

1.1 A bill for an act

1.2 relating to retirement; establishing the probation and telecommunicator retirement

1.3 subplan administered by the Minnesota State Retirement System; revising various

1.4 retirement statutes to include references to the probation and telecommunicator

1.5 retirement subplan; appropriating money; amending Minnesota Statutes 2024,

1.6 sections 352.75, subdivision 2; 352.951; 356.30, subdivision 3, by adding a

1.7 subdivision; 356.315, subdivision 9; proposing coding for new law in Minnesota

1.8 Statutes, chapter 352.

1.9 BE IT ENACTED BY THE LEGISLATURE OF THE STATE OF MINNESOTA:

1.10 **ARTICLE 1**

1.11 **ESTABLISHING THE PROBATION AND TELECOMMUNICATOR RETIREMENT**

1.12 **SUBPLAN**

1.13 Section 1. **[352.88] PROBATION OFFICERS AND PUBLIC SAFETY**

1.14 **TELECOMMUNICATORS.**

1.15 Subdivision 1. **Policy.** It is the policy of the legislature that special consideration should

1.16 be given to the pension benefits for employees of the state and governmental subdivisions

1.17 who devote their time and skills to assisting the community and the courts as probation

1.18 officers or serving the public and public safety partners as telecommunicators. Since this

1.19 work can be hazardous or high stress, special provisions are hereby made for earlier full

1.20 retirement than is provided to members of the general state employees retirement plan under

1.21 section 352.01, subdivision 25. The additional cost of this benefit is to be split between the

1.22 employees and employers.

1.23 Subd. 2. **Definitions.** (a) For purposes of this section and section 352.881:

2.1 (1) each of the following terms has the meaning given to it unless the language or context
2.2 clearly indicates that a different meaning is intended; and

2.3 (2) the definitions in section 352.01 apply to terms used in this section unless the term
2.4 is defined in this section.

2.5 (b) "Committee" means the probation and telecommunicator subplan membership
2.6 committee established pursuant to subdivision 4, paragraph (a).

2.7 (c) "Employee organization" has the meaning given in section 179A.03, subdivision 6.

2.8 (d) "General plan" means the general state employees retirement plan of the Minnesota
2.9 State Retirement System.

2.10 (e) "Member" means an individual to whom this section applies under subdivision 3.

2.11 (f) "Normal retirement age" means age 60.

2.12 (g) "Offset amount" means the lesser of \$... or ... percent of the cost to purchase the
2.13 amount of past service elected by a member under subdivision 6, except that the offset
2.14 amount must not exceed the cost to purchase the amount of past service elected.

2.15 (h) "Past service" means allowable service credited to a member before January 1, 2027,
2.16 and covered by the general plan that would have been service covered by this section had
2.17 this section been in effect before January 1, 2027.

2.18 (i) "Probation officer" means a state employee, as defined in section 352.01, employed
2.19 by the Department of Corrections:

2.20 (1) as:

2.21 (i) a corrections agent;

2.22 (ii) a corrections agent career;

2.23 (iii) a corrections agent senior;

2.24 (iv) a corrections field service district supervisor;

2.25 (v) a corrections community services regional director;

2.26 (vi) a corrections field services director; or

2.27 (vii) a corrections field services program director; or

2.28 (2) whom the commissioner of corrections or the commissioner's delegate certifies, in
2.29 the manner prescribed by the executive director, as having substantial responsibility for:

3.1 (i) providing community supervision services or overseeing the delivery of probation
3.2 services; or

3.3 (ii) supervising employees eligible under clause (i).

3.4 (j) "Public safety telecommunicator" means a state employee, as defined in section
3.5 352.01, employed by the Department of Public Safety or Metropolitan Council:

3.6 (1) as:

3.7 (i) a radio communications operator;

3.8 (ii) a radio communications supervisor;

3.9 (iii) a public safety answering point (PSAP) manager, as defined in Minnesota Rules,
3.10 part 7580.0100, subpart 12; or

3.11 (iv) a supervisor, transit control center; or

3.12 (2) whom the commissioner of public safety, the commissioner's delegate, the Metro
3.13 Transit general manager, or the general manager's delegate, as applicable, certifies, in the
3.14 manner prescribed by the executive director, as having substantial responsibility for:

3.15 (i) receiving, processing, transmitting, or dispatching emergency and nonemergency
3.16 calls for law enforcement, fire, emergency medical, or other public safety services; or

3.17 (ii) supervising employees eligible under clause (i).

