

131st MAINE LEGISLATURE

FIRST REGULAR SESSION-2023

Legislative Document

No. 111

H.P. 79

House of Representatives, January 9, 2023

An Act Requiring the State to Pay a Share of a Retired State **Employee's or Retired Teacher's Premium for Medicare Part B Under Medicare Advantage**

Reference to the Committee on Labor and Housing suggested and ordered printed.

R(+ B. Hunt Clerk

Presented by Representative SHAGOURY of Hallowell. Cosponsored by Senator HICKMAN of Kennebec and Representatives: ANKELES of Brunswick, BELL of Yarmouth, BRIDGEO of Augusta, HASENFUS of Readfield, LaROCHELLE of Augusta, MADIGAN of Waterville, MONTELL of Gardiner, WHITE of Waterville.

2	Sec. 1. 5 MRSA §285, sub-§7, ¶M is enacted to read:
3 4 5 6 7	M. Beginning January 1, 2024, the State, through the commission, shall pay a share of a retiree's Medicare Part B premium under the Medicare Advantage plan identified and offered by the commission and available to the retiree as authorized by the commission, if the retiree's base annual state pension is less than \$75,000, adjusted for inflation, and the retiree is not eligible for federally approved Medicaid services, as follows.
8 9 10 11 12 13	(1) For a retiree whose base annual state pension benefit on or after January 1, 2024 is projected to be less than or equal to the maximum amount of the retirement benefits that are subject to the cost-of-living adjustment under section 17806 being paid to retired state employees, the State shall pay 100% of the premium. (2) For a retiree whose base annual state pension benefit on or after January 1, 2024 is projected to be greater than the maximum amount of the retirement benefits that
14 15 16	are subject to the cost-of-living adjustment under section 17806 being paid to retired state employees and less than or equal to \$34,000, adjusted for inflation, the State shall pay 75% of the premium.
17 18 19	(3) For a retiree whose base annual state pension benefit on or after January 1, 2024 is projected to be greater than \$34,000, adjusted for inflation, and less than or equal to \$44,000, adjusted for inflation, the State shall pay 60% of the premium.
20 21 22	(4) For a retiree whose base annual state pension benefit on or after January 1, 2024 is projected to be greater than \$44,000, adjusted for inflation, and less than or equal to \$54,000, adjusted for inflation, the State shall pay 30% of the premium.
23 24 25	(5) For a retiree whose base annual state pension benefit on or after January 1, 2024 is projected to be greater than \$54,000, adjusted for inflation, and less than or equal to \$64,000, adjusted for inflation, the State shall pay 15% of the premium.
26 27 28	(6) For a retiree whose base annual state pension benefit on or after January 1, 2024 is projected to be greater than \$64,000, adjusted for inflation, and less than \$75,000, adjusted for inflation, the State shall pay 10% of the premium.
29 30 31 32	This paragraph does not apply to state retirees who are eligible for payment of 100% of their Medicare Part B premium due to their eligibility for Medicare arising through an agreement between the commission and the United States Department of Health and Human Services, Centers for Medicare and Medicaid Services.
33	Sec. 2. 20-A MRSA §13451, sub-§6 is enacted to read:
34 35 36 37 38 39	6. Payment by State for Medicare Part B under Medicare Advantage. Beginning July 1, 2024, the State shall pay a share of a retired teacher's Medicare Part B premium under the Medicare Advantage plan administered by the Maine Education Association benefits trust, if the retired teacher's base annual pension benefit is less than \$75,000, adjusted for inflation, and the retired teacher is not eligible for federally approved Medicaid services, as follows.
40 41	A. For a retired teacher whose base annual state pension benefit on or after July 1, 2024 is projected to be less than or equal to the maximum amount of the retirement benefits

Be it enacted by the People of the State of Maine as follows:

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1 2	subject to the cost-of-living adjustment under Title 5, section 17806 being paid to retired teachers, the State shall pay 100% of the premium.
3 4 5 6 7	B. For a retired teacher whose base annual state pension benefit on or after July 1, 2024 is projected to be greater than the maximum amount of the retirement benefits subject to the cost-of-living adjustment under Title 5, section 17806 being paid to retired teachers and less than or equal to \$34,000, adjusted for inflation, the State shall pay 75% of the premium.
8 9 10	C. For a retired teacher whose base annual state pension benefit on or after July 1, 2024 is projected to be greater than \$34,000, adjusted for inflation, and less than or equal to \$44,000, adjusted for inflation, the State shall pay 60% of the premium.
11 12 13	D. For a retired teacher whose base annual state pension benefit on or after July 1, 2024 is projected to be greater than \$44,000, adjusted for inflation, and less than or equal to \$54,000, adjusted for inflation, the State shall pay 30% of the premium.
14 15 16	E. For a retired teacher whose base annual state pension benefit on or after July 1, 2024 is projected to be greater than \$54,000, adjusted for inflation, and less than or equal to \$64,000, adjusted for inflation, the State shall pay 15% of the premium.
17 18 19	F. For a retired teacher whose base annual state pension benefit on or after July 1, 2024 is projected to be greater than \$64,000, adjusted for inflation, and less than \$75,000 adjusted for inflation, the State shall pay 10% of the premium.
20	SUMMARY
21 22 23	This bill requires the State to pay a share of a retired state employee's or retired teacher's Medicare Part B premium under a Medicare Advantage plan offered by the State if the retired state employee or retired teacher meets certain conditions.