

(iv) (iii) the Perpich Center for Arts Education, except that any employee of the Perpich
Center for Arts Education who was covered by the Minnesota State Retirement System
general state employees retirement plan as of July 1, 2018, shall continue to be covered by
that plan and not by the Teachers Retirement Association;

48.10 (2) a person who is engaged in educational administration in connection with the state
48.11 public school system, whether the position be a public office or as employment;

(3) a person who renders service as a charter school director or chief administrative
officer; provided, however, that if the charter school director or chief administrative officer
is covered by the Public Employees Retirement Association general employees retirement
plan on July 1, 2018, the charter school director or chief administrative officer shall continue
to be covered by that plan and not by the Teachers Retirement Association;

48.17 (4) an employee of the Teachers Retirement Association;

(5) a person who renders teaching service on a part-time basis and who also renders
other services for a single employing unit where the teaching service comprises at least 50
percent of the combined employment salary is a member of the association for all services
with the single employing unit or, if less than 50 percent of the combined employment
salary, the executive director determines all of the combined service is covered by the
association; or

(6) a person who is not covered by the plans established under chapter 352D, 354A, or
354B and who is employed by the Board of Trustees of the Minnesota State Colleges and
Universities system in an unclassified position as:

48.27 (i) a president, vice-president, or dean;

48.28 (ii) a manager or a professional in an academic or an academic support program other
48.29 than specified in item (i);

48.30 (iii) an administrative or a service support faculty position; or

48.31 (iv) a teacher or a research assistant.

49.1

(b) "Teacher" does not mean:

49.2 (1) a person who works for a school or institution as an independent contractor as defined49.3 by the Internal Revenue Service;

49.4 (2) annuitants of the teachers retirement plan who are employed after retirement by an
49.5 employing unit that participates in the teachers retirement plan during the course of that
49.6 reemployment;

49.7 (3) a person who is employed by the University of Minnesota;

49.8 (4) a member or an officer of any general governing or managing board or body of an
49.9 employing unit that participates in the teachers retirement plan; or

49.10 (5) a person employed by Independent School District No. 625 as a teacher as defined49.11 in section 354A.011, subdivision 27.

#### 49.12 **EFFECTIVE DATE.** This section is effective the day following final enactment.

49.13 Sec. 2. Minnesota Statutes 2018, section 354.05, subdivision 41, is amended to read:

49.14 Subd. 41. Annual base salary. (a) "Annual base salary" means:

49.15 (1) for an independent school district or educational cooperative, the lowest full-time
49.16 Bachelor of Arts (BA) base contract salary for the previous fiscal year for that employing
49.17 unit;

49.18 (2) for a charter school, the lowest starting annual salary for a full-time <del>licensed</del> teacher
49.19 employed during the previous fiscal year for that employing unit; and

49.20 (3) for a state agency or professional organization, the lowest starting annual salary for
49.21 a full-time Teachers Retirement Association covered position for the previous fiscal year
49.22 for that employing unit.

(b) If there is no previous fiscal year data because an employer unit is new and paragraph
(c) does not apply, the annual base salary for the first year of operation will be as provided
in paragraph (a), except that the base contract salary for the current fiscal year, rather than
the previous fiscal year, must be used.

49.27 (c) For a new employer unit created as a result of a merger or consolidation, the annual
49.28 base salary must be the lowest annual base salary as specified in paragraph (a) for any of
49.29 the employer units involved in the merger or consolidation.

