

(2) **MASTER POLICY-CERTIFICATES.** A provision that the insurer will issue a master policy to the employer, or to the executive officer or trustee of the association; and the insurer shall also issue to the employer or to the executive officer or trustee of the association, for delivery to the employee or member who is insured under the policy, an individual certificate setting forth a statement as to the insurance protection to which he is entitled and to whom payable, together with a statement as to when and where the master policy, or a copy thereof, may be seen for inspection by the individual insured; this individual certificate may contain the names of, and insure the dependents of, the employee or member, as provided for herein;

(3) **NEW INSURED.** A provision that to the group or class thereof originally insured may be added, from time to time, all new employees of the employer or members of the association eligible to and applying for insurance in that group or class and covered or to be covered by the master policy.

Sec. 3. Minnesota Statutes 1971, Section 62C.14, is amended by adding a subdivision to read:

Subd. 14. No subscriber's individual contract or any group contract which provides for coverage of family members or other dependents of a subscriber or of an employee or other group member of a group subscriber, shall be renewed, delivered, or issued for delivery in this state unless such contract includes as covered family members or dependents any newborn infants immediately from the moment of birth and thereafter which insurance shall provide coverage for illness, injury, congenital malformation or premature birth.

Sec. 4. **EFFECTIVE DATES.** As to policies or contracts of accident and sickness insurance delivered or issued for delivery for the first time on or after January 1, 1974, this act shall become effective on January 1, 1974; as to policies or contracts already in force on January 1, 1974, this act shall become effective on the first renewal or premium anniversary following January 1, 1974.

Approved May 18, 1973.

CHAPTER 304—H.F.No.535

[Not Coded]

An act relating to the firemen's relief association in the city of Coon Rapids; providing for a tax levy.

Changes or additions indicated by underline, deletions by ~~strikeout~~.

Be it enacted by the Legislature of the State of Minnesota:

Section 1. **COON RAPIDS, CITY OF; FIREMEN'S RELIEF ASSOCIATION.** Subdivision 1. Notwithstanding any provision of law to the contrary, the bylaws of the firemen's relief association in the city of Coon Rapids may provide for the payment of benefits as set forth in the following subdivisions.

Subd. 2. A service pension payable to a retired fireman who has reached the age of 50 years and who has 20 years or more service as a fireman for the city of Coon Rapids, in an amount not exceeding \$400 per year of service, to be paid in a lump sum, with a maximum benefit of \$12,000. A fireman who retires prior to age 50, with at least 20 years service shall be entitled to the retirement benefit upon attaining age 50.

Subd. 3. A disability benefit payable to a fireman who is permanently disabled as determined by the association for reasons causally related to his employment as a fireman, in the amount of \$8,000 plus \$400 for each year of service in excess of 20 years, to be paid in a lump sum, with a maximum benefit of \$12,000. Any fireman who receives benefits under this section shall not be entitled to any further retirement or disability benefits from the association.

Subd. 4. A disability benefit payable to a fireman with four or more years service as a fireman in the city of Coon Rapids who is permanently disabled as determined by the association for reasons not causally related to his employment as a fireman, in the amount of \$1,600, plus \$200 for each year of service in excess of nine years. Provided further, however, that if such disabled fireman has at least 20 years of service, the permanent disability benefit shall be the same as set forth in subdivision 3. Any fireman who receives benefits under this section shall not be entitled to any further retirement or disability benefits from the association.

Subd. 5. If a fireman is temporarily totally disabled as determined by the association for reasons causally related to his employment as a fireman, a disability benefit in the amount of \$140 per week for not to exceed 52 weeks. Temporary total disability shall mean such disability as prevents the fireman from performing his fireman duties and his non-fireman employment duties, if any.

Subd. 6. If a fireman is temporarily totally disabled for reasons not causally related to his employment as a fireman, a disability benefit in the amount of \$56 per week for not to exceed 52 weeks. Provided, that if the fireman is hospitalized during such disability or a portion thereof, the disability benefit shall be in the

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amount of \$112 per week during the period of hospitalization, not to exceed 52 weeks.

