

Fiscal Estimate - 2005 Session

Original
 Updated
 Corrected
 Supplemental

LRB Number 05-1733/1	Introduction Number AB-517
------------------------------------	--

Subject
Long-term care insurance coverage for local government employees under Group Insurance Board plan

Fiscal Effect

State:		
<input checked="" type="checkbox"/> No State Fiscal Effect		
<input type="checkbox"/> Indeterminate		
<input type="checkbox"/> Increase Existing Appropriations	<input type="checkbox"/> Increase Existing Revenues	<input type="checkbox"/> Increase Costs - May be possible to absorb within agency's budget
<input type="checkbox"/> Decrease Existing Appropriations	<input type="checkbox"/> Decrease Existing Revenues	<input type="checkbox"/> Yes <input type="checkbox"/> No
<input type="checkbox"/> Create New Appropriations		<input type="checkbox"/> Decrease Costs
 Local:		
<input type="checkbox"/> No Local Government Costs		
<input checked="" type="checkbox"/> Indeterminate		
1. <input type="checkbox"/> Increase Costs	3. <input type="checkbox"/> Increase Revenue	5. Types of Local Government Units Affected
<input type="checkbox"/> Permissive <input type="checkbox"/> Mandatory	<input type="checkbox"/> Permissive <input type="checkbox"/> Mandatory	<input type="checkbox"/> Towns <input type="checkbox"/> Village <input type="checkbox"/> Cities
2. <input type="checkbox"/> Decrease Costs	4. <input type="checkbox"/> Decrease Revenue	<input type="checkbox"/> Counties <input type="checkbox"/> Others
<input type="checkbox"/> Permissive <input type="checkbox"/> Mandatory	<input type="checkbox"/> Permissive <input type="checkbox"/> Mandatory	<input type="checkbox"/> School Districts <input type="checkbox"/> WTCS Districts

Fund Sources Affected	Affected Ch. 20 Appropriations
<input type="checkbox"/> GPR <input type="checkbox"/> FED <input type="checkbox"/> PRO <input type="checkbox"/> PRS <input type="checkbox"/> SEG <input type="checkbox"/> SEGS	

Agency/Prepared By	Authorized Signature	Date
ETF/ Jon Kranz (608) 267-0908	Dave Stella (608) 266-3641	7/14/2005

Fiscal Estimate Narratives
ETF 7/15/2005

LRB Number 05-1733/1	Introduction Number AB-517	Estimate Type Original
Subject Long-term care insurance coverage for local government employees under Group Insurance Board plan		

Assumptions Used in Arriving at Fiscal Estimate

AB-517 would require the Group Insurance Board (GIB) to offer local government employers and employees Long-term care coverage similar to the program offered to state employees. Assumption used in the preparation of this estimate are as follows:

- * Premiums would be transmitted directly to the participating insurance carries by participants and/or employers.
- * Marketing, enrollment and administration would be handled by the insurance providers.
- * The Department of Employee Trust Funds and the GIB would continue to certify eligible plans that could be offered.
- * Employees would pay the entire premium.

There would be no material increased administrative costs to the Department of Employee Trust Funds associated with this bill.

Local governments that offer this program to employees may experience costs such as expenses associated with payroll system modifications to handle a new payroll deduction item. Due to the variety and size of the potential local government employers who may choose to participate in the program, it is not possible to estimate these costs.

Long-Range Fiscal Implications