

Teachers' Retirement Board TRB77500

Permanent Full-Time Positions

Fund	Actual FY 20	Actual FY 21	Governor Estimated FY 22	Original Appropriation FY 23	Governor Revised FY 23	Legislative FY 23	Difference -Gov FY 23
General Fund	27	27	27	27	24	27	3

Budget Summary

Account	Actual FY 20	Actual FY 21	Governor Estimated FY 22	Original Appropriation FY 23	Governor Revised FY 23	Legislative FY 23	Difference -Gov FY 23
Personal Services	1,558,516	1,583,053	1,735,511	1,802,924	1,494,992	1,802,924	307,932
Other Expenses	676,481	386,443	413,003	497,003	418,003	497,003	79,000
Other Than Payments to Local Governments							
Retirement Contributions	1,208,819,000	1,249,835,000	1,443,656,000	1,578,038,000	1,578,038,000	1,578,038,000	-
Retirees Health Service Cost	24,063,941	24,405,387	18,207,000	29,901,000	12,901,000	12,901,000	-
Municipal Retiree Health Insurance Costs	5,108,813	5,006,041	5,100,000	5,100,000	5,100,000	9,840,000	4,740,000
Agency Total - General Fund	1,240,226,751	1,281,215,924	1,469,111,514	1,615,338,927	1,597,951,995	1,603,078,927	5,126,932

Account	Governor Revised FY 23	Legislative FY 23	Difference from Governor
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Policy Revisions

Provide Funding to Double Monthly Municipal Health Insurance Subsidy

Municipal Retiree Health Insurance Costs	-	4,740,000	4,740,000
Total - General Fund	-	4,740,000	4,740,000

Background

The Teachers' Retirement Board 's (TRB) municipal health insurance subsidy is provided to offset the costs of those retirees and dependents with health insurance through their last employing board of education. Since 2000, the amount that eligible retirees receive is statutorily set at \$110 per month for members under age 65 and \$220 per month for members who are 65 or older, not Medicare eligible and paying more than \$220 per month for health insurance. The state is required to pay one-third of the cost of the subsidy, pursuant to CGS Sec. 10-183t, and two-thirds is paid from the TRB health fund. Section 183 of PA 21-188, the FY 23 Revised Budget, increased the monthly \$110 subsidy to \$220 and the monthly \$220 subsidy to \$440. The subsidy payments are paid to municipalities on a quarterly basis.

Legislative

Provide funding of \$4,740,000 in the TRB Municipal Retiree Health Insurance Costs account to support increasing the subsidy from \$110 to \$220 per month for members under age 65 and from \$220 to \$440 per month for members who are 65 or older, not Medicare eligible and paying more than \$440 per month for health insurance.

Transfer Funding to Reflect Centralizing Information Technology Functions in DAS

Personal Services	(307,932)	-	307,932
Other Expenses	(79,000)	-	79,000
Total - General Fund	(386,932)	-	386,932
Positions - General Fund	(3)	-	3

Account	Governor Revised FY 23	Legislative FY 23	Difference from Governor
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Background

The Governor's Revised FY 23 Budget centralizes Executive Branch IT functions in the Department of Administrative Services' new unit, the Bureau of Information Technology Solutions (BITS). This IT centralization transfers 483 positions and \$39 million in Personal Services and \$32 million in Other Expenses across all appropriated funds to DAS.

PA 22-118 (as amended by PA 22-146), the FY 23 Revised Budget, centralized certain Executive Branch IT functions in the Department of Administrative Services' new unit, the Bureau of Information Technology Solutions (BITS). This IT centralization transfers 219 positions and \$23,441,490 million in Personal Services, \$20,820,373 million in Other Expenses, and \$1,375,200 in Fringe Benefits across four appropriated funds to DAS.

Governor

Transfer \$386,932 (\$307,932 in Personal Services and \$79,000 in Other Expenses) and three positions to reflect centralizing this agency's IT functions in DAS.

Legislative

Do not centralize Executive Branch IT functions in DAS.

Current Services

Adjust for Anticipated Savings from the Medicare Advantage (MAPD) Plan

Retirees Health Service Cost	(17,000,000)	(17,000,000)	-
Total - General Fund	(17,000,000)	(17,000,000)	-

Background

The Teachers' Retirement Board (TRB) is required to offer one or more health plans to retired Teachers' Retirement System members who participate in Medicare. CGS 10 -183t requires a cost sharing arrangement in which retirees, the state, and the TRB health fund each pay one-third of the total cost for the base plan. The TRB health fund is supported by active teachers who contribute 1.25% of their annual salary. The TRB base plan changed from a Medicare Supplement Plan to a Medicare Advantage Plan, effective July 1, 2018.

Governor

Reduce funding by \$17 million to reflect lower than budgeted health insurance premiums. The TRB changed the base plan from a Medicare Advantage Plan with a self-insured pharmacy benefit to a fully insured Medicare Advantage Prescription Drug (MAPD) plan, effective January 1, 2022.

Legislative

Same as Governor

Totals

Budget Components	Governor Revised FY 23	Legislative FY 23	Difference from Governor
Original Appropriation - GF	1,615,338,927	1,615,338,927	-
Policy Revisions	(386,932)	4,740,000	5,126,932
Current Services	(17,000,000)	(17,000,000)	-
Total Recommended - GF	1,597,951,995	1,603,078,927	5,126,932

Positions	Governor Revised FY 23	Legislative FY 23	Difference from Governor
Original Appropriation - GF	27	27	-
Policy Revisions	(3)	-	3
Total Recommended - GF	24	27	3