

August 20, 1979 Meeting
Room 118
State Capitol

MINUTES

The co-chairman, Rep. Al Patton opened the meeting.

PRESENT: Senators Ogdahl, Renneke, Strand
Representatives Patton, Sarna, Moe, Biersdorf

Actuarial Valuations - Dr. Franklin Smith:

St. Paul Teachers Retirement Fund Actuarial Valuation as of 12/21/78

The valuation showed an increase in the unfunded accrued liability of \$16.7 million, with a recommendation that the financing of the plan must be reviewed.

In future reports, the coordinated plan and the basic plan will be separated out, and the new amortization date will be the year 2009. Also, in the future the contribution rate will not be based on what TRA is getting.

Staff was directed to procure a report as to the number of stress cases.

Duluth Teachers Retirement Actuarial Valuation as of 6/30/78

The valuation showed an increase in the unfunded accrued liability of \$957,438.

Minneapolis Teachers Retirement Fund Actuarial Valuation as of 12/31/78

The valuation report showed the unfunded accrued liability increased by \$13,673,038 during the year, and that there is an urgent need for additional financing for this plan.

University of Minnesota Faculty Supplemental Plan Valuation as of 6/30/78

The unfunded liability decreased by \$1,126,000 during the year.

Staff was directed to contact the University and request that the Commission be advised previous to any change in benefit plans for the University.

Highway Patrolmen Valuation as of 6/30/78

The unfunded accrued liability increased \$528,470 during the year. The new statutory contributions for this plan are still sufficient to pay the normal cost each year and to retire the deficit by 1997.

Minnesota State Judges' Retirement Fund Actuarial Valuation as of 6/30/78

The unfunded accrued liability increased by \$166,362.

Paul Groschen, Exec. Dir. for this plan, urged that the state begin to contribute to this fund; that it may have the same difficulties as the teachers funds are having.

Staff was directed to project the accrued liability of this fund as of 1/1/79 and project the figures.

The actuarial statement of Dr. Franklin Smith for the period 7/1/79 to 7/31/79 was approved for payment.

Roger Strand
Secretary

E. Diebel
C. Secretary