- 1 SJR102
- 2 177570-1

3 By Senators Dial, Holley, Albritton, Allen, Beasley,

4 Blackwell, Brewbaker, Bussman, Chambliss, Coleman-Madison,

5 Dunn, Figures, Glover, Hightower, Holtzclaw, Livingston,

- 6 Marsh, McClendon, Melson, Orr, Pittman, Reed, Ross, Sanders,
- 7 Sanford, Scofield, Shelnutt, Singleton, Smith, Smitherman,
- 8 Stutts, Waggoner, Ward, Whatley and Williams
- 9 RFD:
- 10 First Read: 26-APR-16

177570-1:n:04/26/2016:KMS/th LRS2016-1697 1 2 3 4 5 6 7 EXPRESSING LEGISLATIVE INTENT OF HOUSE BILL 121 OF 8 THE 2016 REGULAR SESSION, RELATING TO THE COST-OF-LIVING RAISE 9 10 FOR PUBLIC EDUCATION EMPLOYEES. 11 12 WHEREAS, this body passed and forwarded to the Governor House Bill 121, which provides a four percent 13 cost-of-living pay raise for most public education employees 14 15 and a two percent cost-of-living pay raise to those public 16 education employees who earn more than \$75,000 per year, 17 effective October 1, 2016; and 18 WHEREAS, public education employees have not received a cost-of-living pay raise, which was not offset by 19 20 increased retirement contributions, since 2008; and 21 WHEREAS, this body provided 100 percent of the 22 funding requested by the Public Education Employees Health 23 Insurance Plan (PEEHIP) in the 2016 Education Trust Fund 24 budget, which was passed by this body and forwarded to the 25 Governor; and 26 WHEREAS, a number of legislators have received 27 reports that the PEEHIP staff will be recommending to the

PEEHIP Board of Control at its next meeting that millions of dollars in cost increases, which were not included in the amount requested of this body for PEEHIP, be passed on to public education employees as out-of-pocket costs for all members, including premiums and copays; and

6 WHEREAS, an increase in out-of-pocket costs could 7 have the effect of negating most of the well-earned pay raise, 8 or result in a net cut to the take-home pay of public 9 education employees; now therefore,

BE IT RESOLVED BY THE LEGISLATURE OF ALABAMA, BOTH HOUSES THEREOF CONCURRING, That we hereby declare that the legislative intent of House Bill 121 of the 2016 Regular Session is to provide a net increase in take-home pay for all public education employees.

BE IT FURTHER RESOLVED, That the PEEHIP staff is 15 16 strongly urged to make every effort to find other ways to 17 address any cost issues, including the use of trust funds 18 authorized by statute, that do not include an increase in 19 out-of-pocket costs for plan members, and hereby instructed, 20 for future years, to provide this body with a full and accurate figure of the total cost of PEEHIP for ensuing fiscal 21 22 years, assuming no out-of-pocket increases.

BE IT FURTHER RESOLVED, That a copy of this resolution be immediately provided to the Executive Director of the Retirement Systems of Alabama and the members of the PEEHIP Board of Control.

Page 2