3.18 (k) "Vesting" or "vested" means obtaining or having obtained a nonforfeitable entitlement
3.19 to an annuity or benefit under this section by having earned credit for not less than three
3.20 years of allowable service covered by this section or the general plan.

3.21 Subd. 3. **Eligibility.** This section applies to probation officers and public safety
3.22 telecommunicators unless the probation officer or public safety telecommunicator is age
3.23 60 or older with at least three years of allowable service in the general plan on January 1,
3.24 2027.

3.25 Subd. 4. **Retirement annuity.** (a) After separation from state service, a member who
3.26 has attained at least normal retirement age and is vested is entitled, upon application, to a
3.27 normal retirement annuity. The normal retirement annuity is equal to the member's average
3.28 salary multiplied by 1.9 percent for each year of allowable service.

3.29 (b) After separation from state service, a member who has attained at least 55 years old
3.30 and is vested is entitled, upon application, to an early retirement annuity that is actuarially
3.31 equivalent to the normal retirement annuity.

4.1 (c) Allowable service credited to a member under this section is credited in lieu of service
4.2 credited to the general plan.

4.3 Subd. 5. **Additional contributions.** (a) A member must make an additional employee
4.4 contribution of 2.71 percent of salary.

4.5 (b) The employer of a member must make an additional employer contribution of 2
4.6 percent of salary.

4.7 (c) Contributions under paragraph (a) and (b) are in addition to the contributions required
4.8 by section 352.04, subdivisions 2 and 3.

4.9 (d) Contributions under paragraph (a) and (b) must be made in the manner provided for
4.10 in section 352.04, subdivisions 4, 5, and 6.

4.11 Subd. 6. **Purchase of credit for past service.** (a) A member is entitled to elect a one-time
4.12 purchase of credit for periods of past service to be added to the member's allowable service
4.13 covered by this section and used in calculating the member's retirement annuity. The member
4.14 must repay any refunds of employee contributions previously received from the general
4.15 plan before making a purchase of past service credit under this section.

4.16 (b) A member may request an estimate of the cost of a service credit purchase under
4.17 this paragraph.

4.18 (1) A member may file a request with the executive director for an estimate of the
4.19 purchase price for up to three different periods of past service by filing an application on a
4.20 form approved by the executive director.

4.21 (2) The member must file the request for an estimate prior to filing an election to purchase
4.22 past service under paragraph (c).

4.23 (3) The member must submit with the estimate request payment of the administrative
4.24 fee in the amount of \$250 to cover the cost of preparing the estimates. If the member proceeds
4.25 with the purchase, the executive director must credit the administrative fee toward the
4.26 purchase price.

4.27 (4) The executive director must estimate the purchase price using the assumptions and
4.28 applying the offset amount as directed under subdivision 7 for the periods of past service
4.29 requested by the member and provide the estimates to the member.

4.30 (c) To purchase credit for past service, a member must file an application with the
4.31 executive director on a form approved by the executive director before the annuity starting
4.32 date of the member's retirement annuity or benefit. The application must:

5.1 (i) include documentation of the member's eligibility to make the purchase, signed written
5.2 permission to allow the executive director to request and receive verification of applicable
5.3 facts and eligibility requirements from the member's employer, and any other relevant
5.4 information that the executive director may require;

5.5 (ii) state the amount of past service the member wishes to purchase and be accompanied
5.6 by a certification from one or more employers that the past service satisfies the definition
5.7 at subdivision 2, paragraph (h); and

5.8 (iii) if the member did not previously pay the administrative fee under paragraph (b),
5.9 submit payment of the administrative fee in the amount of \$250 to cover the cost of
5.10 calculating the purchase price. If the member proceeds with the purchase, the executive
5.11 director must credit the administrative fee toward the purchase price.

