

1                    SENATE    BILL NO.    25  
 2    INTRODUCED BY    DEVINE  
 3  
 4    A BILL FOR AN ACT ENTITLED:    "AN ACT TO AMEND SECTION  
 5    11-1024, R.C.M. 1947, INCREASING THE PUBLIC EMPLOYER'S  
 6    CONTRIBUTION TO INSURANCE FOR PUBLIC EMPLOYEES TO FIFTEEN  
 7    DOLLARS (\$15) PER MONTH."  
 8  
 9    BE IT ENACTED BY THE LEGISLATURE OF THE STATE OF MONTANA:  
 10            Section 1. Section 11-1024, R.C.M. 1947, is amended to  
 11    read as follows:  
 12            "11-1024.    Group insurance for all departments,  
 13    bureaus, boards, commissions and agencies of the state of  
 14    Montana, county, city, and town officers and  
 15    employees--authority--approval of employees--limit on  
 16    contributions. All departments, bureaus, boards, commissions  
 17    and agencies of the state of Montana, and all counties,  
 18    cities and towns shall upon approval by two-thirds (2/3)  
 19    vote of the officers and employees of each such department,  
 20    bureau, board, commission, agency, county, city and town,  
 21    enter into group hospitalization, medical, health including  
 22    long-term disability, accident and/or group life insurance  
 23    contracts or plans for the benefit of their officers,  
 24    employees and their dependents, and the respective  
 25    administrative and governing bodies shall pay for such

1    insurance ~~ten~~ fifteen dollars ~~(\$10)~~ (\$15) per month for each  
 2    officer and employee, and provided for employees of  
 3    educational institutions whose employment contracts show at  
 4    a minimum a full-time academic year of employment such  
 5    payment for insurance may be an amount equal to twelve (12)  
 6    times the monthly rate, but may not exceed one hundred  
 7    ~~twenty~~ eighty dollars ~~(\$120)~~ (\$180) per year. Provided,  
 8    however, that for employees of elementary and high school  
 9    districts premium contributions are not subject to the ~~ten~~  
 10    fifteen dollar ~~(\$10)~~ (\$15) limitation of this section."

-End-

SB-25

## STATE OF MONTANA

REQUEST NO. 7-75

## FISCAL NOTE

Form BD-15

In compliance with a written request received January 6, 19 75, there is hereby submitted a Fiscal Note for Senate Bill 25 pursuant to Chapter 53, Laws of Montana, 1965 - Thirty-Ninth Legislative Assembly.

Background information used in developing this Fiscal Note is available from the Office of Budget and Program Planning, to members of the Legislature upon request.

## DESCRIPTION OF PROPOSED LEGISLATION:

An act to increase the Public Employer's contribution to insurance for public employees from \$10 to \$15 per month.

## ASSUMPTIONS:

- Under current law, the state's share of insurance for qualified state employees would be \$1,681,900 in FY 76 and \$1,708,000 in FY 77.

## FISCAL IMPACT:

State share of insurance payments under current law	\$1,681,900	\$1,708,000
State share of insurance payments under proposed law	<u>2,522,850</u>	<u>2,562,000</u>
Increased expenditure under proposed law	<u>\$ 840,950</u>	<u>\$ 854,000</u>

## LOCAL IMPACT:

Counties, cities and towns paying \$10 per month on employee group insurance plans under the provisions of Section 11-11024, R.C.M. 1947, will increase that expenditure by approximately 50% under the proposed law.

*Michael B. Bellings*

BUDGET DIRECTOR

Office of Budget and Program Planning

Date: January 8, 1975

Approved by Committee  
on Finance & Claims

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 5 11-1024, R.C.M. 1947, ~~INCREASING--THE~~ RELATING TO PUBLIC  
 6 EMPLOYER'S CONTRIBUTION TO INSURANCE FOR PUBLIC EMPLOYEES ~~TO~~  
 7 FIFTEEN TEN DOLLARS ~~(\$15)~~ (\$10) per month."  
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 9 BE IT ENACTED BY THE LEGISLATURE OF THE STATE OF MONTANA:  
 10 Section 1. Section 11-1024, R.C.M. 1947, is amended to  
 11 read as follows:  
 12 "11-1024. Group insurance for all departments,  
 13 bureaus, boards, commissions and agencies of the state of  
 14 Montana, county, city, and town officers and employees --  
 15 authority -- approval of employees -- limit on  
 16 contributions. All departments, bureaus, boards,  
 17 commissions and agencies of the state of Montana, and all  
 18 counties, cities and towns shall upon approval by two-thirds  
 19 (2/3) vote of the officers and employees of each such  
 20 department, bureau, board, commission, agency, county, city  
 21 and town, enter into group hospitalization, medical, health  
 22 including long-term disability, accident and/or group life  
 23 insurance contracts or plans for the benefit of their  
 24 officers, employees and their dependents, and the respective  
 25 administrative and governing bodies shall pay for such

