

Fiscal Estimate - 2023 Session

Original
 Updated
 Corrected
 Supplemental

LRB Number 23-5522/2	Introduction Number AB-1068
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Description
 use of artificial intelligence by state agencies and staff reduction goals

Fiscal Effect

State:

<input type="checkbox"/> No State Fiscal Effect	<input type="checkbox"/> Increase 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 checked="" type="checkbox"/> Indeterminate	<input type="checkbox"/> Decrease Existing Revenues	
<input type="checkbox"/> Increase Existing Appropriations	<input type="checkbox"/> Decrease Existing Appropriations	<input type="checkbox"/> Decrease Costs
<input type="checkbox"/> Create New Appropriations		

Local:

<input type="checkbox"/> No Local Government Costs		
<input type="checkbox"/> Indeterminate		
1. <input type="checkbox"/> Increase Costs	3. <input type="checkbox"/> Increase Revenue	5. Types of Local Government Units Affected <input type="checkbox"/> Towns <input type="checkbox"/> Village <input type="checkbox"/> Cities <input type="checkbox"/> Counties <input type="checkbox"/> Others <input type="checkbox"/> School Districts <input type="checkbox"/> WTCS Districts
<input type="checkbox"/> Permissive <input type="checkbox"/> Mandatory	<input type="checkbox"/> Permissive <input type="checkbox"/> Mandatory	
2. <input type="checkbox"/> Decrease Costs	4. <input type="checkbox"/> Decrease Revenue	
<input type="checkbox"/> Permissive <input type="checkbox"/> Mandatory	<input type="checkbox"/> Permissive <input type="checkbox"/> Mandatory	

Fund Sources Affected	Affected Ch. 20 Appropriations
<input type="checkbox"/> GPR <input type="checkbox"/> FED <input type="checkbox"/> PRO <input type="checkbox"/> PRS <input type="checkbox"/> SEG <input type="checkbox"/> SEGS	

Agency/Prepared By	Authorized Signature	Date
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Fiscal Estimate Narratives

ETF 2/6/2024

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Assumptions Used in Arriving at Fiscal Estimate

The bill requires that ETF establish position reduction goals beginning with its 2030 biennial budget request. Additionally, beginning in 2026, the bill requires ETF to submit a report to the legislature that identifies positions whose work could be made more efficient using AI and describes ETF's progress toward meeting the position reduction goal. Finally, the bill requires LAB to conduct an audit of ETF's use of AI tools to increase efficiency and carry out the agency's functions.

The Department of Employee Trust Funds (ETF) manages retirement and insurance benefits for more than 660,000 individuals and is one of the largest public sector trust funds in the nation. ETF is responsible for ensuring employees and retirees have detailed and accurate information to make important medical and financial decisions.

While ETF acknowledges AI may offer possible enhancements to the administration of ETF benefit programs, it also recognizes there are potential drawbacks, limitations and legal risks associated with the use of AI in employee benefits.

ETF is in the early stages of evaluating the appropriate use of AI at ETF. At this time, ETF is not able to provide a fiscal estimate of cost changes associated with using AI.

Long-Range Fiscal Implications