## 49.30 **EFFECTIVE DATE.** This section is effective the day following final enactment.

50.1 Sec. 3. Minnesota Statutes 2018, section 354.44, subdivision 4, is amended to read:

- 50.2 Subd. 4. **Retirement annuity accrual date.** (a) An annuity payment begins to accrue, 50.3 provided that If the applicable age and service requirements under subdivision 1 this section 50.4 are satisfied, after the termination of teaching service, or after the application for retirement 50.5 has been filed with the executive director, an annuity payment begins to accrue as follows:
- 50.6 (1) on the day after the termination of teaching service;
- 50.7 (2) on the day of receipt of application if the application is filed with the executive
  50.8 director after the six-month period that occurs immediately following the termination of
  50.9 teaching service; or
- (3) on July 1 for all school principals and other administrators who receive a full annual
   contract salary during the fiscal year for performance of a full year's contract duties; or.
- 50.12 (4) if an application for retirement is filed with the executive director during the six-month
   50.13 period that occurs immediately following the termination of teaching service, the annuity
   50.14 may begin to accrue as if the application for retirement had been filed with the board on the
   50.15 date teaching service terminated.
- (b) A member, or a person authorized to act on behalf of the member, may specify a
  different date of retirement from that determined in paragraph (a), as follows:
- (1) if the application is filed on or before the date of termination of teaching service, the
   accrual date may be a date no must not be earlier than the day after the termination of
   teaching service and no later than six months after the termination date; or
- (2) if the application is filed during the six-month period that occurs immediately
  following the termination of teaching service, the accrual date <u>annuity</u> may begin to accrue
  retroactively, but no earlier than the day after <u>termination of teaching service terminated</u>
  and no later than six months after the termination date.
- 50.25 **EFFECTIVE DATE.** This section is effective the day following final enactment.
- 50.26 Sec. 4. Minnesota Statutes 2018, section 354.44, subdivision 6, is amended to read:

50.27 Subd. 6. **Computation of formula program retirement annuity.** (a) The formula 50.28 retirement annuity must be computed in accordance with the applicable provisions of the 50.29 formulas stated in paragraph (b) or (d) on the basis of each member's average salary under 50.30 section 354.05, subdivision 13a, for the period of the member's formula service credit.

(b) This paragraph, in conjunction with paragraph (c), applies to a person who first
became a member of the association or a member of a pension fund listed in section 356.30,

subdivision 3, before July 1, 1989, unless paragraph (d), in conjunction with paragraph (e),
produces a higher annuity amount, in which case paragraph (d) applies. The average salary
as defined in section 354.05, subdivision 13a, multiplied by the following percentages per
year of formula service credit shall determine the amount of the annuity to which the member
qualifying therefor is entitled for service rendered before July 1, 2006:

51.6	Period	Coordinated Member	Basic Member
51.7 51.8	Each year of service during first ten	1.2 percent per year	2.2 percent per year
51.9 51.10	Each year of service thereafter	1.7 percent per year	2.7 percent per year

51.11 For service rendered on or after July 1, 2006, by a member other than a member who 51.12 was a member of the former Duluth Teachers Retirement Fund Association between January 51.13 1, 2006, and June 30, 2015, and for service rendered on or after July 1, 2013, by a member 51.14 who was a member of the former Duluth Teachers Retirement Fund Association between 51.15 January 1, 2013, and June 30, 2015, the average salary as defined in section 354.05, 51.16 subdivision 13a, multiplied by the following percentages per year of service credit, determines 51.17 the amount the annuity to which the member qualifying therefor is entitled:

51.18	Period	Coordinated Member	Basic Member
51.19 51.20	Each year of service during first ten	1.4 percent per year	2.2 percent per year
51.21 51.22	Each year of service after ten years of service	1.9 percent per year	2.7 percent per year

(c)(1) This paragraph applies only to a person who first became a member of the
association or a member of a pension fund listed in section 356.30, subdivision 3, before
July 1, 1989, and whose annuity is higher when calculated under paragraph (b), in conjunction
with this paragraph than when calculated under paragraph (d), in conjunction with paragraph
(e).

(2) Where any member retires prior to normal retirement age under a formula annuity, the member shall be paid a retirement annuity in an amount equal to the normal annuity provided in paragraph (b) reduced by one-quarter of one percent for each month that the member is under normal retirement age at the time of retirement except that for any member who has 30 or more years of allowable service credit, the reduction shall be applied only for each month that the member is under age 62.

(3) Any member whose attained age plus credited allowable service totals 90 years is
entitled, upon application, to a retirement annuity in an amount equal to the normal annuity
provided in paragraph (b), without any reduction by reason of early retirement.

