

**LEGISLATIVE SERVICES AGENCY
OFFICE OF FISCAL AND MANAGEMENT ANALYSIS**

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FISCAL IMPACT STATEMENT

LS 7941

BILL NUMBER: HB 1739

NOTE PREPARED: Jan 10, 2005

BILL AMENDED:

SUBJECT: Retired legislator health insurance.

FIRST AUTHOR: Rep. Davis

FIRST SPONSOR:

BILL STATUS: As Introduced

FUNDS AFFECTED: **GENERAL**
DEDICATED
FEDERAL

IMPACT: Pending

Summary of Legislation: Reduces the benefits available under the retired legislator health insurance program, including: (1) removes the election by legislative employers to permit a former member (and spouse) to remain in the program after the former member (or spouse) becomes eligible for Medicare; (2) permits legislative employers to elect to pay not more than 50% of an eligible former member's (and spouse's) Medicare supplement premium; (3) repeals the requirement that the state personnel department establish two retirement health plans that were available to state employees after they became eligible for Medicare; (4) requires former legislators to pay the same percentage of health care premiums in retirement that active legislators pay for health care benefits; and (5) exempts former legislators whose last day of service is before November 8, 2006, from the benefit reductions. Repeals and replaces without change provisions concerning eligibility requirements for the spouse of a legislator who dies in office.

Effective Date: July 1, 2005.

Explanation of State Expenditures: *As of the above date, the fiscal analysis of this bill has not been completed. Please contact the Office of Fiscal and Management Analysis for an update of this fiscal impact statement.*

Explanation of State Revenues:

Explanation of Local Expenditures:

Explanation of Local Revenues:

State Agencies Affected:

Local Agencies Affected:

Information Sources:

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