

**FISCAL ESTIMATE FORM**

1999 Session

 ORIGINAL UPDATED

LRB # -1747/1

 CORRECTED SUPPLEMENTAL

INTRODUCTION # S.B. 119

Admin. Rule #

**Subject**

Payment of WRS death benefits to an expanded class of beneficiaries

**Fiscal Effect**State:  No State Fiscal EffectCheck 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 Decrease Costs Create New AppropriationLocal:  No local government costs1.  Increase Costs Permissive  Mandatory3.  Increase Revenues Permissive  Mandatory

5. Types of Local Governmental Units Affected:

 Towns  Villages  Cities2.  Decrease Costs Permissive  Mandatory4.  Decrease Revenues Permissive  Mandatory Counties  Others \_\_\_\_\_ School Districts  WTCS Districts**Fund Sources Affected** GPR  FED  PRO  PRS  SEG  SEG-S**Affected Ch. 20 Appropriations****Assumptions Used in Arriving at Fiscal Estimate:**

This bill would eliminate the requirement that a beneficiary of an active employee who dies at age 55 or older (50 if protective) need be a spouse or dependent child in order to qualify for a death benefit that includes the employer's matching contributions, with interest.

Assuming that ...

1. About 80% of the WRS death benefit cost is for those dying at the ages that would be affected by this bill, and

2. 15% of those are not married and have no dependent children when they die, then ...

This legislation would cost WRS employers an estimated \$1.0 - \$2.1 million in the year 2001. The state's share (29%) would be about \$300,000 to \$600,000 in 2001.

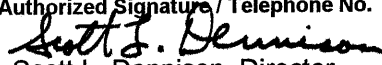
**Long-Range Fiscal Implications:**

Costs will increase annually by about 4.8% (compounded) after 2001 over the next 30 years.

Prepared By: / Phone # / Agency Name

Joint Survey Committee  
on Retirement Systems

Authorized Signature / Telephone No.

  
Scott L. Dennison, Director 266-5251

Date

9/15/99

**FISCAL ESTIMATE WORKSHEET**  
Session

Detailed Estimate of Annual Fiscal Effect

1999

- ORIGINAL  
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**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
<b>A. State Costs by Category</b>		
State Operations - Salaries and Fringes	\$ 300,000 - \$600,000	\$ - 0
(FTE Position Changes)	( n/a FTE)	(- n/a FTE)
State Operations - Other Costs	0	- 0
Local Assistance	0	- 0
Aids to Individuals or Organizations	0	- 0
<b>TOTAL State Costs by Category</b>	<b>\$</b>	<b>\$ -</b>
<b>B. State Costs by Source of Funds</b>		
GPR	\$ 300,000 - \$600,000	\$ - 0
FED	0	- 0
PRO/PRS	0	- 0
SEG/SEG-S	0	- 0
<b>State Revenues</b> Complete this only when proposal will increase or decrease state revenues (e.g., tax increase, decrease in license fee, etc.)	<b>Increased Rev.</b>	<b>Decreased Rev.</b>
GPR Taxes	\$ 0	\$ - 0
GPR Earned	0	- 0
FED	0	- 0
PRO/PRS	0	- 0
SEG/SEG-S	0	- 0
<b>TOTAL State Revenues</b>	<b>\$ 0</b>	<b>\$ - 0</b>

**NET ANNUALIZED FISCAL IMPACT**

STATE

LOCAL

NET CHANGE IN COSTS                      \$ 300,000 - \$600,000                      \$ 700,000 - \$1,500,000

NET CHANGE IN REVENUES                      \$ 0                      \$ 0

Prepared By: / Phone # / Agency Name Joint Survey Committee on Retirement System	Authorized Signature/Telephone, No. <i>Scott L. Dennison</i> Scott L. Dennison, Director 266-5251	Date 9/15/99
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