5.12 (d) Using the assumptions and applying the offset amount as directed under subdivision
5.13 7, the executive director must calculate the purchase price and notify the member. If the
5.14 member elects to make the purchase of credit for past service, the member must arrange for
5.15 the transfer of pre-tax funds from another retirement plan. Payment must be made in one
5.16 lump sum prior to the annuity starting date of the member's retirement annuity or benefit.

5.17 (e) Upon receipt of the purchase price, the executive director must:

5.18 (i) direct the transfer of the offset amount from the state probation and telecommunicator
5.19 past service account established under subdivision 8 to the fund; and

5.20 (ii) grant the member service credit for the period of past service purchased.

5.21 **Subd. 7. Determination of past service purchase price.** (a) The executive director
5.22 must calculate the purchase price for the period of past service elected by the member. The
5.23 purchase price is an amount equal to the actuarial present value, on the date of payment, of
5.24 the amount of the additional retirement annuity obtained by the additional service credit
5.25 being purchased minus the offset amount.

5.26 (b) The executive director must calculate the purchase price:

5.27 (1) using the investment return assumption specified in section 356.215, subdivision 8,
5.28 and the mortality table in effect for the general plan;

5.29 (2) by assuming continuous future service in the plan until the plan's minimum
5.30 requirements for normal retirement or retirement with an annuity unreduced for retirement
5.31 at an early age are met with the additional service credit purchased;

6.1 (3) by assuming a full-time equivalent salary, or actual salary, whichever is greater, and
6.2 a future salary history that includes annual salary increases at the applicable salary increase
6.3 rate for the plan; and

6.4 (4) by reducing the amount determined using the assumptions under clauses (1) to (3)
6.5 by the offset amount.

6.6 **Subd. 8. State probation and telecommunicator past service account established. (a)**
6.7 The state probation and telecommunicator past service account is created in the special
6.8 revenue fund.

6.9 (b) The executive director must use the money in the state probation and
6.10 telecommunicator past service account established under paragraph (a) to transfer amounts
6.11 required by subdivision 6, paragraph (e), until the balance in the account is zero.

6.12 **Sec. 2. [352.881] SUBPLAN COVERAGE CHANGES.**

6.13 Subdivision 1. Standing review committees. (a) The commissioner of corrections must
6.14 appoint a standing review committee to review and determine positions or employees of
6.15 the Department of Corrections that should be covered by this section. The commissioner
6.16 of public safety must appoint a standing review committee to review and determine positions
6.17 or employees of the Department of Public Safety that should be covered by this section.
6.18 The Metro Transit general manager must appoint a standing review committee to review
6.19 and determine positions or employees of the Metropolitan Council that should be covered
6.20 by this section.

6.21 (b) The Department of Corrections, Department of Public Safety, and Metropolitan
6.22 Council must each establish a procedure for the department's or agency's respective
6.23 committee to evaluate coverage by this section. Each committee must follow:

6.24 (1) subdivision 2 when evaluating a change in the title of an employment position listed
6.25 in section 352.88, subdivision 2, paragraph (i), clause (1), or section 352.88, subdivision 2,
6.26 paragraph (j), clause (1); and

6.27 (2) subdivision 3 when evaluating requests for starting or ceasing coverage by section
6.28 352.88.

6.29 (c) If a committee has received one or more requests for changes to the title of an
6.30 employment position or the commencement or cessation of coverage of an employee by
6.31 this section, the committee must convene at least as frequently as once every calendar
6.32 quarter. If a committee has not received any requests during a calendar quarter, the review
6.33 committee is not required to convene a meeting.

7.1 (d) Each committee must retain each request to the committee and the related
7.2 documentation and final determination for an employee or employment position in their
7.3 respective department or agency.

7.4 (e) Meetings of a standing review committee are not subject to chapter 13D.

7.5 (f) A standing review committee is not an agency for the purposes of sections 15.0597
7.6 and 15.0599.

7.7 Subd. 2. Procedures for evaluating a change in the title of an employment position. (a)
7.8 The applicable standing review committee must review a change in the title of an employment
7.9 position listed in section 352.88, subdivision 2, paragraph (i), clause (1), or section 352.88,
7.10 subdivision 2, paragraph (j), clause (1), and determine whether the responsibilities of the
7.11 employment position satisfy the requirements section 352.88, subdivision 2, paragraph (i),
7.12 or section 352.88, subdivision 2, paragraph (j).

