

FISCAL ESTIMATE FORM**1999 Session** ORIGINAL UPDATED CORRECTED SUPPLEMENTAL**LRB # -1109/2****INTRODUCTION #**

AB 329

Admin. Rule #

Subject

Payment of health insurance premiums for state employees activated for military duty in the U.S. armed forces.

Fiscal EffectState: 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:**

LRB 1109/2 requires the state to pay the same share of health insurance premiums for up to 12 months for any state employee called up for active military service as was applied to the employee prior to the military leave. The maximum period for which the premium will be paid includes the three months of premiums for which employees are eligible under existing law. This will limit eligibility for additional premium to a maximum of nine months.

Since LRB 1109/2 is not limited to a particular military service period, exact estimates are not available of the number of state employees who are subject to this legislation. Based on the number of state employees who took military training leave in 1998, we estimate 600 employees could be subject to active duty call-up. Assuming a 1999 average employer share of monthly premium of \$419.64 per employee, this could cost up to \$2.2 million annually.

Long-Range Fiscal Implications:

On-going.

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Department of Employee Trust Funds**Authorized Signature / Telephone No.****Date**

5/6/99

FISCAL ESTIMATE WORKSHEET

Detailed Estimate of Annual Fiscal Effect

1999 Session

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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
A. State Costs by Category		
State Operations - Salaries and Fringes	\$	\$ -
(FTE Position Changes)	(FTE)	(- FTE)
State Operations - Other Costs	2,200,000.00	-
Local Assistance		-
Aids to Individuals or Organizations		-
TOTAL State Costs by Category	\$ 2,200,000.00	\$ -
B. State Costs by Source of Funds	Increased Costs	Decreased Costs
GPR	\$	\$ -
FED		-
PRO/PRS		-
SEG/SEG-S		-
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 \$ 2,200,000.00 \$

NET CHANGE IN REVENUES \$ \$

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