



State of Wisconsin  
2013 - 2014 LEGISLATURE



LRB-3902/2  
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## 2013 SENATE BILL 676

March 13, 2014 – Introduced by Senator GROTHMAN, cosponsored by Representative CRAIG. Referred to Committee on Health and Human Services.

1       **AN ACT to repeal** 20.235 (1) (b), 20.235 (1) (fd), 20.235 (1) (fe), 20.235 (1) (ff),  
2           20.235 (1) (fg), 20.235 (1) (fj), 20.235 (1) (gm), 20.235 (1) (k), 20.235 (1) (ke),  
3           20.235 (1) (km), 20.505 (8) (hm) 4i., 20.505 (8) (hm) 10., 36.11 (6) (c), 38.04 (7m),  
4           39.285, 39.30, 39.31, 39.38, 39.435 and 39.44; **to renumber and amend** 49.147  
5           (1m) (a); **to amend** 5.02 (6m) (f), 16.27 (2) (a), 16.27 (5) (intro.), 16.27 (5) (b),  
6           16.303 (1) (a), 16.306 (2) (a), 20.285 (1) (gb), 36.25 (49), 39.39 (2) (b), 39.45 (1)  
7           (a), 39.45 (1) (b), 49.147 (1m) (title), 49.147 (4) (am), 49.147 (4) (as), 49.147 (4)  
8           (av), 49.147 (5) (bm), 49.147 (5) (bs), 49.147 (5m) (a) (intro.), 49.147 (5m) (bL),  
9           49.148 (1) (intro.), 49.148 (1) (b) 1., 49.148 (1) (b) 1m. d., 49.148 (1) (b) 3., 49.148  
10          (1) (c), 49.148 (1m) (a) (intro.), 49.155 (5) (a), 49.155 (6g) (a) 2., 49.155 (6g) (a)  
11          3., 66.1201 (9) (a), 71.53 (2) (c), 118.60 (2) (a) 1. b., 119.23 (2) (a) 1. b., 234.03  
12          (intro.), 234.04 (1), 234.04 (2), 234.04 (3), 234.06 (1), 234.06 (3), 234.49 (2) (a)  
13          (intro.), 234.59 (2) (intro.), 234.592 (2) (intro.), 944.21 (8) (b) 4. and 948.11 (4)  
14          (b) 4.; and **to create** 16.27 (5m), 16.3025, 16.305 (2) (d), 16.306 (2) (c), 36.11 (59),

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1 39.28 (7), 49.143 (4m), 49.147 (1m) (a) 2., 49.147 (1m) (a) 3., 49.148 (2), 49.148  
2 (5), 49.155 (1m) (c) 4., 49.155 (6g) (a) 5., 49.79 (1m), 49.79 (7c), 49.79 (7h), 49.79  
3 (11), 49.823, 49.97, 66.1204, 71.07 (9e) (h), 71.53 (2) (g), 115.34 (3) and 234.038  
4 of the statutes; **relating to:** education and training under Wisconsin Works;  
5 reducing Wisconsin Works benefits; a minimum copayment, maximum child  
6 care hours, and reducing income based on marriage for eligibility under  
7 Wisconsin Shares; changes to the food stamp program relating to financial  
8 eligibility for benefits, allowing an election to reduce benefits, recouping  
9 unused benefits, and prohibiting supplier discounts; prohibiting advertising  
10 concerning means-tested public assistance on radio or television; requiring  
11 consideration of the income and assets of all individuals in a household for  
12 purposes of eligibility for any means-tested public assistance; eligibility  
13 requirements for persons or families of low and moderate income to receive  
14 certain housing, housing assistance, grants, loans, or benefits from the  
15 Wisconsin Housing and Economic Development Authority, the Department of  
16 Administration, and local housing authorities; reducing the authority of local  
17 housing authorities; eligibility requirement for purposes of receiving  
18 low-income energy assistance; prohibiting new claims under the earned  
19 income tax credit; limiting eligibility for the homestead tax credit; elimination  
20 of certain grant programs administered by the Higher Educational Aids Board  
21 and transfer of the unencumbered balances in the appropriations for those  
22 programs to the University of Wisconsin System for the purpose of tuition  
23 reduction; consideration of the income and assets of both parents of a student  
24 under 22 years of age for purposes of awarding a grant or scholarship to such  
25 a student and the permissible uses of grant or scholarship moneys awarded;

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1 income eligibility requirements for enrollment in a private school participating  
2 in a parental choice program; the school lunch program; and granting  
3 rule-making authority.

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*Analysis by the Legislative Reference Bureau*

***Wisconsin Works and Wisconsin Shares***

The Wisconsin Works (W-2) program under current law provides monthly grants and work experience, in the form of trial employment match program jobs, community service jobs, and transitional placements, for low-income custodial parents who are at least 18 years old; monthly grants for custodial parents of infants who are eight weeks old or younger and for unmarried, pregnant women who are unable to participate in the workforce because they are in the third trimester of at-risk pregnancies; job search assistance to noncustodial parents who are required to pay child support, to minor custodial parents, and to pregnant women who are not custodial parents; as well as child care subsidies under a program known as Wisconsin Shares, under which an individual who is the parent of a child under the age of 13 or, if the child is disabled, under the age of 19, and who satisfies other eligibility criteria may receive a child care subsidy for child care services that the individual needs to participate in various educational or work activities. W-2 is administered, generally, by W-2 agencies under contracts with the Department of Children and Families (DCF).