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(d) This paragraph applies to a member who has become at least 55 years old and first
became a member of the association after June 30, 1989, and to any other member who has
become at least 55 years old and whose annuity amount when calculated under this paragraph
and in conjunction with paragraph (e), is higher than it is when calculated under paragraph
(b), in conjunction with paragraph (c).

(1) For a basic member, the average salary, as defined in section 354.05, subdivision
13a, multiplied by 2.7 percent for each year of service for a basic member determines the
amount of the retirement annuity to which the basic member is entitled. The annuity of a
basic member who was a member of the former Minneapolis Teachers Retirement Fund
Association as of June 30, 2006, must be determined according to the annuity formula under
the articles of incorporation of the former Minneapolis Teachers Retirement Fund Association
in effect as of that date.

(2) For a coordinated member, the average salary, as defined in section 354.05, 52.13 subdivision 13a, multiplied by 1.7 percent for each year of service rendered before July 1, 52.14 2006, and by 1.9 percent for each year of service rendered on or after July 1, 2006, for a 52.15 member other than a member who was a member of the former Duluth Teachers Retirement 52.16 Fund Association between January 1, 2006, and June 30, 2015, and by 1.9 percent for each 52.17 year of service rendered on or after July 1, 2013, for a member of the former Duluth Teachers 52.18 Retirement Fund Association between January 1, 2013, and June 30, 2015, determines the 52.19 amount of the retirement annuity to which the coordinated member is entitled. 52.20

(e) This paragraph applies to a member who has become at least 55 years old and first 52.21 becomes a member of the association after June 30, 1989, and to any other member who 52.22 has become at least 55 years old and whose annuity is higher when calculated under 52.23 paragraph (d) in conjunction with this paragraph than when calculated under paragraph (b), 52.24 in conjunction with paragraph (c). An employee who retires under the formula annuity 52.25 before the normal retirement age shall be paid the normal annuity provided in paragraph 52.26 (d) reduced so that the reduced annuity is the actuarial equivalent of the annuity that would 52.27 be payable to the employee if the employee deferred receipt of the annuity and the annuity 52.28 amount were augmented at an annual rate of three percent compounded annually from the 52.29 day the annuity begins to accrue until the normal retirement age if the employee became 52.30 an employee before July 1, 2006, and at 2.5 percent compounded annually if the employee 52.31 becomes an employee after June 30, 2006. Except in regards to section 354.46, this paragraph 52.32 remains in effect until June 30, 2015. 52.33

(f) Until June 30, 2019, this paragraph applies to a member who has become at least 55
 years old and first becomes a member of the association after June 30, 1989, and to any

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other member who has become at least 55 years old and whose annuity is higher when 53.1 calculated under paragraph (d) in conjunction with this paragraph than when calculated 53.2 under paragraph (b) in conjunction with paragraph (c). An employee who retires under the 53.3 formula annuity before the normal retirement age is entitled to receive the normal annuity 53.4 provided in paragraph (d), reduced as described in clause (1) or (2), as applicable. 53.5 (1) For a member who is at least age 62 and has at least 30 years of service, the annuity 53.6 shall be reduced by an early reduction factor of six percent for each year that the member's 53.7 age of retirement precedes normal retirement age. The resulting reduced annuity shall be 53.8 further adjusted to take into account the increase in the monthly amount that would have 53.9 occurred had the member retired early and deferred receipt of the annuity until normal 53.10 retirement age and the annuity was augmented during the deferral period at 2.5 percent, if 53.11 the member commenced employment after June 30, 2006, or at three percent, if the member 53.12 commenced employment before July 1, 2006, compounded annually. 53.13 (2) For a member who has not attained age 62 or has fewer than 30 years of service, the 53.14

53.15 annuity shall be reduced for each year that the member's age of retirement precedes the

53.16 normal retirement age by the following early reduction factors:

53.17 (i) for the period during which the member is age 55 through age 59, the factor is four
 53.18 percent; and

53.19 (ii) for the period during which the member is age 60 but not yet normal retirement age,
53.20 the factor is seven percent.

