

FISCAL ESTIMATE FORM

1999 Session

- ORIGINAL UPDATED
 CORRECTED SUPPLEMENTAL

LRB # -1747/1

INTRODUCTION # SB 119

Admin. Rule #

Subject
Payment of death benefits for participating employees in the WRS.

Fiscal Effect

State: No State Fiscal Effect

Check columns below only if bill makes a direct appropriation or affects a sum sufficient appropriation.

Increase Costs - May be possible to Absorb Within Agency's Budget Yes No

- Increase Existing Appropriation Increase Existing Revenues
 Decrease Existing Appropriation Decrease Existing Revenues
 Create New Appropriation

Decrease Costs

Local: No local government costs

- | | | |
|--|--|--|
| 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 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 type="checkbox"/> Counties <input type="checkbox"/> Others _____
<input type="checkbox"/> School Districts <input type="checkbox"/> WTCS Districts |
|--|--|--|

Fund Sources Affected

- GPR FED PRO PRS SEG SEG-S

Affected Ch. 20 Appropriations

s. 20.515 (1)(w)

Assumptions Used in Arriving at Fiscal Estimate:

SB 119 would eliminate the requirement that the beneficiary be a spouse or dependent child(ren) to qualify for the special active death benefit paid when a participating employe dies after reaching age 55 (age 50 for protective category employes).

The costs of implementation of the bill would be for staff training, developing and updating informational materials including revising the Department's telephone message system, and developing procedures for reviewing benefit eligibility. One-time salary and fringe costs associated with 33 hours is \$600.

The Benefits Services Bureau estimates that special death benefit requests will double from the current 4 per month to 8 per month. Costs associated with calculating the increase in special death benefits is \$400 on-going salary and fringe. One-time costs of \$200 are estimated for staff training and developing new procedures.

Our Wisconsin Employee Benefits System (WEBS) would require a change to the death benefits program to determine the relationship of the participant to the beneficiary and to calculate a special death benefit. One-time costs estimated for computer programming changes are \$1,240 (2 programmer days x 8 hrs x \$65 + 2 days x \$100 CPU time).

Note: SB 119 removes the restriction that the beneficiary must be a dependent of the participant to qualify for the special death benefit, but does not require that the beneficiary be a person to qualify. Since the death benefit calculation begins with calculating a joint survivor annuity based upon the ages of the participant and the beneficiary, there is no method to calculate this benefit if the beneficiary is an entity other than an actual person.

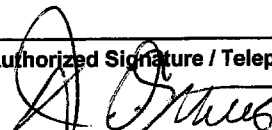
This fiscal estimate addresses only the administrative costs of SB 119. The Joint Survey Committee on Retirement Systems will estimate the fiscal effect on the trust fund.

Long-Range Fiscal Implications:

Insignificant.

Prepared By: / Phone # / Agency Name
Pamela Henning 267-2929
Department of Employee Trust Funds

Authorized Signature / Telephone No.



Date

5/3/99

FISCAL ESTIMATE WORKSHEET

Detailed Estimate of Annual Fiscal Effect

1999 Session

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INTRODUCTION # SB 119

Subject

Payment of death benefits for participating employees in the WRS.

I. One-time Costs or Revenue Impacts for State and/or Local Government (do not include in annualized fiscal effect):
 \$2,000 one-time costs

II. Annualized Costs:	Annualized Fiscal impact on State funds from:	
	Increased Costs	Decreased Costs
A. State Costs by Category		
State Operations - Salaries and Fringes	\$ 400.00	\$ -
(FTE Position Changes)	(FTE)	(- FTE)
State Operations - Other Costs		-
Local Assistance		-
Aids to Individuals or Organizations		-
TOTAL State Costs by Category	\$ 400.00	\$ -
B. State Costs by Source of Funds	Increased Costs	Decreased Costs
GPR	\$	\$ -
FED		-
PRO/PRS		-
SEG/SEG-S	400.00	-
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

STATE

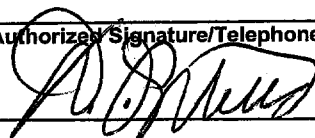
LOCAL

NET CHANGE IN COSTS \$ 400.00 \$ _____

NET CHANGE IN REVENUES \$ _____ \$ _____

Prepared By: / Phone # / Agency Name
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