(SENATE AUTHORS: FRENTZ and Seeberger)

BD/BM

SENATE STATE OF MINNESOTA NINETY-THIRD SESSION

S.F. No. 3179

| | DATE 03/30/2023 | R | ntroduction and first reading eferred to State and Local Go ee HF3100 | OFFICIAL STATUS | |
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| | | | | | |
| 1.1 | | | A bill t | for an act | |
| 1.2 1.3 1.4 1.5 1.6 1.7 1.8 1.9 1.10 1.11 1.12 1.13 | and fire postretin decreasi contribu investme and addi subdivis a subdivi subdivis 352B; 3 | retirement ement adju ng the emp tion for the ent rate of 1 ng direct st ion 1a; 353 ision; 356. ions 2, 3; p 53. | plan; reducing emple istments; modifying ployer contribution ra- public employees por return actuarial assum ate aids; amending M 3.01, subdivision 47; 215, subdivision 8; 3 proposing coding for THE LEGISLATUR | ement plan and public employees police oyee contribution rates; increasing vesting and return to work requirements, ate, and adding a supplemental employer olice and fire retirement plan; reducing the mption; reducing interest rates; increasing Ainnesota Statutes 2022, sections 352B.02 ; 353.65, subdivisions 2, 3, 3b, by adding 356.415, subdivisions 1c, 1e; 356.59, r new law in Minnesota Statutes, chapters E OF THE STATE OF MINNESOTA: ICLE 1 UTION RATE DECREASE | e g |
| 1.16 | Section 1.1 | Minnesota S | Statutes 2022, section | n 352B.02, subdivision 1a, is amended to | read: |
| 1.17 | Subd. 1a. | Member | contributions. (a) T | he member contribution is the following | |
| 1.18 | percentage o | f the memb | per's salary: | | |
| 1.19 | from Ju | y 1, 2014, | to June 30, 2016 | 13.4 | |
| 1.20 | from Ju | y 1, 2016, | to June 30, 2018 | 14.4 | |
| 1.21 | from Ju | y 1, 2018, | to June 30, 2020 | 14.9 | |
| 1.22 | after Jur | ne 30 July 1 | <u>1</u> , 2020 <u>, to June 30, 2</u> | 2023 15.4 | |
| 1.23 | after Jur | ne 30, 2023 | <u>-</u> | 10.5 | |
| 1.24 | (b) These | contributio | ons must be made by | y deduction from salary as provided in se | ction |
| 1.25 | 352.04, subd | ivision 4. | | | |
| | | | | | |
| | | | | | |

- 2.1 (c) Contribution increases under paragraph (a) must be paid starting the first day of the
 2.2 first full pay period after the effective date of the increase.
- 2.3

EFFECTIVE DATE. This section is effective the day following final enactment.

2.4 Sec. 2. Minnesota Statutes 2022, section 353.65, subdivision 2, is amended to read:

Subd. 2. Employee contribution. (a) For members other than members who were active
members of the former Minneapolis Firefighters Relief Association on December 29, 2011,
or for members other than members who were active members of the former Minneapolis
Police Relief Association on December 29, 2011, the employee contribution is an amount
equal to the following percentage of the total salary of each member, as follows:

| 2.10 | before January 1, 2019 | 10.8 percent |
|------|---|--------------|
| 2.11 | from January 1, 2019, through December 31, 2019 | 11.3 percent |
| 2.12 | from January 1, 2020, and thereafter to June 30, 2023 | 11.8 percent |
| 2.13 | after June 30, 2023 | 9.4 percent |

(b) For members who were active members of the former Minneapolis Firefighters Relief
Association on December 29, 2011, the employee contribution is an amount equal to eight
percent of the monthly unit value under section 353.01, subdivision 10a, multiplied by 80
and expressed as a biweekly amount for each member. The employee contribution made
by a member with at least 25 years of service credit as an active member of the former
Minneapolis Firefighters Relief Association must be deposited in the postretirement health
care savings account established under section 352.98.

(c) For members who were active members of the former Minneapolis Police Relief
Association on December 29, 2011, the employee contribution is an amount equal to eight
percent of the monthly unit value under section 353.01, subdivision 10b, multiplied by 80
and expressed as a biweekly amount for each member. The employee contribution made
by a member with at least 25 years of service credit as an active member of the former
Minneapolis Police Relief Association must be deposited in the postretirement health care
savings account established under section 352.98.

