

CHAPTER 7905
MINNESOTA STATE RETIREMENT SYSTEM
DEFERRED COMPENSATION PLAN

	DEFINITIONS AND PLAN		
7905.0100	DEFINITIONS.	7905.1500	DURATION OF ELECTION TO DEFER COMPENSATION.
7905.0200	ESTABLISHMENT OF PLAN.	7905.1600	DEFERRAL ADJUSTMENTS.
7905.0300	PURPOSE OF PLAN.		PARTICIPANTS' ACCOUNTS, INVESTMENTS, AND DISTRIBUTIONS
7905.0400	APPLICABLE LAW.		
7905.0500	TERMS: GENDER AND NUMBER.	7905.1700	DEFERRED COMPENSATION ACCOUNTS AND VALUATION.
	RESPONSIBILITIES OF DIRECTOR	7905.1800	PROTECTION OF ASSETS.
7905.0600	ADMINISTRATION OF PLAN.	7905.1900	INVESTMENT OF FUNDS.
7905.0700	WRITTEN AGREEMENT	7905.2000	DISTRIBUTION EVENTS.
7905.0800	COPIES OF PLAN, PAMPHLETS, AND ACCOUNT STATEMENTS.	7905.2100	METHODS OF DISTRIBUTION.
	PARTICIPATION IN PLAN	7905.2200	DATE OF DISTRIBUTION.
7905.0900	ELIGIBILITY.	7905.2300	UNFORESEEABLE EMERGENCY.
7905.1000	ENROLLMENT.	7905.2400	DESIGNATION OF BENEFICIARY.
7905.1100	MINIMUM DEFERRAL.	7905.2500	LEAVE OF ABSENCE.
7905.1200	MAXIMUM DEFERRAL.		INTERPRETATION OF PLAN
7905.1300	MODIFICATIONS TO AMOUNT DEFERRED.	7905.2600	NONASSIGNABILITY OF CONTRACT.
7905.1400	REVOCAION OF DEFERRAL.	7905.2700	HEADINGS AND SUBHEADINGS.
		7905.2800	CONFLICTS.
		7905.2900	AMENDMENT OF PLAN.

DEFINITIONS AND PLAN

7905.0100 DEFINITIONS.

Subpart 1. **Scope.** When used in the plan, the following terms have the meanings given unless otherwise provided.

Subp. 2. **Accounting date.** "Accounting date" means the date on which an investment fund is valued and earnings or losses are allocated to participants' deferred compensation accounts. There shall be an accounting date at least once a month on the last business day of the month and if practical more frequent accounting dates to reflect as closely as possible the earnings or losses with respect to a deferred compensation account from the time compensation is deferred and invested in various investment funds until it is eventually distributed according to the plan.

Subp. 3. **Beneficiary.** "Beneficiary" means the person or legal entity provided for by the plan or designated by the participant to receive any undistributed deferred compensation that becomes payable in the event of the participant's death.

Subp. 4. **Board.** "Board" means the Minnesota State Board of Investment.

Subp. 4a. **Board of directors.** "Board of directors" means the Minnesota State Retirement System Board of Directors.

Subp. 5. **Compensation.** "Compensation" means any remuneration payable to an individual who performs service for the employer which is reportable as federal gross income.

Subp. 6. **Deferred compensation.** "Deferred compensation" means the part of the participant's compensation that the participant and employer mutually agree to defer under the plan.

Subp. 7. **Deferred compensation account.** "Deferred compensation account" means the account established for the investment of deferred compensation. It includes any approved investment, as provided by Minnesota Statutes, section 352.96, subdivision 2.

Subp. 8. **Director.** "Director" means the executive director of the Minnesota State Retirement System.