Under current law, a W-2 agency must conduct an educational needs assessment of each individual who applies for an employment position under W-2 and, if the individual and W-2 agency determine that the individual needs or would benefit from education or training activities and that the individual is eligible for a W-2 employment position, the W-2 agency must include education or training activities in the individual's employability plan. Under the bill, a W-2 agency must conduct an education and training assessment of each individual and, if the individual and W-2 agency determine that the individual needs or would benefit from education or training activities to better prepare the individual for employment, the W-2 agency determines that the individual would likely be successful in the education or training activities, and the individual is eligible for a W-2 employment position, the W-2 agency must include education or training activities in the individual's employability plan. The bill sets out the specific factors that the W-2 agency must use to determine whether the individual is likely to be successful in the education or training activities, including whether the individual can read and write, whether the individual can perform basic arithmetic functions, whether the individual has stable housing, whether the individual is able to keep appointments on time, and whether the individual has the support of his or her family. The bill lists the specific types of education or training activities in which an individual may participate, including employer-sponsored training, courses in English as a second language, and technical college courses, and provides, generally,

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that an individual may participate in the education or training activities for no more than 18 total months, that DCF must specify the maximum time of classroom instruction, and that the individual's employer, if any, must approve of the individual's participation in the education or training activities. Under current law, an individual in a community service job employment position may be required to participate in education or training activities for not more than 10 hours per week and an individual in a transitional placement employment position may be required to participate in education or training activities for not more than 12 hours per week. The bill reduces those maximum times to not more than eight hours per week and not more than 10 hours per week, respectively.

Under current law, an individual in a community service job employment position receives a monthly grant of \$653, an individual in a transitional placement employment position receives a monthly grant of \$608, and a custodial parent of an infant who is eight weeks old or younger or an unmarried, pregnant woman who is unable to participate in the workforce because she is in the third trimester of an at-risk pregnancy receives a monthly grant of \$673. The bill reduces each of those monthly grant amounts by \$20. In addition, under the bill DCF is directed to calculate the monthly amount or value of other public assistance benefits received by these W-2 participants and to reduce the monthly benefit by that amount. DCF must promulgate rules that define, for this purpose, what other public assistance benefits are.

The bill prohibits DCF and W-2 agencies from paying a bonus to a W-2 participant on the basis of the length of time the participant remains at a job. The bill also requires DCF to implement a case monitoring audit process to ensure that W-2 agencies are adequately monitoring the activities of all W-2 participants.

Under current law, to be eligible for a child care subsidy under Wisconsin Shares, the gross income of the child's family may not exceed 200 percent of the federal poverty line (FPL). The bill requires that the gross income of the child's family be reduced by \$20,000 before the gross income as a percentage of FPL is calculated if the child's parents are married. Current law provides that no more than 12, or in some cases up to 16, hours of subsidized child care may be authorized per child per day. The bill imposes a limit on the amount of child care for which a subsidy may be provided of 40 hours per week per child. Also under current law, a child care subsidy recipient must pay the difference, if any, between the cost of the child care and the amount of the child care subsidy. The bill specifies that a child care subsidy recipient must pay a minimum copayment of \$2 per hour per child.

***FoodShare***

The federal Supplemental Nutrition Assistance Program (SNAP), known in Wisconsin as FoodShare and formerly known as the food stamp program, provides benefits to eligible low-income households for the purchase of food. FoodShare is administered by the Department of Health Services (DHS), and the state and the federal government share the cost of administration. Benefits, which are electronically debited to a Quest card, are paid entirely with federal funds. Any benefit amount that is not used in the month of receipt is carried over and may be used by the recipient for up to one year. Eligibility criteria for FoodShare, which is

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based on federal law, is not set out in the statutes. In Wisconsin, generally, an individual or family is eligible if gross income does not exceed 200 percent of FPL and assets are not considered. If a household has an elderly, blind, or disabled member, there is no limit on gross income, but net income may not exceed 100 percent of FPL, and such a household may not have more than \$3,000 in countable assets if gross income exceeds 200 percent of FPL.

Under the bill, to be eligible for FoodShare, an individual's or family's gross income may not exceed 130 percent of FPL and net income may not exceed 100 percent of FPL; the household may not have countable assets that exceed \$2,000 in value, except that countable assets may not exceed \$3,200 in value if the household includes an individual who is at least 60 years old, blind, or disabled. In addition, the bill requires that the gross and net incomes of a household be reduced by \$15,000 each before determining whether the gross or net income exceeds 130 or 100 percent of FPL, respectively, if the household includes a married couple.

