

CR 86-197

CERTIFICATE

STATE OF WISCONSIN)
) SS
DEPARTMENT OF EMPLOYE TRUST FUNDS)

FILED
FEB 17 1987
12:40 pm
Revisor of Statutes
Bureau

TO ALL TO WHOM THESE PRESENTS SHALL COME, GREETINGS:

I, Gary I. Gates, Secretary of the Department of Employee Trust Funds, and custodian of the official records do hereby certify that the annexed creation of a rule relating to the definition of the term "monthly compensation" as it affects those persons eligible for a section 62.13, Stats., retirement benefit, was duly approved by the Employee Trust Funds, Teachers Retirement and Wisconsin Retirement Boards and adopted by this department on February 16, 1987.

I further certify that this copy has been compared by me with the original on file in this department and that the same is a true copy thereof, and of the whole of such original.

IN TESTIMONY WHEREOF, I have hereunto set my hand at 201 East Washington Avenue, in the City of Madison, this 17th day of February, 1987.

Gary I. Gates
Gary I. Gates, Secretary
Department of Employee Trust Funds

4-1-87

ORDER OF THE DEPARTMENT OF EMPLOYE TRUST FUNDS
ADOPTING A RULE

To create ETF 10.01 (3p), relating to the definition of the term "monthly compensation" as it affects those persons eligible for a retirement benefit provided under s. 62.13 (9) (9a) or (10), 1975 Stats.

Analysis Prepared by the Department of Employee Trust Funds

Pursuant to s. 40.19 (4), Stats., the Department of Employee Trust Funds is responsible for the administration of the s. 62.13, 1975 Stats., police and fire pension plan. This plan provides for a monthly pension equal to 50% of an eligible member's monthly compensation.

When s. 62.13, Stats., was written, all employees affected by this statute were paid on a monthly basis. However, over time those employees went to a weekly or biweekly payroll system. A question arises as to what is monthly compensation especially if there are three pay periods in one month.

This rule order defines monthly compensation for the purpose of s. 40.19 (4) (g), Stats., by converting the basic weekly or biweekly pay rate to monthly compensation.

Small businesses are not affected by this rule.

This proposed rule interprets s. 40.19 (4) (g), Stats., and will be adopted pursuant to the authority vested in the Secretary of Department of Employee Trust Funds by s. 40.03 (2) (1), Stats.

Pursuant to the authority vested in the secretary of the department of employe trust funds by s. 40.03 (2) (1), Stats., the department of employe trust funds hereby creates a rule interpreting s. 40.19 (4) (g), Stats., as follows:

SECTION 1. ETF 10.01 (3p) is created to read:

ETF 10.01 (3p) "Monthly compensation" means, for purposes of s. 40.19 (4) (g), Stats.:

(a) Where the compensation is paid on a weekly basis, the amount computed by multiplying the employe's basic weekly pay rate by 4.3333.

(b) Where the compensation is paid on a biweekly basis, the amount computed by multiplying the employe's basic biweekly pay rate by 2.1666.

The rule contained in this order shall take effect on the first day of the month following publication as provided in s. 227.22 (2) (intro.), Stats.

February 17, 1987
Date

Gary I. Gates
Gary I Gates, Secretary
Department of Employee Trust Funds

FISCAL ESTIMATE
AD-MBA-23 (Rev. 11:84)

1985 Session

ORIGINAL UPDATED
 CORRECTED SUPPLEMENTAL

Adm. Rule No.
ETF 10.01 (3p)
Amendment No. if Applicable

Subject

Definition of "Monthly Compensation" for purposes of a s. 62.13, 1975 Stats., pension benefit

Fiscal Effect

State: No State Fiscal Effect

Check columns below only if bill makes a direct appropriation or affects a sum sufficient appropriation.

- Increase Existing Appropriation Increase Existing Revenues
- Decrease Existing Appropriation Decrease Existing Revenues
- Create New Appropriation

- Increase Costs - May Be Possible to Absorb Within Agency's Budget Yes No
- Decrease Costs

Local: No local government costs

- 1. Increase Costs
 Permissive Mandatory
- 2. Decrease Costs
 Permissive Mandatory

- 3. Increase Revenues
 Permissive Mandatory
- 4. Decrease Revenues
 Permissive Mandatory

5. Types of Local Governmental Units Affected
- Towns Villages Cities
 - Counties Others _____

Fund Sources Affected

GPR FED PRO PRS SEG SEG-S

Affected Ch. 20 Appropriations

Assumptions Used in Arriving at Fiscal Estimate

Pursuant to s. 40.19 (4), Stats., the Department of Employee Trust Funds is responsible for the administration of the s. 62.13, 1975 Stats., police and fire pension plan. This plan provides for a monthly pension equal to 50% of an eligible member's monthly compensation.

