

Fiscal Estimate Narratives

RET 12/20/01

| | | | | | |
|---|------------------|---------------------|---------------|---------------|-----------------|
| LRB Number | 01-3981/1 | Introduction Number | SB-323 | Estimate Type | Original |
| Subject | | | | | |
| Annuity payments for protective occupation participants under the Wisconsin retirement system | | | | | |

Assumptions Used in Arriving at Fiscal Estimate

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. Based upon a 1996 analysis, 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 .4% for protective occupation participants covered by social security and by .3% 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 \$3.4 million annually. Local governments would pay 64%, or \$2.18 million of these costs and the state would pay 36%, or \$1.22 million annually.

Long-Range Fiscal Implications

Fiscal Estimate Worksheet - 2001 Session

Detailed Estimate of Annual Fiscal Effect

Original
 Updated
 Corrected
 Supplemental

| | | | |
|--|--------------------|--|-----------------|
| LRB Number 01-3981/1 | | Introduction Number SB-323 | |
| Subject | | | |
| 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 | \$1,220,000 | | |
| (FTE Position Changes) | | | |
| State Operations - Other Costs | | | |
| Local Assistance | | | |
| Aids to Individuals or Organizations | | | |
| TOTAL State Costs by Category | \$1,220,000 | | \$ |
| B. State Costs by Source of Funds | | | |
| GPR | 1,220,000 | | |
| 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 | | | |
| | State | Local | |
| NET CHANGE IN COSTS | \$1,220,000 | \$2,180,000 | |
| NET CHANGE IN REVENUE | \$ | \$ | |
| Agency/Prepared By | | Authorized Signature | |
| RET/ William Ford (608) 266-0680 | | William Ford (608) 266-0680 | |
| | | Date | |
| | | 12/20/01 | |