

## Fiscal Estimate - 2001 Session

Original     
  Updated     
  Corrected     
  Supplemental

<b>LRB Number</b> <b>01-0484/1</b>	<b>Introduction Number</b> <b>AB-414</b>
<b>Subject</b>	
Creditable military service under the Wisconsin retirement system	
<b>Fiscal Effect</b>	
<b>State:</b>	
<input type="checkbox"/> No State Fiscal Effect <input type="checkbox"/> Indeterminate	
<input checked="" type="checkbox"/> Increase Existing Appropriations <input type="checkbox"/> Decrease Existing Appropriations <input type="checkbox"/> Create New Appropriations	<input type="checkbox"/> Increase Existing Revenues <input type="checkbox"/> Decrease Existing Revenues
<input type="checkbox"/> Increase Costs - May be possible to absorb within agency's budget <input type="checkbox"/> Yes <input type="checkbox"/> No <input type="checkbox"/> Decrease Costs	
<b>Local:</b>	
<input type="checkbox"/> No Local Government Costs <input type="checkbox"/> Indeterminate	
1. <input checked="" type="checkbox"/> Increase Costs <input type="checkbox"/> Permissive <input checked="" type="checkbox"/> Mandatory	3. <input type="checkbox"/> Increase Revenue <input type="checkbox"/> Permissive <input type="checkbox"/> Mandatory
2. <input type="checkbox"/> Decrease Costs <input type="checkbox"/> Permissive <input type="checkbox"/> Mandatory	4. <input type="checkbox"/> Decrease Revenue <input type="checkbox"/> Permissive <input type="checkbox"/> Mandatory
<b>5. Types of Local Government Units Affected</b> <input checked="" type="checkbox"/> Towns <input checked="" type="checkbox"/> Village <input checked="" type="checkbox"/> Cities <input checked="" type="checkbox"/> Counties <input type="checkbox"/> Others <input checked="" type="checkbox"/> School Districts <input checked="" type="checkbox"/> WTCS Districts	
<b>Fund Sources Affected</b>	
<input checked="" type="checkbox"/> GPR <input type="checkbox"/> FED <input type="checkbox"/> PRO <input type="checkbox"/> PRS <input type="checkbox"/> SEG <input type="checkbox"/> SEGS	
<b>Affected Ch. 20 Appropriations</b>	
<b>Agency/Prepared By</b>	<b>Authorized Signature</b>
RET/ William Ford (608) 266-0680	William Ford (608) 266-0680
<b>Date</b>	
06/02/2001	

## Fiscal Estimate Narratives

RET 06/04/2001

LRB Number	<b>01-0484/1</b>	Introduction Number	<b>AB-414</b>	Estimate Type	<b>Original</b>
<b>Subject</b>					
Creditable military service under the Wisconsin retirement system					

### Assumptions Used in Arriving at Fiscal Estimate

The Department of Employee Trust Funds estimates that 79 persons will apply for military service credit under this bill annually. It is assumed these persons will receive an average of 2 years of military service credit. Therefore, it is assumed that the amount of military service credit recognized under this bill would be 158 years of service annually.

The Department of Employee Trust Funds reports that, in 2000, 7338 persons retired from the Wisconsin Retirement System (WRS) with an average of approximately 30 years of service. Adding 158 years of service under the bill would increase the total number of years of service claimed by .07%. The average WRS annuity for 2000 was \$21,551 annually. Multiplying this figure by .07% and multiplying the product of this calculation by 7338 yields an estimate that the bill would increase WRS expenses by \$110,698 annually. This amount would be paid by WRS employers into the WRS. The state would bear 24% of this cost, or \$25,567 annually and the remainder would be paid by local governments.

### Long-Range Fiscal Implications

## Fiscal Estimate Worksheet - 2001 Session

Detailed Estimate of Annual Fiscal Effect

Original     
  Updated     
  Corrected     
  Supplemental

<b>LRB Number</b> 01-0484/1		<b>Introduction Number</b> AB-414	
<b>Subject</b>			
Creditable military service under the Wisconsin retirement system			
<b>I. One-time Costs or Revenue Impacts for State and/or Local Government (do not include in annualized fiscal effect):</b>			
<b>II. Annualized Costs:</b>		<b>Annualized Fiscal Impact on funds from:</b>	
		Increased Costs	Decreased Costs
<b>A. State Costs by Category</b>			
	State Operations - Salaries and Fringes	\$26,567	
	(FTE Position Changes)		
	State Operations - Other Costs		
	Local Assistance		
	Aids to Individuals or Organizations		
	<b>TOTAL State Costs by Category</b>	<b>\$26,567</b>	<b>\$</b>
<b>B. State Costs by Source of Funds</b>			
	GPR	26,567	
	FED		
	PRO/PRS		
	SEG/SEG-S		
<b>III. State Revenues - Complete this only when proposal will increase or decrease state revenues (e.g., tax increase, decrease in license fee, etc.)</b>			
		Increased Rev	Decreased Rev
	GPR Taxes	\$	\$
	GPR Earned		
	FED		
	PRO/PRS		
	SEG/SEG-S		
	<b>TOTAL State Revenues</b>	<b>\$</b>	<b>\$</b>
<b>NET ANNUALIZED FISCAL IMPACT</b>			
		State	Local
	NET CHANGE IN COSTS	\$26,567	\$\$84,131
	NET CHANGE IN REVENUE	\$	\$
<b>Agency/Prepared By</b>			
RET/ William Ford (608) 266-0680		<b>Authorized Signature</b>	
		William Ford (608) 266-0680	
		<b>Date</b>	
		06/02/2001	