

Fiscal Estimate Narratives

DOA 1/7/2008

LRB Number 07-2991/3	Introduction Number SB-366	Estimate Type Original
Description Unfunded pension liability financing in populous counties and membership on the pension study committee		

Assumptions Used in Arriving at Fiscal Estimate

If enacted, the bill would authorize a county with a population of 500,000 or more (at this time only Milwaukee County) to issue appropriation bonds on a one-time basis to pay all or any part of the county's unfunded prior service liability with respect to an employee retirement system of the county. The bill outlines the steps that must occur prior to the issuance of the appropriation bonds including enactment of an ordinance to implement a five-year strategic and financial plan related to the payment of unfunded employee retirement benefits.

The Milwaukee County Executive's 2008 Budget contains information and data that indicates that the county could realize approximately \$90 million in savings based on various assumptions. However, since the amount of appropriation bond issuances is not yet certain, the fiscal effect of the bill is indeterminate.

Long-Range Fiscal Implications

Unknown.