(d) Contributions under this section must be made by deduction from salary in the manner
provided in subdivision 4. Where any portion of a member's salary is paid from other than
public funds, the member's employee contribution is based on the total salary received from
all sources.

2.32 **EFFECTIVE DATE.** This section is effective the day following final enactment.

| 3.1 | ARTICLE 2 | | | | | |
|------|--|--|--|--|--|--|
| 3.2 | POSTRETIREMENT ADJUSTMENTS | | | | | |
| | | | | | | |
| 3.3 | Section 1. Minnesota Statutes 2022, section 356.415, subdivision 1c, is amended to read: | | | | | |
| 3.4 | Subd. 1c. Annual postretirement adjustments; PERA-public employees police and | | | | | |
| 3.5 | fire retirement plan. (a) Retirement annuity, disability benefit, or survivor benefit recipients | | | | | |
| 3.6 | of the public employees police and fire retirement plan are entitled to an annual postretirement | | | | | |
| 3.7 | adjustment, effective as of each January 1, as follows: | | | | | |
| 3.8 | (1) through December 31, 2023, for each annuitant or benefit recipient who will have | | | | | |
| 3.9 | been receiving an annuity or benefit for at least 36 full months as of the immediate preceding | | | | | |
| 3.10 | June 30, a postretirement increase of one percent must be applied each year to the amount | | | | | |
| 3.11 | of the monthly annuity or benefit of the annuitant or benefit recipient; or | | | | | |
| 3.12 | (2) through December 31, 2023, for each annuitant or benefit recipient who has been | | | | | |
| 3.13 | receiving the annuity or benefit for at least 25 full months, but less than 36 months as of | | | | | |
| 3.14 | the immediate preceding June 30, a postretirement increase of 1/12 of one percent for each | | | | | |
| 3.15 | full month that the person has been receiving an annuity or benefit during the fiscal year in | | | | | |
| 3.16 | which the annuity or benefit was effective must be applied each year to the amount of the | | | | | |
| 3.17 | monthly annuity or benefit of the annuitant or benefit recipient-; or | | | | | |
| 3.18 | (3) effective January 1, 2024, and thereafter, for each annuitant or benefit recipient who | | | | | |
| 3.19 | has been receiving an annuity or benefit for at least six full months as of the immediate | | | | | |
| 3.20 | preceding June 30, a postretirement increase of 1.5 percent must be applied each year to | | | | | |
| 3.21 | the amount of the monthly annuity or benefit of the annuitant or benefit recipient. | | | | | |
| 3.22 | (b) An increase in annuity or benefit payments under this section must be made | | | | | |
| 3.23 | automatically unless written notice is filed by the annuitant or benefit recipient with the | | | | | |
| 3.24 | executive director of the Public Employees Retirement Association requesting that the | | | | | |
| 3.25 | increase not be made. | | | | | |
| 3.26 | EFFECTIVE DATE. This section is effective the day following final enactment. | | | | | |
| | | | | | | |
| 3.27 | Sec. 2. Minnesota Statutes 2022, section 356.415, subdivision 1e, is amended to read: | | | | | |
| 3.28 | Subd. 1e. Annual postretirement adjustments; State Patrol retirement plan. (a) | | | | | |
| 3.29 | Retirement annuity, disability benefit, or survivor benefit recipients of the State Patrol | | | | | |
| 3.30 | retirement plan are entitled to an annual postretirement adjustment, effective as of each | | | | | |
| 3.31 | January 1, as follows: | | | | | |
| | | | | | | |

