

## 2013 DRAFTING REQUEST

### Assembly Amendment (AA-AB40)

Received: 5/22/2013 Received By: pkahler  
Wanted: As time permits Same as LRB:  
For: Legislative Fiscal Bureau By/Representing: Swissdorf  
May Contact: Drafter: pkahler  
Subject: Dom. Rel. - child support/maint. Addl. Drafters:  
Public Assistance - misc Extra Copies:

Submit via email: YES  
Requester's email: Legislative Fiscal Bureau  
Carbon copy (CC) to: Fern.Knepp@legis.wisconsin.gov

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#### Pre Topic:

LFB:.....Swissdorf, Passive review for child support arrears pilot and electronic benefit system -

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#### Topic:

Require passive review for child support arrears pilot program and electronic benefit transfer system

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#### Instructions:

See attached

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#### 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>
/?	pkahler 5/22/2013	jdye 5/23/2013	rschluet 5/23/2013	_____			
/1				_____	sbasford 5/23/2013		

FE Sent For:

<END>

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**Pre Topic:**

LFB:.....Swissdorf Passive review for child support arrears pilot and electronic benefit system - ↑

**Topic:**

Require passive review for child support arrears pilot program and electronic benefit transfer system ✓

**Instructions:**

See attached

**Drafting History:**

Vers. Drafted Reviewed Typed Proofed Submitted Jacketed Required

/? pkahler

1 5/23 jld  
5/23/13

FE Sent For:

<END>

Place the GPR funding for the new 2.25 GPR positions (\$145,000 GPR in 2013-14 and \$193,300 GPR in 2014-15) in the Joint Committee on Finance's general purpose revenue funds general program supplementation appropriation.

Require DCF to request the GPR funds placed in the Committee's appropriation and submit a plan to the Committee by January 1, 2014, under a 14-day passive review process that details how the Department will reorganize, including before and after organization charts, and consolidate positions and funding in order to create the OIG. Require DCF to include in the plan a list of DCF's current positions that would be included in the OIG, along with the funding amount, fund source, and DCF program associated with each position. Require the plan to specify how the OIG will interact with program staff to report, investigate, respond to, and prevent fraud in DCF programs. Require the plan to include a timeline of when the changes would be implemented. Require the plan to specify new appropriations from which only the costs associated with the OIG would be funded. Authorize implementation of the OIG and release of the GPR funding for the new 2.25 GPR positions only upon approval of the plan by the Committee.

In preparing its plan to create an OIG, require DCF to consult with the Department of Health Services (DHS) regarding the best practices of creating and implementing an OIG, including how DCF could structure the office to ensure that the program integrity positions are involved and updated on program changes.

### Child Support

*kw* 1. *Child Support State Operations.* Adopt the modification in LFB Paper #210, which reflects more recent revenue and expenditure estimates and corrects errors in the Chapter 20 schedule of appropriations under the bill for state administration of the child support enforcement program. Funding would be reduced by \$380,400 (-\$353,500 FED and -\$26,900 PR) in 2013-14 and increased by \$3,123,900 (\$2,743,700 FED and \$380,200 PR) in 2014-15.

*ml* 2. *Interest on Child Support Arrears.* Adopt Alternative A1 in LFB Paper #211, which approves the Governor's proposal to conduct a pilot project that modifies the interest that accrues on child support arrears to 0.5% per month, rather than the 1.0% under current law. In addition, adopt Alternative C2, which requires the interest rate to revert back to 1.0% per month at the end of the pilot project unless DCF submits to the Committee a request to extend the interest rate approved for the pilot project under a 14-day passive review process. If a request is submitted, the request must include information showing the amount of the reduction in arrears owed and the increase in the number of and the dollar amount of payments towards arrears due to the lower interest rate. DCF would be authorized to continue using the lower interest rate (0.5% per month) beyond June 30, 2015, if the Committee approves the request.

