

1.1 ..... moves to amend H.F. No. ....; S.F. No. 5227, as follows:

1.2 Page 4, after line 7, insert:

1.3 "Sec. 2. **WORK GROUP ON AMORTIZATION.**

1.4 Subdivision 1. **Work group established.** The executive director of the Legislative  
1.5 Commission on Pensions and Retirement (commission executive director) must convene a  
1.6 work group for the purpose of recommending legislation amending Minnesota Statutes,  
1.7 section 356.215, subdivision 11, to update the statute to conform to current actuarial best  
1.8 practices for amortizing liabilities.

1.9 Subd. 2. **Membership.** (a) The members of the work group are the following:

1.10 (1) the executive director of the Minnesota State Retirement System or the executive  
1.11 director's designee and a second member of the Minnesota State Retirement System staff  
1.12 designated by the executive director;

1.13 (2) the executive director of the Public Employees Retirement Association or the  
1.14 executive director's designee and a second member of the Public Employees Retirement  
1.15 Association staff designated by the executive director;

1.16 (3) the executive director of the Teachers Retirement Association or the executive  
1.17 director's designee and a second member of the Teachers Retirement Association staff  
1.18 designated by the executive director; and

1.19 (4) the executive director of the St. Paul Teachers Retirement Fund Association,  
1.20 designated by the executive director of the St. Paul Teachers Retirement Fund Association  
1.21 or the executive director's designee.

1.22 (b) The commission executive director may invite others, including the commission's  
1.23 actuary, to participate in one or more meetings of the work group.

2.1 (c) The organizations specified in paragraph (a) must provide the commission executive  
2.2 director with the names and contact information for the representatives who will serve on  
2.3 the work group by June 14, 2024.

2.4 Subd. 3. **Scope.** (a) In arriving at the work group's recommendation for legislation or  
2.5 alternatives for legislation the work group must consider:

2.6 (1) layered amortization;

2.7 (2) whether amortization policy should be regulated by statute, addressed in an appendix  
2.8 to the commission's standards for actuarial work, or documented elsewhere;

2.9 (3) whether all pension plans must employ the same approach to amortization;

2.10 (4) whether the proposed legislation will result in any cost to the pension funds and, if  
2.11 so, estimates of the cost; and

2.12 (5) whether changes to amortization will require the approval of the Legislative  
2.13 Commission on Pensions and Retirement.

2.14 Subd. 4. **Due date for submitting recommendation to the commission.** The commission  
2.15 executive director must submit the recommendation of the work group to the chair of the  
2.16 Legislative Commission on Pensions and Retirement by January 10, 2025.

2.17 Subd. 5. **Meetings.** (a) The commission executive director must convene the first meeting  
2.18 of the work group no later than August 1, 2024, and will serve as chair.

2.19 (b) Meetings may be conducted remotely or in person or a combination of remote and  
2.20 in person.

2.21 (c) In-person meetings must be held in the offices of the Legislative Coordinating  
2.22 Commission or in the Retirement Systems of Minnesota Building in St. Paul.

2.23 Subd. 6. **Compensation; lobbying; retaliation.** (a) Members of the work group serve  
2.24 without compensation.

2.25 (b) Participation in the work group is not lobbying under Minnesota Statutes, chapter  
2.26 10A.

2.27 (c) An individual's employer or an association of which an individual is a member must  
2.28 not retaliate against the individual because of the individual's participation in the work  
2.29 group.

2.30 Subd. 7. **Administrative support.** Commission staff must provide administrative support  
2.31 for the work group.

- 3.1 Subd. 8. **Expiration.** The work group expires June 30, 2025.
- 3.2 **EFFECTIVE DATE.** This section is effective the day following final enactment."
- 3.3 Amend the title accordingly