

## Eighty-Eighth Regular Session

WEDNESDAY, August 24, 1988

The chief clerk makes the following entries under the above date.

### PETITIONS AND COMMUNICATIONS

State of Wisconsin  
Wisconsin Lottery Board

August 12, 1988

To the Honorable the Senate:

On behalf of the Chairman and Members of the Lottery Board, I am herewith submitting for your consideration the June 30, 1988 quarterly report of the Wisconsin Lottery Board, as required by S. 565.37(3), Wis. Stats.

If you have any questions or comments regarding this report, or wish additional information, please do not hesitate to contact me, or the members of the Board, directly.

Sincerely,  
WILLIAM F. FLYNN, JR.  
Executive Director

State of Wisconsin  
Department of Health and Social Services

August 9, 1988

To the Honorable the Senate:

In November 1985, the Legislature enacted 1985 Wisconsin Act 52 which, among other things, subjects state agencies to awards of costs and attorney fees if the other party to an agency's Chapter 227 contested hearing or appeal thereof prevails and the agency's position was not substantially justified.

The attached report lists claim activities against the Department of Health and Social Services for the fiscal year ending June 30, 1988. Although all appeals to amounts awarded were successful and no payments were made in FY-88, it is still possible payments may be made on those cases in a pending status.

Sincerely,  
PATRICIA A. GOODRICH  
Deputy Secretary

State of Wisconsin  
Legislative Audit Bureau

August 16, 1988

To the Honorable the Legislature

We have completed a follow-up review of our 1987 management audit of the State Bureau of Procurement in the Department of Administration (#87-2) and found most of our recommendations have been adequately implemented. At your request, we included in our review an evaluation of the Department's use of life-cycle costing for the procurement of goods and services for

state consumption. Wisconsin Statutes require that life-cycle costing be used to make purchasing decisions 'whenever appropriate'.

Because life-cycle costing considers all the costs of ownership over the lifetime of an item rather than just purchase price, life-cycle costing offers the potential of cost savings over using a low bid method to make purchase decisions. While the best available data are not entirely conclusive, they do strongly suggest the life-cycle cost information the Department used to buy automobiles in FY 1984-85 is fairly accurate. Unfortunately, the limited number of these automobiles which have been sold and the lack of a control group of automobiles purchased using the traditional low bid method, prevents us from fully determining the savings the State may have achieved by using life-cycle costing for automobile purchases. We were able to determine, however, that savings between \$32,000 and \$45,000 each year have been achieved with life-cycle costing use for electronic typewriters, and approximately \$174,000 annually for photocopy machines.

Although the Department bought automobiles using life-cycle cost information purchased from a consulting firm from FY 1984-85 to FY 1986-87, the Department returned to using a low bid process in FY 1987-88 in response to questions about the formula's accuracy and its proprietary nature. While the best available information will never be entirely conclusive, we believe it provides sufficient support to urge the Department to use the life-cycle cost method in the future. We include options in the report for the Department to contract for the life-cycle cost information or develop such information in-house.

We also found that despite the demonstrated savings which have been achieved and the potential for even greater savings, the Department's use of life-cycle costing for the purchase of other commodities is limited. We suggest the Department more aggressively pursue expansion of life-cycle costing use, especially to commodities purchased this way in other states, such as office furniture, major appliances, and light bulbs and fixtures, and report to the Joint Audit Committee on the Department's progress by February 1, 1989.

We appreciate the courtesy and cooperation extended to us by the Department of Administration and other state agencies. A response from the Department is Appendix II.

Sincerely,  
DALE CATTANACH  
State Auditor

JOURNAL OF THE SENATE [August 24, 1988]

State of Wisconsin  
Office of the Secretary of State

August 17, 1988

To the Honorable the Senate

I have the honor to transmit to you the following information pursuant to s. 13.685(7):

Sincerely,  
DOUGLAS LAFOLLETTE  
Secretary of State

**NEWLY REGISTERED LOBBYISTS AND THEIR PRINCIPALS:**

PESHEK, PETER A., 2 E. Mifflin St., Ste 600, Madison, WI 53703 (608) 255-8891

1) WI Wine and Spirit Institute, Gary Sadoff, 22 N. Carroll St., Madison, WI 53703 (608) 256-5223 (any function or activity of any branch, department or phase of federal, state or local government; agriculture, outdoors or environmental; taxation; regulations of business finance or insurance or other topics pertaining to the general public health or welfare)