7.13 (b) If the committee determines that the responsibilities of the employment position
7.14 have not changed or the responsibilities of the employment position have changed but the
7.15 changes do not affect the eligibility of the employment position for coverage by this section,
7.16 the department or agency affected by the determination must:

7.17 (1) submit the title change to the executive director of the Legislative Commission on
7.18 Pensions and Retirement before the start of the next legislative session and request legislation
7.19 to replace the title in section 352.88, subdivision 2, paragraph (i) or (j), as applicable, with
7.20 the new title; and

7.21 (2) notify each employee in the employment position no later than 30 days after the
7.22 effective date of the title change that the title change will not affect the continued coverage
7.23 of the employee by this section and that the department or agency, as applicable, has
7.24 submitted a request to the legislature to change the title in section 352.88, subdivision 2,
7.25 paragraph (i) or (j), as applicable.

7.26 (c) If the committee determines that the responsibilities of the employment position have
7.27 changed and the changes result in the employment position no longer being qualified for
7.28 coverage by this section, the department or agency affected by the determination must
7.29 communicate the committee's determination to all affected employees no later than 10 days
7.30 after the date of the meeting at which the determination was made and inform the employees
7.31 of the right to appeal the determination under subdivision 4.

7.32 (d) The department or agency affected by the determination to remove a title must contact
7.33 the executive director of the Legislative Commission on Pensions and Retirement before

8.1 the start of the next legislative session and request legislation to remove the title in section
8.2 352.88, subdivision 2, paragraph (i) or (j), as applicable, if:

8.3 (1) an employee appeals the determination and the determination is upheld; or

8.4 (2) an employee does not appeal the determination.

8.5 (e) The committee must include an effective date in any determination to change or
8.6 remove an employment position from the lists in section 352.88, subdivision 2, paragraph
8.7 (i) or (j). The effective date may be retroactive for a determination to change an employment
8.8 position.

8.9 Subd. 3. Procedures for starting or ceasing coverage. (a) The applicable standing
8.10 review committee must consider requests to provide coverage by this section to an employee
8.11 who satisfies the requirements of section 352.88, subdivision 2, paragraph (i), clause (2),
8.12 or section 352.88, subdivision 2, paragraph (j), clause (2), or to cease coverage of an
8.13 employee who does not satisfy the requirements of section 352.88, subdivision 2, paragraph
8.14 (i), clause (2), or section 352.88, subdivision 2, paragraph (j), clause (2).

8.15 (b) An employee, an employee's employee organization, or an employee's manager may
8.16 submit a request to the committee to provide coverage to an employee who satisfies the
8.17 requirements of section 352.88, subdivision 2, paragraph (i), clause (2), or section 352.88,
8.18 subdivision 2, paragraph (j), clause (2). The request must include:

8.19 (1) a signed and dated position description for the employee's position; and

8.20 (2) a statement signed by the employee that describes the extent to which the employee's
8.21 job duties meet the requirements of section 352.88, subdivision 2, paragraph (i), clause (2),
8.22 or section 352.88, subdivision 2, paragraph (j), clause (2).

8.23 (c) An employer may submit a request to the committee to cease coverage of an employee
8.24 who no longer satisfies the requirements of section 352.88, subdivision 2, paragraph (i),
8.25 clause (2), or section 352.88, subdivision 2, paragraph (j), clause (2). The request must
8.26 include:

8.27 (1) a signed and dated position description for the employee's position; and

8.28 (2) a statement signed by the employee's employer describing how the employee no
8.29 longer meets the requirements of section 352.88, subdivision 2, paragraph (i), clause (2),
8.30 or section 352.88, subdivision 2, paragraph (j), clause (2).

8.31 (d) After making a determination of coverage or no coverage for an employee, the
8.32 department or agency affected by the determination must communicate the committee's

9.1 determination to the affected employee no later than ten days after the date of the meeting
9.2 at which the determination was made and inform the employee of the right to appeal the
9.3 determination under subdivision 4.

