Virginia Retirement System
2007 Fiscal Impact Statement

1. **Bill Number**   SB 1218

   House of Origin ☒ Introduced   ☐ Substitute   ☐ Engrossed

   Second House   ☐ In Committee ☐ Substitute   ☐ Enrolled

2. **Patron**   Hanger

3. **Committee**   Finance

4. **Title**   Health insurance credits; teachers and other local school board employees.

5. **Summary/Purpose:** Health insurance credits; teachers and other local school board employees. Increases the monthly health insurance credit for retired teachers from $2.50 to $4.00 for each full year of the retired member's creditable service. The bill also eliminates an overall cap to the credit, and adds retired full-time, salaried employees of local school boards as recipients of the credit. The bill is applicable for current and future retirees from positions as teachers or full-time, salaried employees of local school boards.

6. **No Fiscal Impact   (or)**
   Fiscal Impact Estimates are:

   6a. **Expenditure Impact:**

	2007-08	2008-09	2009-10	2010-11	2011-12	2012-13
State-GF						
SPORS-GF						
VaLORS-GF						
JRS-GF						
Teacher-GF	12,332,000	12,825,000	13,338,000	13,872,000	14,427,000	15,004,000
Total GF	12,332,000	12,825,000	13,338,000	13,872,000	14,427,000	15,004,000
State-NGF						
SPORS-NGF						
VaLORS-NGF						
Total NGF						
Teacher-Local	19,039,000	19,801,000	20,593,000	21,417,000	22,274,000	23,165,000
Local Agregate	7,169,000	7,456,000	7,754,000	8,064,000	8,387,000	8,722,000
Total Local	26,208,000	27,257,000	28,347,000	29,481,000	30,661,000	31,887,000
Grand Total	38,540,000	40,082,000	41,685,000	43,353,000	45,088,000	46,891,000

7. **Budget amendment necessary:** Yes. The cost of this legislation will be reflected in increased employer contribution rate for FY08.

8. **Fiscal implications:** See Expenditure Impact above.

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

10. **Technical amendment necessary:** No

11. **Other comments:** None

Date: 01/19/07/pas
Document: SB1218