

Virginia Retirement System 2008 Fiscal Impact Statement

1. Bill Number: SB260

House of Origin X Introduced Substitute Engrossed
Second House In Committee Substitute Enrolled

2. Patron: Deeds

3. Committee: Finance

4. Title: **Health insurance credits for retired state employees.**

5. Summary: Health insurance credits for retired state employees. Increases the monthly health insurance credit for retired state employees from \$4 for each year of creditable service to \$6 for each year of creditable service.

6. Fiscal Impact Estimates:

	<u>2008-09</u>	<u>2009-10</u>	<u>2010-11</u>	<u>2011-12</u>	<u>2012-13</u>	<u>2013-14</u>
State-GF	\$11,903,000	\$12,379,000	\$12,874,000	\$13,389,000	\$13,925,000	\$14,482,000
SPORS-GF	\$621,000	\$646,000	\$672,000	\$699,000	\$727,000	\$756,000
VaLORS-GF	\$2,335,000	\$2,428,000	\$2,525,000	\$2,626,000	\$2,731,000	\$2,840,000
JRS-GF	\$438,000	\$456,000	\$474,000	\$493,000	\$513,000	\$534,000
Teacher-GF						
Total GF	<u>\$15,297,000</u>	<u>\$15,909,000</u>	<u>\$16,545,000</u>	<u>\$17,207,000</u>	<u>\$17,896,000</u>	<u>\$18,612,000</u>
State-NGF	\$14,791,000	\$15,383,000	\$15,998,000	\$16,638,000	\$17,304,000	\$17,996,000
SPORS-NGF	\$141,000	\$147,000	\$153,000	\$159,000	\$165,000	\$172,000
VaLORS-NGF	\$181,000	\$188,000	\$196,000	\$204,000	\$212,000	\$220,000
Total NGF	<u>\$15,113,000</u>	<u>\$15,718,000</u>	<u>\$16,347,000</u>	<u>\$17,001,000</u>	<u>\$17,681,000</u>	<u>\$18,388,000</u>
Teacher-Local						
Local Aggregate	\$0	\$0	\$0	\$0	\$0	\$0
Total Local	<u>\$0</u>	<u>\$0</u>	<u>\$0</u>	<u>\$0</u>	<u>\$0</u>	<u>\$0</u>
Grand Total	<u>\$30,410,000</u>	<u>\$31,627,000</u>	<u>\$32,892,000</u>	<u>\$34,208,000</u>	<u>\$35,577,000</u>	<u>\$37,000,000</u>

7. Budget Amendment Necessary: Yes. The cost of this legislation will be reflected in increased employer contribution rates for FY09.

8. Fiscal Implications: See Expenditure Impact.

9. Specific Agency or Political Subdivisions Affected: VRS and all participating state agencies

10. Technical Amendment Necessary: No

11. Other Comments: None

Date: 1/18/2008 pas

Document: SB260.DOC