

L.D. 1949

DATE: April 3, 1998

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(Filing No. S-720)

6 Reproduced and distributed under the direction of the Secretary of the Senate.

STATE OF MAINE SENATE 118TH LEGISLATURE SECOND SPECIAL SESSION

SENATE AMENDMENT " A " to COMMITTEE AMENDMENT "A" to H.P. 16 1395, L.D. 1949, Bill, "An Act to Allow Maine Technical College System Employees Represented by the Maine Education Association 18 Faculty and Administrative Units to Participate in a Defined Contribution Retirement Plan"

Amend the amendment by striking out all of section 3 and 22 inserting in its place the following:

24 'Sec. 3. Payment of unfunded liability; administrative costs and retiree health insurance premiums. The Maine Technical College System shall make contributions toward payment of the unfunded 2.6 liability costs and administrative costs to the Maine State Retirement System and payment of the retiree health insurance 28 premiums to the Department of Administrative and Financial Services on behalf of Maine Technical College System employees 30 who elect to participate in a defined contribution plan offered 32 by the Board of Trustees of the Maine Technical College System as provided in the Maine Revised Statutes, Title 20-A, section 12722, subsection 2 at the same percentage as the Maine Technical 34 College System contributes on behalf of its employees who are 36 active members of the retirement system.

38 Sec. 4. Salary increases from collective bargaining. The Department of Administrative and Financial Services shall work 40 with representatives of the Maine Technical College System and representatives of the technical college bargaining units to 42 develop long-term strategies to create funding methods for future salary increases resulting from the technical college collective 44 bargaining process.'

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SENATE AMENDMENT

SENATE AMENDMENT "A" to COMMITTEE AMENDMENT "A" to H.P. 1395, L.D. 1949

2 Further amend the bill by relettering or renumbering any nonconsecutive Part letter or section number to read 4 consecutively.

FISCAL NOTE

8 The amendment removes those parts of the bill that would have shifted certain fixed costs for retiree health insurance, 10 retirement unfunded liability and Maine State Retirement System administrative costs from the Maine Technical College System to 12 other state departments and agencies.

SUMMARY

This amendment requires the Maine Technical College System to continue to contribute toward the payment of certain fixed costs of the Maine State Retirement System and the Department of Administrative and Financial Services on behalf of system employees who elect to participate in a defined contribution plan rather than ending those contributions on either September 1, 1998 or June 30, 1999.

The amendment also directs the Department of Administrative and Financial Services, the Maine Technical College System and representatives of the system's bargaining units to work to develop strategies to create funding methods for future collectively bargained salary increases.

<u>en Michael H. Michaud</u> ") QOB 32 SPONSORED BY: 34 (Senator MICHAUD) COUNTY: Penobscot 36

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SENATE AMENDMENT