

1.1 moves to amend S.F. No. 2644; H.F. No. 2922, as follows:

1.2 Page 2, line 10, strike the first "public" and insert "general" and strike "or" and
1.3 insert "under this chapter,"

1.4 Page 3, line 2, delete the new language and insert a period

1.5 Page 3, line 3, delete "(4)" and insert "(d) For the purpose of participation in the
1.6 MERF division of the general employees retirement plan, public employees include"

1.7 Page 22, line 11, reinstate the stricken language

1.8 Page 22, line 12, reinstate the stricken language and delete the new language

1.9 Page 23, line 3, before "Notwithstanding" insert "(a)"

1.10 Page 23, after line 9, insert

1.11 "(b) The creation of the MERF division must not be construed to alter the Social
1.12 Security or Medicare coverage of any member of the former Minneapolis Employees
1.13 Retirement Fund on June 29, 2010, while employed in a position covered under the MERF
1.14 division of the Public Employees Retirement Association."

1.15 Page 23, line 26, delete "June 30" and insert "June 29"

1.16 Page 23, line 27, delete "July 1" and insert "June 30"

1.17 Page 23, line 33, delete "July 1" and insert "June 30"

1.18 Page 25, line 5, after "(e)" insert "Annually after June 30, 2012,"

1.19 Page 25, line 12, after "division" insert "and based on a June 30, 2031, amortization
1.20 date"

1.21 Page 25, line 13, delete "\$9,000,000" and insert "\$36,500,000"

1.22 Page 25, line 18, delete "2010" and insert "2012"

1.23 Page 25, line 26, after "\$9,000,000" insert "or \$36,500,000, whichever applies"

1.24 Page 26, delete lines 8 to 22 and insert:

1.25 "Subd. 7a. Minneapolis Municipal Retirement Association dues. If authorized
1.26 by an annuitant or retirement benefit recipient in writing on a form prescribed by the
1.27 executive director of the Public Employees Retirement Association, the executive director
1.28 shall deduct the dues for the Minneapolis Municipal Retirement Association from the
1.29 person's annuity or retirement benefit. This dues deduction authority expires upon the
1.30 eventual full consolidation of the MERF account under subdivision 8.

1.31 Subd. 8. Eventual full consolidation. (a) Once the fiscal year end market value
1.32 of assets of the MERF division account equals or exceeds 80 percent of the actuarial
1.33 accrued liability of the MERF division as calculated by the approved actuary retained by
1.34 the Public Employees Retirement Association under section 356.215 and the Standards
1.35 for Actuarial Work adopted by the Legislative Commission on Pensions and Retirement,
1.36 the MERF division must be merged with the general employees retirement plan of the

2.1 Public Employees Retirement Association and the MERF division account ceases as a
2.2 separate account within the general employees retirement fund of the Public Employees
2.3 Retirement Association.

2.4 (b) If the market value of the MERF division account is less than 100 percent of the
2.5 actuarial accrued liability of the MERF division under paragraph (a), the total employer
2.6 contribution of employing units referenced in subdivision 7, paragraph (e), for the period
2.7 after the full consolidation and June 30, 2031, to amortize on a level annual dollar payment
2.8 the remaining unfunded actuarial accrued liability of the former MERF division account
2.9 on the full consolidation date by June 30, 2031, shall be calculated by the consulting
2.10 actuary retained under section 356.214 using the applicable postretirement interest rate
2.11 actuarial assumption for the general employees retirement plan under section 356.215.
2.12 The actuarial accrued liability of the MERF division must be calculated using the healthy
2.13 retired life mortality assumption applicable to the general employees retirement plan.

2.14 (c) The merger shall occur as of the first day of the first month after the date on
2.15 which the triggering actuarial valuation report is filed with the executive director of the
2.16 Legislative Commission on Pensions and Retirement.

2.17 (d) The executive director of the Public Employees Retirement Association shall
2.18 prepare proposed legislation fully implementing the merger and updating the applicable
2.19 provisions of chapters 353 and 356 and transmit the proposed legislation to the executive
2.20 director of the Legislative Commission on Pensions and Retirement by the following
2.21 February 15.

2.22 Subd. 9. **Merger of former MERF membership groups into PERA-general.**
2.23 If provided for in an agreement between the board of trustees of the Public Employees
2.24 Retirement Association and the governing board of an employing unit formerly with
2.25 retirement coverage provided for its employees by the former Minneapolis Employees
2.26 Retirement Fund, an employing unit may transfer sufficient assets to the general
2.27 employees retirement fund to cover the anticipated actuarial accrued liability for its
2.28 current or former employees that is in excess of MERF division account assets attributable
2.29 to those employees, have those employees be considered full members of the general
2.30 employees retirement plan, and be relieved of any further contribution obligation to the
2.31 general employees retirement plan for those employees under this section. Any agreement
2.32 under this subdivision and any actuarial valuation report related to a merger under this
2.33 subdivision must be submitted to the executive director of the Legislative Commission on
2.34 Pensions and Retirement for comment prior to the final execution."

2.35 Page 34, line 28, after "\$27,500,000" insert "annually" and after "2012" insert ", and "

2.36 Page 34, line 29, after "(d)" insert "Annually and after June 30, 2012,"

3.1 Page 36, line 28, after the period insert "Upon the transfer of the employee, the
3.2 Minneapolis Employees Retirement Fund shall transfer assets to the city of Minneapolis
3.3 equal to the present value of any accumulated unused vacation or sick leave balances as
3.4 of the date of transfer."

3.5 Page 37, line 7, after the period insert "Upon the transfer of the employee, the
3.6 executive director of the Public Employees Retirement Association shall deduct from
3.7 any assets transferred under section 353.50 an amount equal to the present value of any
3.8 accumulated unused vacation or sick leave balances as of the date of transfer."

3.9 Page 59, after line 4, insert:

3.10 "Sec. 22. Minnesota Statutes 2008, section 355.095, subdivision 1, is amended to read:

3.11 Subdivision 1. **Agreement.** (a) The director, on behalf of the state, its political
3.12 subdivisions, and its other governmental employers, is authorized to enter into an
3.13 agreement with the Secretary of Health and Human Services to extend the provisions of
3.14 United States Code, title 42, section 426, 426-1, and 1395c, to the employees in paragraph
3.15 (b) who meet the requirements of United States Code, title 42, section 418(v)(2) and who
3.16 do not have coverage by the federal old age, survivors, and disability insurance program
3.17 for that employment under any previous modification of the agreement or previous
3.18 Medicare referendum.

3.19 (b) The applicable employees are:

3.20 (1) employees who are members of one of the retirement plans in Minnesota Statutes
3.21 2008, section 356.30, subdivision 3, except clauses (4) and (8), based on continuous
3.22 employment since March 31, 1986; and

3.23 (2) employees of a special authority or district who have been continuously
3.24 employed by the special authority or district since March 31, 1986."

3.25 Renumber the sections in sequence and correct the internal references

3.26 Amend the title accordingly