CC-170 (REV. 6/86)

CITY OF MILWAUKEE FISCAL NOTE

October 4, 2002

FILE NUMBER: 020891

Original Fiscal Note [X] Substitute [ ]

-ᴗ r: Charter Ordinance relating to designated beneficiaries under the Employes' Retirement System

B) SUBMITTED BY (Name/title/dept./ext.): Michael J. Haley, Finance Officer, Employes' Retirement System 3689

C) CHECK ONE:

[ ] ADOPTION OF THIS FILE AUTHORIZES EXPENDITURES

[ ] ADOPTION OF THIS FILE DOES NOT AUTHORIZE EXPENDITURES; FURTHER COMMON COUNCIL ACTION NEEDED. LIST ANTICIPATED COSTS IN SECTION G BELOW.

[X] NOT APPLICABLE/NO FISCAL IMPACT. No fiscal impact to the City, see attached letter from ERS Actuary.

D) CHARGE TO:

[ ] DEPARTMENT ACCOUNT(DA)

[ ] CAPITAL PROJECTS FUND (CPF)

[ ] PERM. IMPROVEMENT FUNDS (PIF)

[ ] OTHER (SPECIFY) Pension Trust

[ ] CONTINGENT FUND (CF)

[ ] SPECIAL PURPOSE ACCOUNTS (SPA)

[ ] GRANT & AID ACCOUNTS (G & AA)

x No Fiscal Impact

E) PURPOSE	SPECIFY TYPE/USE	ACCOUNT	EXPENDITURE	REVENUE	SAVINGS
SALARIES/WAGES:	This amendment enables a member to				
	designate a beneficiary to receive his or her				
	benefits under the Global Settlement if he				
SUPPLIES:	or she dies between the date of eligibility				
	for the bonus and the date of payment.				
MATERIALS:	It is only concerned with how to process the				
	proceeds and has no fiscal impact on the				
NEW EQUIPMENT:	Fund. Currently, such an amount would be				
	payable to the estate of the member. This				
EQUIPMENT REPAIR:	change will reduce the cost of administering				
	these payments and provide members with				
OTHER:	more flexibility in determining the beneficiary	N/A			
	of these amounts.				
TOTALS			0	0	0

F) FOR EXPENDITURES AND REVENUES WHICH WILL OCCUR ON AN **ANNUAL** BASIS OVER SEVERAL YEARS CHECK THE APPROPRIATE BOX BELOW AND THEN LIST EACH ITEM AND DOLLAR AMOUNT **SEPARATELY.**

[ ] 1-3 YEARS	[ ] 3-5 YEARS	N/A
[ ] 1-3 YEARS	[ ] 3-5 YEARS	
[ ] 1-3 YEARS	[ ] 3-5 YEARS	

G) LIST ANY ANTICIPATED FUTURE COSTS THIS PROJECT WILL REQUIRE FOR COMPLETION:

H) COMPUTATIONS USED IN ARRIVING AT FISCAL ESTIMATE:

See attached letter form ERS Actuary for assumptions and further details.

PLEASE LIST ANY COMMENTS ON REVERSE SIDE AND CHECK HERE [ ]

BUCK CONSULTANTS®
A Mellon Consulting Company
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Chicago, Illinois 60602-4336

October 4, 2002

Ms. Anne M. Bahr
Executive Director
Milwaukee Employes' Retirement System
City of Milwaukee
200 E. Wells St.
Milwaukee, Wisconsin 53202-3515

Re: Creation of Section 36-05-11-e (Lump Sum Bonus – Designated Beneficiary)

Dear Ms. Bahr:

As requested, we have reviewed the proposed amendment to Chapter 36 that creates §36-05-11-e of the Charter. This new section provides that a participant in the combined fund eligible to receive a lump sum bonus under §36-05-11 may name a designated beneficiary to receive the bonus payment in lieu of the participant's estate, if the participant dies prior to payment of the bonus.

It is our opinion that this change will have no fiscal impact on the Employes' Retirement System.

Please call if you have any questions or need additional information.

Sincerely,

S. Lynn Hill

S. Lynn Hill
Associate Principal, Retirement Consulting

SLH:pl
12736-0001/C1392RET21-Sec36-05-11e.doc

cc: Mike Haley