

**Comparison of MSRS, PERA, TRA, and First Class City Teacher Retirement Fund Association
Financial Sustainability Proposals
(S.F. 2573, 1st Engrossment)**

Source Bill(s):	SF2573/HF2952						SF2631/HF2999			SF2499/HF2953	LCPR10-038	SF2404/HF 2951
	MSRS-General	MSRS-Correct.	State Patrol	Judges	Legislators	ESO	PERA-General	PERA- Correct.	PERA-P&F	TRA	DTRFA	SPTRFA
a. Contributions												
1. Member	--	--	+0.8%	--	--	--	+0.25%	--	+0.2%	+2.0%	+1.00%	+1.00% Coord; +1.00% Basic
2. Employer	--	--	+1.2%	--	--	--	+0.25%	--	+0.3%	+2.0%	+1.00%	+2.00% C&B
3. Employer additional	--	--	+10.0%	--	--	--	--	--	--	--	--	--
4. Contribution rate stabilizer	--	--	--	--	--	--	Modified	--	--	Added	--	--
b. Post-retirement adjustments	Reduced from 2.5% to 2.0%, restored when 90% funded on MVB,* 6-mo. waiting period imposed for initial increase.	Reduced from 2.5% to 2.0%, restored when 90% funded on MVB,* 6-mo. waiting period imposed for initial increase.	Reduced from 2.5% to 2.0%, restored when 90% funded on MVB,* 6-mo. waiting period imposed for initial increase.	Reduced from 2.5% to 2.0%, restored when 90% funded on MVB,* 6-mo. waiting period imposed for initial increase.	Reduced from 2.5% to 2.0%, restored when 90% funded on MVB,* 6-mo. waiting period imposed for initial increase.	Reduced from 2.5% to 2.0%, restored when 90% funded on MVB,* 6-mo. waiting period imposed for initial increase.	Reduced from 2.5% to 1.0%, restored when 90% funded on MVB,* rate reduced if fund later declines from 90% funded.	Reduced from 2.5% to 1.0%, restored when 90% funded on MVB,* rate reduced if fund later declines from 90% funded.	Reduced from 2.5% to 1.0% for 1/1/2011 and 1/1/2012, then equal to the CPI percentage for the preceding fiscal year, not to exceed 1.5% until 90% funded on MVB,* then not to exceed 2.5%, but rate reduced if fund later declines from 90% funded.	Adjustments suspended for 1/1/ 2011 & 1/1/2012, reduced from 2.5% to 2.0%, restored when 90% funded on MVB,* 6-mo. waiting period for initial increase.	0% when less than 80% funded on MVB,* 1% when 80%-90% funded on MVB,* and 2% when more than 90% funded on MVB,* when 90% funded on AVB** moves to inflation match up to 5%	No adjustment will be paid in calendar year 2011.
c. Interest on refunds	Reduced from 6% to 4% after 6/30/2011	Reduced from 6% to 4% after 6/30/2011	Reduced from 6% to 4% after 6/30/2011	Reduced from 6% to 4% after 6/30/2011	Reduced from 6% to 4% after 6/30/2011	--	Reduced from 6% to 4% after 6/30/2011	Reduced from 6% to 4% after 6/30/2011	Reduced from 6% to 4% after 6/30/2011	Reduced from 6% to 4% after 6/30/2011	Reduced from 6% to 4% after 6/30/2011	--
d. Deferred annuities augmentation	Reduced from 5, 3, or 2.5% to 2% after 12/31/2010	Reduced from 5, 3, or 2.5% to 2% after 12/31/2010	Reduced from 5, 3, or 2.5% to 2% after 12/31/2010	Reduced from 5, 3, or 2.5% to 2% after 12/31/2010	Reduced from 5, 3, or 2.5% to 2% after 12/31/2010	--	Reduced from 5, 3, or 2.5% to 1% for plan members terminating before 1/1/2011, and eliminated for plan members terminating after 12/31/2010	Reduced from 5, 3, or 2.5% to 1% for plan members terminating before 1/1/2011, and eliminated for plan members terminating after 12/31/2010	Reduced from 5, 3, or 2.5% to 1% for plan members terminating before 1/1/2011, and eliminated for plan members terminating after 12/31/2010	Reduced from 5, 3, or 2.5% to 2% after 6/30/2010	Reduced from 5, 3, or 2.5% to 2% after 6/30/2010	--
e. Reemployed annuitant earnings limitation deferral account interest	Eliminated after 1/1/2011	Eliminated after 1/1/2011	Eliminated after 1/1/2011	--	--	--	Eliminated after 1/1/2011	Eliminated after 1/1/2011	Eliminated after 1/1/2011	Eliminated after 1/1/2011	Eliminated after 6/30/2010	--
f. Vesting service requirement	For new members after 6/30/ 2010, increased from 3 years to 5 years.	For new members after 6/30/ 2010, increased from 3 years to 10 years.	For new members after 6/30/ 2010, increased from 3 years to 5 years.	--	--	--	For new members after 6/30/ 2010, increased from 3 years to 5 years.	For new members after 6/30/ 2010, incr. from 3 yrs to 50% vested w/5 yrs-100% w/10 yrs.	For new members after 6/30/ 2010, incr. from 3 yrs to 50% vested w/ 5 yrs – 100% w/10 yrs.	--	For new members after 6/30/ 2010, increased from 3 years to 5 years.	--
g. Early retirement reduction factor, per year under age 55	--	For pre-6/30/2010 members retiring after 6/30/2015 & for new members after 6/30/ 2010, increased from 2.4% to 5.0%	For new members after 6/30/ 2010, increased from 1.2% to 2.4%	--	--	--	--	--	--	--	--	--
h. Benefit accrual rate percentage, per year of high-5 average salary	--	For new members after 6/30/2010, reduced from 2.4% to 2.2%	--	--	--	--	--	--	--	--	--	--

*MVB = Market Value Basis

**AVB = Actuarial Value Basis