

Virginia Retirement System
Revised 2004 Fiscal Impact Statement
(Revision is to the Expenditure Impact section)

1. Bill Number HB225

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

2. Patron Shuler

3. Committee Appropriations

4. Title Health insurance; credits for retired teachers.

5. Summary/Purpose:

Health insurance; credits for retired teachers. Increases the amount of monthly health insurance credit for retired teachers from \$2.50 to \$4 per year of service. The maximum monthly credit will not exceed \$120.

6. Fiscal Impact Estimates are:

6a. Expenditure Impact:

<i>Fiscal Year</i>	<i>Dollars</i>	<i>Positions</i>	<i>Fund</i>
2003-04	-0-		State
2004-05	\$9.76 million		State
2005-06	\$10.10 million		State
2006-07	\$10.35 million		State
2007-08	\$10.66 million		State
2008-09	\$10.98 million		State
2009-10	\$11.31 million		State

Expenditure Impact:

<i>Fiscal Year</i>	<i>Dollars</i>	<i>Positions</i>	<i>Fund</i>
2003-04	-0-		Local
2004-05	\$9.76 million		Local
2005-06	\$10.10 million		Local
2006-07	\$10.35 million		Local
2007-08	\$10.66 million		Local
2008-09	\$10.98 million		Local
2009-10	\$11.31 million		Local

7. Budget amendment necessary: No. See #8.

8. Fiscal implications: Liabilities associated with this bill would accrue in FY05 and FY06, but would not be recognized in the employer contribution rates until FY07.

9. Specific agency or political subdivisions affected: VRS and local school divisions.

10. Technical amendment necessary: No

11. Other comments: None

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