1 insurance ~~ten~~ fifteen TEN dollars ~~(\$10)~~ (\$15) (\$10) per  
 2 month for each officer and employee, and provided for  
 3 employees of educational institutions whose employment  
 4 contracts show at a minimum a full-time academic year of  
 5 employment such payment for insurance may be an amount equal  
 6 to twelve (12) times the monthly rate, but may not exceed  
 7 one hundred ~~twenty~~ eighty TWENTY dollars ~~(\$120)~~ (\$100)  
 8 (\$120) per year. Provided, however, that for employees of  
 9 elementary and high school districts AND EMPLOYEES OF LOCAL  
 10 GOVERNMENT UNITS premium contributions are not subject to  
 11 ~~the--ten--dollar~~ fifteen ~~(\$10)~~ (\$15) limitation LIMITATIONS  
 12 of this section."

13 SECTION 2. -- FUNDING. IN COMPLIANCE WITH SECTION 43-517,  
 14 THE ADMINISTRATION OF THIS ACT IS DECLARED A PUBLIC PURPOSE  
 15 OF A COUNTY, CITY, OR TOWN WHICH MAY BE IN ADDITION TO ANY  
 16 OTHER LEVY AND MAY BE PAID OUT OF THE GENERAL FUND OF THE  
 17 GOVERNING BODY AND FINANCED BY A LEVY ON THE TAXABLE VALUE  
 18 OF PROPERTY WITHIN THE COUNTY, CITY, OR TOWN.

-End-

SECOND READING  
*3rd Printing Jan/10*

SENATE BILL NO. 25  
INTRODUCED BY DEVINE

A BILL FOR AN ACT ENTITLED: "AN ACT TO AMEND SECTION 11-1024, R.C.M. 1947, ~~INCREASING--THE~~ RELATING TO PUBLIC EMPLOYER'S CONTRIBUTION TO INSURANCE FOR PUBLIC EMPLOYEES ~~TO FIFTEEN~~ TEN DOLLARS ~~(\$15)~~ (\$10) per month."

BE IT ENACTED BY THE LEGISLATURE OF THE STATE OF MONTANA:

Section 1. Section 11-1024, R.C.M. 1947, is amended to read as follows:

"11-1024. Group insurance for all departments, bureaus, boards, commissions and agencies of the state of Montana, county, city, and town officers and employees -- authority -- approval of employees -- limit on contributions. All departments, bureaus, boards, commissions and agencies of the state of Montana, and all counties, cities and towns shall upon approval by two-thirds (2/3) vote of the officers and employees of each such department, bureau, board, commission, agency, county, city and town, enter into group hospitalization, medical, health including long-term disability, accident and/or group life insurance contracts or plans for the benefit of their officers, employees and their dependents, and the respective administrative and governing bodies shall pay for such

insurance ~~ten~~ fifteen TEN dollars ~~(\$10)~~ ~~(\$15)~~ (\$10) per month for each officer and employee, and provided for employees of educational institutions whose employment contracts show at a minimum a full-time academic year of employment such payment for insurance may be an amount equal to twelve (12) times the monthly rate, but may not exceed one hundred ~~twenty~~ ~~eighty~~ TWENTY dollars ~~(\$120)~~ ~~(\$180)~~ (\$120) per year. Provided, however, that for employees of elementary and high school districts AND EMPLOYEES OF LOCAL GOVERNMENT UNITS premium contributions are not subject to ~~the--ten--dollar~~ fifteen ~~(\$10)~~ ~~(\$15)~~ limitation LIMITATIONS of this section."

