11/05/2009 JLR/BT 10-4265

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State of Minnesota

HOUSE OF REPRESENTATIVES

EIGHTY-SIXTH SESSION

HOUSE FILE NO. 2651

February 4, 2010

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Authored by McFarlane

The bill was read for the first time and referred to the Committee on State and Local Government Operations Reform, Technology and Elections

A bill for an act

Employees Retirement Association police and fire plan; increasing annuity of an

relating to retirement; general employees retirement plan of the Public

| 1.4 | accelerated annuity recipient. |
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| 1.5 | BE IT ENACTED BY THE LEGISLATURE OF THE STATE OF MINNESOTA: |
| | |
| 1.6 | Section 1. PERA; ACCELERATED ANNUITY RECIPIENT BENEFIT |
| 1.7 | PAYMENT INCREASE. |
| 1.8 | (a) Notwithstanding any law to the contrary, the Public Employees Retirement |
| 1.9 | Association general plan basic program and the Public Employees Retirement Association |
| 1.10 | police and fire plan must provide a revised retirement annuity to an eligible person under |
| 1.11 | paragraph (b). The revised annuity begins on the first of the month after the executive |
| 1.12 | director receives an application and determines eligibility under this section. The revised |
| 1.13 | annuity must be computed as though the eligible person had not elected accelerated |
| 1.14 | annuities under Minnesota Statutes, section 353.29, subdivision 6. |
| 1.15 | (b) An eligible person is a person who: |
| 1.16 | (1) was born on February 9, 1938; |
| 1.17 | (2) was employed by Independent School District No. 622, North St. Paul, |
| 1.18 | Maplewood, Oakdale, with coverage by the Public Employees Retirement Association |
| 1.19 | general plan basic program, and was later employed by the Ramsey County Sheriff's |
| 1.20 | Department with coverage by the Public Employees Retirement Association police and |
| 1.21 | fire plan; |
| 1.22 | (3) commenced receiving retirement annuities from the Public Employees |
| 1.23 | Retirement Association general plan basic program and the Public Employees Retirement |
| 1.24 | Association police and fire plan on June 1, 1994; and |

Section 1. 1 11/05/2009 JLR/BT 10-4265

| 2.1 | (4) had both annuities accelerated under Minnesota Statutes, section 353.29, |
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| 2.2 | subdivision 6, and computed using the combined service annuity provision, Minnesota |
| 2.3 | Statutes, section 356.30. |
| 2.4 | (c) To determine the monthly benefit amounts payable starting on the commencement |
| 2.5 | date specified in paragraph (a), the executive director of the Public Employees Retirement |
| 2.6 | Association shall determine the monthly benefit amounts which would have been paid as of |
| 2.7 | June 1, 1994, if acceleration had not been elected, and shall escalate those benefit amounts |
| 2.8 | by the postretirement adjustments that would have applied through the commencement |
| 2.9 | date of the revised annuities. An annuity revised under this section is eligible for future |
| 2.10 | postretirement increases under the same procedures applicable to other retirement |
| 2.11 | annuitants from these pension plans. Payments of prior annuities to the eligible person |
| 2.12 | terminate when payment of the revised annuity commences. Annuities revised under this |
| 2.13 | section are prospective; no retroactive payments are permitted. If the original annuities |
| 2.14 | included joint and survivor coverage, that same coverage shall apply to the revised annuity. |
| 2.15 | (d) The executive director of the Public Employees Retirement Association |
| 2.16 | is authorized to require an eligible person described in paragraph (b) to provide |
| 2.17 | documentation or information deemed necessary by the executive director to determine |
| 2.18 | application and eligibility under this section. |
| 2.19 | EFFECTIVE DATE. This section is effective the day following final enactment. |

2 Section 1.