The resulting reduced annuity shall be further adjusted to take into account the increase in the monthly amount that would have occurred had the member retired early and deferred receipt of the annuity until normal retirement age and the annuity was augmented during the deferral period at 2.5 percent, if the member commenced employment after June 30, 2006, or at three percent, if the member commenced employment before July 1, 2006, compounded annually.

(g) For members who retire on or after July 1, 2019, (e) This paragraph applies to a 53.27 person who has become at least 55 years old and first becomes a member of the association 53.28 after June 30, 1989, and to any other member who has become at least 55 years old and 53.29 whose annuity is higher when calculated under paragraph (d) in conjunction with this 53.30 paragraph than when calculated under paragraph (b) in conjunction with paragraph (c). An 53.31 employee who retires under the formula annuity before the normal retirement age is entitled 53.32 to receive the normal annuity provided in paragraph (d), reduced as described in clause (1) 53.33 or (2), as applicable. 53.34

(1) For a member who is at least age 62 and has at least 30 years of service, the annuity 54.1 shall be reduced by an early reduction factor of six percent for each year that the member's 54.2 age of retirement precedes the normal retirement age. The resulting reduced annuity shall 54.3 be further adjusted to take into account the increase in the monthly amount that would have 54.4 occurred had the member retired early and deferred receipt of the annuity until normal 54.5 retirement age and the annuity was augmented during the deferral period at 2.5 percent, if 54.6 the member commenced employment after June 30, 2006, or at three percent, if the member 54.7 commenced employment before July 1, 2006, compounded annually. 54.8

54.9 (2) For a member who has not attained age 62 or has fewer than 30 years of service, the 54.10 annuity shall be reduced for each year that the member's age of retirement precedes normal 54.11 retirement age by the following early reduction factors:

(i) for the period during which the member is age 55 through age 59 58, the factor is
four percent; and

(ii) for the period during which the member is <u>at least age 60 59</u> but not yet normal
retirement age, the factor is seven percent.

The resulting annuity shall be further adjusted to take into account the increase in the 54.16 monthly amount that would have occurred had the member retired early and deferred receipt 54.17 of the annuity until normal retirement age and the annuity was augmented during the deferral 54.18 period at the applicable annual rate, compounded annually. The applicable annual rate is 54.19 the rate in effect for the month that includes the member's effective date of retirement and 54.20 shall be considered as fixed for the member for the period until the member reaches normal 54.21 retirement age. The applicable annual rate for June 2019 is 2.5 percent, if the member 54.22 commenced employment after June 30, 2006, or three percent, if the member commenced 54.23 employment before July 1, 2006, compounded annually, and decreases each month beginning 54.24 July 2019 in equal monthly increments over the five-year period that begins July 1, 2019, 54.25 54.26 and ends June 30, 2024, to zero percent effective for July 2024 and thereafter.

54.27 After June 30, 2024, the reduced annuity commencing before normal retirement age54.28 under this clause shall not take into account any augmentation.

(h) After June 30, 2015, and before July 1, 2019, for a person who would have a reduced
retirement annuity under either paragraph (e) or (f) if they were applicable, the employee
is entitled to receive a reduced annuity which must be calculated using a blended reduction
factor augmented monthly by 1/60 of the difference between the reduction required under
paragraph (e) and the reduction required under paragraph (f).

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- (i) (f) No retirement annuity is payable to a former employee with a salary that exceeds 95 percent of the governor's salary unless and until the salary figures used in computing the highest five successive years average salary under paragraph (a) have been audited by the Teachers Retirement Association and determined by the executive director to comply with the requirements and limitations of section 354.05, subdivisions 35 and 35a.
- 55.6 **EFFECTIVE DATE.** This section is effective the day following final enactment, except 55.7 the amendment to paragraph (g), clause (2), is effective retroactively from June 30, 2018.

55.8 Sec. 5. Minnesota Statutes 2018, section 354.46, subdivision 2, is amended to read:

55.9 Subd. 2. **Surviving spouse survivor coverage.** (a) If the active or deferred member was 55.10 at least age 55 and had credit for at least three years of allowable service on the date of 55.11 death, the surviving spouse is entitled to the second portion of a 100 percent joint and 55.12 survivor annuity specified under section 354.45, based on the age of the active or deferred 55.13 member at the time of death and the age of the surviving spouse at the time the benefit 55.14 accrues.

