

Fiscal Estimate Narratives
RET 1/22/02

LRB Number 01-3502/1	Introduction Number AB-630	Estimate Type Updated
Subject Maximum annuity payments for protective occupation participants under the Wisconsin retirement system		

Assumptions Used in Arriving at Fiscal Estimate

This corrected fiscal estimate is based upon updated data from actuaries retained by the Department of Employee Trust Funds.

There are approximately 19,300 protective occupation participants in the Wisconsin Retirement System (WRS). The estimated payroll for 2002 for protective occupation participants covered by social security is \$745.9 million and is \$140.8 million for those not covered by social security. Actuaries retained by the Department of Employee Trust Funds estimate that, as a percentage of payroll, this Bill would increase employer payments to the WRS by .3% for protective occupation participants covered by social security and by .2% for those who are not covered by social security.

Based upon these assumptions, it is estimated that this bill would increase employer payments to the WRS by \$2.5 million annually. Local governments would pay 64%, or \$1.6 million of these costs and the state would pay 36%, or \$900,000 annually.

Long-Range Fiscal Implications

Fiscal Estimate Worksheet - 2001 Session

Detailed Estimate of Annual Fiscal Effect

Original
 Updated
 Corrected
 Supplemental

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Subject			
Maximum annuity payments for protective occupation participants under the Wisconsin retirement system			
I. One-time Costs or Revenue Impacts for State and/or Local Government (do not include in annualized fiscal effect):			
II. Annualized Costs:		Annualized Fiscal Impact on funds from:	
		Increased Costs	Decreased Costs
A. State Costs by Category			
State Operations - Salaries and Fringes	\$900,000		
(FTE Position Changes)			
State Operations - Other Costs			
Local Assistance			
Aids to Individuals or Organizations			
TOTAL State Costs by Category	\$900,000		\$
B. State Costs by Source of Funds			
GPR	900,000		
FED			
PRO/PRS			
SEG/SEG-S			
III. State Revenues - Complete this only when proposal will increase or decrease state revenues (e.g., tax increase, decrease in license fee, etc.)			
	Increased Rev	Decreased Rev	
GPR Taxes	\$		\$
GPR Earned			
FED			
PRO/PRS			
SEG/SEG-S			
TOTAL State Revenues	\$		\$
NET ANNUALIZED FISCAL IMPACT			
	<u>State</u>	<u>Local</u>	
NET CHANGE IN COSTS	\$900,000		\$1,600,000
NET CHANGE IN REVENUE	\$		\$
Agency/Prepared By		Authorized Signature	Date
RET/ William Ford (608) 266-0680		William Ford (608) 266-0680	1/18/02