

LEGISLATIVE RETIREMENT STUDY COMMISSION

July 18, 1969 Meeting

The organizational meeting of the Legislative Retirement Study Commission was called to order by the Vice-Chairman, Rep. Thor Anderson, Friday, July 18, 1969, in Room 125, State Capitol.

PRESENT:	<u>Senators</u>	<u>Representatives</u>
	Baldy Hansen	Thor Anderson
	Mel Hansen	Cal Larson
	J. A. Josefson	Jos. T. O'Neill
		Doug Sillers
		Edward Tomczyk

ALSO PRESENT: Frank Moulton, Exec. Sec.; Blair Testin, Assistant; Dr. Franklin Smith, Actuary; Bert W. Johnson, Minnesota Highway Patrol; Robert Wetherille, Jr.; Mpls. Fire Dept.; N. Gaasedelen, Mpls. Teachers; St. Clair Beeman, Comm. of 13; W. Doerr, MERB; Raymond Hegna, MERB; Harlan E. Johnson, MERB; Paul Groschen, MSRS; Arne Ulvi, MSRS; Ona Crume, MSRS; Berdine Erickson, MSRS; Edward Bolstad, MP & POA; Leo Bernat, MFT; Thomas W. Anderson, City of St. Paul; E. Erdahl, TRA; James Jacobs, M.S.B.A.; C. Meehan, PERA; O. Ousdigian, PERA; Kenneth McNulty, PERA; Frank Frison, Council 6, H. J. Hoffman, Minnesota Retired State Employees; Wm. J. Reischel, Richfield.

COMMISSION ORGANIZATIONAL MATTERS - Election of Officers for 1969-71:

<u>Elected:</u>	Chairman 1969-70 - Calvin Larson
	Chairman 1970-71 - J. A. Josefson
	Vice-Chairman 1969-71 - Thor Anderson
	Secretary 1969-71 - Mel Hansen

An unanimous ballot was cast.

Executive Committee: Calvin Larson, J. A. Josefson, Thor Anderson, Mel Hansen, Edw. Tomczyk, Harmon T. Ogdahl

Subcommittees:

- 1) PERA Subcommittee
- 2) Statewide Funds Subcommittee
(TRA, MSRS, Merged Police Officers and Highway Patrol)
- 3) Minneapolis Municipal Employees Subcommittee
(to include 4 members of the Commission).

(The Minneapolis Municipal Employees Board to select 3 members and the Association to select 3 members to act as liaison between the organizations and the subcommittee).

Rep. Thor Anderson moved that the Executive Committee appoint the various chairmen and members of the subcommittees. MOTION CARRIED.

Sen. Mel Hansen suggested that the question of supplemental pensions be a subject for further study this biennium.

Rep. Anderson moved that the chairman be authorized to have the subject of supplemental pensions included in the study to be made by the Statewide Fund Subcommittee. MOTION CARRIED.

Dr. Franklin Smith, actuary for the Commission, addressed the Commission on the subject, "Examples of Funding".

It was moved and seconded that the bill from Stennes and Associates for actuarial services from 5/1/69 to 5/29/69 in the amount of \$175 be paid. MOTION CARRIED.

It was moved and seconded that the Commission retain Dr. Franklin Smith as Commission actuary for the biennium. MOTION CARRIED.

A copy of the PERA Bulletin dated 7/2/69 explaining the 1969 amendments to PERA law which was sent to the PERA members was distributed. (Copies will be inserted in the Commission memo books).

Commission memo, "Brief Summary of 1969 Session" was reviewed and edited for possible mailing to all legislators. An additional point will be added to this memo relative to a two-step formula change for MSRS. This memo will be sent out to the members of the Legislature over the signature of the Commission chairman.

A letter will be sent from this Commission to clerks of municipalities and secretaries of the local fire and police associations advising that as of 1/1/70 they must comply with Chapter 223, the Police and Firemen's Guidelines Act of 1969.

The MSRS Financial Report and Actuarial Survey as of 12/31/69 was distributed to the Commission.

Dr. Smith - "Analysis of the MSRS Actuarial Valuation as of December 31, 1968". This valuation report was based on a 3% and a 3-1/2% interest assumption. (In Memo Books).

Commission memo - "Adjustable Fixed Benefit Fund". It was decided that a copy of this memo should be mailed out with the memo, "Brief Summary of the 1969 Session" to all legislators. (Copies to be inserted in Commission memo books).

Blair Testin went over a Commission memo re the "1969 Legislative Session - Fire and Police". Mr. Testin was directed to pursue his study of fire and police funds

Next Commission meeting August 15 at 9:30 A.M. Meeting adjourned at 12:30 P.M.