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**SENATE BILL 6139**

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**State of Washington**

**68th Legislature**

**2024 Regular Session**

**By** Senators Conway and Hunt; by request of Office of Financial Management

1 AN ACT Relating to changing the health insurance subsidy rate for  
2 retired state employees and retired or disabled school employees;  
3 amending RCW 41.05.085; and providing an effective date.

4 BE IT ENACTED BY THE LEGISLATURE OF THE STATE OF WASHINGTON:

5 **Sec. 1.** RCW 41.05.085 and 2018 c 260 s 16 are each amended to  
6 read as follows:

7 (1) Beginning with the appropriations act for the 2005-2007  
8 biennium, the legislature shall establish as part of both the state  
9 employees' and the school and educational service district employees'  
10 insurance benefit allocation the portion of the allocation to be used  
11 to provide a prescription drug subsidy to reduce the health care  
12 insurance premiums charged to retired or disabled school district and  
13 educational service district employees, or retired state employees,  
14 who are eligible for parts A and B of medicare. The legislature may  
15 also establish a separate health care subsidy to reduce insurance  
16 premiums charged to individuals who select a medicare supplemental  
17 insurance policy option established in RCW 41.05.195.

18 (2) The amount of any premium reduction shall be established by  
19 the public employees' benefits board. The amount established shall  
20 not result in a premium reduction of more than (~~fifty~~) 60 percent,  
21 except as provided in subsection (3) of this section. The public

1 employees' benefits board may also determine the amount of any  
2 subsidy to be available to spouses and dependents.

3 (3) The amount of the premium reduction in subsection (2) of this  
4 section may exceed (~~fifty~~) 60 percent, if the director, in  
5 consultation with the office of financial management, determines that  
6 it is necessary in order to meet eligibility requirements to  
7 participate in the federal employer incentive program as provided in  
8 RCW 41.05.068.

9 NEW SECTION. **Sec. 2.** This act takes effect January 1, 2025.

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