CURTIS, CHARLES G., c/o Foley and Lardner, 1 S. Pinckney St., P.O. Box 1497, Madison, WI 53701-1497

1) Exxon Corp., 2401 S. Gessner, Houston, TX 77063-2005 (DNR)

VARDA, MICHAEL S., 2 E. Mifflin St., Ste 600, Madison, WI 53703 (608) 255-8891

1) Schilling Fish Co. Inc., Dean Swaer, Pres., Rt. 2, Oconto, WI 54153 (414) 834-4334 (fishing regulations of DNR)

2) Susie A Fish Co., Inc., Pete LeClair, 3138 Memorial Dr., Two Rivers, WI 54241 (414) 794-8434 (fishing regulations of DNR)

3) Ruleau Bros., Inc., Attn: Robert Ruleau, Cedar River, MI 49813 (906) 863-9045 (fishing regulations of DNR)

BROYDRICK, BILL, 817 N. Marshall, Milwaukee, WI 53202 (414) 224-9393

1) Aldrich Chemical Co., Len Rochwerger, 904 W. St. Paul Ave., P.O. Box 355, Milwaukee, WI 53201 (414) 273-3850 (ag, trade and consumer protection)

DACEY, SCOTT, 817 N. Marshall, Milwaukee, WI 53202 (414) 224-9393

1) Aldrich Chemical Co., Len Rochwerger, 904 W. St. Paul Ave., P.O. Box 355, Milwaukee, WI 53201 (414) 273-3850 (ag, trade and consumer protection)

WIMMER, JR., JAMES W., P.O. Box 1482, Madison, WI 53701 (608) 256-5223

1) CIBA-Geigy Corporation, Charles G. Rock, P.O. Box 18300, Greensboro, NC 27419 (919)292-7100 (any function or activity of any branch, department or phase of federal, state or local government, agriculture, outdoors, or environmental, taxation, regulation of business, finance or insurance, or other topics pertaining to the general public health or welfare)

HOLLER, ELIZABETH K., 119 Oronoco St., P.O. Box 1417-D50, Alexandria, VA 22313 (703) 684-0011

1) Animal Health Institute, John W. Thomas, Sr. Counsel, 119 Oronoco St., P.O. Box 1417-D50, Alexandria, VA 22313 (703) 684-0011 (legislation which would affect the marketing use of bovine somatotropin (BST))

LIEVENSE, WILLIAM R., c/o Scott Paper Company, 2400 Lakeshore Dr., Muskegon, MI 49443 (616) 759-5207

1) Scott Paper Company, J. Larry Shane, Vice-Chmn, Scott Plaza One, Philadelphia, PA 19113 (215) 522-5000 (trade and commerce, transportation, industry, natural resources)

SCHREIBER, MARTIN J., 1234 N. Prospect Ave., Milwaukee, WI 53202

1) Schneider Communications, Don Detampel, VP/Gen. Mgr., 3061 S. Ridge Rd., Green Bay, WI 53202 (414) 498-7800 (all areas relevant to the interest of the telecommunications business)

THIMKE, MARK A., c/o Foley and Lardner, 777 E. Wisconsin Ave., Milwaukee, WI 53202-5367

1) Aldrich Chemical Company, 904 S. St. Paul Ave., P.O. Box 355, Milwaukee, WI 53201 (414) 273-3850 (ag, trade and consumer protection)

**ADDRESS CHANGES:**

New Address: M. William Gerrard, 44 E. Mifflin St., Ste 102, Madison, WI 53703, same phone #.

New Address: Paul E. Sicula, 135 W. Wells St., Suite 604, Milwaukee, WI 53203, same phone #.

**TERMINATION STATEMENTS:**

Charles Losinske, terminated as of August 5, 1988 for WI State Council of Carpenters

Frederick H. Miller, terminated as of August 12, 1988 for Fort Howard Corporation

**SENATE CLEARINGHOUSE ORDERS**

**Senate Clearinghouse Rule 88-66**

Relating to application and renewal fees required of for-profit postsecondary schools.

Submitted by Educational Approval Board.

Report received from agency, August 19, 1988.

Referred to committee on Education, August 24, 1988.

The committee on Labor, Business, Insurance, Veterans' and Military Affairs reports and recommends:

**Senate Clearinghouse Rule 86-207**

Relating to electrical inspection.

No action taken.

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**Senate Clearinghouse Rule 88-55**

Relating to work registration requirements.

No action taken.

Jerome Van Sistine  
Chair