

MINNESOTA • REVENUE

LOCAL GOVERNMENT FINANCE City of Duluth and PERA Postemployment Benefits Account

January 30, 2007

	Yes	No
DOR Administrative Costs/Savings		X

Department of Revenue
Analysis of S.F. 60 (Prettner Solon) / H.F. 163 (Huntley)

The bill requires the Public Employees Retirement Association (PERA) to establish two funds for the city of Duluth. One fund would be used to pay for postemployment benefits owed to retired employees, and the second fund would be used to make debt service payments for the city's street improvement program or other purposes approved by the city. All money in the two funds is appropriated to PERA, which may charge the city fees for reasonable administrative costs.

The bill would have no impact on any state funds.

Source: Minnesota Department of Revenue
Tax Research Division
http://www.taxes.state.mn.us/taxes/legal_policy

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