



## Fiscal Estimate Narratives

ETF 11/19/01

LRB Number <b>01-3502/1</b>	Introduction Number <b>AB-630</b>	Estimate Type <b>Original</b>
<b>Subject</b>		
Maximum annuity payments for protective occupation participants under the Wisconsin retirement system		

### Assumptions Used in Arriving at Fiscal Estimate

AB 630 increases the maximum initial retirement annuity amount from 65% to 70% for a protective occupation participant who is covered by Social Security under the Wisconsin Retirement System. In addition, the bill increases the maximum initial retirement annuity amount from 85% to 90% for a protective occupation participant who is not covered by Social Security under the WRS.

This fiscal estimate assumes the change will be applied prospectively. There would be one-time costs of \$7,400 SEG to make computer system enhancements to calculate the new benefits.

In addition, the Member Services Bureau would have one-time costs of \$900 SEG to revise forms and brochures, update procedures and identify modifications and conduct user testing (51.5 hrs @ \$18/hr). The Benefit Services Bureau would have one-time costs of \$1,100 SEG to develop and test retirement annuity processes and revise worksheets for manual annuity calculations (50 hrs @ \$21/hr).

This fiscal estimate addresses only the administrative costs of the bill. The Joint Survey Committee on Retirement Systems will address the fiscal impact on the trust fund.

### Long-Range Fiscal Implications

None.

## Fiscal Estimate Worksheet - 2001 Session

Detailed Estimate of Annual Fiscal Effect

Original     
  Updated     
  Corrected     
  Supplemental

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<b>Subject</b>			
Maximum annuity payments for protective occupation participants 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>			
\$9,400 SEG one-time costs for computer enhancements, user testing and design and implementation of new forms and brochures			
<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		\$	
(FTE Position Changes)			
State Operations - Other Costs			
Local Assistance			
Aids to Individuals or Organizations			
<b>TOTAL State Costs by Category</b>		<b>\$</b>	<b>\$</b>
<b>B. State Costs by Source of Funds</b>			
GPR			
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		\$	\$
NET CHANGE IN REVENUE		\$	\$
<b>Agency/Prepared By</b>		<b>Authorized Signature</b>	<b>Date</b>
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