9.4 (e) If after making a determination of coverage, the committee determines that an
9.5 employment position should be added to the list of employment positions in section 352.88,
9.6 subdivision 2, paragraph (i) or (j), as applicable, the department or agency affected by the
9.7 determination must submit the employment position addition to the executive director of
9.8 the Legislative Commission on Pensions and Retirement before the start of the next legislative
9.9 session and request legislation to make the change.

9.10 (f) The committee must include an effective date in any determination that an employee
9.11 must begin to receive coverage by this section or that coverage must cease. The effective
9.12 date may be retroactive to the date as of which the coverage requirements were first satisfied
9.13 or were no longer met.

9.14 Subd. 4. **Right to appeal.** (a) No later than 30 days after receiving a determination under
9.15 subdivision 2 or 3, the affected employee may appeal the determination from a standing
9.16 review committee by filing an appeal with the human resources director or the chief human
9.17 resources director of the department or agency, as applicable, in which the employee is
9.18 employed. The appeal must include:

9.19 (1) the reasons for the appeal, including the reasons the determination should be reversed;
9.20 and

9.21 (2) new or additional information, if any, not previously submitted or considered by the
9.22 committee, including a new or revised position description.

9.23 (b) The appeal must be decided by the commissioner of corrections if the employee is
9.24 an employee of the Department of Corrections, by the commissioner of public safety if the
9.25 employee is an employee of the Department of Public Safety, or the Metro Transit general
9.26 manager if the employee is an employee of the Metropolitan Council. The decision of the
9.27 commissioners or general manager, as applicable, is final.

9.28 (c) A determination not timely appealed under paragraph (a) is not entitled to further
9.29 administrative or judicial review. A determination under subdivision 2 or 3 or an appeal
9.30 decided under paragraph (b) may not be appealed under section 356.96.

9.31 **Sec. 3. EFFECTIVE DATE.**

9.32 Sections 1 and 2 are effective January 1, 2027.

10.1 **ARTICLE 2**
10.2 **ESTABLISHING THE MIXED SERVICE APPROACH FOR CALCULATING**
10.3 **ANNUITIES**

10.4 Section 1. Minnesota Statutes 2024, section 356.30, is amended by adding a subdivision
10.5 to read:

10.6 Subd. 1a. **Exceptions for certain covered plans.** (a) A person meets the requirement
10.7 of subdivision 1, paragraph (a), clause (1), and does not need to meet the requirements of
10.8 subdivision 1, paragraph (a), clauses (2) and (4), to calculate a retirement annuity pursuant
10.9 to this section, if the person is eligible to receive retirement annuities from:

10.10 (1) both of the covered plans specified in subdivision 3, clauses (1) and (2);

10.11 (2) both of the covered plans specified in subdivision 3, clauses (1) and (13); or

10.12 (3) the covered plan specified in subdivision 3, clause (12), for allowable service earned
10.13 under the general employees retirement plan and the local government probation and
10.14 telecommunicator retirement plan but only if the person was transferred from the general
10.15 employees retirement plan to the local government probation and telecommunicator
10.16 retirement plan on January 1, 2027.

10.17 (b) This paragraph applies to a person who is eligible to receive retirement annuities
10.18 from the covered plans specified in subdivision 3, clauses (1) and (2), and any other covered
10.19 plan and who elects to calculate the retirement annuities pursuant to this section.

10.20 (1) For the retirement annuities from the covered plans specified in subdivision 3, clauses
10.21 (1) and (2), the person does not need to meet the requirements of subdivision 1, paragraph
10.22 (a), clauses (2) and (4), and may begin to receive one of the annuities and defer receiving
10.23 the other annuity.

10.24 (2) For the retirement annuity from the other covered plan, the person is entitled to have
10.25 the retirement annuity from the other covered plan calculated under this section, but only
10.26 if the person meets the requirements of subdivision 1, paragraph (a), clauses (2) and (4),
10.27 such that the person has not begun to receive an annuity from the other covered plan or
10.28 made application for benefits from the other covered plan and the retirement annuity effective
10.29 dates of either of the covered plans specified in subdivision 3, clauses (1) and (2), and the
10.30 other covered plan are within a one-year period.

10.31 (c) This paragraph applies to a person who is eligible to receive retirement annuities
10.32 from the covered plans specified in subdivision 3, clauses (1) and (13), and any other covered
10.33 plan and who elects to calculate the retirement annuities pursuant to this section.

