

CR 87-83

CERTIFICATE

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NOV 11 1987
3:00 pm
Revisor of Statutes
Bureau

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

TO ALL TO WHOM THESE PRESENTS SHALL COME, GREETINGS:

I, Gary I. Gates, Secretary of the Department of Employe Trust Funds, and custodian of the official records do hereby certify that the annexed amendment of a rule relating to annuity options integrated with Social Security, was duly approved by the Employe Trust Funds, Teachers Retirement and Wisconsin Retirement Boards and adopted by this department on November 9, 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 9th day of November, 19 87.

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

ORDER OF THE DEPARTMENT OF EMPLOYE TRUST FUNDS
AMENDING A RULE

The Wisconsin Department of Employee Trust Funds proposes an order to amend ETF 20.05 (1), relating to annuity options integrated with Social Security.

Analysis Prepared by the Department of Employee Trust Funds

Statutory authority: s. 40.03 (2) (i), Stats.

Statute interpreted: s. 40.24 (4).

Section ETF 20.05 (1) provides that a participant may elect any retirement option available under Chapter 40, Stats., or ETF 20.04 along with a Social Security integrated annuity as long as the reduced amount payable after age 62, when Social Security is available, is at least \$25 per month (increased each year since 1982 by the salary index). This proposed rule merely clarifies that the minimum amount test (\$33 for 1987) is applied to the annuity in the normal form, not the specific annuity option chosen by the participant.

This rule order has no effect on small businesses.

SECTION 1. ETF 20.05 (1) is amended to read:

ETF 20.05 ANNUITY OPTIONS INTEGRATED WITH SOCIAL SECURITY. (1) A participant or beneficiary shall not be eligible for the social security integrated annuity if the reduced annuity payable for life in the normal form under s. 40.24 (4), Stats., ~~or s. 20.04~~ would be equal to or less than \$25.00 per month for a benefit with an effective date in calendar year 1982 or, for a benefit with an effective date in a subsequent calendar year, the monthly amount applied under this section for the previous calendar year increased by the salary index, as defined in s. 40.02 (52), Stats., ignoring fractions of the dollar.

This rule shall take effect on the first day of the month following publication in the Wisconsin administrative register as provided in s. 227.22

(2) (intro.), Stats.

November 9, 1987
Date

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

ORIGINAL UPDATED
 CORRECTED SUPPLEMENTAL

Subject

Wisconsin Retirement System annuities integrated with Social Security

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

ETF 20.05 (1) provides that a participant may choose a Social Security integrated annuity option if the reduced amount payable after Social Security is available at age 62 meets a minimum requirement (\$33 for 1987). This proposed amendment clarifies that the minimum "test" is applied to the benefit payable in the normal form even though the participant may choose another option.

This proposed rule is merely clarifying in nature and thus has no fiscal effect.

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.

 266-5804

Date

May 28, 1987

FISCAL ESTIMATE WORKSHEET

1987 Session

Detailed Estimate of Annual Fiscal Effect

AD-MBA-22 (Rev. 10/86)

ORIGINAL UPDATED
 CORRECTED SUPPLEMENTAL

Adm. Rule No.

Amendment No.

ETF 20.05 (1)

Subject

Wisconsin Retirement System annuities integrated with Social Security

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

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:

A. State Costs by Category

	Increased Costs	Decreased Costs
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

	Increased Costs	Decreased Costs
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

May 28, 1987



State of Wisconsin \ DEPARTMENT OF EMPLOYEE TRUST FUNDS

Gary I. Gates
Secretary

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

November 9, 1987

IN REPLY REFER TO:

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

RECEIVED

NOV 11 1987

Revisor of Statutes
Bureau

Dear Gary:

Re: Clearinghouse Rule No. 87-83

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

Sincerely,

Kenneth R. Peter, Director
Social Security and Deferred Compensation
(608) 266-7471

KRP/DB/ep W15

Enclosure