

Fiscal Estimate Narratives

SWIB 6/21/2017

LRB Number	17-0089/1	Introduction Number	SB-302	Estimate Type	Original
Description creation of a private retirement security plan and making appropriations					

Assumptions Used in Arriving at Fiscal Estimate

This bill creates a Wisconsin Private Retirement Security Board ("the Board"), which is attached to the Wisconsin Department of Employee Trust Funds. The Board is required to study and design a voluntary retirement plan ("the Plan") for private-sector workers and to report the Plan to the Governor and the legislature no later than 18 months after the bill becomes law.

The State of Wisconsin Investment Board ("SWIB") is required to appoint one member of the Board. This fiscal estimate only addresses the cost to SWIB of providing an appointed member of the Board during the 18 month study and design period. Any costs SWIB would incur to help manage the Plan are not addressed in this fiscal estimate because the Plan design is currently unknown.

It is estimated that SWIB would incur costs of \$23,344 in compensation and travel costs during the 18 month study and design period required under the bill, based on the following assumptions:

A SWIB employee classified as "Portfolio Manager, Intermediate" is appointed to the Board.

The Board meets one time per month in Madison for 18 months. Each meeting requires seven hours of staff time (including two hours of preparation).

The Board holds five public hearings in Wisconsin (one in Madison), four of which require an average of 300 miles round-trip and three overnight stays.

Long-Range Fiscal Implications