

## Virginia Retirement System 2004 Fiscal Impact Statement

**1. Bill Number** HB16

**House of Origin**    ☒ Introduced    ☐ Substitute    ☒ Engrossed  
**Second House**    ☒ In Committee    ☐ Substitute    ☒ Enrolled

**2. Patron**        Miles

**3. Committee**    Finance

**4. Title**            Optional supplemental health insurance credit-retired state employees.

**5. Summary/Purpose:**

This bill repeals an obsolete section of the Code. The section being eliminated established an account into which leave payments would be credited on a pretax basis upon retirement. Subsequent to retirement, health insurance premiums would be debited against that account. The provision required the Department of Human Resource Management to obtain a favorable private letter ruling from the IRS in order for the provision to be effective. Such a ruling was not obtained.

**6. No fiscal impact.**

**7. Budget amendment necessary:** No

**8. Fiscal implications:** None

**9. Specific agency or political subdivisions affected:** None

**10. Technical amendment necessary:** No

**11. Other comments:** This bill results from a recommendation of a joint subcommittee established under HJR 159.

**Date:** 03/02/04 / wgh

**Document:** h16er