

**2013 DRAFTING REQUEST**

**Bill**

Received:	<b>2/20/2013</b>	Received By:	<b>pgrant</b>
Wanted:	<b>As time permits</b>	Same as LRB:	
For:	<b>Leah Vukmir (608) 266-2512</b>	By/Representing:	<b>Jason</b>
May Contact:		Drafter:	<b>pgrant</b>
Subject:	<b>Education - school boards Higher Education - tech. college Local Gov't - munis generally</b>	Addl. Drafters:	<b>emueller</b>
		Extra Copies:	<b>MDK TKK FFK MES</b>

Submit via email: **YES**  
 Requester's email: **Sen.Vukmir@legis.wisconsin.gov**  
 Carbon copy (CC) to:

**Pre Topic:**

No specific pre topic given

**Topic:**

Funding postretirement health care benefits

**Instructions:**

AB 23

**Drafting History:**

<u>Vers.</u>	<u>Drafted</u>	<u>Reviewed</u>	<u>Typed</u>	<u>Proofed</u>	<u>Submitted</u>	<u>Jacketed</u>	<u>Required</u>
/?	pgrant 2/20/2013	kfollett 2/21/2013	jfrantze 2/21/2013	_____			
/1				_____	sbasford 2/21/2013	srose 2/21/2013	

FE Sent For:

*None  
Needed*

<END>

**2013 DRAFTING REQUEST**

**Bill**

Received:	<b>2/20/2013</b>	Received By:	<b>pgrant</b>
Wanted:	<b>As time permits</b>	Same as LRB:	
For:	<b>Leah Vukmir (608) 266-2512</b>	By/Representing:	<b>Jason</b>
May Contact:		Drafter:	<b>pgrant</b>
Subject:	<b>Education - school boards Higher Education - tech. college Local Gov't - munis generally</b>	Addl. Drafters:	<b>emueller</b>
		Extra Copies:	<b>MDK TKK FFK MES</b>

Submit via email: **YES**  
 Requester's email: **Sen.Vukmir@legis.wisconsin.gov**  
 Carbon copy (CC) to:

**Pre Topic:**

No specific pre topic given

**Topic:**

Funding postretirement health care benefits

**Instructions:**

AB 23

**Drafting History:**

<u>Vers.</u>	<u>Drafted</u>	<u>Reviewed</u>	<u>Typed</u>	<u>Proofed</u>	<u>Submitted</u>	<u>Jacketed</u>	<u>Required</u>
/?	pgrant 2/20/2013	kfollett 2/21/2013	jfrantze 2/21/2013	_____			
/1				_____	sbasford 2/21/2013		

FE Sent For:

**<END>**

2013 DRAFTING REQUEST

Bill

Received: 2/20/2013 Received By: pgrant  
 Wanted: As time permits Same as LRB:  
 For: Leah Vukmir (608) 266-2512 By/Representing: Jason  
 May Contact: Drafter: pgrant  
 Subject: Education - school boards Addl. Drafters: emueller  
 Higher Education - tech. college  
 Local Gov't - munis generally  
 Extra Copies: MDK  
 TKK  
 FFK  
 MES

Submit via email: YES  
 Requester's email: Sen.Vukmir@legis.wisconsin.gov  
 Carbon copy (CC) to:

Pre Topic:

No specific pre topic given

Topic:

Funding postretirement health care benefits

Instructions:

AB 23

Drafting History:

<u>Vers.</u>	<u>Drafted</u>	<u>Reviewed</u>	<u>Typed</u>	<u>Proofed</u>	<u>Submitted</u>	<u>Jacketed</u>	<u>Required</u>
/?	pgrant	1/15/13 2/21	Jb	2/21			
FE Sent For:							

<END>



State of Wisconsin  
2013 - 2014 LEGISLATURE



LRB-0621/1  
PG&EVM:kjfrs

SOON  
DN

LRB-1687/1  
PG&EVM:gf

**2013 ASSEMBLY BILL 23**

February 15, 2013 - Introduced by Representatives THIESFELDT, NASS, LEMAHIEU, KAPENGA, KOOYENGA, T. LARSON, STROEBEL, CRAIG, BERNIER, STRACHOTA, STONE, KLEEFISCH and SANFELIPPO, cosponsored by Senators VUKMIR, GROTHMAN, HARRIS and PETROWSKI. Referred to Committee on Urban and Local Affairs.

Regen

1 **AN ACT to amend** 119.04 (1); and **to create** 38.12 (12), 66.0138 and 120.12 (28)  
2 of the statutes; **relating to:** funding postretirement health care benefits of local  
3 government employees.

