

**1999 DRAFTING REQUEST**

**Assembly Amendment (AA-AB133)**

Received: 04/2/99

Received By: **champra**

Wanted: **Soon**

Identical to LRB:

For: **Legislative Fiscal Bureau**

By/Representing: **Mason**

This file may be shown to any legislator: **NO**

Drafter: **champra**

May Contact:

Alt. Drafters:

Subject: **Employ Pub - retirement**

Extra Copies:

**Pre Topic:**

LFB:.....Mason - Yank #131,

**Topic:**

WRS Death Benefit

**Instructions:**

Delete p. 208, item 14, LFB Summary

**Drafting History:**

<u>Vers.</u>	<u>Drafted</u>	<u>Reviewed</u>	<u>Typed</u>	<u>Proofed</u>	<u>Submitted</u>	<u>Jacketed</u>	<u>Required</u>
/1	champra 04/2/99	jgeller 04/5/99	martykr 04/6/99	_____	lrb_docadmin 04/6/99		

FE Sent For:

<END>

**1999 DRAFTING REQUEST**

**Assembly Amendment (AA-AB133)**

Received: **04/2/99**

Received By: **champra**

Wanted: **Soon**

Identical to LRB:

For: **Legislative Fiscal Bureau**

By/Representing: **Mason**

This file may be shown to any legislator: **NO**

Drafter: **champra**

May Contact:

Alt. Drafters:

Subject: **Employ Pub - retirement**

Extra Copies:

**Pre Topic:**

LFB:.....Mason - Yank#131,

**Topic:**

WRS Death Benefit

**Instructions:**

Delete p. 208, item 14, LFB Summary

**Drafting History:**

<u>Vers.</u>	<u>Drafted</u>	<u>Reviewed</u>	<u>Typed</u>	<u>Proofed</u>	<u>Submitted</u>	<u>Jacketed</u>	<u>Required</u>
/1	champra	1 4/5 JLG	1 m 4/5	1/4 4/5 2 m 4/5			

FE Sent For:

<END>

DOA:.....Caucutt - WRS Death Benefit under Accelerated Payment Option  
FOR 1999-01 BUDGET — NOT READY FOR INTRODUCTION

1 **AN ACT ...; relating to:** the budget.

---

*Analysis by the Legislative Reference Bureau*

**RETIREMENT AND GROUP INSURANCE**

Under current law, a participant in the Wisconsin retirement system (WRS) may elect to receive a social security integrated annuity. A social security integrated annuity allows a participant to receive an accelerated WRS annuity in the form of a higher annuity before the age of 62 than he or she would ordinarily receive. But when the participant begins to receive social security payments at the age of 62, the WRS annuity is reduced to an amount less than he or she would ordinarily receive. The amount of the accelerated WRS monthly annuity before the participant attains the age of 62 should be the same as the sum of the WRS monthly annuity and the social security monthly annuity received by the participant after he or she attains the age of 62.

Under current law, however, if the participant dies before the age of 62, the death benefit paid to the beneficiary is based on the reduced WRS benefit that would have been payable to the participant when he or she would have reached age 62. This bill changes the date on which the annuity amount is reduced from age 62, or, if earlier, on the death of the annuitant, to age 62 or, if the annuitant dies before attaining age 62, in the month in which the annuitant would have attained age 62. The effect of this change is that the death benefit paid to the beneficiary will include the higher WRS annuity of a participant who was receiving a social security integrated annuity, but who died before the age of 62.

This bill will be referred to the joint survey committee on retirement systems for a detailed analysis, which will be printed as an appendix to this bill.

---

*The people of the state of Wisconsin, represented in senate and assembly, do enact as follows:*

1           **SECTION 1.** 40.24 (1) (e) of the statutes is amended to read:

2           40.24 (1) (e) A reduced annuity payable in the normal form or any of the  
3 optional life forms provided under this section, plus a temporary annuity payable  
4 monthly but terminating with the payment payable in the month following the  
5 month in which the annuitant attains age 62 or, if ~~earlier, on the death of the~~  
6 ~~annuitant~~ the annuitant dies before attaining age 62, in the month in which the  
7 annuitant would have attained age 62. It is the intent of this option that so far as  
8 is practicable the amounts of the life annuity and temporary annuity shall be  
9 determined so that the annuitant's total anticipated benefits from the fund and from  
10 his or her primary OASDHI benefit will be the same each month both before and after  
11 attainment of age 62.

12           **SECTION 9315. Initial applicability; employe trust funds.**

13           (1) SOCIAL SECURITY INTEGRATED ANNUITY. The treatment of section 40.24 (1) (e)  
14 of the statutes first applies to the calculation of death benefits of an annuitant in the  
15 Wisconsin retirement system who dies on the effective date of this subsection.

16

(END)



State of Wisconsin  
1999 - 2000 LEGISLATURE

LRBb0046/1

RAC:.....

SOON

JLg

LFB:.....Mason - Yank#131, WRS Death Benefit

FOR 1999-01 BUDGET — NOT READY FOR INTRODUCTION

**LFB AMENDMENT**

**TO 1999 ASSEMBLY BILL 133 AND 1999 SENATE BILL 45**

1 At the locations indicated, amend the bill as follows:

2 **1.** Page 559, line 23: delete the material beginning with that line and ending  
3 with page 560, line 8. ✓

4 **2.** Page 1450, line 15: delete lines 15 to 17. ✓

5 (END)

