

### Fiscal Estimate - 2005 Session

Original     
  Updated     
  Corrected     
  Supplemental

<b>LRB Number</b> <b>05-4415/1</b>	<b>Introduction Number</b> <b>AB-1076</b>
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**Description**  
 Requiring the secretary of administration to contact investment companies and investment advisors to request that they establish a Wisconsin index fund, consisting of shares of publicly traded businesses incorporated, established, or headquartered in this state, and requiring the Deferred Compensation Board to make every effort to ensure that the state deferred compensation plan includes a Wisconsin index fund

**Fiscal Effect**

**State:**

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

**Local:**

- No Local Government Costs
  - Indeterminate
    - 1.  Increase Costs
    - 2.  Decrease Costs
    - 3.  Increase Revenue
    - 4.  Decrease Revenue
  - Permissive  Mandatory
  - Permissive  Mandatory
  - Permissive  Mandatory
  - Permissive  Mandatory
5. Types of Local Government Units Affected
- Towns       Village       Cities
  - Counties       Others
  - School Districts       WTCS Districts

**Fund Sources Affected**      **Affected Ch. 20 Appropriations**

- GPR   
  FED   
  PRO   
  PRS   
  SEG   
  SEGS

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## Fiscal Estimate Narratives

ETF 2/27/2006

LRB Number	<b>05-4415/1</b>	Introduction Number	<b>AB-1076</b>	Estimate Type	<b>Original</b>
<b>Description</b> Requiring the secretary of administration to contact investment companies and investment advisors to request that they establish a Wisconsin index fund, consisting of shares of publicly traded businesses incorporated, established, or headquartered in this state, and requiring the Deferred Compensation Board to make every effort to ensure that the state deferred compensation plan includes a Wisconsin index fund					

### Assumptions Used in Arriving at Fiscal Estimate

This bill would require the Department of Administration (DOA) to contact investment companies to encourage these entities to establish a Wisconsin index fund (which would consist of shares of publicly traded businesses incorporated, established or headquartered in this state). In addition, the bill would require the Deferred Compensation Board to make every effort to ensure that state employees are provided with a Wisconsin index fund option under the Wisconsin Deferred Compensation (WDC) program.

Currently, there is no such index fund available that meets the investment criteria established by the WDC Board. Should such a fund become available, it is anticipated that any costs related to including this fund as a WDC option would be absorbed by the third party administrator under contract with the Board. As such, there is no fiscal impact on the Department of Employee Trust Funds.

### Long-Range Fiscal Implications