

STATEWIDE SUBCOMMITTEE

December 4, 1970

Room 125

PRESENT: Sen. Mel Hansen, chairman
Rep. Calvin Larson
Rep. Helen McMillan

Minutes of previous meeting approved as presented.

Mr. Harry Groschel, Social Security Department, presented a proposed supplemental plan which would apply to individuals with salaries over \$15,000 per year (\$15,000 or over). The plan is for the State to match the first \$9,000 on which deductions are taken; anything over \$9,000, the State to match 50% of it. \$18,000 per year salaries or over to be eligible for the 50% matching.

623 in the classified service would qualify for the plan.

Cost per year - \$249,535

If the present 12% salary increase is adopted by civil service, the ~~increase~~^{cost} would be \$481,000. This increase would bring in 512 individuals.

67 unclassifieds receiving between \$15,000 and \$18,000 per year.

Cost to cover the unclassifieds on present salary - \$73,000.

If the 12% should be put into effect, cost would be in the neighborhood of \$100,000.

Staff Memo - Proposed State Employees Supplemental Plan - No action taken.

Mr. Blixt presented the "Minnesota Supplemental Fund" plan - an optional plan for unclassified MSRS members.

STAFF MEMO - Suggested Procedure to Allocate Employer Pension Costs for Teachers Paid from Federal Aid and Other Outside Sources

Rep. Cal Larson moved that this procedure be recommended to the full Commission and that a bill be drafted for the Commission to look at.

Mr. Peterson and Mr. Jacobs were asked to give any ideas they might have.

STAFF MEMO - Minneapolis Firemen's Relief Association Requests - No action taken.