HOUSE No. 2321

The Commonwealth of Massachusetts

PRESENTED BY:

Ronald Mariano

To the Honorable Senate and House of Representatives of the Commonwealth of Massachusetts in General Court assembled:

The undersigned legislators and/or citizens respectfully petition for the adoption of the accompanying bill:

An Act relative to future public retiree healthcare benefits.

PETITION OF:

NAME:	DISTRICT/ADDRESS:	DATE ADDED:
Ronald Mariano	3rd Norfolk	1/18/2019
Michelle M. DuBois	10th Plymouth	1/31/2019
Paul R. Feeney	Bristol and Norfolk	1/31/2019
Frank A. Moran	17th Essex	1/31/2019
Harold P. Naughton, Jr.	12th Worcester	1/31/2019
Louis L. Kafka	8th Norfolk	1/31/2019
Thomas M. Stanley	9th Middlesex	1/31/2019
Carlos González	10th Hampden	1/31/2019
Patrick M. O'Connor	Plymouth and Norfolk	1/31/2019
Tackey Chan	2nd Norfolk	2/1/2019
Joseph W. McGonagle, Jr.	28th Middlesex	2/1/2019
Stephan Hay	3rd Worcester	2/1/2019
Daniel R. Cullinane	12th Suffolk	2/1/2019
Marjorie C. Decker	25th Middlesex	2/1/2019
Kevin G. Honan	17th Suffolk	2/1/2019
Natalie M. Higgins	4th Worcester	2/1/2019
Michael D. Brady	Second Plymouth and Bristol	2/1/2019
Bud L. Williams	11th Hampden	2/1/2019

William J. Driscoll, Jr.	7th Norfolk	2/1/2019
Colleen M. Garry	36th Middlesex	2/1/2019
Paul F. Tucker	7th Essex	2/1/2019
Jack Patrick Lewis	7th Middlesex	2/1/2019
Michael J. Soter	8th Worcester	2/1/2019
Paul W. Mark	2nd Berkshire	2/1/2019
Gerard J. Cassidy	9th Plymouth	2/1/2019
David Allen Robertson	19th Middlesex	2/1/2019
Brian W. Murray	10th Worcester	2/1/2019

HOUSE No. 2321

By Mr. Mariano of Quincy, a petition (accompanied by bill, House, No. 2321) of Ronald Mariano and others relative to benefits from the contributory group insurance program for persons in the service of the Commonwealth or counties, cities, towns and districts. Public Service.

[SIMILAR MATTER FILED IN PREVIOUS SESSION SEE HOUSE, NO. 2567 OF 2017-2018.]

The Commonwealth of Massachusetts

In the One Hundred and Ninety-First General Court (2019-2020)

An Act relative to future public retiree healthcare benefits.

Be it enacted by the Senate and House of Representatives in General Court assembled, and by the authority of the same, as follows:

1	SECTION 1. Section 8 of said chapter 32A, as appearing in the 2016 Official Edition, is
2	hereby amended by striking out the first sentence and inserting in place thereof the following
3	five paragraphs:-
4	For policies of group life insurance and accidental death and dismemberment insurance,
5	and group health insurance purchased by the commission in accordance with sections 4, 5 and
6	10C on behalf of active employees and retired employees who were hired before January 1, 2020
7	and their dependents, the commonwealth shall contribute not less than 75 per cent of the total

8 monthly premium or rate applicable to said coverages, except, that upon approval by way of an

9 annual, or more frequent appropriation act, the commonwealth may contribute more than
10 seventy-five per cent but less than the entire total monthly premium or rate.

11 For policies of group life insurance and accidental death and dismemberment insurance, 12 and group health insurance purchased by the commission in accordance with sections 4, 5 and 13 10C on behalf of retired employees who are hired on or after January 1, 2020 and their 14 dependents, the commonwealth shall contribute not less than 50 per cent of the total monthly 15 premium or rate applicable to said coverages and these retirees on behalf of themselves or 16 themselves and their dependents shall contribute the remaining 50 per cent of the total monthly 17 premium or rate. For purposes herein, "maximum available benefit" shall mean the lowest 18 percentage of the total monthly premium or rate being paid by the commonwealth on behalf of 19 retired employees who were hired before January 1, 2020. The commonwealth shall contribute 20 an increased amount of the total monthly premium or applicable rate on behalf of retired 21 employees who were hired on or after January 1, 2020 according to the following schedule:

(a) With a minimum of 10 years of creditable service, a minimum of 50 per cent ofthe total monthly premium or applicable rate.

(b) With a minimum of 15 years of creditable service, a minimum of 50 per cent of
the total monthly premium or applicable rate, plus 1/3 of the difference between 50 per cent and
the maximum available benefit.

(c) With a minimum of 23 years of creditable service, a minimum of 50 per cent of
the total monthly premium or applicable rate, plus 2/3 of the difference between 50 per cent and
the maximum available benefit.

30 (d) With a minimum of 30 years of creditable services, the maximum available31 benefit.

Retired employees who are hired on or after January 1, 2020 and receiving an ordinary disability retirement under section 6 of chapter 32 or an accidental disability retirement under section 7 of chapter 32 shall be eligible for the maximum available benefit.