Subd. 7. If a fireman is temporarily partially disabled for reasons causally related to his employment as a fireman, a disability benefit in the amount of \$70 per week for not to exceed 52 weeks. Temporary partial disability shall mean such disability as prevents the fireman from performing his fireman duties but not his non-fireman employment duties, if any.

Subd. 8. If an active member of the relief association dies for reasons causally related to his employment as a fireman, leaving dependents, as defined in Minnesota Statutes, Section 69.48, a death benefit in an amount not exceeding \$16,000, to be paid in a lump sum, plus \$800 for each year of service in excess of 20, with a maximum benefit of \$24,000.

Subd. 9. If an active member of the relief association dies for reasons not causally related to his employment as a fireman, leaving dependents, as defined in Minnesota Statutes, Section 69.48, a death benefit in an amount of \$1,600, plus \$200 for each year of service in excess of eight years, with a maximum benefit of \$3,000. Provided, that if such deceased fireman has at least 15 years of service, the dependents' benefit shall be in the amount of \$400 per year of service, with a maximum benefit of \$12,000.

Sec. 2. Full-time firemen for the city of Coon Rapids shall be members of the public employees retirement association and be required to make contributions as provided for under the public employees retirement act, and not otherwise. This section shall be effective retroactive to January 1, 1965.

Sec. 3. Subdivision 1. The treasurer of the city of Coon Rapids and the secretary of the firemen's relief association in the city of Coon Rapids, maintaining and administering the firemen's pension fund, shall during the month of June of each year, prepare and certify an estimate of the necessary appropriation which will be sufficient to meet the current normal cost determined by the entry age normal cost method based upon a three percent interest assumption, plus an additional amount sufficient to retire the accumulated deficit by 1991. During the first year after passage of this act, but prior to ratification by the city, and at least once every four years thereafter, the firemen's relief association shall obtain an actuarial survey and report to assist in the preparation of annual estimates required by this section, which survey and report shall be prepared in accordance with the provisions of Laws 1965, Chapter 641, as amended, except that normal costs and amortiza-

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tion costs shall be determined as dollar amounts, and except that any deficit shall be retired by 1991.

The records of account shall be maintained under the direction of the treasurer of the city of Coon Rapids by the secretary of the firemen's relief association. The system of accounting employed shall be in accordance with generally accepted accounting principles, and shall employ applicable actuarial assumptions in a manner which will provide an actuarial measurement of the liabilities for accumulated pension reserves needed for in-service members, and the liabilities for rights which have become vested, and the overall financial solvency of the fund. Commencing August 1, 1973 and pursuant to Minnesota Statutes, Section 69.772, the secretary of the relief association shall submit a report to the city council which shall reflect the financial condition of the relief association fund, and the financial requirements for the following year.

Subd. 2. The city shall annually provide by tax levy or other means, the financial requirements so certified by the relief association, less any estimated state aid and member contributions.

Sec. 4. Moneys in the pension fund shall be disbursed only for purposes authorized in Minnesota Statutes, Section 424.31 and in the manner authorized by the articles of incorporation or bylaws of the association. Before any moneys in the fund are invested in order to earn income or any change in the bylaws relative to the purpose or manner of disbursement is made, the association shall obtain the approval of the city council of Coon Rapids. All moneys credited to the firemen's pension fund which are not required for current expenses shall be invested in accordance with standards and limitations applicable to investments of the state employees retirement fund as established by Minnesota Statutes, Section 69.773.

Sec. 5. The bylaws and amendments thereto of the firemen's relief association of the city of Coon Rapids referred to in this act shall not be effective unless approved by the governing body of the city of Coon Rapids.

Sec. 6. Except as herein provided, no provision of this act shall be construed as exempting, abridging, repealing or amending the compliance with the provisions of the firemen's relief association guidelines act of 1971.

Sec. 7. This act shall be in effect upon its approval by the governing body of the city of Coon Rapids and upon compliance with the provisions of Minnesota Statutes, Section 645.021.

Approved May 18, 1973.

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