

(AFTER DEADLINE) SECOND REGULAR SESSION

ONE HUNDRED AND THIRTEENTH LEGISLATURE

Legislative Document

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NO. 2130

H.P. 1563 House of Representatives, January 25, 1988 Approved for introduction by a majority of the Legislative Council pursuant to Joint Rule 27.

Reference to the Committee on Aging, Retirement and Veterans suggested and ordered printed.

EDWIN H. PERT, Clerk

Presented by Representative WILLEY of Hampden. Cosponsored by Representative HICKEY of Augusta and Senator RANDALL of Washington.

STATE OF MAINE

IN THE YEAR OF OUR LORD NINETEEN HUNDRED AND EIGHTY-EIGHT

AN ACT to Continue State Benefits to Retired Teachers who have Joined a New Insurance Plan upon Retirement.

5 Be it enacted by the People of the State of Maine as 6 follows:

7 **20-A MRSA \$13451, sub-\$1,** as enacted by PL 8 1987, c. 450, \$\$2 and 3, is amended to read:

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1 Eligibility; retired teacher members. Any 1. 2 retired teacher who receives a retirement benefit from 3 the Maine State Retirement System shall be eligible for group accident and sickness or health insurance, 4 5 provided that the retired teacher also meets the 6 eligibility requirements for participation imposed by the group plan that governed the teacher last as an active teacher and participated in the plan for one 7 8 9 year immediately prior to retirement or October 1, 10 1987, whichever comes last. Any retired teacher who otherwise qualifies for the payment by the State of 10% of the retired teacher's share of insurance as 11 12 13 provided in subsection 3 shall continue to receive the 10% payment, notwithstanding the teacher's replacement of the group plan after retirement with any other 14 15 insurance plan, so long as the new insurer 16 is authorized to transact insurance in this State. 17 Retired teachers may not be required to maintain dues paying membership in any organization as 18 a. 19 а 20 requirement for participation in a group health 21 insurance plan under this subsection.

STATEMENT OF FACT

23 As originally enacted, the Maine Revised Statutes, Title 20-A, section 13451 provided that the State, 24 through the Maine State Retirement System, was to pay 25 10% of a retired teacher member's share of the group accident and sickness or health insurance plan under 26 27 28 which the retired teacher was last covered as an 29 active teacher. The unintended effect of this section 30 was to preclude the 10% payment to those retired 31 teachers who had switched to a different insurance 32 plan upon their retirement. This bill provides for the continuation of the State's 10% payment of the 33 34 retired teacher's share of insurance to those retired 35 teachers who have replaced their previous group plan 36 with a new insurance plan upon retirement.

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