← 3. *Funding for Local Child Support Enforcement Activities.* Adopt Alternative 2 in LFB Paper #212, which provides an additional \$4,250,000 GPR and \$8,250,000 FED annually for local child support enforcement activities. Funding would total \$37.7 million (\$8.5 million GPR, \$16.5 million in federal matching funds, and \$12.7 million in federal incentive payments).

during 2013-14 and to eliminate differences greater than 20%, beginning in 2014-15.

*me* 7. *Electronic Benefit Transfer (EBT) System.* Modify the Governor's proposal to implement an EBT system for W-2 and Wisconsin Shares by placing \$300,000 FED in 2013-14 and \$2,000,000 FED in 2014-15 in the Committee's federal funds general program supplementation appropriation and by requiring DCF to submit a plan for implementation of an EBT system for W-2 benefits and for Wisconsin Shares subsidies under a 14-day passive review process before DCF could access these funds for that purpose. Require the plan to include specifics on the vendor selected, total start-up and ongoing costs, and how issues of fraud and program integrity will be addressed. In addition, modify section 938 of the bill to change "reimbursement" to "payment." ←

8. *Child Care Quality Rating and Improvement System.* Adopt Alternatives A1 and B1 under LFB Paper #202, which approves the Governor's proposal to modify the tiered reimbursement system under YoungStar to provide four-star providers up to a 10% increase from the base reimbursement rate, beginning January 1, 2014, and reduces funding for the contract with the Consortium based on actual expenditures from January, 2011, through May, 2012.

*Gordon* 9. *Fingerprint-Based Background Searches of Child Care Providers.* Adopt Alternative 1 in LFB Paper #203, which approves the Governor's proposal to require fingerprint-based background searches of all child care providers, as well as their employees, nonclient residents, and other caregivers. The alternative would also modify the bill to authorize DCF to charge a fee for obtaining and submitting fingerprints for the fingerprint-based background searches. In addition, adopt Alternative 4, which makes name-based background checks for child care providers an annual requirement, rather than be required every three months.

10. *TANF Program Reduction Options.* Adopt Alternatives A3, B1, C1, and D1 in LFB Paper # 204, which provides base funding for the children first program (Alternative B1) and for child welfare prevention services (Alternative C1), modifies the Governor's proposal to increase funding for the Boys and Girls Clubs by reducing funding for the Wisconsin After 3:00 program by \$800,000 FED annually (Alternative A3), and adopts the Governor's recommended increase for emergency assistance (Alternative D1). In addition, provide one-time funding of \$215,000 FED in 2013-14 for the Green Bay Boys and Girls Clubs for the BE GREAT: Graduate program. Finally, provide one-time funding of \$25,000 FED in 2013-14 for the greater Wisconsin Rapids Area Boys and Girls Club to fund the Cranberry Science, Technology, Engineering, and Mathematics (STEM) program.

*allocation* 11. *TANF Funds for the Earned Income Tax Credit.* Reduce the level of TANF funding for the earned income tax credit (EITC) by \$8,164,200 FED annually. Total TANF funding for the EITC would be \$62,500,000 annually. In addition, increase GPR funding for the EITC by \$8,164,200 annually.

12. *Wisconsin Community Services.* Provide a grant of \$400,000 FED annually in TANF funds for the Wisconsin Community Services' community building workshop facilitator training to provide services targeted at TANF-eligible individuals in the City of Milwaukee.



State of Wisconsin  
2013 - 2014 LEGISLATURE



LRBb0165/7  
PJK:.....

LPS - Fix request sheet

✓ in not run jld

LFB:.....Swissdorf, Passive review for child support arrears pilot and electronic benefit system - Require passive review for child support arrears pilot program and electronic benefit transfer system

**FOR 2013-2015 BUDGET – NOT READY FOR INTRODUCTION  
ASSEMBLY AMENDMENT,  
TO ASSEMBLY BILL 40**

D-info  
(in S-22)