11.1 (1) For the retirement annuities from the covered plans specified in subdivision 3, clauses
11.2 (1) and (13), the person does not need to meet the requirements of subdivision 1, paragraph
11.3 (a), clauses (2) and (4), and may begin to receive one of the annuities and defer receiving
11.4 the other annuity.

11.5 (2) For the retirement annuity from the other covered plan, the person is entitled to have
11.6 the retirement annuity from the other covered plan calculated under this section, but only
11.7 if the person meets the requirements of subdivision 1, paragraph (a), clauses (2) and (4),
11.8 such that the person has not begun to receive an annuity from the other covered plan or
11.9 made application for benefits from the other covered plan and the retirement annuity effective
11.10 dates of either of the covered plans specified in subdivision 3, clauses (1) and (13), and the
11.11 other covered plan are within a one-year period.

11.12 (d) This paragraph applies to a person who is eligible to receive retirement annuities
11.13 from the covered plan specified in subdivision 3, clause (12), for allowable service earned
11.14 under the general employees retirement plan and the local government probation and
11.15 telecommunicator retirement plan, and any other covered plan, and who elects to calculate
11.16 the retirement annuities pursuant to this section.

11.17 (1) For the retirement annuities from the covered plan specified in subdivision 3, clause
11.18 (12), the person does not need to meet the requirements of subdivision 1, paragraph (a),
11.19 clauses (2) and (4), and may begin to receive a retirement annuity for either the allowable
11.20 service under the general employees retirement plan or the local government probation and
11.21 telecommunicator retirement plan and defer receiving the other annuity.

11.22 (2) For the retirement annuity from the other covered plan, the person is entitled to have
11.23 the retirement annuity from the other covered plan calculated under this section, but only
11.24 if the person meets the requirements of subdivision 1, paragraph (a), clauses (2) and (4),
11.25 such that the person has not begun to receive an annuity from the other covered plan or
11.26 made application for benefits from the other covered plan and the retirement annuity effective
11.27 dates of the covered plan specified in subdivision 3, clause (12), and the other covered plan
11.28 are within a one-year period.

11.29 (e) Subdivision 1, paragraph (b), clause (1), does not apply if a person is eligible to
11.30 receive retirement annuities from the covered plans as specified in paragraph (a). Instead,
11.31 an annuity from a covered plan specified in paragraph (a) must be calculated under the law
11.32 in effect on the date of termination of public service covered by the covered plan from which
11.33 the annuity is received.

12.1 Sec. 2. Minnesota Statutes 2024, section 356.30, subdivision 3, is amended to read:

12.2 Subd. 3. **Covered plans.** This section applies to the following retirement plans:

12.3 (1) the general state employees retirement plan of the Minnesota State Retirement System,
12.4 established under chapter 352;

12.5 (2) the correctional state employees retirement plan of the Minnesota State Retirement
12.6 System, established under chapter 352;

12.7 (3) the unclassified employees retirement program, established under chapter 352D;

12.8 (4) the State Patrol retirement plan, established under chapter 352B;

12.9 (5) the legislators retirement plan, established under chapter 3A, including constitutional
12.10 officers as specified in that chapter;

12.11 (6) the general employees retirement plan of the Public Employees Retirement
12.12 Association, established under chapter 353;

12.13 (7) the public employees police and fire retirement plan of the Public Employees
12.14 Retirement Association, established under chapter 353;

12.15 (8) the local government correctional service retirement plan of the Public Employees
12.16 Retirement Association, established under chapter 353E;

12.17 (9) the Teachers Retirement Association, established under chapter 354;

12.18 (10) the St. Paul Teachers Retirement Fund Association, established under chapter 354A;

12.19 ~~and~~

12.20 (11) the judges retirement fund, established by chapter 490;

12.21 (12) the local government probation and telecommunicator retirement plan of the Public
12.22 Employees Retirement Association, established under chapter 353H; and

12.23 (13) the special coverage subplans, established under sections 352.85, 352.86, 352.87,
12.24 or 352.88.

