

# Virginia Retirement System 2008 Fiscal Impact Statement

**1. Bill Number:** HB317

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

**2. Patron:**        Morgan

**3. Committee:** Appropriations

**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:** HB317.DOC