| 4.1 | (1) through December 31, 2023, a postretirement increase | of one percent must be applied | | | | |
|------|---|---------------------------------------|--|--|--|--|
| 4.2 | each year to the monthly annuity or benefit of each annuitant or benefit recipient who has | | | | | |
| 4.3 | been receiving an annuity or a benefit for at least 12 full months as of the June 30 of the | | | | | |
| 4.4 | calendar year immediately before the adjustment; and | | | | | |
| 4.5 | (2) through December 31, 2023, for each annuitant or be | enefit recipient who has been | | | | |
| 4.6 | receiving an annuity or a benefit for at least one full month, | but less than 12 full months as | | | | |
| 4.7 | of the June 30 of the calendar year immediately before the a | idjustment, an annual | | | | |
| 4.8 | postretirement increase of 1/12 of one percent for each mon | th that the person has been | | | | |
| 4.9 | receiving an annuity or benefit must be applied to the amou | nt of the monthly annuity or | | | | |
| 4.10 | benefit of each annuitant or benefit recipient-; and | | | | | |
| 4.11 | (3) effective January 1, 2024, and thereafter, for each and | nuitant or benefit recipient who | | | | |
| 4.12 | has been receiving an annuity or benefit for at least six full | months as of the immediate | | | | |
| 4.13 | preceding June 30, a postretirement increase of 1.5 percent | must be applied each year to | | | | |
| 4.14 | the amount of the monthly annuity or benefit of the annuita | nt or benefit recipient. | | | | |
| 4.15 | (b) An increase in annuity or benefit payments under thi | s subdivision must be made | | | | |
| 4.16 | automatically unless written notice is filed by the annuitant | or benefit recipient with the | | | | |
| 4.17 | executive director of the applicable covered retirement plan requesting that the increase not | | | | | |
| 4.18 | be made. | | | | | |
| 4.19 | EFFECTIVE DATE. This section is effective the day f | ollowing final enactment. | | | | |
| 4.20 | ARTICLE 3 | | | | | |
| 4.21 | POLICE AND FIRE PLAN EMPLOYER CON | TRIBUTION RATE | | | | |
| 4.22 | Section 1. Minnesota Statutes 2022, section 353.65, subdi | vision 3, is amended to read: | | | | |
| 4.23 | Subd. 3. Employer contribution and supplemental em | ployer contribution . (a) With | | | | |
| 4.24 | respect to members other than members who were active mem | bers of the former Minneapolis | | | | |
| 4.25 | Firefighters Relief Association on December 29, 2011, or for | r members other than members | | | | |
| 4.26 | who were active members of the former Minneapolis Police R | elief Association on December | | | | |
| 4.27 | 29, 2011, the employer contribution is an amount equal to the | ne following percentage of the | | | | |
| 4.28 | total salary of each member, as follows: | | | | | |
| 4.29 | before January 1, 2019 | 16.2 percent | | | | |
| 4.30 | from January 1, 2019, through December 31, 2019 | 16.95 percent | | | | |
| 4.31 | from January 1, 2020, and thereafter to June 30, 2023 | 17.7 percent | | | | |

4.32

from July 1, 2023, and thereafter

14.1 percent

| 5.1 | (b) With respect to members who were active members of the former Minneapolis |
|------|---|
| 5.2 | Firefighters Relief Association on December 29, 2011, the employer contribution is an |
| 5.3 | amount equal to the amount of the member contributions under subdivision 2, paragraph |
| 5.4 | (b). |
| 5.5 | (c) With respect to members who were active members of the former Minneapolis Police |
| 5.6 | Relief Association on December 29, 2011, the employer contribution is an amount equal |
| 5.7 | to the amount of the member contributions under subdivision 2, paragraph (c). |
| 5.8 | (d) Effective July 1, 2023, with respect to members other than members described in |
| 5.9 | paragraphs (b) and (c), the employing governmental subdivision must pay to the public |
| 5.10 | employees police and fire retirement plan a supplemental employer contribution. The |
| 5.11 | supplemental employer contribution is 3.6 percent of the total salary of each member. The |
| 5.12 | supplemental employer contribution remains in effect until the earlier of: |
| 5.13 | (1) December 31 following two consecutive annual actuarial valuations, prepared under |
| 5.14 | section 356.215 by the actuary retained by the fund under section 356.214, which indicate |
| 5.15 | that the actuarial value of assets of the fund equals or exceeds 100 percent of the actuarial |
| 5.16 | accrued liabilities; or |
| 5.17 | <u>(2) July 1, 2048.</u> |
| 5.18 | (e) Contributions under this subdivision must be made from funds available to the |
| 5.19 | employing governmental subdivision by the means and in the manner provided in section |
| 5.20 | 353.28. |
| 5.21 | EFFECTIVE DATE. This section is effective the day following final enactment. |
| 5.22 | ARTICLE 4 |
| 5.23 | OTHER PERA POLICE AND FIRE PLAN PROVISIONS |
| 5.24 | Section 1. Minnesota Statutes 2022, section 353.01, subdivision 47, is amended to read: |
| 5.25 | Subd. 47. Vesting. (a) "Vesting" means obtaining a nonforfeitable entitlement to an |
| 5.26 | annuity or benefit from a retirement plan administered by the Public Employees Retirement |
| 5.27 | Association by having credit for sufficient allowable service under paragraph (b), (c), or |
| 5.28 | (d), whichever applies. |
| 5.29 | (b) For purposes of qualifying for an annuity or benefit as a basic or coordinated plan |
| 5.30 | member of the general employees retirement plan of the Public Employees Retirement |
| 5.31 | Association: |

