Wisconsin Department of Administration Division of Executive Budget and Finance DOA-2048 (H07/2000)

Fiscal Estimate - 2001 Session

	Original	3	Updated		Corrected			Supplen	nental
LRB	Number	01-1741/2		Intro	duction Nu	ımber	SB-	134	
Subje	ct								
Death	benefits unde	er the Wisconsin	retirement system	1					
Fiscal	Effect		***						
Local:	No Local Gov Indeterminate 1. Increase I Permiss 2. I Decrease	Existing cions Existing cions Existing cions w Appropriation vernment Costs c Costs ive Mandator se Costs ive Mandator	3. Increase Re	evenue Mano	5.Type Unit	rease Cossorb within Yescrease Co es of Loca s Affected Towns Counties School Districts	agends sists	ernment /illage Others VTCS Districts	lget ⊠ No □ Cities
Fund Sources Affected Affected Ch. 20 Appropriations GPR FED PRO PRS SEG SEGS s. 20.515 (1)(bm)									
Agend	y/Prepared I	Зу	Auth	orized 9	Signature			Γ	Date
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Fiscal Estimate Narratives ETF 5/18/01

LRB Number 01-1741/2	Introduction Number	SB-134	Estimate Type	Corrected					
Subject									
Death benefits under the Wisconsin retirement system									

Assumptions Used in Arriving at Fiscal Estimate

SB 134 provides that any WRS participant who at the time of death was a participating employee, who died between July 1, 1997 and December 22, 1997, who had not attained the age of 60 (or age 55 if a protective) and had at least 25 years of WRS creditable service would qualify for an increased death benefit to be paid to his/her dependent beneficiaires. The increased death benefit would include an amount equal to the participant's employee-required contribution accumulations that were credited to the participant's account at the time of the previous death benefit.

The bill creates a GPR sum sufficient appropriation to fund the increased benefits. The beneficiary must apply for the increased death benefit no later than the first day of the sixth month beginning after the effective date of the bill.

The Department estimates that 11 WRS participants have died between July 1, 1997 and December 22, 1997 that meet the bill's requirements. The bill would require development of a special application, notificiation to eligible beneficiaries, training to staff on new benefit and procedures, updates to our telephone message system, website and brochures and additional processing of benefits. One-time GPR costs are estimated at \$1,400.

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

Long-Range Fiscal Implications

None.

Fiscal Estimate Worksheet - 2001 Session

Detailed Estimate of Annual Fiscal Effect

	Original		Updated		Corrected		Supplemental			
LRB	Number	01-1741/	2	Intro	duction No	umber	SB-134			
Subjec	t			<u> </u>						
Death I	penefits und	er the Wiscons	sin retirement	t svstem						
		or Revenue Ir		<u>-</u>	ocal Govern	ment (do n	ot include in			
	ized fiscal									
\$1,400	GPR one-tir	ne costs								
II. Ann	ualized Cos	ts:			Annualized Fiscal Impact on funds from:					
					Increased Co	osts	Decreased Costs			
A. Stat	e Costs by	Category								
State	e Operations	- Salaries and	d Fringes			\$				
(FTE	Position Ch	anges)								
State	Operations	- Other Costs								
Loca	l Assistance				*:					
Aids	to Individual	s or Organizat	tions							
TO	OTAL State	Costs by Cat	egory			\$	\$			
B. Stat	e Costs by	Source of Fu	nds							
GPR										
FED										
PRO	/PRS						1.1.Ph			
SEG	/SEG-S									
		s - Complete t decrease in			will increase	or decreas	se state revenues			
					Increased I	Rev	Decreased Rev			
GPR	Taxes					\$	\$			
GPR	Earned									
FED										
PRO	/PRS									
SEG	/SEG-S									
TO	OTAL State	Revenues				\$	\$			
			NET ANNUA	ALIZED FISC	AL IMPACT	•				
			1		<u>S</u>	<u>tate</u>	Local			
NET CHANGE IN COSTS						\$	\$			
NET C	HANGE IN F	REVENUE			`	\$	\$			
Agenc	y/Prepared	Ву		Authorized	Signature		Date			
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