Retired employees who are hired on or after January 1, 2020 shall contribute, on behalf of themselves or themselves and their dependents, the remaining share of the total monthly premium or rate, except, that upon approval by way of an annual, or more frequent appropriation act, the commonwealth may contribute more than the percentage indicated above, but less than the entire total monthly premium or rate.

For purposes of this chapter, the percent of monthly premium or rate contributed by a
retired employee, at any time, will not be higher that the percent of monthly premium or rate
contributed upon retirement.

SECTION 2. Paragraph (d) of section 10C of said chapter 32A, as so appearing, is hereby
amended by striking out, in lines 74 to 75 the words "fifty per cent of the premium for such
insurance, and the commonwealth shall make primary payment of the remaining fifty per cent"
and inserting in place thereof the following words:- the appropriate per cent of the premium of
such insurance, and the commonwealth shall make primary payment of the remaining share.

48 SECTION 3. Section 11 of chapter 32A of the General Laws, as so appearing, is hereby
49 amended by striking out in lines 6 and 7 the words "until the remarriage of said surviving
50 spouse".

51	SECTION 4. Section 11 of said chapter 32A, as so appearing, is hereby amended by	
52	striking out, in lines 13 to 14, the words "contributes, pursuant to section eight, on behalf of	
53	retired employees," and inserting in place thereof the following words:- had contributed on	
54	behalf of the deceased employee or retiree as of the date of death, but for the surviving spouse of	
55	a deceased retiree who died before January 1, 2020, the commonwealth shall contribute 90 per	
56	cent of the cost of the monthly premium or rate applicable to the coverage.	
57	SECTION 5. Section 9 of said chapter 32B, as so appearing, is hereby amended by	
58	inserting, after the first paragraph, the following 4 paragraphs:-	
59	Notwithstanding the first paragraph of this section, for policies of group health insurance	
60	purchased by the appropriate public authority in accordance with this chapter, the governmental	
61	unit, on behalf of retired employees who are hired on or after January 1, 2020 and their	
62	dependents, shall contribute no less than 50 per cent of the total monthly premium or rate	
63	applicable to said insurance coverage and the qualified retirees on behalf of themselves or	
64	themselves and their dependents shall contribute the remaining 50 per cent of the total monthly	
65	premium or rate. For purposes of this section, "maximum available benefit" shall mean the	
66	percentage of the total monthly premium or rate paid by the governmental unit to qualified	
67	retirees with a minimum of 30 years of creditable service. The governmental unit shall contribute	
68	an increased amount of the total monthly premium or applicable rate on behalf of retired	
69	employees who were hired on or after January 1, 2020 according to the following schedule:	
70	(a) With a minimum of 10 years of creditable service, a minimum of 50 per cent of	
71	the total monthly premium or applicable rate.	

(b) With a minimum of 15 years of creditable service, a minimum of 50 per cent of
the total monthly premium or applicable rate, plus 1/3 of the difference between 50 per cent and
the maximum available benefit.

(c) With a minimum of 23 years of creditable service, a minimum of 50 per cent of
the total monthly premium or applicable rate, plus 2/3 of the difference between 50 per cent and
the maximum available benefit.

78 (d) With a minimum of 30 years of creditable services, the maximum available79 benefit.

Retired employees who are hired on or after January 1, 2020 and receiving an ordinary
disability retirement under section 6 of chapter 32 or an accidental disability retirement under
section 7 of chapter 32 shall be eligible for the maximum available benefit.

Retired employees who are hired on or after January 1, 2020 shall contribute, on behalf of themselves or themselves and their dependents, the remaining share of the total monthly premium or rate, except, that upon approval by way of an annual, or more frequent appropriation act, the governmental unit may contribute more than the percentage indicated above, but less than the entire total monthly premium or rate.

In the event that the governmental unit approves an increase in the percent of the premium to be contributed by its retired employees, the percent of premium being paid by a retired employee at that time will not be increased to the higher percent.

91 SECTION 6. Section 9B of chapter 32B of the General Laws, as so appearing, is hereby
92 further amended by striking out in lines 4 and 5 the words ",until the remarriage or death of said
93 surviving spouse".

94 SECTION 7. Section 9B of chapter 32B of the General Laws, as appearing, is hereby 95 amended by striking out in lines 9 and 10 the words "the entire cost of such premium without 96 any contribution by the governmental unit" and inserting in place thereof the following words: -97 one-half the cost of such premiums with one-half the cost of such premiums paid by the 98 governmental unit.

99 SECTION 8. Section 9D of said chapter 32, as so appearing, is hereby repealed.

100 SECTION 9. Section 9E of chapter 32B of the General Laws, as appearing in the 2016 101 Official Edition, is amended by inserting at the end of line 27 the following words:- ; provided, 102 however, that In the event that the governmental unit approves an increase in the percent of the 103 premium to be contributed by its retired employees, the percent of premium being paid by a 104 retired employee at that time will not be increased to the higher percent.

SECTION 10. The provisions in sections 3 and 6 of this act shall apply to surviving
 spouses of a deceased employee or retired employee, who remarried prior to the effective date of
 this act and whose insurance coverage, upon remarriage, was terminated under chapters 32A or
 32B of the General Laws.

109 SECTION 11. The provisions in sections 3 and 6 of this act shall be prospective from the 110 effective date of this act and shall not entitle any surviving spouse of a deceased employee or 111 retired employee to any retroactive insurance coverage. 112