SECTION 2. AND BE IT FURTHER ENACTED, That this Act shall take effect October 1, 2007.

May 17, 2007

The Honorable Michael E. Busch Speaker of the House State House Annapolis, MD 21401

Dear Mr. Speaker:

In accordance with Article II, Section 17 of the Maryland Constitution, today I have vetoed House Bill 1247 - Postretirement Health Benefits Trust Fund - Clarification.

This bill requires the transfer to the Postretirement Health Benefits Trust Fund of all future budgetary allocations for the purpose of reducing the State's accrued liabilities associated with health benefits provided to State retirees. The bill also authorizes the transfer of funds allocated in the fiscal 2007 and 2008 budgets for retiree health liabilities to the trust fund and allows payments from the trust fund in future years to pay the ongoing costs of providing health benefits to State retirees.

Senate Bill 780, which was passed by the General Assembly and signed by me, accomplishes the same purpose. Therefore, it is not necessary for me to sign House Bill 1247.

Sincerely,

Martin O'Malley Governor

## House Bill 1247

AN ACT concerning

## Postretirement Health Benefits Trust Fund - Clarification

FOR the purpose of specifying that certain funds shall be deposited into the Postretirement Health Benefits Trust Fund; limiting the amount to be paid for administrative expenses for operating the Postretirement Health Benefits Trust Fund; altering the time period when payments may be made from the