(b) If the active or deferred member was under age 55 and had credit for at least 30 years 55.15 55.16 of allowable service on the date of death, the surviving spouse may elect to receive the second portion of a 100 percent joint and survivor annuity based on the age of the active or 55.17 deferred member on the date of death and the age of the surviving spouse at the time the 55.18 benefit accrues. If section 354.44, subdivision 6, applies, the annuity is payable using the 55.19 full early retirement reduction under section 354.44, subdivision 6, paragraph (c), clause 55.20 (3)(ii) (2), to age 55 and one-half of the early retirement reduction from age 55 to the age 55.21 payment begins. 55.22

(c) If the active or deferred member was under age 55 and had credit for at least three 55.23 years of allowable service on the date of death, but did not yet qualify for retirement, the 55.24 surviving spouse may elect to receive the second portion of a 100 percent joint and survivor 55.25 annuity based on the age of the active or deferred member at the time of death and the age 55.26 of the surviving spouse at the time the benefit accrues. If section 354.44, subdivision 6, 55.27 applies, the annuity is calculated using the full early retirement reduction under section 55.28 354.44, subdivision 6, to age 55 and one-half of the early retirement reduction from age 55 55.29 55.30 to the age the annuity begins.

(d) The surviving spouse eligible for surviving spouse benefits under this subdivision
may apply for the annuity any time after the member's death. The benefit may not begin to
accrue more than six months before the date the application is filed with the executive
director and may not accrue before the member's death. The benefit is payable for life. Any

- benefit under this subdivision is in lieu of benefits under subdivision 1, if applicable, and
  in lieu of a refund of accumulated member contributions under section 354.47, subdivision
  1.
- (e) For purposes of this subdivision, a designated beneficiary must be a former spouseor a biological or adopted child of the member.

#### 56.6 **EFFECTIVE DATE.** This section is effective the day following final enactment.

56.7 Sec. 6. Minnesota Statutes 2018, section 354.49, subdivision 2, is amended to read:

56.8 Subd. 2. **Calculation.** (a) Except as provided in section 354.44, subdivision 1, any person 56.9 who ceases to be a member by reason of termination of teaching service, is entitled to receive 56.10 a refund in an amount equal to the accumulated deductions credited to the account plus 56.11 interest compounded annually using the following interest rates:

- 56.12 (1) before July 1, 1957, no interest accrues;
- 56.13 (2) July 1, 1957, to June 30, 2011, six percent;
- 56.14 (3) July 1, 2011, to June 30, 2018, four percent; and
- 56.15 (4) after June 30, 2018, three percent.

For the purpose of this subdivision, interest must be computed on fiscal year end balances
to through the first last day of the month prior to the month in which the refund is issued.

56.18 (b) If the person has received permanent disability payments under section 354.48, the 56.19 refund amount must be reduced by the amount of those payments.

56.20 **EFFECTIVE DATE.** This section is effective the day following final enactment.

56.21 Sec. 7. Minnesota Statutes 2018, section 354.543, subdivision 3, is amended to read:

56.22 Subd. 3. Service credit grant. Allowable and formula service credit for the purchase 56.23 period must be granted by the Teachers Retirement Association to the purchasing teacher 56.24 upon receipt of the purchase payment amount. Payment must be made before the teacher's 56.25 termination of teaching service. <u>Purchasing allowable and formula service credit under this</u> 56.26 section does not change the date the teacher first became a member of the association for 56.27 the purpose of computing an annuity under section 354.44, subdivision 6.

