

A bill for an act
relating to retirement; permitting Public Employees Retirement Association
service credit purchase for community education employment.

BE IT ENACTED BY THE LEGISLATURE OF THE STATE OF MINNESOTA:

Section 1. **COMMUNITY EDUCATION TEACHER; PRIOR SERVICE
PURCHASE.**

(a) An eligible person described in paragraph (b) is entitled to purchase prior
uncredited service rendered as a community education teacher for Independent School
District No. 535, Rochester, from the defined contribution retirement plan of the Public
Employees Retirement Association.

(b) An eligible person is a person who:

(1) was born on March 4, 1939;

(2) began teaching Independent School District No. 535, Rochester, in 1962 and
retired June 1997;

(3) was a contributing member of the Teachers Retirement Association until
retirement;

(4) subsequent to retirement began teaching for community education; and

(5) because of an error, no deductions were taken from the person's pay and no
contributions were made on the person's behalf by the school district to the Public
Employees Retirement Association for the community education service.

(c) To make the purchase, the eligible person shall pay an amount equal to the salary
earned by the eligible person for periods from July 1997 through January 2003, during
which service was not credited, multiplied by five percent, plus compound interest on that
amount at the rate of six percent from July 1, 2000, to the date of payment.

H.F. No. 1878, as introduced - 85th Legislative Session (2007-2008)

2.1 (d) If the eligible person makes the payment under paragraph (c), Independent
2.2 School District No. 535, Rochester, shall pay an amount equal to the amount under
2.3 paragraph (c). The employer payment must be made within ten days of the date of
2.4 notification of the eligible person's payment by the executive director of the Public
2.5 Employees Retirement Association.

2.6 (e) This authority expires on May 31, 2009, or on the first day of the month next
2.7 following the conclusion of the eligible member's elected public service, whichever
2.8 occurs earlier.

2.9 Sec. 2. **EFFECTIVE DATE.**

2.10 Section 1 is effective the day following final enactment.