

1.1 ..... moves to amend H.F. No. 3675; S.F. No. 3822, as follows:

1.2 Page 2, line 30, delete "62" and insert "60"

1.3 Page 2, after line 31, insert:

1.4 "Sec. 3. Minnesota Statutes 2022, section 353.30, subdivision 5, is amended to read:

1.5 Subd. 5. **Actuarial reduction for early retirement.** (a) This subdivision applies to a  
1.6 member who has become at least 55 years old and first became a public employee after  
1.7 June 30, 1989, and to any other member who has become at least 55 years old and whose  
1.8 annuity is higher when calculated under section 353.29, subdivision 3, paragraph (b), in  
1.9 conjunction with this subdivision than when calculated under section 353.29, subdivision  
1.10 3, paragraph (a), in conjunction with subdivision 1, 1a, 1b, or 1c. Except as provided under  
1.11 subdivision 6, an employee who retires before normal retirement age shall be paid the  
1.12 retirement annuity provided in section 353.29, subdivision 3, paragraph (b), reduced as  
1.13 described in paragraph (b) or (c), as applicable.

1.14 (b) For members who begin to receive an annuity on or after July 1, 2019, the reduced  
1.15 annuity is the actuarial equivalent of the annuity that would be payable to the employee if  
1.16 the employee deferred receipt of the annuity until normal retirement age and the annuity  
1.17 amount were augmented at the applicable annual rate, compounded annually, from the  
1.18 annuity starting date until normal retirement age. The applicable annual rate is the rate in  
1.19 effect on the employee's effective date of retirement and shall be considered as fixed for  
1.20 the employee for the period until the employee reaches normal retirement age. The applicable  
1.21 annual rates are the following:

1.22 (1) until June 30, 2019, three percent if the employee became an employee before July  
1.23 1, 2006, and 2.5 percent if the employee became an employee after June 30, 2006;

(2) beginning July 1, 2019, through June 30, 2024, a rate that changes each month, on the first day of the month, starting with the rate in clause (1), as applicable to the employee, and reducing the rate to zero in equal monthly increments over the five-year period; and

(3) after June 30, 2024, zero percent.

After June 30, 2024, actuarial equivalent, for the purpose of determining the reduced annuity commencing before normal retirement age under this paragraph, shall not take into account any augmentation.

(c) For members who begin to receive an annuity before July 1, 2019, the reduced annuity is the actuarial equivalent of the annuity that would be payable to the employee if the employee deferred receipt of the annuity until normal retirement age and the annuity amount were augmented at an annual rate of three percent, compounded annually, from the annuity starting date until normal retirement age if the employee became an employee before July 1, 2006, and at 2.5 percent, compounded annually, from the annuity starting date until normal retirement age if the employee became an employee after June 30, 2006.

**EFFECTIVE DATE.** This section is effective July 1, 2024.

Sec. 4. Minnesota Statutes 2022, section 353.30, is amended by adding a subdivision to read:

**Subd. 6. Unreduced annuity for select local corrections employees.** A member is entitled to receive the retirement annuity provided in section 353.29, subdivision 3, paragraph (b), without any reduction for reason of early retirement if the member first became a public employee after June 30, 1989, and, on the date the member terminates employment, the member:

(1) is employed as a corrections agent responsible for probation or parole services; and

(2) is at least 60 years old or has at least 30 years of service.

**EFFECTIVE DATE.** This section is effective July 1, 2024."

Amend the title accordingly