

CR 85-151

RECEIVED

JAN 31 1986
8:40 am
Revisor of Statutes
Bureau

CERTIFICATE

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 Employee Trust Funds, and custodian of the official records do hereby certify that the annexed amendment to a rule relating to early retirement reduction factors under the Wisconsin Retirement System was duly approved by the Employee Trust Funds, Teachers Retirement and Wisconsin Retirement Board and adopted by this department on January 27, 1986.

I further certify that this copy has been compared by me with the original on file in this department and 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
29 day of January,
19 86.

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

ORDER OF THE DEPARTMENT OF EMPLOYE TRUST FUNDS
AMENDING A RULE

To amend ETF 20.06, relating to early retirement reduction factors under the Wisconsin Retirement System.

Analysis Prepared by the Department of Employee Trust Funds

The amendment to this rule is housekeeping in nature. Early retirement reduction factors are now set forth under s. 40.23 (2m) (e) 3 and 4 and (f), Stats., for those participants who are participating employees after March 9, 1984. The factors specified in this rule are those recommended by the actuary and approved by the Employee Trust Funds Board as required under s. 40.23 (2) (d), Stats., prior to the statutory change. The amendment clarifies that these old factors are only applicable to employees who terminated their employment prior to the change in statutes.

Small businesses are not affected by this rule.

This rule interprets s. 40.23 (2) (d), Stats.

Pursuant to the authority vested in the secretary of the department of employee trust funds by s. 40.03 (2) (i), Stats., the secretary of the department of employee trust funds hereby amends a rule interpreting s. 40.23 (2) (d), Stats., as follows:

SECTION 1. ETF 20.06 is amended to read:

ETF 20.06 EARLY RETIREMENT REDUCTION FACTORS. Pursuant to s. 40.23 (2), Stats., this section applies only to participants who are not participating employees after March 9, 1984. In computing a formula annuity in the normal form beginning prior to the normal retirement date of a participant, there shall be a .5% reduction for each month the participant's age is under 65 but at least 60 and a .4% reduction for each month the participant's age is under 60.

The rule contained in this order shall take effect as provided in
s. 227.026 (1) (intro.), Stats.

January 29, 1986
Date

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

ORIGINAL UPDATED
 CORRECTED SUPPLEMENTAL

CRS or Bill No. / Adm. Rule No.
ETF 20.06
Amendment No. if Applicable

Subject
Early retirement reduction factors under the Wisconsin Retirement System.

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 Affected Ch. 20 Appropriations

GPR FED PRO PRS SEG SEG-S

Assumptions Used in Arriving at Fiscal Estimate

This proposed rule order is housekeeping in nature to amend a rule providing for early retirement reduction factors. These factors are now contained in statute for participants who were participating employes after March 9, 1984, in the Wisconsin Retirement System. Participants who were not participating employes after this date will continue to have their benefits determined in accord with this rule.

Long-Range Fiscal Implications

None

Agency/Prepared by: (Name & Phone No.) Diane M. Bass 266-5804 Dept. of Employee Trust Funds	Authorized Signature/Telephone No. <i>Diane M. Bass</i> 266-5804	Date 10/18/85
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FISCAL ESTIMATE WORKSHEET

1985 Session

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

ORIGINAL UPDATED
 CORRECTED SUPPLEMENTAL

LRB or Bill No./Adm. Rule No.
ETF 20.06

Amendment No.

Subject

Early retirement reduction factors under the Wisconsin Retirement System.

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:

	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
Dept. of Employee Trust Funds

Authorized Signature/Telephone No.

Diane M. Bass 266-5804

Date

9/3/85



State of Wisconsin \ DEPARTMENT OF EMPLOYE TRUST FUNDS

January 27, 1986

Gary I. Gates
Secretary
201 EAST WASHINGTON AVENUE
P.O. BOX 7931
MADISON, WISCONSIN 53707

IN REPLY REFER TO:

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

RECEIVED

JAN 31 1986

Revisor of Statutes
Bureau

Dear Gary:

Re: Clearinghouse Rule No. 85-151

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,

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

DB/sb W/11
Enclosure