Subp. 9. **Employee.** "Employee" means:

A. an individual receiving compensation for services from the state of Minnesota including any elected official, appointed official, or employee of the state of

MINNESOTA RULES 2001

7905.0100 DEFERRED COMPENSATION PLAN

314

Minnesota, including employees of departments, agencies, and instrumentalities, wherein the state legislature has specifically held the employees to be "state employees" for any one or more specific purposes such as, but not limited to, membership in the Minnesota State Retirement System, employee group insurance program, or unemployment compensation plan for state employees; or

B. an individual receiving compensation for services performed for a political subdivision of the state including any elected official, appointed official, or employee of a political subdivision of the state, including any employee of the political subdivision or other employing unit entitled to membership in a public retirement plan listed in Minnesota Statutes, section 356.20, subdivision 2.

Subp. 10. **Employer.** "Employer" means the state of Minnesota, or a political subdivision of the state of Minnesota, or an agency or instrumentality of the state of Minnesota or its political subdivisions.

Subp. 11. [Repealed, 24 SR 79]

Subp. 12. **Includable compensation.** "Includable compensation" has the meaning given in section 457 of the Internal Revenue Code.

Subp. 13. **Normal retirement age.** "Normal retirement age" means:

A. an age not earlier than that for attainment of eligibility by the participant to begin receiving normal, or unreduced, retirement benefits from one of the retirement systems listed in Minnesota Statutes, section 356.20, subdivision 2, or other Minnesota public employee pension plan of which the participant is a member, nor later than age 70-1/2; or

B. if the participant is not a member of one of the retirement systems, not later than age 70-1/2.

Subp. 14. **Participant.** "Participant" means an individual who has enrolled in the plan as provided in parts 7905.0900 to 7905.1600 and has not had a complete distribution of the deferred compensation account.

Subp. 15. **Pay period.** "Pay period" means a regular accounting period established by the employer for measuring and paying compensation earned by employees.

Subp. 16. **Pay date.** "Pay date" means the date the participant receives payment of compensation.

Subp. 17. **Plan.** "Plan" means the Minnesota state deferred compensation plan as set forth in this chapter and as it may be amended from time to time.

Subp. 18. [Repealed, 24 SR 79]

Subp. 18a. **Product providers.** "Product providers" means any company that has a contract with the State Board of Investment to offer an investment product under the plan or the supplemental investment fund.

Subp. 19. **Supplemental investment account.** "Supplemental investment account" means the Minnesota supplemental investment fund as established by Minnesota Statutes, section 11A.17, and managed by the board.

Subp. 20. **Separation from service.** "Separation from service" means the permanent severance of the participant's employment relationship with the employer by means of: retirement; discharge, provided all appellate processes have been exhausted or tolled; resignation, provided seniority or continuous service is interrupted; permanent layoff; expiration or nonrenewal of appointment or term of office; nonreelection; death; or other form of permanent severance as may be provided by appropriate law, contract, or rules. For purposes of this definition, a break in employment for less than 30 days shall not be considered a separation from service.

Subp. 21. **Taxable year.** "Taxable year" means the calendar year beginning January 1 and ending December 31.

Subp. 22. **Unforeseeable emergency.** "Unforeseeable emergency" means a severe financial hardship to the participant as defined in section 457 of the Internal Revenue Code. The circumstances that will constitute an unforeseeable emergency will depend

MINNESOTA RULES 2001

315

DEFERRED COMPENSATION PLAN 7905.0700

upon the facts of each case, but in any case payment will not be made to the extent that the hardship is, or may be relieved, through reimbursement or compensation by insurance or otherwise by liquidation of the participant's assets to the extent the liquidation of the assets would not itself cause severe financial hardship or by cessation of deferrals under the plan.

Statutory Authority: *MS s 352.96*

History: *8 SR 1403; 1Sp1985 c 14 art 21 s 49; 1Sp1986 c 1 art 1 s 9; L 1987 c 268 art 1 s 126; L 1988 c 719 art 3 s 12; 16 SR 202; 19 SR 1158; 22 SR 713; 24 SR 79*

7905.0200 ESTABLISHMENT OF PLAN.

The plan shall be known as the "Minnesota state deferred compensation plan" ("plan") and is created according to Minnesota Statutes, section 352.96 and section 457 of the Internal Revenue Code.

