

Amendment No. 782

Assembly Amendment to Assembly Bill No. 563

(BDR S-1223)

Proposed by: Assembly Committee on Ways and Means**Amends:** Summary: No Title: No Preamble: No Joint Sponsorship: No Digest: Yes

ASSEMBLY ACTION			Initial and Date	SENATE ACTION			Initial and Date
Adopted	☐	Lost	☐ _____	Adopted	☐	Lost	☐ _____
Concurred In	☐	Not	☐ _____	Concurred In	☐	Not	☐ _____
Receded	☐	Not	☐ _____	Receded	☐	Not	☐ _____

EXPLANATION: Matter in (1) ***blue bold italics*** is new language in the original bill; (2) ***green bold italic underlining*** is new language proposed in this amendment; (3) ~~red strikethrough~~ is deleted language in the original bill; (4) ~~purple double strikethrough~~ is language proposed to be deleted in this amendment; (5) ~~orange double underlining~~ is deleted language in the original bill that is proposed to be retained in this amendment; and (6) ***green bold underlining*** is newly added transitory language.

EGO/BJE



Date: 5/29/2011

A.B. No. 563—Establishes for the next biennium the amount to be paid to the Public Employees' Benefits Program for insurance for certain active and retired public officers and employees. (BDR S-1223)



ASSEMBLY BILL NO. 563—COMMITTEE ON WAYS AND MEANS

(ON BEHALF OF THE DIVISION OF BUDGET AND PLANNING)

MARCH 28, 2011

Referred to Committee on Ways and Means

SUMMARY—Establishes for the next biennium the amount to be paid to the Public Employees' Benefits Program for insurance for certain active and retired public officers and employees. (BDR S-1223)

FISCAL NOTE: Effect on Local Government: May have Fiscal Impact.
Effect on the State: Executive Budget.

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EXPLANATION – Matter in ***bolded italics*** is new; matter between brackets ~~omitted material~~ is material to be omitted.

AN ACT relating to programs for public personnel; establishing for the next biennium the amount to be paid to the Public Employees' Benefits Program for insurance for certain active and retired public officers and employees; and providing other matters properly relating thereto.

Legislative Counsel's Digest:

Section 1 of this bill establishes the amount of the State's share of the costs of premiums or contributions for group insurance for active state officers and employees who participate in the Public Employees' Benefits Program. **Section 2** of this bill establishes the base amount that is used to calculate the share of the costs of premiums or contributions for group insurance under the Program that is required to be paid by the State and local governments for retired public officers and employees. **Section 2** of this bill also establishes the base amount that is used to calculate the share of the cost of qualified medical expenses for individual Medicare insurance plans through the Program that is required to be paid by the State and local governments for retired public officers and employees **and provides for an increase to that base amount in Fiscal Year 2012-2013 if the Board of the Program determines that additional reserves of the Program are available for this purpose.**

THE PEOPLE OF THE STATE OF NEVADA, REPRESENTED IN
SENATE AND ASSEMBLY, DO ENACT AS FOLLOWS:

Section 1. 1. For the purposes of NRS 287.044 and 287.0445, the State's share of the cost of premiums or contributions for group insurance for each active state officer or employee who elects to participate in the Public Employees' Benefits Program is:

(a) For the Fiscal Year 2011-2012, \$644.81 per month.
(b) For the Fiscal Year 2012-2013, \$733.64 per month.

2. If the amount of the State's share pursuant to this section exceeds the actual premium or contribution for the plan of the Public Employees' Benefits Program

1 that the state officer or employee selects less any amount paid by the state officer or
2 employee toward the premium or contribution, the balance must be credited to the
3 Fund for the Public Employees' Benefits Program created by NRS 287.0435, which
4 may be used to pay a portion of the premiums or contributions for persons that are
5 eligible to participate in the Public Employees' Benefits Program through such a
6 state officer or employee.

7 **Sec. 2.** 1. Except as otherwise provided in subsection 2, for the purposes of
8 NRS 287.023 and 287.046, the base amount for the share of the cost of premiums
9 or contributions for group insurance for each person who has retired with state
10 service and continues to participate in the Public Employees' Benefits Program is:

11 (a) For the Fiscal Year 2011-2012, \$418.41 per month.

12 (b) For the Fiscal Year 2012-2013, \$472.64 per month.

13 2. For the purposes of NRS 287.023 and 287.046, the base amount for the
14 share of the cost of qualified medical expenses for each person who has retired with
15 state service and whose coverage is provided through the Public Employees'
16 Benefits Program by an individual medical plan offered pursuant to the Health
17 Insurance for the Aged Act, 42 U.S.C. §§ 1395 et seq., for Fiscal Year 2011-2012
18 and Fiscal Year 2012-2013 is:

19 (a) For those persons who retired before January 1, 1994, \$150 per month.

20 (b) For those persons who retired on or after January 1, 1994, \$10 per month
21 per year of service, excluding service purchased pursuant to NRS 1A.310 or
22 286.300, up to a maximum of \$200 per month.

23 ↪ For Fiscal Year 2012-2013, the amounts specified in paragraphs (a) and (b)
24 may be increased by an amount based on the percentage increase in the
25 premium for Part B of the Health Insurance for the Aged Act, 42 U.S.C. §§
26 1395 et seq., between the calendar year ending on December 31, 2011, and the
27 calendar year ending on December 31, 2012, which must be rounded to the
28 nearest dollar. The amount of such an increase must be paid from the reserves
29 of the Program if the Board of the Program determines that reserves in excess
30 of the actuarially required reserves of the Program are available for this
31 purpose.

32 3. No money may be paid by the State Retirees' Health and Welfare Benefits
33 Fund created by NRS 287.0436 on behalf of a person who is initially hired by the
34 State on or after January 1, 2010, and who:

35 (a) Has not participated in the Program on a continuous basis since his or her
36 retirement from such employment; or

37 (b) Does not have at least 15 years of service credit upon retirement, unless the
38 person does not have at least 15 years of service credit as a result of a disability for
39 which disability benefits are received under the Public Employees' Retirement
40 System or a retirement program for professional employees offered by or through
41 the Nevada System of Higher Education, and has participated in the Program on a
42 continuous basis since his or her retirement from such employment.

43 4. If the amount calculated pursuant to this section exceeds the actual
44 premium or contribution for the plan of the Program that the retired participant
45 selects, the balance must be credited to the Fund for the Public Employees' Benefits
46 Program created by NRS 287.0435.

47 **Sec. 3.** This act becomes effective on July 1, 2011.