# 56.28 **EFFECTIVE DATE.** This section is effective the day following final enactment.

57.1	Sec. 8. RETROACTIVE CLARIFICATION RELATING TO THE EARLY
57.2	<b>RETIREMENT REDUCTION.</b>
57.3	Notwithstanding Minnesota Statutes, section 354.44, subdivision 6, paragraph (f), the
57.4	references in Minnesota Statutes, section 354.44, subdivision 6, paragraph (f), to "age 59"
57.5	shall be read as "age 58" and to "age 60" shall be read as "at least age 59."
57.6	<b>EFFECTIVE DATE.</b> This section is effective retroactively from July 1, 2013, to the
57.7	day of enactment.
57.8	Sec. 9. <u>REPEALER.</u>
57.9	Minnesota Statutes 2018, section 354.55, subdivision 10, is repealed.
57.10	<b>EFFECTIVE DATE.</b> This section is effective the day following final enactment.
57.11	ARTICLE 9
57.12	SESSION LAW FOR ONE PERSON
57.13	Section 1. CREDIT FOR SERVICE IN PERA POLICE AND FIRE PLAN.
57.14	Subdivision 1. Service credit purchase. (a) Notwithstanding Minnesota Statutes, section
57.15	353.27, subdivision 12, an eligible person described in paragraph (b) is entitled to purchase
57.16	allowable service in the public employees police and fire retirement plan under Minnesota
57.17	Statutes, sections 353.63 to 353.68, for the period described in paragraph (b), clause (3),
57.18	upon making the payment described in subdivision 2 to the public employees police and
57.19	fire fund.
57.20	(b) An eligible person is a person who:
57.21	(1) was hired by the city of Maplewood as a casual part-time firefighter, firefighter/EMT,
57.22	or firefighter/paramedic after February 14, 2011, the effective date of resolutions approved
57.23	by the city council of the city of Maplewood requesting coverage by the public employees
57.24	police and fire retirement plan for casual part-time firefighters, as permitted by Minnesota
57.25	Statutes, section 353.64, subdivision 2;
57.26	(2) received salary in excess of the monthly threshold then in effect under Minnesota
57.27	Statutes, section 353.01, subdivision 2b, paragraph (a), clause (1), so was not excluded from
57.28	coverage by the public employees police and fire retirement plan under this provision or
57.29	any other provision of Minnesota Statutes, section 353.01, subdivision 2b;

58.1	(3) received salary for a period of service for the city of Maplewood from which the city
58.2	of Maplewood failed to deduct employee contributions as required by Minnesota Statutes,
58.3	section 353.65, subdivision 2;
58.4	(4) has not accepted payment from the city of Maplewood in lieu of service credit under
58.5	the public employees police and fire retirement plan for the period described in clause (3);
58.6	and
58.7	(5) no later than December 31, 2018, has made a request to the executive director of the
58.8	Public Employees Retirement Association to purchase allowable service pursuant to this
58.9	section for the period of service described in clause (3).
58.10	(c) Upon receiving the payment described in subdivision 2, the executive director shall
58.11	credit the eligible person with allowable service for the period of service described in
58.12	paragraph (b), clause (3). The allowable service credit purchased under this section shall
58.13	not be used for the purpose of determining a disability benefit under Minnesota Statutes,
58.14	section 353.656.
58.15	Subd. 2. Payment by eligible person. If the eligible person elects to purchase allowable
58.16	service credit as described in subdivision 1, the eligible person shall pay to the public
58.17	employees police and fire fund an amount equal to the total amount of the employee
58.18	contributions that the eligible person would have made to the public employees police and
58.19	fire fund based on the eligible person's total salary for the period of service described in
58.20	subdivision 1, paragraph (b), clause (3), plus interest, compounded annually, at the applicable
58.21	annual rate or rates specified in Minnesota Statutes, section 356.59, subdivision 3, from the
58.22	end of the year in which the contributions would have been made to the date on which the
58.23	payment is made. The amount of the required payment shall be determined by the executive
58.24	director of the Public Employees Retirement Association, who shall notify the eligible
58.25	person regarding the amount and the basis for determining the amount. Payment must be
58.26	made by the eligible person in a lump sum within 90 days of the effective date of this
58.27	subdivision.
58.28	Subd. 3. Payment by city of Maplewood. Upon payment by the eligible person of the
58.29	amount required by subdivision 2, the city of Maplewood shall pay to the public employees
58.30	police and fire fund an amount equal to the total amount of the employer contributions that
58.31	would have been made to the public employees police and fire fund based on the eligible
58.32	person's total salary for the period of service described in subdivision 1, paragraph (b),
58.33	clause (3), plus interest, compounded annually, at the applicable annual rate or rates specified
58.34	in Minnesota Statutes, section 356.59, subdivision 3, from the end of the year in which the

