# 2009 DRAFTING REQUEST

Received By: pgrant

## Bill

Received: 01/13/2010

Wanted: As time permits			Identical to LRB:				
For: <b>John Townsend</b> (608) 266-3156				By/Representing: Matt Pulda			
This file n	nay be shown	to any legislator	: NO		Drafter: pgrant		
May Cont	act:				Addl. Drafters:	emueller	
Subject: Education - school boards Higher Education - tech. colleg Local Gov't - misc				Extra Copies:	TKK, MDI	<b>K</b>	
Submit vi	a email: YES						
Requester	's email:	Rep.Townse	end@legis.v	visconsin.go	v		
Carbon co	opy (CC:) to:						
Pre Topic	c:						
No specif	ic pre topic giv	ven					
Topic:							
Funding p	ost-retirement	health insurance	e benefits				
Instruction	ons:						
See attach	ed						
Drafting	History:		<del></del>				
Vers.	Drafted	Reviewed	Typed	Proofed	Submitted	Jacketed	Required
/?	pgrant 01/13/2010 emueller 01/29/2010	nnatzke 02/09/2010					S&L
/1			rschluet 02/10/2010	)	cduerst 02/10/2010	cduerst 03/02/2010	

FE Sent For:

**<END>** 

My Intro.

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May Co	ntact:				Addl. Drafters:	emueller	
Subject: Education - school board Higher Education - tech. Local Gov't - misc				Extra Copies:	TKK, MDK		
Submit	via email: YES						
Request	er's email:	Rep.Town	send@legis	s.wisconsin.go	ov		
Carbon	copy (CC:) to:						
Pre Top	pic:						
No spec	ific pre topic gi	ven					
Topic:							····
Funding	g post-retiremen	t health insurar	ice benefits				
Instruc	tions:						
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Draftin	g History:						
Vers.	<u>Drafted</u>	Reviewed	Typed	Proofed	Submitted	<u>Jacketed</u>	Required
/?	pgrant 01/13/2010 emueller 01/29/2010	nnatzke 02/09/2010					S&L
/1			rschluet 02/10/20	10	cduerst 02/10/2010		

LRB-4123

02/10/2010 09:22:53 AM Page 2

FE Sent For:

<END>

# 2009 DRAFTING REQUEST

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This file may be shown to any legislator: NO	Drafter: pgrant		
May Contact:	Addl. Drafters: emueller		
Subject: Education - school boards Higher Education - tech. college Local Gov't - mise munis, generally Local Gov't - counties Submit via email: YES	Extra Copies: TKK, MDK		
Requester's email: Rep.Townsend@legis.wisconsin.go	ov.		
Carbon copy (CC:) to:			
Pre Topic:			
No specific pre topic given			
Topic:			
Funding post-retirement health insurance benefits			
Instructions:			
See attached			
Drafting History:			
$\frac{\text{Vers.}}{\frac{1}{2}} \frac{\text{Drafted}}{\frac{1}{2}} \frac{\text{Reviewed}}{\frac{1}{2}} \frac{\text{Typed}}{\frac{1}{2}} \frac{\text{Proofed}}{\frac{1}{2}}$	Submitted Jacketed Required		

#### Grant, Peter

From:

Champagne, Rick

Sent:

Wednesday, January 13, 2010 12:54 PM

To:

Grant, Peter; Kuczenski, Tracy; Shovers, Marc; Mueller, Eric

Subject:

Townsend Local Government/School District Draft

#### Peter/Tracy/Marc/Eric:

Got a call from Matt asking about the draft. He wants all local governmental units, including school districts, to fully fund all post-retirement health insurance benefits for their new employees.

Here is some possible language for your chapters, which you may need to harmonize with any currrent law provisions in your chapters dealing with health insurance:

No .... [insert appropriate local governmental unit] may provide any health insurance benefit to an employee after the effective date of this .... [insert appropriate statutory unit] for use upon retirement unless the cost of the benefit is fully funded on an actuarial basis.

#### Some analysis language:

Currently, local governmental units, including school districts, provide health insurance and other fringe benefits to their employees. Some of these governmental units also provide post-retirement health insurance benefits for their employees. There is no current law requirement that the cost of these benefits must be paid by the local government employers before the employees receive the benefits upon retirement. This bill provides that local governmental units may not provide any health insurance benefit to an employee hired after the bill's effective date for use upon retirement unless the cost of the benefit is fully funded on an actuarial basis. The result is that, under the bill, the cost of post-retirement health insurance benefits for these local government employees must be paid before the employees begin to receive health care coverage under the post-retirement benefits.

Thanks.