Statutory Authority: *MS s 352.96*

History: *16 SR 202; 19 SR 1158; 24 SR 79*

7905.0300 PURPOSE OF PLAN.

The purpose of the plan is to allow employees to designate a portion of their compensation to be withheld each pay period by the employer and invested at the discretion of the employee until separation from service, financial hardship, or death of the employee. Any compensation deferred by employees may be invested by the board of directors. Participation in the plan shall not be construed to establish or create an employment contract between the employee and the employer.

Statutory Authority: *MS s 352.96*

History: *8 SR 1403; 16 SR 202; 19 SR 1158; 22 SR 713*

7905.0400 APPLICABLE LAW.

The plan shall be construed, administered, and governed in all respects under and by the laws of the state of Minnesota, Minnesota Statutes, section 352.96 and section 457 of the Internal Revenue Code.

Statutory Authority: *MS s 352.96*

History: *19 SR 1158*

7905.0500 TERMS: GENDER AND NUMBER.

Except when otherwise indicated by the context, any masculine terminology herein shall also include the feminine and neuter and vice versa, and the definition of any terms in part 7905.0400 in the singular may also include the plural.

Statutory Authority: *MS s 352.96 subd 4*

RESPONSIBILITIES OF DIRECTOR

7905.0600 ADMINISTRATION OF PLAN.

The board of directors has the full power and authority to administer the plan and promulgate, adopt, amend, or revoke internal management procedures which are consistent with, and necessary, to implement and maintain the plan.

Statutory Authority: *MS s 352.96*

History: *16 SR 202; 19 SR 1158; 22 SR 713*

7905.0700 WRITTEN AGREEMENT.

The employer or the director on behalf of the board of directors and the employer shall enter into a written agreement with each participant. The written agreement and other application forms shall be in a form and manner as prescribed by the director and shall set forth the obligations contained in the plan, the amounts of compensation

to be deferred, and other information the director considers necessary to administer the plan.

Statutory Authority: *MS s 352.96*

History: *16 SR 202; 19 SR 1158*

7905.0800 COPIES OF PLAN, PAMPHLETS, AND ACCOUNT STATEMENTS.

Pamphlets describing the plan and outlining the options and opportunities available shall be prepared under the direction of the director and made available to eligible employees. Copies of the plan will be made available upon request. Individual account statements shall be made available to each participant at least quarterly.

Statutory Authority: *MS s 352.96*

History: *16 SR 202; 19 SR 1158; 24 SR 79*

PARTICIPATION IN PLAN

7905.0900 ELIGIBILITY.

All employees who are receiving compensation who have not received a distribution based on an unforeseeable emergency as provided in part 7905.2300 within the last 12 months shall be eligible to become participants in accordance with part 7905.1000.

Statutory Authority: *MS s 352.96*

History: *16 SR 202; 17 SR 8; 24 SR 79*

7905.1000 ENROLLMENT.

Any employee eligible to participate according to part 7905.0900 may become a participant by agreeing with the employer in writing, on a form approved by the director, to a deferment of the participant's compensation according to parts 7905.1100 and 7905.1200. The deferment shall be made in compliance with section 457 of the Internal Revenue Code. The application shall also specify an investment preference for the deferred compensation.

Statutory Authority: *MS s 352.96*

History: *8 SR 1403; 16 SR 202; 19 SR 1158*

7905.1100 MINIMUM DEFERRAL.

The minimum amount which may be deferred is \$10 per pay period. The amounts to be deferred must be stated in whole dollars. If the application indicates an amount including cents, the cents will be disregarded.

Statutory Authority: *MS s 352.96*

History: *16 SR 202; 19 SR 1158; 24 SR 79*

7905.1200 MAXIMUM DEFERRAL.

The total amount of deferred compensation during any taxable year shall not exceed the applicable limits established under section 457 of the Internal Revenue Code.

