Fiscal Estimate - 2011 Session

Original Updated	Corrected Supplemental					
LRB Number 11-4130/1	Introduction Number SB-514					
Description Elimination of sick leave for state senators and representatives to the assembly						
Fiscal Effect						
Appropriations Reverse Existing Decrease Existing Appropriations Reverse Create New Appropriations Local: No Local Government Costs Indeterminate	ease Existing to absorb within agency's budget					
Permissive Mandatory Permissive Mandatory 2. Decrease Costs 4. Decrease Revenue School WTCS Permissive Mandatory Districts Districts						
Fund Sources Affected Affected Ch. 20 Appropriations GPR FED PRO PRS SEG SEGS						
Agency/Prepared By	Authorized Signature Date					
LFB/ Jere Bauer (608) 266-3847	Bob Lang (608) 266-3847 2/27/2012					

Fiscal Estimate Narratives LFB 2/27/2012

LRB Number	11-4130/1	Introduction Number	SB-514	Estimate Type	Original	
Description						
Elimination of sick leave for state senators and representatives to the assembly						

Assumptions Used in Arriving at Fiscal Estimate

The bill would end the accrual of unused sick leave by legislators in any term of office beginning after the bill's effective date. As a result, there would be no conversion of unused sick leave hours to credits for the payment of postretirement health insurance coverage for legislators in any term of office beginning after the bill's effective date. [The bill would not affect sick leave hours of legislators accrued prior to the bill's initial applicability.]

Sick leave conversion credits are funded through employer contributions, based on a percentage of payroll, and investment earnings associated with the contributions. The contribution rate is actuarially determined each year and established by the state's Employee Trust Funds Board. The current rate for sick leave conversion credits is 1.2% of payroll.

The current annual salary of state legislators is \$49,943, or \$6,592,500 for 132 Representatives and Senators. On an annualized basis, the 1.2% contribution rate for sick leave conversion credits for legislators results in a \$79,100 GPR cost. Under the bill, this contribution would no longer be required.

Long-Range Fiscal Implications