### MAINE STATE LEGISLATURE

The following document is provided by the

LAW AND LEGISLATIVE DIGITAL LIBRARY

at the Maine State Law and Legislative Reference Library

http://legislature.maine.gov/lawlib



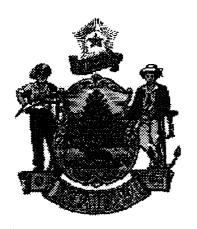
Reproduced from scanned originals with text recognition applied (searchable text may contain some errors and/or omissions)



	L.D. 32					
2	DATE: 3-24-03 (Filing No. H-55)					
4						
6	LABOR					
8						
10	Reproduced and distributed under the direction of the Clerk of the House.					
12	STATE OF MAINE					
14	HOUSE OF REPRESENTATIVES 121ST LEGISLATURE					
16	FIRST REGULAR SESSION					
18	COMMITTEE AMENDMENT "A" to H.P. 39, L.D. 32, Bill, "An Act					
20	to Provide a 5% Increase in the State's Contribution for Insurance for Retired Teachers"					
22						
24	Amend the bill by inserting after section 2 the following:					
26	'Sec. 3. Appropriations and allocations. The following appropriations and allocations are made.					
28	EDUCATION, DEPARTMENT OF					
30	Retired Teachers' Health Insurance 0854					
32	Initiative: Appropriates funds to increase the State's contribution from 40% to 45% beginning July 1, 2004.					
34	General Fund 2003-04 2004-05					
36						
38	All Other \$0 \$2,179,083					
40	General Fund Total \$0 \$2,179,083					
42	SUMMARY					
44	This amendment adds an appropriation section to the bill.					
46						
<b>1</b> 8	FISCAL NOTE REQUIRED					

Page 1-LR0034(2)

## COMMITTEE AMENDMENT



# 121st Maine Legislature Office of Fiscal and Program Review

#### LD 32

An Act to Provide a 5% Increase in the State's Contribution for Insurance for Retired Teachers

LR 0034(02)

Fiscal Note for Bill as Amended by Committee Amendment
Committee: Labor
Fiscal Note Required: Yes

#### **Fiscal Note**

	2003-04	2004-05	Projections 2005-06	Projections 2006-07
Net Cost (Savings) General Fund	\$0	\$2,179,083	\$2,765,256	\$3,509,110
Appropriations/Allocations General Fund	\$0	\$2,179,083	\$2,765,256	\$3,509,110

#### Fiscal Detail and Notes

This bill includes a General Fund appropriation of \$2,179,083 in fiscal year 2004-05 for the Retired Teachers' Health Insurance program within the Department of Education to fund the increase in the State's contribution from 40% to 45% beginning July 1, 2004. The costs reflected above assume the State's contribution for health insurance for retired teachers increases from 35% to 40% effective July 1, 2003. The Governor's proposed Current Services budget for the 2004-2005 biennium postpones the July 1, 2003 increase until July 1, 2005. If that proposal is approved by the Legislature, the cost of this measure will increase by an additional \$1,713,059 in fiscal year 2003-04 and \$2,179,083 in fiscal year 2004-05. Projections for fiscal year 2005-06 and fiscal year 2006-07 assume an average increase in costs of 17.5% per year and enrollment growth of 8% per year based on estimates provided by the Division of Employee Health and Benefits.