(1) a public employee who first became a member of the association before July 1, 2010, 6.1 is 100 percent vested when the person has accrued credit for not less than three years of 6.2 allowable service in the general employees retirement plan; and 6.3 (2) a public employee who first becomes a member of the association after June 30, 6.4 2010, is 100 percent vested when the person has accrued credit for not less than five years 6.5 of allowable service in the general employees retirement plan. 6.6 (c) For purposes of qualifying for an annuity or benefit as a member of the local 6.7 government correctional service retirement plan: 6.8 (1) a public employee who first became a member of the association before July 1, 2010, 6.9 is 100 percent vested when the person has accrued credit for not less than three years of 6.10 allowable service in the local government correctional service retirement plan; and 6.11 6.12 (2) a public employee who first becomes a member of the association after June 30, 2010, is vested at the following percentages when the person has accrued credit for allowable 6.13 service in the local government correctional service retirement plan, as follows: 6.14 (i) 50 percent after five years; 6.15 (ii) 60 percent after six years; 6.16 (iii) 70 percent after seven years; 6.17 (iv) 80 percent after eight years; 6.18 (v) 90 percent after nine years; and 6.19 (vi) 100 percent after ten years. 6.20 (d) For purposes of qualifying for an annuity or benefit as a member of the public 6.21 employees police and fire retirement plan: 6.22 (1) a public employee who first became a member of the association before July 1, 2010, 6.23 is 100 percent vested when the person has accrued credit for not less than three years of 6.24 allowable service in the public employees police and fire retirement plan; 6.25 (2) a public employee to whom clause (4) does not apply and who first becomes became 6.26 a member of the association after June 30, 2010, and before July 1, 2014, is vested at the 6.27 following percentages when the person has accrued credited allowable service in the public 6.28 employees police and fire retirement plan, as follows: 6.29 (i) 50 percent after five years; 6.30 (ii) 60 percent after six years; 6.31

7.1 (iii) 70 percent after seven years;
7.2 (iv) 80 percent after eight years;
7.3 (v) 90 percent after nine years; and
7.4 (vi) 100 percent after ten years; and
7.5 (3) a public employee to whom clause (4) does not apply and who first becomes a member
7.6 of the association after June 30, 2014, is vested at the following percentages when the person

7.7 has accrued credit for allowable service in the public employees police and fire retirement

- 7.8 plan, as follows:
- 7.9 (i) 50 percent after ten years;
- 7.10 (ii) 55 percent after 11 years;
- 7.11 (iii) 60 percent after 12 years;
- 7.12 (iv) 65 percent after 13 years;
- 7.13 (v) 70 percent after 14 years;
- 7.14 (vi) 75 percent after 15 years;
- 7.15 (vii) 80 percent after 16 years;
- 7.16 (viii) 85 percent after 17 years;
- 7.17 (ix) 90 percent after 18 years;
- 7.18 (x) 95 percent after 19 years; and
- 7.19 (xi) 100 percent after 20 or more years-; and
- 7.20 (4) a public employee who first became a member of the association after June 30, 2010,
- 7.21 and who is a member of the association after June 30, 2023, is 100 percent vested when the
- 7.22 person has accrued credit for not less than ten years of allowable service in the public
- 7.23 employees police and fire retirement plan.
- 7.24 **EFFECTIVE DATE.** This section is effective July 1, 2023.

