

Fiscal Estimate Narratives

ETF 11/26/01

LRB Number	01-3981/1	Introduction Number	SB-323	Estimate Type	Original
Subject					
Annuity payments for protective occupation participants under the Wisconsin retirement system					

Assumptions Used in Arriving at Fiscal Estimate

SB 323 increases the maximum initial retirement annuity amount from 65% to 70% for a protective occupation participant who is covered by Social Security under the Wisconsin Retirement System. In addition, the bill increases the maximum initial retirement annuity amount from 85% to 90% for a protective occupation participant who is not covered by Social Security under the WRS.

This fiscal estimate assumes the change will be applied prospectively. There would be one-time costs of \$7,400 SEG to make computer system enhancements to calculate the new benefits.

In addition, the Member Services Bureau would have one-time costs of \$900 SEG to revise forms and brochures, update procedures and identify modifications and conduct user testing (51.5 hrs @ \$18/hr). The Benefit Services Bureau would have one-time costs of \$1,100 SEG to develop and test retirement annuity processes and revise worksheets for manual annuity calculations (50 hrs @ \$21/hr).

This fiscal estimate addresses only the administrative costs of the bill. The Joint Survey Committee on Retirement Systems will address the fiscal impact on the trust fund.

Long-Range Fiscal Implications

None.

Fiscal Estimate Worksheet - 2001 Session

Detailed Estimate of Annual Fiscal Effect

Original
 Updated
 Corrected
 Supplemental

LRB Number 01-3981/1		Introduction Number SB-323	
Subject			
Annuity payments for protective occupation participants under the Wisconsin retirement system			
I. One-time Costs or Revenue Impacts for State and/or Local Government (do not include in annualized fiscal effect):			
\$9,400 SEG one-time costs for computer enhancements, user testing and design and implementation of new forms and brochures			
II. Annualized Costs:		Annualized Fiscal Impact on funds from:	
		Increased Costs	Decreased Costs
A. State Costs by Category			
State Operations - Salaries and Fringes		\$	
(FTE Position Changes)			
State Operations - Other Costs			
Local Assistance			
Aids to Individuals or Organizations			
TOTAL State Costs by Category		\$	\$
B. State Costs by Source of Funds			
GPR			
FED			
PRO/PRS			
SEG/SEG-S			
III. State Revenues - Complete this only when proposal will increase or decrease state revenues (e.g., tax increase, decrease in license fee, etc.)			
		Increased Rev	Decreased Rev
GPR Taxes		\$	\$
GPR Earned			
FED			
PRO/PRS			
SEG/SEG-S			
TOTAL State Revenues		\$	\$
NET ANNUALIZED FISCAL IMPACT			
		State	Local
NET CHANGE IN COSTS		\$	\$
NET CHANGE IN REVENUE		\$	\$
Agency/Prepared By		Authorized Signature	
ETF/ Pam Henning (608) 267-2929		Dave Hinrichs (608) 266-3763	
		Date	
		11/26/01	