

**SENATE
STATE OF MINNESOTA
NINETY-THIRD SESSION**

S.F. No. 5324

(SENATE AUTHORS: FRENTZ)

DATE
04/04/2024

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13378

OFFICIAL STATUS
Introduction and first reading
Referred to State and Local Government and Veterans

1.1 A bill for an act
1.2 relating to retirement; modifying a Teachers Retirement Act provision; transferring
1.3 money to the Teachers Retirement Association; amending Minnesota Statutes
1.4 2023 Supplement, section 354.42, subdivision 2.

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

1.6 Section 1. Minnesota Statutes 2023 Supplement, section 354.42, subdivision 2, is amended
1.7 to read:

1.8 Subd. 2. **Employee contribution.** (a) The employee contribution to the fund is the
1.9 following percentage of the member's salary:

1.10	Period	Basic Program	Coordinated Program
1.11	from July 1, 2014, through June 30, 2023	11 percent	7.5 percent
1.12	from July 1, 2023, through June 30, 2025		
1.13	<u>2024</u>	11.25 percent	7.75 percent
1.14	<u>from July 1, 2024, through June 30, 2025</u>	<u>11 percent</u>	<u>7.5 percent</u>
1.15	after June 30, 2025	11.5 percent	8.0 percent

1.16 (b) When an employee contribution rate changes for a fiscal year, the new contribution
1.17 rate is effective for the entire salary paid for each employer unit with the first payroll cycle
1.18 reported.

1.19 (c) This contribution must be made by deduction from salary. Where any portion of a
1.20 member's salary is paid from other than public funds, the member's employee contribution
1.21 must be based on the entire salary received.

1.22 **EFFECTIVE DATE.** This section is effective June 30, 2024.

2.1 Sec. 2. **TEACHERS RETIREMENT ASSOCIATION; ONETIME DIRECT STATE**

2.2 **AID.**

2.3 \$15,729,000 in fiscal year 2025 is transferred from the general fund to the Teachers

2.4 Retirement Association. This is a onetime transfer.

2.5 **EFFECTIVE DATE.** This section is effective June 30, 2024.