7.25 Sec. 2. [353.6513] REEMPLOYMENT OF RETIREE.

- 7.26 (a) Notwithstanding any state law to the contrary, including section 353.37, if an eligible
- 7.27 person described in paragraph (b) is receiving an annuity from the public employees police
- and fire retirement plan, the eligible person may return to employment with a governmental

| | 03/15/23 | REVISOR | BD/BM | 23-04628 | as introduced | | | |
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| 8.1 | subdivision on or after the effective date without any reduction or suspension of the person's | | | | | | | |
| 8.2 | annuity. | | | | | | | |
| 8.3 | <u>(b)</u> An e | (b) An eligible person is a person who: | | | | | | |
| 8.4 | <u>(1)</u> has b | been separated from p | oublic service for | at least 30 days; and | | | | |
| 8.5 | (2) is ret | urning with the appro | oval of the chief o | f the police or fire dep | artment or director | | | |
| 8.6 | <u> </u> | | | blic employees police | | | | |
| | | State Patrol retirement | | | | | | |
| 8.7 | - | | | | | | | |
| 8.8 | (c) This | section expires Dece | mber 31, 2032. | | | | | |
| 8.9 | EFFEC | TIVE DATE. This se | ection is effective | e July 1, 2023. | | | | |
| 8.10 | | | ARTICLE | 5 | | | | |
| 8.11 | | INVESTMENT | FRATE OF RE | FURN ASSUMPTIO | Ν | | | |
| 8.12 | Section 1. | Minnesota Statutes 2 | 2022, section 356 | .215, subdivision 8, is | amended to read: | | | |
| 8.13 | Subd. 8. | Actuarial assumpti | ons. (a) The actu | arial valuation must u | se the applicable | | | |
| 8.14 | following in | ivestment return assu | mption: | | | | | |
| 8.15 | | | | investment return | | | | |
| 8.16 | | plan | _ | assumption | | | | |
| 8.17 | - | e employees retireme | - | 7.5% | | | | |
| 8.18 | | l state employees reti | rement plan | 7.5 | | | | |
| 8.19 | State Patrol | retirement plan | | 7.5 <u>7</u> | | | | |
| 8.20 8.21 8.22 | U | retirement plan, and f al officers calculation | | 0 | | | | |
| 8.23 | judges retire | ement plan | | 7.5 | | | | |
| 8.24 | general pub | lic employees retiren | nent plan | 7.5 | | | | |
| 8.25 | public empl | loyees police and fire | retirement plan | 7.5 <u>7</u> | | | | |
| 8.26 8.27 | local govern plan | nment correctional se | ervice retirement | 7.5 | | | | |
| 8.28 | teachers ret | irement plan | | 7.5 | | | | |
| 8.29 | St. Paul tea | chers retirement plan | | 7.5 | | | | |
| 8.30 | Bloomingto | on Fire Department R | elief Association | 6 | | | | |
| 8.31 8.32 | local month associations | ly benefit volunteer : s | firefighter relief | 5 | | | | |
| 8.33 8.34 | | nefit retirement plans refighter retirement p | | 6 | | | | |

