



**S.F. 1758**  
(Jungbauer)

**H.F. 1648**  
(Abeler)

### **Executive Summary of Commission Staff Materials**

Affected Pension Plan(s): Teachers Retirement Association  
Relevant Provisions of Law: Special Law  
General Nature of Proposal: Service Credit Purchase for an Extended Leave of Absence, Anoka Hennepin Teacher  
Date of Summary: April 20, 2005

### **Specific Proposed Change(s)**

- Permit a Teachers Retirement Association (TRA) member to purchase service credit for an extended leave of absence.

### **Policy Issues Raised by the Proposed Legislation**

1. Question of consistency with commission principles/appropriate model
2. Employee responsibility/equity issues
3. Pension fund administration responsibility
4. Need to revise payment requirement
5. Cost
6. TRA actuarial condition

### **Potential Amendments**

Amendment LCPR05-269 is a delete-everything amendment that would authorize the individual to receive service credit for the 2003-2004 school year by paying the full actuarial value.

Amendment LCPR05-270 is a delete-everything amendment that would revise the TRA extended leave of absence contribution requirement provision to allow payment after June 30<sup>th</sup> until September 30<sup>th</sup> with interest, if payment is by pretax asset transfer and providing that payment is initiated by June 30<sup>th</sup>.

Amendment LCPR05-271 is a delete-everything amendment identical to LCPR-05-270, except that interest is charged only from June 30, 2004, until paid.