LAWS OF DELAWARE VOLUME 84 CHAPTER 469 152nd GENERAL ASSEMBLY FORMERLY HOUSE BILL NO. 330 AS AMENDED BY HOUSE AMENDMENT NO. 1

AN ACT TO AMEND TITLE 29 OF THE DELAWARE CODE RELATING TO APPROPRIATIONS FOR RETIREE HEALTH INSURANCE.

BE IT ENACTED BY THE GENERAL ASSEMBLY OF THE STATE OF DELAWARE:

Section 1. Amend § 5544, Title 29 of the Delaware Code by making deletions as shown by strike through and insertions as shown by underline as follows:

§ 5544. Actuarial valuations and appropriations.

(c)(1) In order to provide a fund for post-retirement increases, the State shall include in its annual appropriation payments equal to 2.33% of covered payroll, subject to the limitations contained in <u>under</u> § 5548(a)(2) of this title. Beginning with the Fiscal Year 1994 budget, .70% <u>0.70%</u> of covered payroll shall be appropriated; in Fiscal Year 1995, 1.11% of covered payroll shall be appropriated; in Fiscal Year 1996, 1.52% of covered payroll shall be appropriated; in Fiscal Year 1997, 1.93% of covered payroll shall be appropriated; in Fiscal Year 1996, and each fiscal year thereafter 2.33% of covered payroll shall be appropriated. Funds appropriated to implement this subsection shall be deposited into the Post Retirement Fund established by <u>under</u> § 5548 of this title.

(2) In order to provide a fund for post-retirement retiree health insurance premiums, each annual Budget Act under § 6533 of this title insurance under Chapter 52 of this title, the State shall appropriate the include all of the following in its annual appropriations:

a. The sum of the anticipated cost of the State's post-retirement retiree health insurance premiums under

Chapter 52 of this title for that year, plus at year.

<u>b. At</u> least 1% of the grand total of all General Fund operating budget appropriations for the prior fiscal year to the OPEB Fund established under § 5281 of this title.

c. Prefunding to the OPEB Fund as follows:

1. In Fiscal Year 2026, in an amount equal to 0.50% of the rate of covered payroll of the Fiscal Year 2026 operating budget.

2. Beginning in Fiscal Year 2027, in an amount equal to an additional 0.25% of covered payroll from the rate of covered payroll the prior fiscal year.

(3)a. The sum total appropriated under this paragraph (c)(2) of this section must not exceed the annual required contribution determined by the Board of Pension Trustees. Trustees under § 5283 of Title 29.

(4)a. The appropriations under paragraph (c)(2)a. and (c)(2)c. of this section must be in the annual operating Budget Appropriation Bill under § 6533 of this title

b. An appropriation under paragraph (c)(2)b. of this section may be in the annual operating Budget

Appropriation Bill or a Supplementary Appropriation Bill under § 6339 of this title.

Section 2. Amend § 6333, Title 29 of the Delaware Code by making deletions as shown by strike through and insertions as shown by underline as follows:

§ 6333. Date of completion of estimate review; power of revision.

(c) The review required under this section shall include the appropriation appropriations to the OPEB Fund required under 5544(c)(2) of this title.

Section 3. Amend § 6334, Title 29 of the Delaware Code by making deletions as shown by strike through and insertions as shown by underline as follows:

§ 6334. Contents of budget plan to be submitted upon completion of review; zero-based budgeting.

(d) The proposed budget plan under this section shall include the appropriation appropriations to the OPEB Fund required under § 5544(c)(2) of this title.

Section 4. Amend § 6335, Title 29 of the Delaware Code by making deletions as shown by strike through and insertions as shown by underline as follows:

§ 6335. Changes in budget plan by Governor; submission of proposed budget and Budget Appropriation Bill to General Assembly.

(a)(1) The Governor, upon receipt of the report of the Director of the Office of Management and Budget under § 6334 of this title, may make such changes in the report as the Governor may deem necessary or desirable in accordance with the Governor's own best judgment and conclusion and shall submit the budget report as prepared by the Governor based upon the report of the Director of the Office of Management and Budget to each House of the General Assembly, on or before February 1 of each year.

(3) The Budget Appropriation Bill shall include the appropriation appropriations to the OPEB Fund required under § 5544(c)(2) § 5544(c)(2)a. and § 5544(c)(2)c. of this title. If a Budget Appropriation Bill does not include the appropriation to the OPEB Fund required under § 5544(c)(2)b. of this title, that appropriation must be made in a Supplementary Appropriation Bill under § 6339 of this title.

Approved September 30, 2024