***Analysis by the Legislative Reference Bureau***

Currently, cities, villages, towns, counties, school districts, and technical college districts (local governments) provide health care benefits for their employees. Some also provide postretirement health care benefits for their employees.

This bill prohibits a local government from providing health care benefits to any employee hired on or after January 1, 2014, for use upon the employee's retirement, including compensated absences but excluding the implicit rate subsidy, unless the cost of the benefit is fully funded in a segregated account on an actuarial basis or other method that complies with generally accepted accounting principles.

***The people of the state of Wisconsin, represented in senate and assembly, do enact as follows:***

4 **SECTION 1.** 38.12 (12) of the statutes is created to read:  
5 **38.12 (12) HEALTH CARE BENEFITS FOR RETIREES.** If the district board provides  
6 any health care benefits for use upon retirement, including compensated absences

1 but excluding the implicit rate subsidy, to an employee hired on or after January 1,  
2 2014, the district board shall ensure that the cost of the benefits is fully funded in  
3 a segregated account on an actuarial basis or other method that complies with  
4 generally accepted accounting principles.

5 **SECTION 2.** 66.0138 of the statutes is created to read:

6 **66.0138 Health care benefits for retirees.** (1) In this section, “political  
7 subdivision” means a city, village, town, or county.

8 (2) If a political subdivision provides any health care benefits for use upon  
9 retirement, including compensated absences but excluding the implicit rate subsidy,  
10 to an employee hired on or after January 1, 2014, the political subdivision shall  
11 ensure that the cost of the benefits is fully funded in a segregated account on an  
12 actuarial basis or other method that complies with generally accepted accounting  
13 principles.

14 **SECTION 3.** 119.04 (1) of the statutes is amended to read:

15 119.04 (1) Subchapters IV, V and VII of ch. 115, ch. 121 and ss. 66.0235 (3) (c),  
16 66.0603 (1m) to (3), 115.01 (1) and (2), 115.28, 115.31, 115.33, 115.34, 115.343,  
17 115.345, 115.363, 115.365 (3), 115.38 (2), 115.415, 115.445, 118.001 to 118.04,  
18 118.045, 118.06, 118.07, 118.075, 118.076, 118.10, 118.12, 118.125 to 118.14, 118.145  
19 (4), 118.15, 118.153, 118.16, 118.162, 118.163, 118.164, 118.18, 118.19, 118.20,  
20 118.223, 118.225, 118.24 (1), (2) (c) to (f), (6), (8), and (10), 118.245, 118.255, 118.258,  
21 118.291, 118.292, 118.293, 118.30 to 118.43, 118.46, 118.51, 118.52, 118.55, 120.12  
22 (2m), (4m), (5), and (15) to ~~(27)~~ (28), 120.125, 120.13 (1), (2) (b) to (g), (3), (14), (17)  
23 to (19), (26), (34), (35), (37), (37m), and (38), 120.14, 120.21 (3), and 120.25 are  
24 applicable to a 1st class city school district and board.

25 **SECTION 4.** 120.12 (28) of the statutes is created to read:



**DRAFTER'S NOTE  
FROM THE  
LEGISLATIVE REFERENCE BUREAU**

LRB-0621/1dn  
PG:kjfrs

1687

~~November 28, 2012~~

Jason,  
Hariah,

If this bill becomes law after January 1, 2014, there could be an issue regarding whether the intent was to apply the bill retroactively to January 1, 2014. Therefore, you may wish to consider delaying the effective date until after the end of the session (for example, July 1, 2014) or until a specified period has elapsed since passage (for example, the first day of the third month beginning after publication).

Peter R. Grant  
Managing Attorney  
Phone: (608) 267-3362  
E-mail: peter.grant@legis.wisconsin.gov

**DRAFTER'S NOTE  
FROM THE  
LEGISLATIVE REFERENCE BUREAU**

LRB-1687/1dn  
PG:kjf:jf

February 21, 2013

Jason,

If this bill becomes law after January 1, 2014, there could be an issue regarding whether the intent was to apply the bill retroactively to January 1, 2014. Therefore, you may wish to consider delaying the effective date until after the end of the session (for example, July 1, 2014) or until a specified period has elapsed since passage (for example, the first day of the third month beginning after publication).

Peter R. Grant  
Managing Attorney  
Phone: (608) 267-3362  
E-mail: [peter.grant@legis.wisconsin.gov](mailto:peter.grant@legis.wisconsin.gov)

**Rose, Stefanie**

---

**From:** Rostan, Jason  
**Sent:** Thursday, February 21, 2013 11:16 AM  
**To:** LRB.Legal  
**Subject:** Draft Review: LRB -1687/1 Topic: Funding postretirement health care benefits

Please Jacket LRB -1687/1 for the SENATE.