12.25 Sec. 3. **EFFECTIVE DATE.**

12.26 Sections 1 and 2 are effective January 1, 2027.

13.1 **ARTICLE 3**
13.2 **CHANGES TO CURRENT STATUTES TO INCORPORATE REFERENCES TO**
13.3 **THE PROBATION AND TELECOMMUNICATOR RETIREMENT SUBPLAN**

13.4 Section 1. Minnesota Statutes 2024, section 352.75, subdivision 2, is amended to read:

13.5 Subd. 2. **New employees.** All persons employed by the Metropolitan Council as
13.6 employees of the Transit Operating Division are:

13.7 (1) members of the general state employees retirement plan of the Minnesota State
13.8 Retirement System unless specifically covered by the probation and telecommunicator
13.9 retirement subplan under 352.88; and ~~are~~

13.10 (2) state employees for purposes of this chapter unless specifically excluded under section
13.11 352.01, subdivision 2b.

13.12 Sec. 2. Minnesota Statutes 2024, section 352.951, is amended to read:

13.13 **352.951 APPLICABILITY OF GENERAL LAW.**

13.14 Except as otherwise provided, this chapter applies to covered correctional employees,
13.15 military affairs personnel covered under section 352.85, Transportation Department pilots
13.16 covered under section 352.86, ~~and~~ state fire marshal employees covered under section
13.17 352.87, and probation officers and public safety telecommunicators covered under section
13.18 352.88.

13.19 Sec. 3. Minnesota Statutes 2024, section 356.315, subdivision 9, is amended to read:

13.20 Subd. 9. **Future benefit accrual rate increases.** After January 2, 1998, benefit accrual
13.21 rate increases under section 352.115, subdivision 3; 352.87, subdivision 3; 352.88,
13.22 subdivision 4; 352.93, subdivision 3; 352.95, subdivision 1; 352B.08, subdivision 2; 352B.10,
13.23 subdivision 1; 353.29, subdivision 3; 353.651, subdivision 3; 353.656, subdivision 1, 1a,
13.24 or 3a; 353E.04, subdivision 3; 353E.06, subdivision 1; 354.44, subdivision 6; 354A.31,
13.25 subdivision 4 or 4a; 356.30, subdivision 1; 490.121, subdivision 22; or 490.124, subdivision
13.26 1, must apply only to allowable service or formula service rendered after the effective date
13.27 of the benefit accrual rate increase.

13.28 Sec. 4. **EFFECTIVE DATE.**

13.29 Sections 1 through 3 are effective January 1, 2027.

14.1

ARTICLE 4

14.2

APPROPRIATIONS AND FUND TRANSFER

14.3

Section 1. ONE-TIME APPROPRIATION AND FUND TRANSFER.

14.4

14.5

14.6

(a) \$... in fiscal year 2027 is transferred from the general fund to the state probation and telecommunicator past service account established under Minnesota Statutes, section 352.88, subdivision 8. This is a one-time transfer.

14.7

14.8

14.9

14.10

(b) Money in the state probation and telecommunicator past service account is appropriated to the board of directors of the Minnesota State Retirement System to reduce the cost of service credit purchases by members who elect to purchase credit for past service under Minnesota Statutes, section 352.88, subdivision 6. This is a one-time appropriation.

14.11

Sec. 2. APPROPRIATIONS; PENSION CONTRIBUTION INCREASES.

14.12

14.13

14.14

14.15

14.16

14.17

14.18

(a) \$..... in fiscal year 2027 is appropriated from the general fund to the entities specified in paragraph (b) to offset employer pension contribution increases required of executive branch agencies under this act. These appropriations are for additional employer contributions to the Minnesota State Retirement System General Employees Retirement Plan for employees in the probation and telecommunicator retirement subplan. The base for fiscal year 2027 is \$....., the base for fiscal year 2028 is \$....., and the base for fiscal year 2029 and later is \$.....

14.19

14.20

14.21

14.22

14.23

14.24

14.25

The commissioner of management and budget must determine an allocation of the amount appropriated in paragraph (a) for the Department of Corrections, Department of Public Safety, and the Metropolitan Council. Each allocation is directly appropriated to each of these entities as specified by the commissioner. The commissioner of management and budget must report the amounts appropriated under this section to the chairs and ranking minority members of the house of representatives Ways and Means Committee and the senate Finance Committee by August 15, 2027.