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contributions would have been made to the date on which the payment is made. The executive

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- director shall notify the city of Maplewood regarding the amount and the basis for 59.2 determining the amount. The payment shall be made within 60 days following receipt by 59.3 the public employees police and fire fund of the eligible person's payment under subdivision 59.4 2. 59.5 Subd. 4. Collection of unpaid amounts. If the city of Maplewood fails to make all or 59.6 any portion of the payment required by subdivision 3, the executive director of the Public 59.7 59.8 Employees Retirement Association shall follow the procedures in Minnesota Statutes, section 353.28, subdivision 6, to collect the amount not paid. 59.9 59.10 EFFECTIVE DATE; LOCAL APPROVAL. Subdivisions 1, 2, and 4 are effective the day following final enactment. Subdivision 3 is effective the day after the governing 59.11 body of the city of Maplewood and its chief clerical officer timely complete their compliance 59.12 with Minnesota Statutes, section 645.021, subdivisions 2 and 3." 59.13 Delete the title and insert: 59.14 "A bill for an act 59.15 relating to retirement; authorizing new categories of investments for the State 59.16
- Board of Investment; excluding new trades employees from Public Employees 59.17 Retirement Association general plan coverage and grandfathering currently covered 59.18 members; permitting contributions to multiemployer plans for employees in the 59.19 building and constructions trades by the city of St. Paul and the St. Paul School 59.20 District; revising augmentation for certain privatized medical facilities and their 59.21 employees; amending requirements for reporting by pension funds to the State 59.22 Auditor; making changes of an administrative nature for the Minnesota State 59.23 Retirement System, the Public Employees Retirement Association, the statewide 59.24 volunteer firefighter plan, and the Teachers Retirement Association; authorizing 59.25 the purchase of service credit for a certain Maplewood firefighter; amending 59.26 Minnesota Statutes 2018, sections 11A.24, subdivision 6; 352.01, subdivision 26; 59.27 352.04, subdivisions 4, 8, by adding a subdivision; 352.113, subdivision 4; 352.95, 59.28 subdivision 3; 352B.011, subdivisions 6, 10; 352B.10, subdivision 2a; 353.29, 59.29 subdivisions 1, 7; 353.30, subdivision 3c; 353.31, subdivision 8; 353.32, subdivision 59.30 4; 353.651, subdivision 1; 353.656, subdivisions 1, 3; 353.657, subdivision 1; 59.31 353F.02, by adding subdivisions; 353F.04; 353G.01, by adding a subdivision; 59.32 353G.05, subdivisions 1, 5, by adding a subdivision; 353G.09, subdivision 3, by 59.33 adding a subdivision; 353G.11, subdivision 2; 353G.121; 354.05, subdivisions 2, 59.34 41; 354.44, subdivisions 4, 6; 354.46, subdivision 2; 354.49, subdivision 2; 354.543, 59.35 subdivision 3; 356.219, subdivisions 1, 6, 7; 356.24, subdivision 1, by adding a 59.36 subdivision; 490.121, subdivision 7c; 490.123, subdivision 5; 490.124, subdivision 59.37 1; Minnesota Statutes 2019 Supplement, sections 352.04, subdivision 9; 352.113, 59.38 subdivision 2; 352.23; 353.01, subdivision 2b; 353.0141, subdivision 1; 353.34, 59.39 subdivision 3; 353.371, subdivisions 1, 2, by adding a subdivision; 356.219, 59.40 subdivisions 3, 8; proposing coding for new law in Minnesota Statutes, chapter 59.41 356; repealing Minnesota Statutes 2018, sections 353.30, subdivision 4; 354.55, 59.42 59.43 subdivision 10; 356.24, subdivision 2; 356.44."