

# HOUSE . . . . . No. 4421

By Ms. Atkins of Concord, petition of Cory Atkins that the town of Concord be authorized to establish a post-retirement group insurance trust fund. Financial Services. [Local Approval Received].

## The Commonwealth of Massachusetts

In the Year Two Thousand and Seven.

AN ACT AUTHORIZING THE TOWN OF CONCORD TO ESTABLISH A POST RETIREMENT GROUP HEALTH INSURANCE TRUST FUND.

*Be it enacted by the Senate and House of Representatives in General Court assembled, and by the authority of the same, as follows:*

1 SECTION 1. There is hereby established in the town of Con-  
2 cord a Post-Retirement Group Health Insurance Trust Fund for the  
3 purpose of meeting the future costs of premiums payable by the  
4 town on behalf of retired employees and eligible surviving  
5 spouses or dependents of deceased employees pursuant to the  
6 provisions of chapter 32B of the General Laws and acts in  
7 amendment thereof or in addition thereto.

1 SECTION 2. Said fund shall be under the supervision and  
2 management of the town manager and under the custody of the  
3 town treasurer, but the town manager shall be authorized to  
4 employ any qualified bank, trust company, corporation, firm or  
5 person for investment management and custody purposes as an  
6 expense of the fund. Said fund shall be credited with all amounts  
7 appropriated to it or otherwise made available by the town.

8 The town manager may also employ or contract for actuarial  
9 services as an expense of the fund. Actuarial services obtained in  
10 support of the purposes of the fund may include but shall not be  
11 limited to the following: (a) measurement of the present value of  
12 future benefit attributable to the year earned, and (b) establish-  
13 ment and periodic updating of a schedule of funding levels  
14 required to amortize the existing initial unfunded actuarial lia-  
15 bility over a period not in excess of 30 years and to amortize any

16 additional unfunded actuarial liability over a period not in excess  
17 of 15 years from the year of the determination in which such addi-  
18 tional liability is first recognized. Such information shall assist in  
19 determining the recommended annual appropriation to the fund.

1 SECTION 3. The assets of the fund may be invested by the  
2 treasurer in accordance with the Prudent Investor Rule and any  
3 earnings or interest accruing from said investments shall remain  
4 with the fund and shall be expended only for the purposes of the  
5 fund, subject to appropriation.