1 At the locations indicated, amend the bill as follows:

2 1. Page 526, line 16: delete “reimbursement” and substitute “payment” ✓

3 2. Page 531, line 25: after “sub. (1)” insert “, and subject to sub. (3m)” ✓

4 3. Page 532, line 3: after that line insert: ✓

5 “SECTION 952m. 49.131 (3m) of the statutes is created to read: ✓

6 49.131 (3m) Prior to implementing, and receiving funding for implementing,  
7 any program to deliver by electronic means Wisconsin Works benefits or child care  
8 subsidies under s. 49.155, the department shall submit a plan for implementation  
9 to the joint committee on finance. Any plan submitted by the department shall

1 include specific information on the vendor selected, the total start-up<sup>✓</sup> and ongoing  
 2 costs, and how issues of fraud and program integrity will be addressed. If the  
 3 department submits a plan and the cochairpersons of the committee do not notify the  
 4 department within 14 working days<sup>✓</sup> after the date that the department submits the  
 5 plan that the committee has scheduled a meeting for the purpose of reviewing the  
 6 plan, the plan may be implemented and the department shall receive the necessary  
 7 funding. If, within 14<sup>✓</sup> working days after the date that the department submits a  
 8 plan, the cochairpersons notify the department that the committee has scheduled a  
 9 meeting for the purpose of reviewing the plan, the plan may be implemented, and  
 10 funding received, only upon approval of the committee.”<sup>✓</sup>

11 4. Page 984, line 24:<sup>✓</sup> delete the material beginning with “unless” and ending  
 12 with “rate” on line 25 and substitute<sup>✓</sup> “except that the department may request to  
 13 extend the lower interest rate by submitting a proposal to the joint committee on  
 14 finance.<sup>✓</sup> Any proposal<sup>✓</sup> submitted by the department shall include information  
 15 showing the amount of the reduction in arrears owed, and the increase in the number  
 16 and dollar amount of payments received towards arrears, due to the lower interest  
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 19 department submits the proposal that the committee has scheduled a meeting for the  
 20 purpose of reviewing the proposal, the proposal may be implemented. If, within<sup>✓</sup> 14  
 21 working days after the date that the department submits a proposal<sup>✓</sup>, the  
 22 cochairpersons notify the department that the committee has scheduled a meeting

*✓  
to extend the lower interest rate*

1 for the purpose of reviewing the proposal, the proposal may be implemented only  
2 upon approval of the committee. *fix* *LPS - should be and quote ;)*  
3 (END)

*D - note*

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

*date*

LRBb0165/8dn

PJK:.....

*round room JLD*

Kim:

This amendment adds the passive review process to the child support arrears pilot program and to the electronic benefits transfer system. ✓

Pamela J. Kahler  
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Phone: (608) 266-2682  
E-mail: [pam.kahler@legis.wisconsin.gov](mailto:pam.kahler@legis.wisconsin.gov)

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

LRBb0165/1dn  
PJK:jld:rs

May 23, 2013

Kim:

This amendment adds the passive review process to the child support arrears pilot program and to the electronic benefits transfer system.

Pamela J. Kahler  
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Phone: (608) 266-2682  
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State of Wisconsin  
2013 - 2014 LEGISLATURE



LRBb0165/1  
PJK:jld:rs

LFB:.....Swissdorf – Require passive review for child support arrears pilot program and electronic benefit transfer system

**FOR 2013-2015 BUDGET -- NOT READY FOR INTRODUCTION**

**ASSEMBLY AMENDMENT ,**

**TO ASSEMBLY BILL 40**

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9 funding received, only upon approval of the committee.”.

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13 finance. Any proposal to extend the lower interest rate submitted by the department  
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15 the increase in the number and dollar amount of payments received towards arrears,  
16 due to the lower interest rate. If the department submits a proposal to extend the  
17 lower interest rate and the cochairpersons of the committee do not notify the  
18 department within 14 working days after the date that the department submits the  
19 proposal that the committee has scheduled a meeting for the purpose of reviewing  
20 the proposal, the proposal may be implemented. If, within 14 working days after the  
21 date that the department submits a proposal to extend the lower interest rate, the  
22 cochairpersons notify the department that the committee has scheduled a meeting

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2 upon approval of the committee”.

3 (END)