Statutory Authority: *MS s 352.96*

History: *8 SR 1403; 16 SR 202; 19 SR 1158; 22 SR 713*

7905.1300 MODIFICATIONS TO AMOUNT DEFERRED.

The employer shall adjust the participant's total annual compensation, on a pay period basis, by the deferred compensation amount indicated on the participant's application. That amount, subject to the limits of part 7905.1200, may be increased or decreased only by proper application to the employer or to the director acting for the employer.

Statutory Authority: *MS s 352.96*

History: *8 SR 1403; 16 SR 202; 19 SR 1158*

7905.1400 REVOCATION OF DEFERRAL.

A participant may revoke an election to have compensation deferred by notifying the employer or the director acting for the employer on a form prescribed by the director.

Statutory Authority: *MS s 352.96*

History: 8 SR 1403; 16 SR 202; 17 SR 8; 19 SR 1158

7905.1500 DURATION OF ELECTION TO DEFER COMPENSATION.

Once an election to have compensation deferred has been made by the participant, the election shall continue in effect until the participant's separation from service, unless the participant modifies the amount according to part 7905.1300, or revokes the deferred compensation according to part 7905.1400 or receives a distribution under part 7905.2300.

Statutory Authority: *MS s 352.96*

History: 8 SR 1403; 16 SR 202

7905.1600 DEFERRAL ADJUSTMENTS.

Subpart 1. **Deduction exceeds pay period salary.** If for any reason the deferred compensation deduction for any pay period exceeds the amount remaining after provision is made for retirement deductions, social security tax contributions, state and federal income taxes, and any other deductions required by law, then no deduction for the plan will be made for the participant for that pay period.

Subp. 2. **Missed deductions; overdeductions.** If a deferred compensation deduction is missed for any reason, no adjustment shall be made on any future pay period for the missed deduction. However, if for any reason an amount is deducted from a pay period greater than that indicated by the participant on the application, the amount overdeducted will be refunded.

Subp. 3. **Change in pay period length.** In the employee's application for participation in the plan, the employee must state the amount the employee wishes withheld each pay period. If for any reason the length of the period for which the employee is paid is changed from that in effect as of the date of the application, the employer or the director acting for the employer shall compute and have withheld from the employee's salary an equivalent whole dollar amount to be withheld corresponding to the new pay period length that will result in approximately the same annual amount being withheld.

Subp. 4. **Maximum deduction.** The employer shall attempt to ensure compliance with the maximum deferral in part 7905.1200. If the amount deducted exceeds the maximum deferral in part 7905.1200, the amount of subsequent deductions for the remainder of the taxable year shall be adjusted to conform to the maximum deferral allowed for the year. If it is not possible to correct the total deduction by year end, the overage shall be refunded to the employer. A participant is responsible for any tax consequences to the participant that may arise as a result of the participant's deferrals under the plan that exceed the maximum amounts allowable.

Statutory Authority: *MS s 352.96*

History: 8 SR 1403; 16 SR 202; 22 SR 713

PARTICIPANTS' ACCOUNTS, INVESTMENTS, AND DISTRIBUTIONS**7905.1700 DEFERRED COMPENSATION ACCOUNTS AND VALUATION.**

Subpart 1. **Participants' accounts.** An investment account shall be established for each participant which shall be the basis for any distributions payable to the participants under parts 7905.2000 to 7905.2400. Each participant's account shall be credited with the amount of any compensation deferred and received, and shall be further credited or debited, as applicable, with any increase or decrease resulting from

investments under part 7905.1900, and credited or debited with any investment expenses. All amounts in a participant's account are held in trust for the exclusive benefit of the participant.

Subp. 2. **Financial responsibility of employer.** The funds and assets paid into the deferred compensation account may be invested in approved investments as provided by Minnesota Statutes, section 352.96, subdivision 2, until distributed according to parts 7905.2000 to 7905.2400.

