

April 3, 1981 Meeting
Room 83 State Office Bldg.

MINUTES

Rep. Sarna, chairman, opened the meeting.

PRESENT: Senators Donald Moe, Renneke, Collin Peterson, Spear, Frederickson
Representatives Sarna, Kaley, Reding Rice, Rodriguez

Mr. Davis Roenisch, PERA actuary, explained the PERA benefit increase proposal.
HF 348 (Sarna); SF 753 (Peterson, C.C.).

The bill provides for a number of benefit increases for the PERA and PERA-P&F and also reduces the employer additional contribution made on behalf of most PERA members. The benefit increases include the payment of amounts required to liquidate a deficiency in the Minnesota Post Retirement Investment Fund from PERA or PERA-P&F, the imposition of only one half of the normal joint and survivor optional annuity reduction rate for 50 percent joint and survivor optional annuities, the addition of a lump sum death benefit for deceased active members of \$500 per year of allowable service credit, and the addition of a casualty survivor benefit equivalent to a 50 percent joint and survivor optional annuity for survivors of deceased active members who have at least ten years of allowable service credit which includes projected service credit to normal retirement age.

Sen. Collin Peterson moved that HF 348; SF 753 be recommended to pass. Motion failed.

HF 112 (Berkelman); SF 132 (Solon): DTRFA; Establishment of New Coordinated Program; Benefit Increase

The bill provides for an increase in retirement benefits for current active members, a post retirement increase for current retired members, a modification in retirement plan coverage for new members and members who elect the modified coverage, and an increase in both employer and member contributions.

The bill increases the normal cost from \$10.08% to \$10.81%.

Sen. Donald Moe moved that HF 112; SF 132 be recommended to pass. Motion Carried.

HF 112; SF 132 to be sent to Finance Committee.

Rep. Leo Reding
Secretary

Eleanor Diebel
Staff Secretary