

CHAPTER 751—H. F. No. 1790

[Coded]

An act relating to the state board of education; permitting allocation of compensation to purchase retirement annuities for employees; authorizing deposit of funds in the state treasury; and appropriating money therefrom.

Be it enacted by the Legislature of the State of Minnesota:

Section 1. [121.48] **State board of education; employees; tax sheltered annuities.** Subdivision 1. At the request of an employee, the state board of education may negotiate and purchase an individual annuity contract from a company licensed to do business in the state of Minnesota for an employee for retirement or other purposes and may allocate a portion of the compensation otherwise payable to the employee as salary for the purpose of paying the entire premium due or to become due under such contract. The allocation shall be made in a manner which will qualify the annuity premiums, or a portion thereof, for the benefit afforded under section 403 (b) of the current federal internal revenue code or any equivalent provision of subsequent federal income tax law. The employee shall own such contract and his rights thereunder shall be nonforfeitable except for failure to pay premiums.

Subd. 2. All amounts so allocated shall be deposited in an annuity account which is hereby established in the state treasury. There is annually appropriated from the annuity account in the state treasury to the state board of education all moneys deposited therein for the payment of annuity premiums when due or for other application in accordance with the salary agreement entered into between the employee and the state board of education. The moneys in the annuity account in the state treasury are not subject to the budget, allotment, and incumbrance system provided for in Minnesota Statutes, Chapter 16, and any act amendatory thereof.

Approved May 26, 1969.

CHAPTER 752—H. F. No. 1875

[Coded in Part]

An act relating to insurance; regulating companies selling contracts on a variable basis; amending Minnesota Statutes 1967, Sec-

Changes or additions indicated by italics, deletions by ~~strikeout~~.