

CHAPTER 353F

PRIVATIZED PUBLIC HOSPITAL, PERA PENSION
BENEFITS

353F.02 DEFINITIONS.

353F.04 AUGMENTATION INTEREST RATES
FOR TERMINATED MEDICAL OR
OTHER PUBLIC EMPLOYING UNIT
FACILITY EMPLOYEES.**353F.02 DEFINITIONS.***[For text of subs 1 to 3, see M.S.2006]***Subd. 4. Medical facility.** "Medical facility" means:

- (1) Bridges Medical Services;
- (2) the City of Cannon Falls Hospital;
- (3) Clearwater County Memorial Hospital doing business as Clearwater Health Services in Bagley;
- (4) the Dassel Lakeside Community Home;
- (5) the Fair Oaks Lodge, Wadena;
- (6) the Glencoe Area Health Center;
- (7) the Hutchinson Area Health Care;
- (8) the Kanabec Hospital;
- (9) the Lakefield Nursing Home;
- (10) the Lakeview Nursing Home in Gaylord;
- (11) the Luverne Public Hospital;
- (12) the Northfield Hospital;
- (13) the Oakland Park Nursing Home;
- (14) the RenVilla Nursing Home;
- (15) the Renville County Hospital in Olivia;
- (16) the St. Peter Community Healthcare Center; and
- (17) the Waconia-Ridgeview Medical Center.

*[For text of subs 5 to 7, see M.S.2006]***History:** 2007 c 134 art 5 s 1

NOTE: The amendment to subdivision 4 by Laws 2007, chapter 134, article 5, section 1, with respect to the Lakefield Nursing Home, the Lakeview Nursing Home in Gaylord, and the Oakland Park Nursing Home is effective upon the latter of:

- (1) for the Lakefield Nursing Home:
 - (i) the day after the governing body of the city of Lakefield and its chief clerical officer timely comply with section 645.021, subdivisions 2 and 3; and
 - (ii) the first day of the month next following certification to the Lakefield City Council by the executive director of the Public Employees Retirement Association that the actuarial accrued liability of the special benefit coverage proposed for extension to the privatized Lakefield Nursing Home employees under this section does not exceed the actuarial gain otherwise to be accrued by the Public Employees Retirement Association, as calculated by the consulting actuary retained under section 356.214. The cost of the actuarial calculations must be borne by the current employer or by the entity which is the employer following the privatization, and the date of the actuarial calculations must be within one year of the date the Lakefield Nursing Home is sold or leased;
- (2) for the Lakeview Nursing Home in Gaylord:
 - (i) the day after the governing body of the city of Gaylord and its chief clerical officer timely comply with section 645.021, subdivisions 2 and 3; and
 - (ii) the first day of the month next following certification to the Gaylord City Council by the executive director of the Public Employees Retirement Association that the actuarial accrued liability of the special benefit coverage proposed for extension to the privatized Lakeview Nursing Home employees under this section does not exceed the actuarial gain otherwise to be accrued by the Public Employees Retirement Association, as calculated by the consulting actuary retained under section 356.214. The cost of the actuarial calculations must be borne by the current employer or by the entity which is the employer following the privatization, and the date of the actuarial calculations must be within one year of the date the Lakeview Nursing Home is sold or leased; and

(3) for the Oakland Park Nursing Home:

(i) the day after the governing body of Pennington County and its chief clerical officer timely comply with section 645.021, subdivisions 2 and 3; and

(ii) the first day of the month next following certification to Pennington County by the executive director of the Public Employees Retirement Association that the actuarial accrued liability of the special benefit coverage proposed for extension to the privatized Oakland Park Nursing Home employees under this section does not exceed the actuarial gain otherwise to be accrued by the Public Employees Retirement Association, as calculated by the consulting actuary retained under section 356.214. The cost of the actuarial calculations must be borne by the current employer or by the entity which is the employer following the privatization, and the date of the actuarial calculations must be within one year of the date the Oakland Park Nursing Home is sold or leased.

Laws 2007, chapter 134, article 5, section 1, the effective date.

353F.04 AUGMENTATION INTEREST RATES FOR TERMINATED MEDICAL OR OTHER PUBLIC EMPLOYING UNIT FACILITY EMPLOYEES.

Subdivision 1. **Enhanced augmentation rates.** (a) The deferred annuity of a terminated medical facility or other public employing unit employee is subject to augmentation under section 353.71, subdivision 2, of the edition of Minnesota Statutes published in the year in which the privatization occurred, except that the rate of augmentation is as specified in paragraph (b) or (c), whichever is applicable.

(b) This paragraph applies if the legislation adding the medical facility or other employing unit to section 353F.02, subdivision 4 or 5, as applicable, was enacted before July 26, 2005, and became effective before January 1, 2008, for the Hutchinson Area Health Care or before January 1, 2007, for all other medical facilities and all other employing units. For a terminated medical facility or other public employing unit employee, the augmentation rate is 5.5 percent compounded annually until January 1 following the year in which the person attains age 55. From that date to the effective date of retirement, the augmentation rate is 7.5 percent compounded annually.

(c) If paragraph (b) is not applicable, the augmentation rate is four percent compounded annually until January 1, following the year in which the person attains age 55. From that date to the effective date of retirement, the augmentation rate is six percent compounded annually.

[For text of subd 2, see M.S.2006]

History: 2007 c 134 art 5 s 2