

LEGISLATIVE RETIREMENT STUDY COMMISSION

330 State Capitol
St. Paul, Minnesota

The regular meeting of the Legislative Retirement Study Commission was called to order by the chairman, Rep. Calvin Larson, on Friday, December 19, 1969, at 9:30 A.M., Room 123.

PRESENT:	Senators	Representatives
	Baldy Hansen	Calvin Larson
	Mel Hansen	D. H. Sillers
	J. A. Josefson	Donald Forseth
	Harmon Ogdahl	

ALSO PRESENT: Frank Moulton, Exec. Sec., Blair Testin, Asst.; Dr. Franklin Smith, Actuary; Bert W. Johnson, Minn. Highway Patrol; Robert Wetherille, Mpls. Fire; Mike Ousdigian, PERA; Willis Harris, MERA; C. Meehan, PERA; Gordon J. Williams, PERA; T. E. Campbell, MGEC; Raymond Hegna, MERB; R. M. Scully, Mpls. Police Relief Ass'n. and Minnesota Police Pension Council; Harlan E. Johnson, MERB; Paul Groschen, MSRS; Arne Ulvi MSRS; Edward H. Bolstad, MP & POA; Frank Frison, Council 6; Don Burns, Council 6; A.E. Schulstad, Mun. Employees Retirement Bd.; Wm. J. Reischel, Richfield Relief; Arnold Johnson, Richfield Fire; Richard Krueger, Budget Division; Robert Reed, MEA; Harvey W. Schmidt, TRA; Louis Claeson, League of Minnesota Municipalities; James L. Jacobs, MSBA; Richard M. Nelson; Minn. Police Pension Council; W. F. Doerr, Lionel D. Edie, Inc.; Leo Bernat, MFT; Carl Gislason, MSCEU; St. Clair Beeman, Comm. 13.

Commission Memo - Duluth Teachers Fund Actuarial Survey. Relative to the Duluth actuarial report, Mr. Moulton was instructed to draft a letter advising that the Commission cannot change the statute requiring this actuarial report.

The chairman appointed Harmon Ogdahl chairman of the Municipal Employees Subcommittee to replace Thor Anderson.

Sen. Ogdahl moved that Rep. D. H. Sillers replace Thor Anderson as co-chairman of this Commission. MOTION CARRIED.

Commission Memo - Market Equalization Reserve for Debt Securities (FVM) - (Copies in folders). Memo was read and discussion followed.

Commission action: Sen. Mel Hansen moved that the staff prepare language for the next session that could be considered for action at the next legislative session. If there are other methods of restricting changes, they should be taken up separately. MOTION CARRIED.

Mr. Moulton and Mr. Blixt will prepare the language. Sen. Baldy Hansen was invited to take part in this discussion.

Mr. Moulton was instructed to research the constitutional officers.

DR. SMITH - PERA VALUATION as of 6/30/68. (Copies in folders). PERA Valuation report was read and discussed.

Dr. Smith will discuss some questions relative to this report with the PERA actuary. The Commission does not feel that the two groups should be figured separately.

Dr. Smith also went over the following Actuarial Surveys (Copies in folders).

Minnesota Highway Patrol Officers Retirement Association
Minnesota State Police Officers Retirement Association
PERA Fire and Police

MSRS - Commission memo - Transfer of Funds to the MAFBFund -
Mr. Moulton will prepare the necessary language on "transfer of funds to the Minnesota Adjustable Fixed Benefit Fund". PERA has an identical situation. This should be taken up with the PERA actuary, Mr. Roenisch, in order that it can be remedied before the first determination date, 1/1/72.

Memo - California State Teachers Retirement Fund (FVM) (Copies in folders)

Sen. Mel Hansen, chairman of the Statewide Subcommittee, referred the subject of deputy registrars to the Commission. Sen. Hansen moved that an attorney general's opinion be requested on this and that the department of administration hold up the transfer of funds until an attorney general's opinion has been obtained.

Memo - Supplemental Pension Plans (FVM) Copies in folders.
Discussion followed. Mr. Robert Reed, MEA, advised the Commission that his organization would be happy to sit down and discuss this matter with the Commission. Some guidelines should be laid down.

Chairman Larson stated that this should be a subject for the next Statewide Subcommittee meeting. The teachers and school boards should be contacted.

The following Subcommittee appointments were made:

Rep. Donald Forseth - PERA Subcommittee and
Municipal Employees Subcommittee
Rep. Helen McMillan - Statewide Subcommittee

Next Commission meeting is scheduled for Friday, January 16 at 9:30 A.M., R. 125.

Statewide Subcommittee meeting will be Friday afternoon, January 16 at 2:30 P.M., R. 125.

PERA Subcommittee meeting will be Thursday afternoon, Jan. 15 at 2:00 P.M., R. 125.

E. Diebel, Steno.

Mel Hansen, Secretary