

	L.D. 1963
2	(Filing No. H-804)
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8	STATE OF MAINE HOUSE OF REPRESENTATIVES 114TH LEGISLATURE
10	SECOND REGULAR SESSION
12	COMMITTEE AMENDMENT " A " to H.P. 1411, L.D. 1963, Bill, "An
14	Act Requiring the State to Pay a Portion of the Health Insurance Premium for Dependents of Retired State Employees"
16	Amend the bill in the first line after the amending clause
18	(page 1, line 3 in L.D.) by inserting at the beginning the following: 'Sec. 1.'
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22	Further amend the bill in subsection 8 in the 3rd line (page 1, line 8 in L.D.) by striking out the following: "60%" and inserting in its place the following: ' <u>10%</u> '
24	Further smart the kill be incerting before the statement of
26	Further amend the bill by inserting before the statement of fact the following:
28	'Sec. 2. Appropriation. The following funds are appropriated from the General Fund to carry out the purposes of this Act.
30	1990-91
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34	FINANCE, DEPARTMENT OF
<u>,</u> ,,,,,,,,,,,,,,,,,,,,,,,,,,,,,,,,,,,	Reserve for Retirement Contributions
36	Personal Services \$155,790
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40	Provides funds to cover the cost of increased retirement contributions for General Fund positions resulting from 10%
42	dependent coverage for retired state employees.

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COMMITTEE AMENDMENT "A" to H.P. 1411, L.D. 1963

2 Sec. 3. Allocation. The following funds are allocated from the Highway Fund to carry out the purposes of this Act. 4 1990-91 6 FINANCE. DEPARTMENT OF 8 **Reserve for Retirement Contributions** 10 Personal Services \$39,635 12 Provides funds to cover the cost of 14 increased retirement contributions for Highway Fund positions resulting from 10% 16 dependent coverage for retired state employees. 18 Sec. 4. Expenditure in excess of allocations. Expenditure of funds 20 in other than the General Fund and the Highway Fund may, during the biennium, exceed legislatively authorized allocations by the amount necessary to cover the increase in retirement rates 22 required to carry out the intent of this Act. 24 **FISCAL NOTE** 26 28 Appropriations/Allocations: 1990-91 30 General Fund \$155,790 Highway Fund \$39,635 32 This bill will increase employer contribution to the Maine 34 State Retirement System in order to fund 10% of premiums for the dependents of retired state employees. The increased 36 contribution rates will require total General Fund appropriations of \$155,790 and Highway Fund allocations for \$39,635 in fiscal year 1990-91 to be set aside in reserve. Other state programs 38 funded by other governmental funds will also experience increased Personal Services costs which may require increased allotments. 40 The total cost of this bill to State Government in fiscal year 1990-91 is \$275,245.' 42 44 STATEMENT OF FACT 46 The original bill required the State to pay 60% of the 48 health insurance premium for dependent coverage for retired state employees. This amendment changes that figure to 10%. 50 Currently, the law requires the State to pay 100% of the premjum for state employees and retirees but requires nothing 52 toward dependent coverage for state employees and retirees other

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than legislators. However, through collective bargaining, the State is required to pay 60% of dependent medical premiums for active employees.

Reported by the Majority of the Committee on Aging, Retirement and Veterans Reproduced and distributed under the direction of the Clerk of the House

2/16/90 (Filing No. H-804)

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