The employer, board, or board of directors shall not be responsible for any loss due to the investment or failure of investment of funds and assets in the deferred compensation account, nor shall the employer, board, or board of directors be required to replace any loss which may result from the investments.

Subp. 3. **Account and fund valuation.** The supplemental investment account is to be valued by the board as of each accounting date according to Minnesota Statutes, section 11A.17. Any withdrawals or distributions shall be based upon the account's value as of the accounting date, except if withdrawn under part 7905.2300, subpart 3.

The approved investments provided by Minnesota Statutes, section 352.96, subdivision 2, are to be valued at current market value as of each accounting date on a reasonable and consistent basis and according to the terms of the contract as approved by the board under Minnesota Statutes, section 352.96.

Subp. 4. **Administrative expense.** The administrative expenses of the plan shall be established by the board under Minnesota Statutes, section 352.96.

Statutory Authority: *MS s 352.96*

History: *8 SR 1403; 16 SR 202; 17 SR 8; 19 SR 1158; 22 SR 713; 24 SR 79*

7905.1800 PROTECTION OF ASSETS.

All amounts contributed to the plan and all earnings on those amounts will be held for the exclusive benefit of the plan participants and beneficiaries. These amounts are not subject to the claims of the employer's general creditors and are held in trust, in custodial accounts, qualifying annuity contracts, or other investment accounts authorized by federal law.

Statutory Authority: *MS s 352.96*

History: *16 SR 202; 22 SR 713*

7905.1900 INVESTMENT OF FUNDS.

Subpart 1. **Investment allowed.** Any compensation deferred by employees may be invested by the director for the participant.

Subp. 2. **Investment options.** The participant may select an investment preference from among the approved investments as provided by Minnesota Statutes, section 352.96, subdivision 2.

The supplemental investment account shall provide the options available under Minnesota Statutes, chapter 11A.

Subp. 3. **Investment preference requests for future compensation.** A participant shall, at the time of enrollment, make an investment preference request on an application provided for that purpose. Once made, an investment request shall continue for any deferrals unless later changed by the participant.

A participant may change an investment preference request for future amounts of deferred compensation.

Subp. 4. **Investment preference requests for past deferred compensation.** A participant may also change an investment preference request with respect to all or part of previously deferred compensation subject to account transfer limitations.

Statutory Authority: *MS s 352.96*

History: *8 SR 1403; 16 SR 202; 17 SR 8; 19 SR 1158; 22 SR 713; 24 SR 79*

7905.2000 DISTRIBUTION EVENTS.

A participant's deferred compensation account may begin to be distributed according to part 7905.2100 following the occurrence of one of the following events: separation from service; death; unforeseeable emergency; distribution date as provided in part 7905.2200; or attainment of age 70-1/2.

Statutory Authority: *MS s 352.96*

History: 8 SR 1403; 16 SR 202

7905.2100 METHODS OF DISTRIBUTION.

Subpart 1. **Election in general.** Distribution of a participant's deferred compensation account shall be made in one of the following ways, with the date of distribution determined according to part 7905.2200. Benefits shall be paid as provided in section 457 of the Internal Revenue Code. Elections by a participant as authorized in this chapter shall be made on forms approved by the director.

Subp. 2. **Payout options.** A participant will have deferred compensation distributed over a period of 60 months, unless the participant elects to have distribution made in one of the following methods:

A. in a lump sum; or partial lump sum. Partial lump sum payments are subject to restrictions on subsequent payments as provided by section 457 of the Internal Revenue Code;

B. in a lump sum purchase by the director of an annuity contract with one of the companies approved by the board under Minnesota Statutes, section 352.96, subdivision 2; or

C. for distribution beginning before the death of the participant, in periodic payments at least annually over a specified period of time or specific dollar amount specified by the participant; provided, however, that the amounts payable to the participant will be paid at times that are not later than the time determined under section 401(a)(9)(G) of the Internal Revenue Code relating to incidental death benefits as prescribed by the federal tax regulations. Any amount not distributed to the participant during the participant's lifetime will continue to the beneficiary at least as rapidly as was made to the participant before death.

