



132nd MAINE LEGISLATURE

LD 111

LR 176(01)

An Act to Increase the State's Share of Retired Teacher Health Insurance

Preliminary Fiscal Impact Statement for Original Bill

Sponsor: Rep. Dodge of Belfast

Committee: Labor

Fiscal Note Required: Yes

Preliminary Fiscal Impact Statement

	FY 2025-26	FY 2026-27	Projections FY 2027-28	Projections FY 2028-29
Net Cost (Savings)				
General Fund	\$3,321,240	\$6,994,531	\$7,365,241	\$7,755,599
Appropriations/Allocations				
General Fund	\$3,321,240	\$6,994,531	\$7,365,241	\$7,755,599

Fiscal Detail and Notes

The Retired Teachers' Health Insurance program within the Department of Education will require General Fund appropriations of \$3,321,240 in fiscal year 2025-26 and \$6,994,531 in fiscal year 2026-27 for the costs associated with increasing the State's contribution to the retired teachers' cost of health insurance premiums from 60% to 65% in fiscal year 2025-26 and 65% to 70% beginning in fiscal year 2026-27. The estimated cost of this bill assumes an average increase in premiums of 5.3% per year. The total cost of this provision over time will depend on actual health premium cost inflation and the number of retired teachers in the future.