

STATE OF WISCONSIN Assembly Journal

Ninety-Eighth Regular Session

MONDAY, November 19, 2007

The Chief Clerk makes the following entries under the above date:

AMENDMENTS OFFERED

Assembly amendment 1 to **Assembly Bill 67** offered by Representative Zipperer.

Assembly amendment 1 to **Assembly Bill 110** offered by Representatives Kramer and Vukmir.

Assembly amendment 3 to **Assembly Bill 209** offered by Representative Kramer.

Assembly amendment 1 to **Assembly Bill 340** offered by committee on **Criminal Justice**.

Assembly amendment 2 to **Assembly Bill 340** offered by committee on **Criminal Justice**.

Assembly amendment 1 to **Assembly Bill 521** offered by Representative Moulton.

INTRODUCTION AND REFERENCE OF PROPOSALS

Read first time and referred:

Assembly Bill 582

Relating to: changing the requirements for the publication of certain actions taken by certain local governments.

By Representatives Gottlieb, LeMahieu, Hixson, Hintz, Turner, Hahn, Lothian, Musser, Sheridan, Bies, Parisi, Steinbrink, Roth, Kerkman, Murtha, Owens, Ballweg, Newcomer, A. Ott, Vos, Honadel, Strachota, Petrowski and Mursau; cosponsored by Senators Lassa, Roessler, Lehman, Schultz, Olsen, Kedzie, Grothman, Breske, Plale, Erpenbach and Cowles.

To committee on State Affairs.

SPEAKER'S COMMUNICATIONS

November 16, 2007

Mr. Patrick Fuller Assembly Chief Clerk 17 West Main Street Madison, Wisconsin 53703 Dear Chief Clerk Fuller:

Pursuant to Assembly Rule 3, I have made the following changes to the appointments to the two joint committees of the Legislature listed below:

Joint Committee for Review of Administrative Rules: Representative Berceau will replace Representative Kreuser.

Joint Legislative Council: Representative Nelson will replace Representative Berceau.

Should you have any questions, please contact my office.

Sincerely, *MIKE HUEBSCH* Assembly Speaker

EXECUTIVE COMMUNICATIONS

State of Wisconsin Office of the Governor Madison

November 16, 2007

To the Honorable Members of the Assembly:

The following bills, originating in the Assembly, have been approved, signed and deposited in the office of the Secretary of State:

Bill Number	Act Number	Date Approved
Assembly Bill 153.	31	November 16, 2007
Assembly Bill 425.	32	November 16, 2007

Respectfully submitted, JIM DOYLE Governor

COMMUNICATIONS

November 14, 2007

Speaker Mike Huebsch 211 West State Capitol Madison, WI 53707

Dear Speaker Huebsch:

I respectfully request the following changes to the Joint Committees listed below. The Assembly Democratic membership, effective immediately, should be as follows: Joint Committee for Review of Administrative Rules: Representatives Spencer Black and Terese Berceau

Joint Legislative Council Committee: Representatives Jim Kreuser, Thomas Nelson, Mark Pocan and Marlin Schneider

Thank you in advance for your consideration.

Sincerely,

JIM KREUSER

Assembly Democratic Leader

State of Wisconsin
Office of the Secretary of State
Madison

To Whom It May Concern:

Acts, Joint Resolutions and Resolutions deposited in this office have been numbered and published as follows:

Bill Number	Act Number	Publication Date
Assembly Bill 153	31	December 3, 2007
Assembly Bill 425	32	December 3, 2007

Sincerely,

DOUGLAS LA FOLLETTE

Secretary of State

REFERRAL OF AGENCY REPORTS

State of Wisconsin Department of Administration Madison

November 15, 2007

To the Honorable, the Legislature:

Attached please find the Department of Administration's contractual service purchasing report for Fiscal Year 2007 pursuant to §16.705(8), Wis. Stats. This report also includes information on cost-benefit analyses produced by state agencies and campuses during FY07. I am pleased to announce positive results that inure to the benefit of state taxpayers.

The State of Wisconsin significantly reduced contracting costs in FY07. Overall contracting decreased from \$489.8 million in FY06 to \$419.6 million in FY07. These results represent a one-year reduction of more than \$70 million, or 14%, and continue a longer-term downward trend in state contracting. Contractual services represented 16% of total state operation costs in FY07.

In addition, state government in FY07 fully implemented cost-benefit legislation signed by Governor Doyle in January 2006. Wisconsin Act 89 requires state agencies and campuses to conduct a cost-benefit analysis prior to each proposed contractual service procurement over \$25,000. This report includes a summary of the more than 240 cost-benefit analyses produced during FY07.

These results are consistent with Governor Doyle's directives to make government run more resourcefully. State

government will continue to seek ways to reduce costs, eliminate inefficiencies, and create sustainable sources of savings for state and local governments.

If you have questions about this report, please contact James Langdon, Deputy Administrator, DOA Division of Enterprise Operations, at 267-2715.

Sincerely, *MICHAEL L. MORGAN* Secretary

Referred to committee on State Affairs.

AGENCY REPORTS

State of Wisconsin Legislative Audit Bureau Madison

November 16, 2007

To the Honorable, the Assembly:

As directed by s. 13.94 (1)(p), Wis. Stats., we have completed a limited-scope review of the Private Employer Health Care Coverage Program created by 1999 Wisconsin Act 9. The Department of Employee Trust Funds (ETF) and the Private Employer Health Care Coverage Program Board were to have established a voluntary purchasing pool designed to allow a large number of small employers to provide a choice of competing health plans for their employees, reduce administrative costs, provide leverage in negotiating lower premiums, and reduce financial risk for insurers. It has not been implemented, in part because of a lack of interest by insurers, and program development efforts ended in 2003.

ETF and the Board attempted to design an actuarially sound statewide program and to contract with a private program administrator, as required by statutes. However, no contract proposals were received in response to a request issued by ETF in November 2000. Potential administrators cited numerous concerns, including the risk of adverse selection, which occurs when an insurance pool attracts individuals who have greater health care needs and are more expensive to serve, but not those who are less-expensive to serve and can pay lower premiums elsewhere.

After working with insurers and representatives of small employers, seeking changes to statutory program requirements, and commissioning an independent study, ETF and the Board recommended in March 2003 that the program be repealed, the Board disbanded, and any remaining funds returned to the General Fund. The Legislature has taken no further action on the Private Employer Health Care Coverage Program but has developed other proposals to expand access to health care for small employers, including several bills introduced in the 2007 session. Other states have established small employer purchasing pools with mixed results.

We appreciate the courtesy and cooperation extended to us by ETF staff during the course of our review.

Sincerely,

JANICE MUELLER

State Auditor