The monthly installment payment shall be specified by the participant as long as it conforms to the minimum distribution requirements as specified in the Internal Revenue Code.

Subp. 3. **Default method; beneficiary payments.** If no election is made, the participant's deferred compensation will be paid on the basis of a 60-month periodic payment.

Notwithstanding any other rule to the contrary, if an account is equal to or less than \$1,000, the account shall be distributed in a lump sum within 60 days following the close of the taxable year during which the distribution event occurs.

Once payments have begun on an annuity or systematic withdrawal basis, any future payments to a beneficiary will depend on the terms of the annuity or systematic withdrawal payments agreed to by the participant and the employer. If a participant dies before the end of a period certain, any remaining distributions will be paid to the beneficiary determined under part 7905.2500. If annuity payments have begun on a joint and last survivor basis, any payments due after the death of the participant will be due only to the other person on which the annuity payments have been based and not any other beneficiary.

Statutory Authority: *MS s 352.96*

History: 8 SR 1403; 16 SR 202; 19 SR 1158; 22 SR 713; 24 SR 79

7905.2200 DATE OF DISTRIBUTION.

Subpart 1. **Election in general.** A participant may irrevocably elect, on a form approved by the director to defer payment of some or all of the amounts to a fixed or determinable future time, subject to subparts 2 to 7.

Subp. 2. **Electing distribution date.** A participant may designate a distribution date within 60 days following separation from service.

A participant who has elected to defer benefits under subpart 1 may, subsequent to the initial election, and prior to the commencement of benefits, elect to further defer payment of benefits to a later date as allowed by the plan. A participant is only permitted to make one such election.

Subp. 3. **Death of participant.** If a participant dies before the distribution date or date of separation from service, the death will be treated as an event of distribution. If the beneficiary is the participant's surviving spouse, the beneficiary shall have the right to elect the method and time of distribution as if the beneficiary was the participant. The distribution to the surviving spouse cannot exceed the life expectancy of the surviving spouse. If the beneficiary is other than the surviving spouse, payments to the beneficiary must be distributed according to the Internal Revenue Code minimum distribution requirements.

Subp. 4. **After payment starts.** Once payment has begun, the method of distribution may not be changed, except in the event of an unforeseeable emergency, subject to the restrictions of the payment option the participant or beneficiary has selected. If the participant dies before all benefits have been paid, payments must continue to a beneficiary under a schedule that is at least as rapid as the schedule under which the participant was being paid.

Subp. 5. **When distribution begins.** Distribution may not begin before 60 days following separation from service or death, except for unforeseeable emergency distributions as provided in part 7905.2300 or as listed in subpart 7.

Subp. 6. **No election.** If no distribution date is elected, payment shall begin according to section 457 of the Internal Revenue Code.

Subp. 7. **Distribution election.** If, prior to separation from service, the value of a participant's benefits under the plan does not exceed \$5,000, the participant may elect at any time to receive the value in a lump sum if:

A. the participant has not deferred any compensation under the plan during the two-year period ending on the date of distribution; and

B. the participant has not previously received a distribution under this subpart.

Statutory Authority: *MS s 352.96*

History: *8 SR 1403; 16 SR 202; 19 SR 1158; 22 SR 713; 24 SR 79*

7905.2300 UNFORESEEABLE EMERGENCY.

Subpart 1. **Conditions permitting distribution.** A distribution of all or a part of a participant's deferred compensation account or a change in method of distribution to a participant notwithstanding the fact that distribution has begun, unless the distribution is in the form of an annuity, shall be permitted if the participant is faced with an unforeseeable emergency. Deferrals under the plan shall cease as soon as possible for one year for any participant granted a distribution because of an unforeseeable emergency.

