



**152nd GENERAL ASSEMBLY
FISCAL NOTE**

BILL: SENATE BILL NO. 175
SPONSOR: Senator Townsend
DESCRIPTION: AN ACT TO AMEND TITLE 29 OF THE DELAWARE CODE RELATING TO APPROPRIATIONS FOR POST-RETIREMENT HEALTH INSURANCE PREMIUMS.

Assumptions:

1. This Act is effective upon signature by the Governor.
2. This Act requires that every year, at least 1% of the total of all General Fund operating budget appropriations for the prior fiscal year is appropriated to the Other Post Employment Fund ("OPEB Fund"), established in 29 Del. C. §5281.
3. The annual contribution to the OPEB Fund established by this Act is not to exceed the annual required contribution, which is actuarially determined by the Board of Pension Trustees.
4. This Act codifies practice begun for Fiscal Year 2023 whereby 1% of the Fiscal Year 2022 operating budget (\$47.7 million) was allocated to the OPEB Fund.
5. The proposed Fiscal Year 2024 One-Time Supplemental Appropriations Act includes an appropriation of \$51.0 million to support the OPEB appropriation required under this Act.

Cost:

Fiscal Year 2024: \$51.0 million
Fiscal Year 2025: \$56.0 million (estimated 1% of the FY 2024 budget)
Fiscal Year 2026: 1% of the FY 2025 budget

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