When s. 62.13, Stats., was written, all employees affected by this statute were paid on a monthly basis however, over time those employees went to a weekly or biweekly payroll system. A question arises as to what is monthly compensation especially if there are three pay periods in one month.

This proposed rule order defines monthly compensation for the purpose of s. 40.19 (4) (g), Stats., by converting the basic weekly or biweekly pay rate to monthly compensation.

No fiscal effect is expected.

Long-Range Fiscal Implications

None

Agency/Prepared by: (Name & Phone No.)

Diane M. Bass 266-5804
Department of Employee Trust Funds

Authorized Signature/Telephone No.

Diane M. Bass 266-5804

Date

9/4/86

FISCAL ESTIMATE WORKSHEET

1985 Session

Detailed Estimate of Annual Fiscal Effect
AD MBA-22 (Rev. 11/84)

ORIGINAL UPDATED
 CORRECTED SUPPLEMENTAL

~~AD MBA-22~~ / Adm. Rule No. **ETF 10.01 (3p)** Amendment No.

Subject

Definition of "Monthly Compensation" for purposes of a s. 62.13, 1975 Stats., pension

I. One-time Costs or Revenue Fluctuations for State and/or Local Government (do not include in annualized fiscal effect): **benefit.**

None

II. Annualized Costs: Note: Treat fiscal costs like a "checkbook": increased costs reduce available funds (-); decreased costs increase available funds (+).		Annualized fiscal impact on State funds from:	
		Increased Costs	Decreased Costs
A. State Costs by Category			
Salaries and Fringes	\$ -	\$ +	
Staff Support Costs	-	+	
Other State Costs	-	+	
Local Assistance	-	+	
Aids to Individuals or Organizations	-	+	
TOTAL State Costs by Category	\$ - 0	\$ + 0	
B. State Costs by Source of Funds			
GPR	\$ -	\$ +	
FED	-	+	
PRO PRS	-	+	
SEG SEG S	-	+	
C. FTE Position Changes		Increased Pos. + (0)	Decreased Pos. - (0)
III. State Revenues--Complete this only when proposal will increase or decrease state revenues, such as taxes, license fees, etc.		Decreased Rev.	Increased Rev.
GPR Taxes	\$ -	\$ +	
GPR Earned	-	+	
FED	-	+	
PRO PRS	-	+	
SEG SEG S	-	+	
TOTAL State Revenues	\$ - 0	\$ + 0	

Net Annualized Fiscal Impact on State & Local Funds

State	Annual Increases	Annual Decreases	Local	Annual Increases	Annual Decreases
Total Costs	\$ -	\$ +	Total Costs	\$ -	\$ +
Total Revenues	+	-	Total Revenues	+	-
NET Impact on State Funds	\$ (+) or None (-)		NET Impact on Local Funds	\$ (+) or None (-)	

Agency/Prepared by: (Name & Phone No.)
Diane M. Bass 266-5804

Department of Employee Trust Funds

Authorized Signature/Telephone No.

Diane M. Bass 266-5804

Date

8/5/86



State of Wisconsin \ DEPARTMENT OF EMPLOYE TRUST FUNDS

Gary I. Gates
Secretary

201 EAST WASHINGTON AVENUE
P.O. BOX 7931
MADISON, WISCONSIN 53707

February 16, 1987

IN REPLY REFER TO:

Gary Poulson
Assistant Revisor of Statutes
Suite 904, 30 West Mifflin Street
Madison, WI 53703

RECEIVED

FEB 17 1987

Revisor of Statutes
Bureau

Dear Gary:

RE: Clearinghouse Rule No. 86-197

Enclosed is a Certificate and two copies of an Order Adopting a Rule. A certified copy of this order has been forwarded to the Secretary of State.

Sincerely,

Diane M. Bass
Policy Analyst
(608) 266-5804

DMB/ep th4
Enclosure