

Virginia Retirement System 2004 Fiscal Impact Statement

1. **Bill Number** HB490

House of Origin ☒ Introduced ☐ Substitute ☐ Engrossed

Second House ☐ In Committee ☐ Substitute ☐ Enrolled

2. **Patron** Tata

3. **Committee** Appropriations

4. **Title** Health insurance credits for retired teachers.

5. **Summary/Purpose:**

Health insurance credits for retired teachers. Increases the monthly health insurance credit from \$2.50 for each year of creditable service to \$4 and removes the monthly health insurance credit cap of \$75.

6. Fiscal Impact Estimates are:

6a. **Expenditure Impact:**

<i>Fiscal Year</i>	<i>State</i>	<i>Local</i>
2003-04		
2004-05	\$11.11 million	\$11.11 million
2005-06	\$11.45 million	\$11.45 million
2006-07	\$11.79 million	\$11.79 million
2007-08	\$12.14 million	\$12.14 million
2008-09	\$12.51 million	\$12.51 million
2009-10	\$12.88 million	\$12.88 million

7. **Budget amendment necessary:** No

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 public school divisions.

10. **Technical amendment necessary:** No

11. **Other comments:** None

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