

CHAPTER 426 — H.F.No. 2077

An act relating to insurance; increasing the percentage of the state comprehensive health plan premium that may be used to pay certain fees and expenses; amending Minnesota Statutes 1980, Section 62E.11, Subdivision 3.

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

Section 1. Minnesota Statutes 1980, Section 62E.11, Subdivision 3, is amended to read:

Subd. 3. Not less than ~~87-1/2~~ 85 percent of the state plan premium paid to the writing carrier shall be used to pay claims, and not more than ~~42-1/2~~ 15 percent shall be used for the payment of agent referral fees as authorized in section 62E.15, subdivision 3 and for payment of the writing carrier's direct and indirect expenses, as specified in section 62E.13, subdivision 7.

Approved March 18, 1982

CHAPTER 427 — H.F.No. 2098

An act relating to retirement; teachers retirement association; extending the time limit for the purchase of service credit for military service leaves of absence for certain veterans.

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

Section 1. **[354.531] AUTHORIZATION TO PURCHASE MILITARY SERVICE CREDIT.**

Notwithstanding any law to the contrary, any member of the teachers retirement association who is a veteran as defined pursuant to section 197.971, subdivision 10, and who became eligible for the Vietnam expeditionary medal or the Vietnam service medal as the result of service during the period between July 1, 1958 and July 27, 1973 or served on active duty in the armed forces as defined pursuant to section 197.971, subdivision 3, during the period between August 5, 1964 and January 27, 1973, shall be entitled to obtain credit for the period of military service but service credit shall not be given for any voluntary extension of military service at the instance of the member beyond the initial period of enlistment, induction or call to active duty.

Sec. 2. **[354.532] PAYMENT.**

Subdivision 1. CALCULATION OF PRESENT VALUE. For the persons entitled to purchase prior service credit, there shall be paid to the applicable

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

retirement fund or association an amount equal to the present value, on the date of payment, of the amount of the additional service pension or retirement annuity which would be obtained by virtue of the purchase of the additional service credit, using the interest rate specified in Minnesota Statutes, Section 356.215, Subdivision 4, Clause (4), and the applicable mortality table adopted for the appropriate retirement fund or association and assuming continuous service until, and retirement at, the normal retirement age with the additional service credit purchased, for the appropriate retirement fund or association, or the age at the date of payment or of the agreement to pay, whichever is older, and a future salary history which includes annual salary increases at the salary increase rate specified in Minnesota Statutes, Section 356.215, Subdivision 4, Clause (4). The person requesting the purchase of prior service must establish in the records of the retirement fund or association proof of the service for which the purchase of prior service is requested. The manner of the proof of service shall be in accordance with procedures prescribed by the board of trustees of the fund or association or by the executive director.

Subd. 2. PAYMENT OF PRESENT VALUE; CREDITING OF SERVICE. Payment shall be made in one lump sum, unless the executive director of the appropriate retirement fund or association agrees to accept payment in installments over a period of not to exceed three years from the date of the agreement, with interest at a rate deemed appropriate by the executive director. The period of allowable service shall be credited to the account of the person only after receipt of full payment by the executive director.

Subd. 3. OPTIONAL EMPLOYER PARTIAL PAYMENT. Payment shall be made by the person entitled to purchase prior service, except that the current or former employer of the person may, at its discretion, pay all or any portion of the payment amount which exceeds an amount equal to the employee contribution rates in effect for the retirement fund during the period or periods of prior service applied to the actual salary rates in effect during the period or periods of prior service, plus interest at the rate of six percent per annum compounded annually from the date on which the contributions would otherwise have been made to the date on which the payment is made.

If more than one person who is a current or former employee of an employing unit is eligible to purchase prior service, the governing body of the employing unit shall establish and implement a uniform policy on the payment by it of a portion of the purchase of prior service payment amount.

Subd. 4. TIME LIMITATION ON AUTHORITY TO MAKE PAYMENT. For the provisions of section 3, the authority to make a lump sum payment or the agreement to make payments in installments over a period of not to exceed three years shall expire on July 1, 1987.

Sec. 3. EFFECTIVE DATE.

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

This act is effective the day following final enactment.

Approved March 18, 1982

CHAPTER 428 — H.F.No. 1906

An act relating to local government; allowing the city of Orr and the town of Leiding to assess the cost of maintenance of television relay service.

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

Section 1. TELEVISION SERVICE; ORR AND LEIDING.

The city of Orr and the town of Leiding may assess the cost of maintenance of television relay service upon residents of the city and town who use the service. The costs shall be assessed annually against the users and may be billed directly to them or collected with the property tax levied on real property owned by users. If the assessment is billed directly, it may be collected in the same manner as any other debt. If the assessment is collected with the property tax, it shall be administered as far as possible in the same manner as the property tax and be subject to the same penalties and conditions.

Sec. 2. LOCAL APPROVAL.

This act is effective the day after compliance with Minnesota Statutes, Section 645.021, Subdivision 3, by the governing body of the city of Orr and the town board of the town of Leiding.

Approved March 18, 1982

CHAPTER 429 — H.F.No. 1863

An act relating to credit unions; providing for approval of amendments to certificates of organization and bylaws; authorizing the board of directors to appoint a credit committee or a credit manager; prescribing the powers of a credit committee and credit manager; allowing certain nonmembers to establish individual retirement accounts; amending Minnesota Statutes 1980, Sections 52.02; 52.08; 52.09, Subdivisions 2 and 3; 52.10; and 52.135.

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

Section 1. Minnesota Statutes 1980, Section 52.02, is amended to read:

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