

## 1 VIRGINIA ACTS OF ASSEMBLY — CHAPTER

2 *An Act to amend and reenact § 2.1-20.1:7 of the Code of Virginia, relating to health insurance credits*  
3 *for retired constitutional officers and their employees.*

4 [H 134]

5 Approved

6 **Be it enacted by the General Assembly of Virginia:**7 **1. That § 2.1-20.1:7 of the Code of Virginia is amended and reenacted as follows:**

8 § 2.1-20.1:7. Health insurance credits for retired constitutional officers, employees of constitutional  
9 officers, and local social service employees.

10 A. A local officer, as defined in § 51.1-124.3, ~~whose service was as a constitutional officer, sheriff or~~  
11 ~~sheriff's deputy~~, or an employee of a local social services board, retired under the Virginia Retirement  
12 System who rendered at least fifteen years of total creditable service under the System shall receive a  
13 health insurance credit to his monthly retirement allowance, which shall be applied to reduce the retired  
14 member's health insurance premium cost. The amount of each monthly health insurance credit payable  
15 under this section shall be one dollar and fifty cents for each full year of the retired member's creditable  
16 service, not to exceed a maximum monthly credit of forty-five dollars; however, each former member  
17 whose retirement was for disability shall receive a monthly health insurance credit of forty-five dollars.  
18 Eligibility for the credit shall be determined in a manner prescribed by the Virginia Retirement System.  
19 Any member who elects to defer his retirement pursuant to subsection C of § 51.1-153 shall be entitled  
20 to receive the allowable credit provided by this section on the effective date of his retirement. The cost  
21 of such credit shall be borne by the Commonwealth.

22 B. In addition to the health insurance credit authorized in subsection A, localities which participate in  
23 the Virginia Retirement System may elect to provide an additional health insurance credit of one dollar  
24 per month for each full year of the retired member's creditable service, not to exceed a maximum  
25 monthly credit of thirty dollars. The costs of such additional health insurance credit shall be borne by  
26 the locality.

27 C. 1. Those retired employees who purchase an alternative personal health insurance policy from a  
28 carrier or organization of their own choosing shall be eligible to receive a credit in the amount specified  
29 in subdivision 2 of this section. Eligibility for the credit and payment of the credit shall be determined  
30 in a manner prescribed by the Virginia Retirement System.

31 2. The credit shall be in (i) the amount provided in subsection A, or subsection A and subsection B  
32 if the additional credit authorized by subsection B is provided or (ii) the amount of premium paid for  
33 the personal health insurance policy, whichever is less.

34 D. The Virginia Retirement System shall (i) actuarially determine the amount necessary to fund all  
35 credits provided under this section, (ii) reflect the cost of such credits in the applicable employer  
36 contribution rate pursuant to § 51.1-145, and (iii) prescribe such terms and conditions as are necessary to  
37 carry out the provisions of this section. The costs associated with the administration of the health  
38 insurance program provided for in this section shall be recovered from the health insurance credit trust  
39 fund.

ENROLLED

HB134ER