| 9.1 | (b) The actuarial valuation for each of the covered retirement plans listed in section | | | | | |
|------|--|---------------------------|----------------------------|--|--|--|
| 9.2 | 356.415, subdivision 2, and the St. Paul Teachers Retirement Fund Association must take | | | | | |
| 9.3 | into account the postretirement adjustment rate or rates applicable to the plan as specified | | | | | |
| 9.4 | in section 354A.29, subdivision 7, or 356.415, whichever applies. | | | | | |
| 9.5 | (c) The actuarial valuation must use the | he applicable salary inc | rease and payroll growth | | | |
| 9.6 | assumptions found in the appendix to the | standards for actuarial | work adopted by the | | | |
| 9.7 | Legislative Commission on Pensions and | Retirement pursuant to | section 3.85, subdivision | | | |
| 9.8 | 10. The appendix must be updated when | ever new assumptions h | ave been approved or | | | |
| 9.9 | deemed approved under subdivision 18. | | | | | |
| 9.10 | (d) The assumptions set forth in the ap | pendix to the standards f | or actuarial work continue | | | |
| 9.11 | to apply, unless a different salary assump | tion or a different payro | oll increase assumption: | | | |
| 9.12 | (1) has been proposed by the governing | ng board of the applicab | le retirement plan; | | | |
| 9.13 | (2) is accompanied by the concurring | recommendation of the | actuary retained under | | | |
| 9.14 | section 356.214, subdivision 1, if applical | ole, or by the approved a | ctuary preparing the most | | | |
| 9.15 | recent actuarial valuation report if section 356.214 does not apply; and | | | | | |
| 9.16 | (3) has been approved or deemed approved under subdivision 18. | | | | | |
| 9.17 | EFFECTIVE DATE. This section is effective June 30, 2023. | | | | | |
| 9.18 | Sec. 2. Minnesota Statutes 2022, section 356.59, subdivision 2, is amended to read: | | | | | |
| 9.19 | Subd. 2. Minnesota State Retirement System. (a) The interest rates for all retirement | | | | | |
| 9.20 | plans administered by the Minnesota State Retirement System other than the State Patrol | | | | | |
| 9.21 | retirement plan are as follows: | | | | | |
| 9.22 | | Annual | Monthly | | | |
| 9.23 | before July 1, 2015 | 8.5 percent | 0.71 percent | | | |
| 9.24 | from July 1, 2015, to June 30, 2018 | 8.0 percent | 0.667 percent | | | |
| 9.25 | after June 30, 2018 | 7.5 percent | 0.625 percent | | | |
| 9.26 | (b) For the State Patrol retirement plan, the interest rates are as follows: | | | | | |
| 9.27 | | Annual | Monthly | | | |
| 9.28 | before July 1, 2015 | 8.5 percent | 0.71 percent | | | |
| 9.29 | from July 1, 2015, to June 30, 2018 | 8.0 percent | 0.667 percent | | | |
| 9.30 | from July 1, 2018, to June 30, 2023 | 7.5 percent | 0.625 percent | | | |
| 9.31 | after June 30, 2023 | 7.0 percent | 0.583 percent | | | |
| 9.32 | EFFECTIVE DATE. This section is | effective June 30, 2023 | <u>-</u> | | | |

| | 03/15/23 | REVISOR | BD/BM | 1 | 23-04628 | as introduced |
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| 10.1 | Sec. 3. Minne | esota Statutes 2022, s | section | 356.59, subdiv | vision 3, i | s amended to read: |
| 10.2 | Subd. 3. Pu | blic Employees Reti | iremeı | nt Association. | (<u>a)</u> The | interest rates for all |
| 10.3 | retirement plan | s administered by the | e Publi | c Employees R | etiremen | t Association other than |
| 10.4 | the public empl | oyees police and fire | e retire | <u>ment plan</u> are a | s follows | 5: |
| 10.5 | before July | 1, 2015 | | 8.5 percent | | |
| 10.6 | · | , 2015, to June 30, 20 | 018 | 8.0 percent | | |
| 10.7 | after June 3 | 0, 2018 | | 7.5 percent | | |
| 10.8 | (b) For the p | public employees pol | lice an | d fire retiremen | it plan, th | e interest rates are as |
| 10.9 | follows: | | | | | |
| 10.10 | | | | Annual | | Monthly |
| 10.11 | before July | 1, 2015 | | 8.5 percent | | 0.71 percent |
| 10.12 | | , 2015, to June 30, 20 | | 8.0 percent | | 0.667 percent |
| 10.13 | from July 1 | , 2018, to June 30, 20 | 023 | 7.5 percent | | 0.625 percent |
| 10.14 | after June 3 | 0, 2023 | | 7.0 percent | | 0.583 percent |
| 10.15 | EFFECTIV | E DATE. This secti | ion is e | effective June 3 | 0, 2023. | |
| 10.16 | | | AR | TICLE 6 | | |
| 10.17 | | DIRECT A | AIDS 7 | FO PENSION | PLANS | |
| 10.18 | Section 1 [35 | 32B.025] DIRECT S | татғ | CAID: STATE | PATRO | L RETIREMENT |
| 10.19 | FUND. | Dives Direct S | | <u>, , , , , , , , , , , , , , , , , , , </u> | | |
| | | | D | | .1 | 1 11 01 4 500 000 |
| 10.20 | | | | | , the state | e shall pay \$14,500,000 |
| 10.21 | annually to the | State Patrol retireme | | <u>u.</u> | | |
| 10.22 | Subd. 2. Aid appropriation. The commissioner of management and budget shall pay | | | | | |
| 10.23 | the aid amount under subdivision 1 on or before October 1, 2023, and October 1 of each | | | | | |
| 10.24 | year thereafter. The amount required is appropriated annually from the general fund to the | | | | | |
| 10.25 | commissioner of | of management and b | oudget. | <u>.</u> | | |
| 10.26 | Subd. 3. Aid | d expiration. The aid | d unde | r subdivision 1 | continue | es until the earlier of: |
| 10.27 | (1) Decemb | er 31 following two c | consect | utive annual act | uarial va | luations, prepared under |
| 10.28 | section 356.215 | by the actuary retain | ned by | the fund under | section | 356.214, which indicate |
| 10.29 | that the actuaria | al value of assets of t | he fun | d equals or exc | eeds 100 | percent of the actuarial |
| 10.30 | accrued liabiliti | les; or | | | | |
| 10.31 | <u>(2)</u> July 1, 2 | 048. | | | | |

