

## **Rationale for 2005 MTRFA Legislation**

1. Immediately addresses a major part of the funding problem by transferring the coordinated plan fully funded to the TRA.
2. The Minneapolis School District now has a viable pension plan so they can continue to recruit teachers.
3. All current and future coordinated members who have the same benefits as TRA statewide members are in the same plan.
4. Limits and identifies the unfunded liability of the basic plan members by closing the MTRFA.
5. Places responsibility for the unfunded liability on all four entities that created it.
6. Changes and puts limits on the post-retirement adjustment calculation.
7. Provides that SBI invests all new assets.
8. Guarantees the future benefits of all basic members.