

## **Virginia Retirement System 2008 Fiscal Impact Statement**

**1. Bill Number:** HB245

House of Origin      X      Introduced                  Substitute                  Engrossed

Second House                  In Committee              Substitute                  Enrolled

**2. Patron:**        O'Bannon

**3. Committee:** Appropriations

**4. Title:**        **Retirement System; group insurance program, exemption from process.**

**5. Summary:** Virginia Retirement System group insurance program; exemption from process. Makes insurance benefits and the proceeds there from under any group insurance policy purchased by the Virginia Retirement System subject to administrative child support actions and court proceedings to enforce a child or child and spousal support obligations. Currently, these insurance benefits are exempt from all legal process, though other Virginia Retirement System benefits are subject to process to enforce child or child and spousal support obligations.

**6. Fiscal Impact Estimates:** There is no fiscal impact.

**7. Budget Amendment Necessary:** No

**8. Fiscal Implications:** None

**9. Specific Agency or Political Subdivisions Affected:** VRS and all members, retirees and beneficiaries of the VRS

**10. Technical Amendment Necessary:** No

**11. Other Comments:** Section 51.1-510 allows VRS members to make irrevocable assignments of their life insurance proceeds to other parties. In such cases, VRS would be unable to honor child support actions filed by the Department of Social Services.

**Date:** 1/17/2008 pas

**Document:** HB245.DOC