SECTION 2.--FUNDING.-IN-COMPLIANCE-WITH-SECTION-43-517,  
THE-ADMINISTRATION-OF-THIS-ACT-IS-DECLARED-A-PUBLIC--PURPOSE  
OF--A--COUNTY,-CITY,-OR-TOWN-WHICH-MAY-BE-IN-ADDITION-TO-ANY  
OTHER-LEVY-AND-MAY-BE-PAID-OUT-OF-THE-GENERAL--FUND--OF--THE  
GOVERNING--BODY--AND-FINANCED-BY-A-LEVY-ON-THE-TAXABLE-VALUE  
OF-PROPERTY-WITHIN-THE-COUNTY,-CITY,-OR-TOWN.

-End-

HOUSE OF REPRESENTATIVES

March 18, 1975

COMMITTEE ON STATE ADMINISTRATION AMENDMENTS TO SENATE BILL 25.

1. Amend title, page 1, line 6.  
Following: "EMPLOYEES"  
Strike: "~~FO-FIFTEEN-TEN~~ DOLLARS ~~(\$15)~~ (\$10) PER MONTH"
2. Amend page 2, section 1, line 8.  
Following: "year."  
Strike: "Provided, however, that"  
Insert: "However,"
3. Amend page 2, section 1, line 9.  
Following: "AND"  
Strike: "EMPLOYEES"
4. Amend page 2, section 1, line 10.  
Following: "UNITS"  
Insert: ", the employer's"
5. Amend page 2, section 1, line 10.  
Following: "contributions"  
Strike: "are not subject to the ~~ten-dollar-fifteen-~~~~(\$10)-~~~~(\$15)~~  
~~limitation~~ LIMITATIONS of"  
Insert: "may exceed but shall not be less than the amount specified in"
6. Amend page 2, lines 13 through 18.  
Strike: lines 13 through 18 in their present form.  
Insert: "Section 2. Funding. In compliance with section 43-517,  
the administration of this act is declared a public purpose of a  
county, city, or town which may be in addition to any other levy and  
may be paid out of the general fund of the governing body and  
financed by a levy on the taxable value of property within the  
county, city, or town."

AS SO AMENDED  
BE CONCURRED IN

SENATE BILL NO. 25  
INTRODUCED BY DEVINE

A BILL FOR AN ACT ENTITLED: "AN ACT TO AMEND SECTION 11-1024, R.C.M. 1947, ~~INCREASING--THE~~ RELATING TO PUBLIC EMPLOYER'S CONTRIBUTION TO INSURANCE FOR PUBLIC EMPLOYEES TO FIFTEEN TEN DOLLARS ~~(15)~~ ~~(10)~~ PER-MONTH."

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insurance ~~ten~~ fifteen TEN dollars ~~(10)~~ ~~(15)~~ (\$10) per month for each officer and employee, and provided for employees of educational institutions whose employment contracts show at a minimum a full-time academic year of employment such payment for insurance may be an amount equal to twelve (12) times the monthly rate, but may not exceed one hundred twenty eighty TWENTY dollars ~~(120)~~ ~~(100)~~ (\$120) per year. ~~Provided--however--that~~ HOWEVER, for employees of elementary and high school districts AND EMPLOYERS OF LOCAL GOVERNMENT UNITS, THE EMPLOYER'S premium contributions ~~are--not--subject--to--the--ten--dollar~~ fifteen ~~(10)~~ ~~(15)~~ limitation LIMITATIONS of MAY EXCEED BUT SHALL NOT BE LESS THAN THE AMOUNT SPECIFIED IN this section."

~~SECTION 2. FUNDING. IN COMPLIANCE WITH SECTION 43-517, THE ADMINISTRATION OF THIS ACT IS DECLARED A PUBLIC PURPOSE OF A COUNTY, CITY, OR TOWN WHICH MAY BE IN ADDITION TO ANY OTHER LEVY AND MAY BE PAID OUT OF THE GENERAL FUND OF THE GOVERNING BODY AND FINANCED BY A LEVY ON THE TAXABLE VALUE OF PROPERTY WITHIN THE COUNTY, CITY, OR TOWN.~~

SECTION 2. FUNDING. IN COMPLIANCE WITH SECTION 43-517, THE ADMINISTRATION OF THIS ACT IS DECLARED A PUBLIC PURPOSE OF A COUNTY, CITY, OR TOWN WHICH MAY BE IN ADDITION TO ANY OTHER LEVY AND MAY BE PAID OUT OF THE GENERAL FUND OF THE GOVERNING BODY AND FINANCED BY A LEVY ON THE TAXABLE VALUE OF PROPERTY WITHIN THE COUNTY, CITY, OR TOWN.

-End-

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