| | 03/15/23 | REVISOR | BD/BM | 23-04628 | as introduced | |
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| 11.1 | <u>EFFECTI</u> | VE DATE. This | section is effectiv | ve the day following final | enactment. | |
| 11.2 | Sec. 2. Minn | esota Statutes 20 |)22, section 353.6 | 5, subdivision 3b, is amer | nded to read: | |
| 11.3 | Subd. 3b. I | Direct state aid. | (a) The state shal | l pay \$4,500,000 <u>\$9,000,0</u> |)00 on October | |
| 11.4 | 1, 2018, and O | ctober 1, 2019 20 | 023, to the public | employees police and fire | retirement plan. | |
| 11.5 | (b) By Octo | ober 1 of each yea | ur after 2019 2023, | the state shall pay \$9,000, | 000 <u>\$84,000,000</u> | |
| 11.6 | to the public e | mployees police | and fire retirement | nt plan. | | |
| 11.7 | <u>(c)</u> The cor | nmissioner of m | anagement and bu | ndget shall pay the aid spe | cified in this | |
| 11.8 | subdivision. T | he amount requi | red is annually ap | propriated from the gener | al fund to the | |
| 11.9 | commissioner | of management | and budget. | | | |
| 11.10 | (b) The aid | under paragrapl | ı (a) continues un | til the earlier of: | | |
| 11.11 | (1) the first | t day of the fisca | l year following t l | ne fiscal year in which the | actuarial value | |
| 11.12 | of assets of the fund equals or exceeds 100 percent of the actuarial accrued liabilities as | | | | | |
| 11.13 | reported by the | e actuary retaine | d under section 35 | 6.214 in the annual actua | rial valuation | |
| 11.14 | prepared under | r section 356.21: | 5; or | | | |
| 11.15 | (2) July 1, 2 | 2048. | | | | |
| 11.16 | EFFECTI | VE DATE. This | section is effectiv | ve the day following final | enactment. | |
| 11.17 | Sec. 3. Minn | esota Statutes 20 |)22, section 353.6 | 5, is amended by adding a | a subdivision to | |
| 11.18 | read: | | | | | |
| 11.19 | <u>Subd. 3c.</u> A | Aid expiration. | The aid under sub | division 3b continues unti | l the earlier of: | |
| 11.20 | (1) Decemb | ber 31 following | two consecutive a | annual actuarial valuations | s prepared under | |
| 11.21 | section 356.21 | 5 by the actuary | retained by the fu | nd under section 356.214 | that indicate that | |
| 11.22 | the actuarial va | lue of assets of th | ne fund equals or e | xceeds 100 percent of the | actuarial accrued | |
| 11.23 | liabilities; or | | | | | |
| 11.24 | (2) July 1, 1 | 2048. | | | | |
| 11.25 | EFFECTI | VE DATE. This | section is effective | ve the day following final | enactment. | |