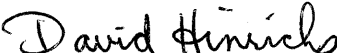


1999 Session		LRB Number LRB-2584/3
FISCAL ESTIMATE DOA-2048 N(R06/99)		Bill Number AB 455
<input checked="" type="checkbox"/> ORIGINAL <input type="checkbox"/> UPDATED <input type="checkbox"/> CORRECTED <input type="checkbox"/> SUPPLEMENTAL		Amendment No. if Applicable
Subject Amend 891.65 to include state and county firefighters into the heart, lung and cancer occupational disease presumption for duty disability benefits		Administrative Rule Number
Fiscal Effect State: <input type="checkbox"/> No State Fiscal Effect Check columns below only if bill makes a direct appropriation or affects a sum sufficient appropriation.		
<input checked="" type="checkbox"/> Increase Existing Appropriation <input type="checkbox"/> Increase Existing Revenues <input type="checkbox"/> Decrease Existing Appropriation <input type="checkbox"/> Decrease Existing Revenues <input type="checkbox"/> Create New Appropriation		<input checked="" type="checkbox"/> Increase Costs - May be possible to Absorb Within Agency's Budget <input type="checkbox"/> Yes <input checked="" type="checkbox"/> No Administrative only <input type="checkbox"/> Decrease Costs
Local: <input type="checkbox"/> No local government costs		
1. <input checked="" type="checkbox"/> Increase Costs <input type="checkbox"/> Permissive <input checked="" type="checkbox"/> Mandatory 2. <input type="checkbox"/> Decrease Costs <input type="checkbox"/> Permissive <input type="checkbox"/> Mandatory	3. <input type="checkbox"/> Increase Revenues <input type="checkbox"/> Permissive <input type="checkbox"/> Mandatory 4. <input type="checkbox"/> Decrease Revenues <input type="checkbox"/> Permissive <input type="checkbox"/> Mandatory	5. Types of Local Governmental Units Affected: <input type="checkbox"/> Towns <input type="checkbox"/> Villages <input type="checkbox"/> Cities <input checked="" type="checkbox"/> Counties <input type="checkbox"/> Others _____ <input type="checkbox"/> School Districts <input type="checkbox"/> WTCS Districts
Fund Sources Affected <input checked="" type="checkbox"/> GPR <input checked="" type="checkbox"/> FED <input checked="" type="checkbox"/> PRO <input checked="" type="checkbox"/> PRS <input checked="" type="checkbox"/> SEG <input checked="" type="checkbox"/> SEG-S		Affected Chapter 20 Appropriations
Assumptions Used in Arriving at Fiscal Estimate <p>Current law provides that municipal firefighters who are diagnosed with heart or lung disease or cancer that results in death or disability are presumed to have contracted the disease because of their employment. Assembly Bill 455 extends this presumption to state and county firefighters. This fiscal note applies only to increased costs for participating state employees. We are unaware of any other county firefighters that would be affected, other than Milwaukee County which does not participate in the Wisconsin Retirement System</p> <p>There are 484 active state positions that could be covered by this bill. The number of county firefighters is not known; however there may be a few with duties at county airports.</p> <p>It is assumed that state and county firefighters are the same age range, equivalent service distribution and salary range as municipal firefighters. Based on the experience of that group, the consulting actuary for the public employe disability programs has estimated that the average contribution rate to the fund will rise .04% from the current 3.66% to 3.70%. Individual employers with employes newly covered by the presumption would likely incur increases of .8% of covered payroll for employers with few claims (current 1.9% to 2.7%) and 1.0% of covered payroll for employers with many claims (current 6.65 to 7.6%). Based on current experience, we estimate the increased cost to the state at \$181,000 per year, adjusted annually to reflect payroll increases.</p> <p>The Department of Employee Trust Funds does not expect, at this time, to incur significant additional administrative costs if AB 455 is enacted.</p>		
Long-Range Fiscal Implications Individual employers with employes newly covered by the presumption would likely incur increases of .8% of covered payroll for employers with few claims (current 1.9% to 2.7%) and 1.0% of covered payroll for employers with many claims (current 6.65 to 7.6%). Based on current experience, we estimate the increased cost to the state at \$181,000 per year, adjusted annually to reflect payroll increases.		
Prepared by: Audrey Koehn	Telephone No. 261-8173	Agency ETF
Authorized Signature: 	Telephone No. 266-3763	Date 9/22/99

FISCAL ESTIMATE WORKSHEET

1999 Session

Detailed Estimate of Annual Fiscal Effect
DOA-2047 (R06/99)

LRB Number -2584/3	Amendment No. if Applicable
Bill Number AB455	Administrative Rule Number

- ORIGINAL UPDATED
 CORRECTED SUPPLEMENTAL

Subject
Amend 891.65 to include state and county firefighters into the heart, lung and cancer occupational disease presumption for duty disability benefits.

I. One-time Costs or Revenue Impacts for State and/or Local Government (do not include in annualized fiscal effect):

II. Annualized Costs:		Annualized Fiscal impact on State funds from:	
		Increased Costs	Decreased Costs
A. State Costs by Category			
State Operations - Salaries and Fringes		\$ 181,000.00	\$ -
(FTE Position Changes)		(FTE)	(- FTE)
State Operations - Other Costs			-
Local Assistance			-
Aids to Individuals or Organizations			-
TOTAL State Costs by Category		\$ 181,000.00	\$ -
B. State Costs by Source of Funds		Increased Costs	Decreased Costs
GPR (45%)		\$ 81,450.00	\$ -
FED, PRO/PRS and SEG/SEG-S Combined (45%)		\$ 99,550.00	-
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

	<u>STATE</u>	<u>LOCAL</u>
NET CHANGE IN COSTS	\$ 181,000.00	\$ Unknown
NET CHANGE IN REVENUES	\$	\$

Prepared by: Audrey Koehn	Telephone No. 261-8173	Agency ETF
Authorized Signature: <i>David Hinrichs</i>	Telephone No. 266-3763	Date 9/22/99