



**THE COUNCIL OF THE CITY OF NEW YORK
FINANCE DIVISION
PRESTON NIBLACK, DIRECTOR
FISCAL IMPACT STATEMENT**

INTRO. NO: 24-A

COMMITTEE: Civil Service and Labor

TITLE: A Local Law to amend the administrative code of the city of New York, in relation to health insurance coverage for certain persons retired from employment by the board of education.

SPONSORS: By Council Member Sanders (by request of the Mayor), and CM's James and Seabrook.

SUMMARY OF LEGISLATION: This bill would amend Section 12-126 of the New York City Administrative Code to provide that the requirement for credited service in relation to health insurance coverage will be fifteen years for certain persons retired from employment by the Board of Education (also known as the Department of Education). The bill provides that this new fifteen year vesting period will apply to any person who was not an employee of the Board of Education on or before the effective date of the local law, and is receiving a retirement allowance from the New York City Teachers' Retirement System or the New York City Board of Education Retirement System. This bill is necessary in order to implement the terms of a recently negotiated agreement between the City of New York and the United Federation of Teachers ("UFT"). Under this negotiated agreement, dated June 22, 2009, the parties agreed to certain pension and retiree health benefit modifications affecting UFT represented employees, and the associated savings to the City have been recognized.

EFFECTIVE DATE: This local law would take effect immediately.

FISCAL YEAR IN WHICH FULL FISCAL IMPACT ANTICIPATED: N/A

FISCAL IMPACT STATEMENT:

	Effective FY10	FY Succeeding Effective FY11	Full Fiscal Impact FY11
Revenues	\$0	\$0	\$0
Expenditures	\$0	\$0	\$0
Net	\$0	\$0	\$0

IMPACT ON REVENUES: There would be no impact on revenues by the enactment of this legislation.

IMPACT ON EXPENDITURES: There would be no impact on expenditures by the enactment of this legislation.

SOURCE OF FUNDS TO COVER ESTIMATED COSTS: Not applicable

SOURCE OF INFORMATION: Office of Labor Relations
United Federation of Teachers

ESTIMATE PREPARED BY: Ksenia Koban, Legislative Financial Analyst

HISTORY: This is a new bill. It will be considered by Committee as Proposed Int. 24-A on April 13, 2010.