

1 H.714

2 Introduced by Representative Turner of Milton

3 Referred to Committee on

4 Date:

5 Subject: State teachers' retirement system

6 Statement of purpose: This bill proposes to require creation of a plan to  
7 address funding issues in connection with the state teachers' retirement system  
8 of Vermont by requiring school districts and supervisory unions that hire a new  
9 teacher to assume the full actuarial cost of the state's obligations to the state  
10 teachers' retirement system for that teacher, including retiree health care  
11 obligations.

12 An act relating to funding the state teachers' retirement system of Vermont

13 It is hereby enacted by the General Assembly of the State of Vermont:

14 Sec. 1. FUNDING THE STATE TEACHERS' RETIREMENT SYSTEM OF

15 VERMONT

16 (a) By July 1, 2012, the secretary of administration and the state treasurer  
17 shall jointly convene a working group to develop a detailed plan to revise the  
18 state teachers' retirement system so that school districts and supervisory unions  
19 that hire a newly licensed teacher shall assume responsibility for the full  
20 actuarial cost of the state's obligations to the state teachers' retirement system

1 for that teacher, including retiree health care obligations, and shall pay for  
2 those obligations out of its budgeted funds.

3 (b) On or before December 1, 2012, the working group shall present its  
4 plan, together with time lines and recommendations for statutory amendments  
5 necessary to effect it, to the governor and the house and senate committees on  
6 appropriations, on education, and on government operations.

7 Sec. 2. EFFECTIVE DATE

8 This act shall take effect on passage.