



General Assembly

Substitute Bill No. 341

February Session, 2014



**AN ACT CONCERNING PROFESSIONAL FEES FOR
ADMINISTRATION OF THE RETIRED TEACHERS' HEALTH
INSURANCE PREMIUM ACCOUNT.**

Be it enacted by the Senate and House of Representatives in General Assembly convened:

1 Section 1. Subsection (d) of section 10-183t of the general statutes is
2 repealed and the following is substituted in lieu thereof (*Effective July*
3 *1, 2014*):

4 (d) The Treasurer shall establish a separate retired teachers' health
5 insurance premium account within the Teachers' Retirement Fund.
6 Commencing July 1, 1989, and annually thereafter all health benefit
7 plan contributions withheld under this chapter in excess of five
8 hundred thousand dollars shall, upon deposit in the Teachers'
9 Retirement Fund, be credited to such account. Interest derived from
10 the investment of funds in the account shall be credited to the account.
11 Funds in the account shall be used for (1) payments to boards of
12 education pursuant to subsection (c) of this section and for payment of
13 premiums on behalf of members, spouses of members, surviving
14 spouses of members or disabled dependents of members participating
15 in one or more health insurance plans pursuant to subsection (a) of this
16 section in an amount equal to the difference between the amount paid
17 pursuant to subsection (a) of this section and the amount paid
18 pursuant to subsection (c) of this section, and (2) payments for

19 professional fees associated with the administration of the health
20 benefit plans offered pursuant to this section of not more than [one]
21 three hundred fifty thousand dollars annually. If, during any fiscal
22 year, there are insufficient funds in the account for the purposes of all
23 such payments, the General Assembly shall appropriate sufficient
24 funds to the account for such purpose.

25 Sec. 2. Section 10-183r of the general statutes is repealed and the
26 following is substituted in lieu thereof (*Effective July 1, 2014*):

27 (1) Except as provided in subdivision (3) of this [subsection] section,
28 all expenses of the administration of the system, exclusive of payment
29 of benefits, shall be paid for out of amounts appropriated by the
30 General Assembly on certifications and recommendations submitted
31 by the board.

32 (2) The cost of all benefits payable from the system shall be paid out
33 of the retirement fund which shall consist of contributions paid by
34 members, appropriations by the General Assembly based upon
35 certifications and recommendations submitted by the board, the
36 proceeds of bonds held by the system under section 10-183m, the
37 proceeds of bonds issued pursuant to section 10-183qq and earnings of
38 the system.

39 (3) Professional fees associated with the administration of the health
40 benefit plans offered pursuant to section 10-183t, as amended by this
41 act, of not more than [one] three hundred fifty thousand dollars
42 annually may be paid for out of the retired teachers' health insurance
43 premium account established pursuant to said section 10-183t.

This act shall take effect as follows and shall amend the following sections:		
Section 1	<i>July 1, 2014</i>	10-183t(d)
Sec. 2	<i>July 1, 2014</i>	10-183r

APP *Joint Favorable Subst.*