

Legislative Retirement Study Commission Minutes
Monday, February 4, 1974 Meeting
Room 112 - 7:00 P.M.

PRESENT: Representatives Richard Parish, Al Patton, Donald Moe,
Cal Larson, Robert Johnson
Senators Chenoweth, Ogdahl, Gearty, Mel Hansen, Kleinbaum

S.F. 2450 (North)

H.F. 2454 (W. Hanson) - Falcon Heights Volunteer Firemen's Relief.

Rep. Walter Hanson explained that the intent of the bill is to increase benefits from \$400 per year of service to \$1,000 per year of service.

Sen. Kleinbaum moved that S.F. 2450; H.F. 2454 be recommended to pass. (Motion was withdrawn).

Rep. Moc moved to amend as follows: Page 1, line 24, strike "increase" and insert "benefit". No action taken on motion.

Bill was laid over for one week. Rep. Hanson will confer with the commission staff.

S.F. 3042 (Gearty)

H.F. 3132 (Parish) - Change in old law retirement provision for judges.

Sen. Gearty explained that this bill pertains to judges under the old law-- reduces the required service years from 25 years to 24 years.

Sen. Kleinbaum moved that S.F. 3052 be recommended to pass. Motion carried.

Proposed judges' buy-back provision:

Judge Reed explained a buy-back formula for judges who are part-time.

It was concluded that the commission staff should work on this and get more background information; also, look at this as it relates to the new formula--all judges would be affected by this unless they are entirely full time.

This subject will be scheduled again in one week.

S.F. 2825 (Chenoweth)

H.F. 3058 (Parish) - State Board of Investment

Mr. Blixt explained some additional amendments which were suggested in a letter dated 2/4/74 which was distributed. The letter was entitled, "Possible legislation to implement Senate File #2825 and House File #3058, Sections 3 through 9."

The legislation related to the following:

1. Fire fighters and policemen - M.S. 1973 Supplement, Section 69.77, subd. 2 (7).
2. Volunteer Firemen's Relief Associations - M.S. 1973 Supplement, Section 69.775.
3. Unclassified Employees - M.S. 1973 Supplement, Chapter 352D.03 and 352D.04.

Senator Chenoweth moved that S.F. 2825 and H.F. 3058 be recommended to pass including the proposed amendments in Mr. Blixt's memo of 2/4/74 which are to be drawn up by the revisor. Motion carried.

It was also agreed that the following options be put into the bill:

1. "100 percent invested in the income share account;
2. 75 percent invested in the income share account and 25 percent invested in the growth share account; or
3. 50 percent invested in the income share account and 50 percent invested in the growth share account; -
4. 100 percent invested in the fixed-return account; or
5. 75 percent invested in the fixed-return account and 25 percent invested in the growth share account."

S.F. 3007 (Chenoweth)

H.F. 3060 (Patton) - Transfer of the administration of the legislators' pensions and judges' pensions to MSRS.

Sen. Kleinbaum moved that S.F. 3007 and H.F. 3060 be recommended to pass.
Motion carried.

S.F. 2759 (Chenoweth)

H.F. 3063 (Parish) - Deferred Compensation bill

Sen. Ogdahl moved to amend S.F. 2759; H.F. 3063 as follows:

Page 1, line 12, after "state" and before the period insert

"and to all members of the public employees retirement association"

Motion carried.

S.F. 2759 and H.F. 3063 as amended was recommended to pass.

S.F. 2638 (Arnold)

H.F./ 2726 (I. Anderson) - International Falls - Firemen's Lump Sum Benefit

Rep. Irvin Anderson explained that this bill increases the lump sum benefit for firemen from \$300 to \$500. The city council of International Falls has asked for this.

Rep. Patton moved that S.F. 2638 and H.F. 2726 be recommended to pass.
Motion carried.

Donald M. Moe, Secretary

E. Diebel, Steno