Rick

From:

Pulda, Matt

Sent: To:

Friday, January 08, 2010 9:07 AM

Subject:

Champagne, Rick Email from LRB Website

Rick,

I think this falls under your area.... The Representative would like to draft a bill that requires government units that offer post-retirement health insurance benefits to their employees to fund them on an actuarial basis. This would be grandfathered in - applied to employees hired after the bill goes into effect.

For some background, here are links to a few articles that outline the problem this bill is an attempt to address in part: http://www.wpri.org/Reports/Volume22/Vol22No8/Vol22No8.html http://www.wpri.org/Reports/Volume21/Vol21No7/Vol21No6p1.html

http://www.wpri.org/Reports/Volume%2020/Vol20no2.pdf

Thanks!

Matt Pulda Research Assistant Office of State Rep. John Townsend (608) 266-3156

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Date (time) needed

LRB - 4123/1 PGA EVM: NWN:

Use the appropriate components and routines developed for bills.

AN ACT... [generate catalog] to repeal...; to renumber...; to consolidate and renumber...; to renumber and amend...; to consolidate, renumber and amend...; to amend...; to repeal and recreate...; and to create... of the statutes; relating to: hinding posterior health care the statutes; relating to: health care benefits of local government.

employees.

[Note: See section 4.02 (2) (br), Drafting Manual, for specific order of standard phrases.]

### Analysis by the Legislative Reference Bureau

If titles are needed in the analysis, in the component bar:

For the main heading, execute:  $\cdots$  create  $\rightarrow$  anal:  $\rightarrow$  title:  $\rightarrow$  head For the subheading, execute:  $\cdots$  create  $\rightarrow$  anal:  $\rightarrow$  title:  $\rightarrow$  sub

For the sub-subheading, execute: ..... create  $\rightarrow$  anal:  $\rightarrow$  title:  $\rightarrow$  sub-sub

For the analysis text, in the component bar:

For the text paragraph, execute: ..... create  $\rightarrow$  anal:  $\rightarrow$  text

(attached)

The people of the state of Wisconsin, represented in senate and assembly, do enact as follows:

SECTION #.

Research (608-266-0341)

Library (608-266-7040)

Legal (608-266-3561)

LRB

- cities villages towns counties,
school districts, and technical
Annysis whose districts
Chrenty (weak governments) underdaing
and technical college districts,
Chreety (Scal governments) underdaing  and technical whose districts,  school districts & provide health insurance
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actuarial basis.
->FE-SC

### STATE OF WISCONSIN - LEGISLATIVE REFERENCE BUREAU

LRB

Research (608-266-0341)

Library (608-266-7040)

Legal (608-266-3561)

LRB

<u>A</u>
SEC. CR. 38.12 (12)
B G CARE BENEFITS
SET. CR. 38.12 (12)  B @ CARE BENEFITS  38.12(12) HEALTH THEOLOGY FOR RETIREES.
It the district board provides any care gran use upon retirements health increased benefits to an employee
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hired on a liter the effective case of
this subsection ( the district book shall
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funded actuarial
try tradel or an actuarial basis.
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### 2009-2010 DRAFTING INSERT FROM THE LEGISLATIVE REFERENCE BUREAU

LRB-4123/?ins EVM&PG:...:...

1	
2	Section 1. $66.0138$ of the statutes is created to read:
3	66.0138 Health care benefits for retirees. (1) In this section, "political
4	subdivision" means a city, village, town, or county.  If a political subdivision provides health care benefits for use upon
6	retirement to an employee hired on or after the effective date of this subsection
7	[LRB inserts date], the political subdivision shall ensure that the cost of the benefits
8	is fully funded on an actuarial basis.

### STATE OF WISCONSIN – LEGISLATIVE REFERENCE BUREAU

LRB

Research (608-266-0341)

Library (608-266-7040)

Legal (608-266-3561)

LRB

SE(. CR. 120.12 (27)  (ARE BENEFIT
120:12 (27) HEREAT TOUSERANCE, FOR RETIREES.  Provides  Enouganthan If the school board provides
Enough that If the school board provides  care story use your retirement, any health injurrence benefit to an employee  hited on a after the effective date of
this subsection [LRB insuts date] , ensure
that the wist of the benefit is fully actuarial funded on an actuarial basis.
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## **Duerst, Christina**

From:

Pulda, Matt

Sent:

Tuesday, March 02, 2010 10:55 AM LRB.Legal

To:

Subject:

Draft Review: LRB 09-4123/1 Topic: Funding post-retirement health insurance

benefits

Please Jacket LRB 09-4123/1 for the ASSEMBLY.