

1.1 A bill for an act
1.2 relating to retirement; public employee police and fire retirement plan;
1.3 authorizing a certain retired Faribault firefighter to receive revised postretirement
1.4 adjustments retroactive to retirement date.

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

1.6 Section 1. **PERA-P&F; EXCEPTION TO PROSPECTIVE POSTRETIREMENT**
1.7 **ADJUSTMENTS UNDER 1999 CONSOLIDATION MERGER ELECTIONS.**

1.8 (a) Notwithstanding Minnesota Statutes, section 353.665, subdivision 5, which
1.9 specifies that, for persons who had retired with local plan benefits and local plan
1.10 postretirement adjustments, any election permitted under that provision of public
1.11 employees police and fire retirement plan postretirement adjustments in lieu of continued
1.12 adjustments under local plan provisions was prospective only, a qualified person described
1.13 in paragraph (b) shall receive the revised annuity and benefits specified in paragraph (d).

1.14 (b) An eligible person is a person who:

1.15 (1) was born September 2, 1943;

1.16 (2) was an active member of the Faribault Fire Department Relief Association when
1.17 that association consolidated with the Public Employees Retirement Association in 1991;

1.18 (3) retired September 18, 1993, selecting benefits provided under the local plan
1.19 rather than the public employees police and fire retirement plan; and

1.20 (4) elected under Minnesota Statutes, section 353.665, subdivision 5, on an
1.21 election form dated June 7, 1999, to terminate local plan postretirement adjustments
1.22 and commence prospective postretirement adjustments under provisions of the public
1.23 employees police and fire retirement plan.

2.1 (c) For an eligible person under paragraph (b), the executive director of the Public
2.2 Employees Retirement Association shall recompute the annuity as though public
2.3 employees police and fire retirement plan postretirement adjustments had applied from the
2.4 person's retirement date.

2.5 (d) The executive director shall compare the monthly benefit which would have
2.6 occurred under the annuity specified in paragraph (c) to the monthly benefits actually paid.
2.7 Within six months following the effective date of this section, the executive director
2.8 shall pay to the eligible person the accumulated differences in those monthly payment
2.9 streams, with 8.5 percent annual compound interest. This payment must be in a lump sum.
2.10 Prospectively, the eligible person shall receive monthly annuity payments consistent with
2.11 public employees police and fire retirement plan postretirement adjustments retroactive
2.12 from the retirement date.

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