

Fiscal Estimate - 2003 Session

Original
 Updated
 Corrected
 Supplemental

LRB Number 03-0220/3	Introduction Number SB-166
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Subject
 Participation in the Wisconsin retirement system for University of Wisconsin teaching and project assistants

Fiscal Effect

State:

No State Fiscal Effect
 Indeterminate
 Increase Existing Appropriations
 Increase Existing Revenues
 Increase Costs - May be possible to absorb within agency's budget
 Decrease Existing Appropriations
 Decrease Existing Revenues

 Yes
 No
 Create New Appropriations
 Decrease Costs

Local:

No Local Government Costs
 Indeterminate

1. <input type="checkbox"/> Increase Costs <input type="checkbox"/> Permissive <input type="checkbox"/> Mandatory 2. <input type="checkbox"/> Decrease Costs <input type="checkbox"/> Permissive <input type="checkbox"/> Mandatory	3. <input type="checkbox"/> Increase Revenue <input type="checkbox"/> Permissive <input type="checkbox"/> Mandatory 4. <input type="checkbox"/> Decrease Revenue <input type="checkbox"/> Permissive <input type="checkbox"/> Mandatory	5.Types of Local Government Units Affected <input type="checkbox"/> Towns <input type="checkbox"/> Village <input type="checkbox"/> Cities <input type="checkbox"/> Counties <input type="checkbox"/> Others <input type="checkbox"/> School Districts <input type="checkbox"/> WTCS Districts
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Fund Sources Affected	Affected Ch. 20 Appropriations
<input type="checkbox"/> GPR <input type="checkbox"/> FED <input type="checkbox"/> PRO <input type="checkbox"/> PRS <input checked="" type="checkbox"/> SEG <input type="checkbox"/> SEGS s. 20.515 (1)(w)	

Agency/Prepared By ETF/ Pam Henning (608) 267-2929	Authorized Signature Pam Henning (608) 267-2929	Date 6/13/2003
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Fiscal Estimate Narratives

ETF 6/16/2003

LRB Number	03-0220/3	Introduction Number	SB-166	Estimate Type	Original
Subject					
Participation in the Wisconsin retirement system for University of Wisconsin teaching and project assistants					

Assumptions Used in Arriving at Fiscal Estimate

SB 166 allows teaching and project assistants in the UW System to become eligible as participating employees under the WRS. As a result of eligibility under the WRS, teaching and project assistants would be eligible for state group health, life and income continuation insurance, as well as long-term disability insurance benefits. It is estimated that approximately 3,200 employees may be eligible for WRS coverage.

The Department estimates one-time administrative costs of \$7,500 SEG and on-going administrative costs of \$9,600 SEG to implement the provisions of SB 166. These costs reflect handling increased workload associated with retirement benefit counseling, responding to inquiries, estimating and preparing separation benefits, conducting employee and employer trainings, updating employer manuals and bulletin, updating beneficiary designations, and processing and computing benefits.

Under SB 166, teaching and project assistants remain eligible for participation under the graduate assistant health insurance plan. However, the Department is unable to determine who would be eligible for half or full state contribution due to the uncertainty of who would elect coverage under the state plan.

The cost impact on the state group life insurance plan and the income continuation insurance (ICI) program is indeterminate since participating employees may elect coverage and the state and employee cost is based upon age, salary and level of coverage chosen (or elimination period chosen under ICI). Teaching and project assistants would also be eligible for Long-Term Disability Insurance benefits. The Department would incur additional costs associated with providing LTDI estimates and information to those filing claims. However, the cost impact is not determinate.

Long-Range Fiscal Implications

on-going

Fiscal Estimate Worksheet - 2003 Session

Detailed Estimate of Annual Fiscal Effect

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Subject			
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I. One-time Costs or Revenue Impacts for State and/or Local Government (do not include in annualized fiscal effect):			
\$7,500 SEG one-time			
II. Annualized Costs:		Annualized Fiscal Impact on funds from:	
		Increased Costs	Decreased Costs
A. State Costs by Category			
State Operations - Salaries and Fringes	\$9,600		
(FTE Position Changes)			
State Operations - Other Costs			
Local Assistance			
Aids to Individuals or Organizations			
TOTAL State Costs by Category	\$9,600		\$
B. State Costs by Source of Funds			
GPR			
FED			
PRO/PRS			
SEG/SEG-S (9,600.00)	9,600		
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	\$9,600		\$
NET CHANGE IN REVENUE	\$		\$
Agency/Prepared By		Authorized Signature	Date
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