Subp. 2. **Showing of an emergency.** Any participant desiring a distribution by reason of an unforeseeable emergency must demonstrate that the circumstances being experienced were not under the participant's control and constitute a real emergency that is likely to cause the participant great financial hardship and qualifies under section 457 of the Internal Revenue Code. The director shall have the authority to require medical or other evidence as may be needed to determine the necessity for the participant's withdrawal request.

Subp. 3. **Amount and method of distribution.** The distribution shall be limited to an amount sufficient only to meet the emergency and shall not exceed the amount of the deferred compensation account.

The allowed distribution shall be payable by a method determined by the director and begin as soon as possible after notice to the participant of approval. An approved unforeseeable emergency payment from the supplemental investment account may be based on the values determined on the prior month's accounting date only in the case of an extreme financial emergency at the discretion of the director, and only if the application is received by the 20th of the month.

Statutory Authority: *MS s 352.96*

History: *8 SR 1403; 16 SR 202; 17 SR 8; 19 SR 1158; 22 SR 713; 24 SR 79*

7905.2400 DESIGNATION OF BENEFICIARY.

A participant may designate a beneficiary or beneficiaries to receive payment of the participant's deferred compensation in the event of the participant's death. If the designated beneficiary predeceases the employee and a new beneficiary has not been named or the designated beneficiary dies before receiving payment, a lump sum payment shall be made to the surviving spouse or, if none, to the participant's estate. The beneficiary designation shall be in writing and must be filed before the death of the participant. If no designation of beneficiary is filed, the beneficiary shall be the surviving spouse, or if none, a lump sum payment shall be made to the participant's estate.

Statutory Authority: *MS s 352.96*

History: *8 SR 1403; 16 SR 202; 19 SR 1158; 22 SR 713; 24 SR 79*

7905.2500 LEAVE OF ABSENCE.

A participant who is granted a leave of absence by the employer may continue to be a participant in the plan as long as the leave of absence is approved by the employer. If an approved leave of absence is terminated by the employer or employee without the resumption of the employment relationship, the participant shall be treated as having a separation from service under the plan.

Statutory Authority: *MS s 352.96*

History: *8 SR 1403; 16 SR 202*

7905.2550 [Repealed, 16 SR 202]

INTERPRETATION OF PLAN

7905.2600 NONASSIGNABILITY OF CONTRACT.

The contract entered into between the employer and a participant through the plan and the benefits, proceeds, or payments under the plan cannot be sold, assigned, pledged, commuted, transferred, or otherwise conveyed by an employee, participant, or beneficiary. An attempt to assign or transfer shall not be recognized and shall impose no liability on the employer.

Except as otherwise required by law, deferred compensation money withheld under the plan shall not be subject to attachment, garnishment, or execution, or to transfer by operation of law in the event of bankruptcy or insolvency of the participant, the employer, or the state.

Statutory Authority: *MS s 352.96*

History: *16 SR 202; 22 SR 713*

7905.2700 HEADINGS AND SUBHEADINGS.

The headings and subheadings in the plan are inserted for convenience of reference only and are to be ignored in any construction of the provisions of this chapter.

Statutory Authority: *MS s 352.96*

History: *16 SR 202*

MINNESOTA RULES 2001

7905.2800 DEFERRED COMPENSATION PLAN

322

7905.2800 CONFLICTS.

If any form or other document used in administering the plan conflicts with the terms of the plan, the terms of the plan shall prevail.

Statutory Authority: *MS s 352.96*

History: *16 SR 202*

7905.2900 AMENDMENT OF PLAN.

The board of directors shall have the authority to propose amendments to the plan consistent with Minnesota Statutes, section 352.96.

Statutory Authority: *MS s 352.96*

History: *16 SR 202; 19 SR 1158; 22 SR 713*

7905.3000 [Repealed, 24 SR 79]