The bill prohibits DHS from allowing or accepting online applications for FoodShare and prohibits retail grocery stores from giving discounts on the cost of food or other items for using food stamp benefits to purchase the food or other items. The bill also provides that, to the extent permitted under federal law, DHS must implement a food stamp benefit distribution system that allows a food stamp benefit recipient to elect to receive a benefit amount that is less than the amount for which the recipient's household is eligible and that recoups any food stamp benefits that are not used up in the month in which they are received.

***Public assistance***

The bill defines "means-tested public assistance" as services, benefits, or other assistance that are provided to individuals or families under the public assistance provisions of the statutes and for which income or assets is a factor in determining eligibility. Under the bill, when determining an individual's or family's eligibility for means-tested public assistance, DHS or DCF must take into consideration the income or assets, whichever is applicable for the program, of every individual who resides in the household of the individual or family that is applying for the means-tested public assistance. DHS or DCF must request a waiver of federal law if it appears that a waiver would be necessary for implementing this requirement for any particular program providing means-tested public assistance. The bill also prohibits DHS or DCF from using radio or television to advertise the availability of, or to provide any information concerning, means-tested public assistance.

***Low-income energy assistance***

Under current law, the Department of Administration (DOA) administers a program that provides low-income energy assistance to eligible households, including households with incomes of less than 60 percent of the statewide median household income and households composed entirely of individuals receiving Aid to Families with Dependent Children or Supplemental Security Income. This bill provides that for purposes of determining eligibility for low-income energy assistance, the income of a household that includes a married couple is reduced by \$10,000. This bill also makes ineligible for low-income energy assistance a household with assets that exceed \$2,000 in cash equity value or with a vehicle

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having an equity value of \$10,000 or greater, unless a member of the household is disabled or aged 62 or older. Finally, under the bill, DOA may not notify a household of the household's eligibility for low-income energy assistance more than twice in a 12-month period.

***Department of Administration low-income housing assistance***

Under current law, DOA may make grants or loans, directly or through agents designated by DOA, to persons or families of low and moderate income to defray housing costs, including utility costs, and may make grants to community-based organizations, organizations operated for profit, or housing authorities to improve the ability of these entities to provide housing opportunities for persons or families of low and moderate income.

This bill requires DOA to impose limits on eligibility and housing for families and persons of low and moderate income seeking housing assistance directly or indirectly through DOA, unless the person is, or the family includes, a person who is disabled or aged 62 or older. Under the requirement, persons or families of low and moderate income who receive assistance with housing, housing costs, utility-related costs, or grants or loans from any project or program administered by DOA as described above, are subject to the following limitations:

1. A person or family of low or moderate income is restricted to housing in which the square footage is less than 50 percent of the average square footage for a rental unit of average rental value in the county in which the person or family resides. In order to satisfy this requirement, DOA may require that more than two unrelated persons or families of low or moderate income be housed in one housing unit.

2. With two exceptions, persons or families of low or moderate income with assets that exceed \$2,000 in cash equity value or with a vehicle having an equity value of \$10,000 or greater may not receive housing or assistance with housing costs or utility-related costs from DOA.

3. For purposes of determining eligibility for low-income housing assistance, the income of any individual who is not related to the applicant and who is living in the applicant's home at the time of the application must be included in the applicant's income.

If DOA determines that it may not implement the limitations and prohibitions established under the bill without a waiver of federal law from the federal Department of Housing and Urban Development (HUD) and that a waiver of federal law is available, DOA must apply for and obtain a waiver from HUD before it may implement the limitations.

***Wisconsin Housing and Economic Development Authority low-income housing assistance***

Under current law, the Wisconsin Housing and Economic Development Authority (WHEDA) administers several programs that provide assistance to persons and families of low and moderate income in obtaining housing. Eligibility for the programs is determined under the Wisconsin statutes and under federal law, including the Housing Choice Voucher Program administered by HUD. Funding for these programs is provided from a number of sources, including bonds issued by WHEDA under its statutory authority and from the federal government.

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This bill requires WHEDA to impose the following limits on eligibility for families and persons of low and moderate income seeking housing assistance directly or indirectly through WHEDA:

1. No person may receive housing assistance from HUD through WHEDA unless the person is disabled or aged 62 or older. The bill defines “disabled” to mean blind as established under federal law or disabled as established under federal law.

2. Persons or families of low and moderate income who receive housing or housing assistance directly or indirectly from WHEDA are subject to the following limitations, unless the person is, or the family includes, a person who is disabled or aged 62 or older:

a. A person or family of low or moderate income must be restricted to housing in which the square footage is less than 50 percent of the average square footage for a rental unit of average rental value in the county in which the person or family resides. In order to satisfy this requirement, WHEDA may require that more than two unrelated persons or families of low or moderate income be housed in one housing unit.

b. With two exceptions, persons or families of low or moderate income with assets that exceed \$2,000 in cash equity value or with a vehicle having an equity value of \$10,000 or greater may not receive housing or housing assistance from WHEDA.

c. For purposes of determining eligibility for housing or housing assistance from WHEDA, the income of any individual who is not related to the applicant and who is living in the applicant’s home at the time of the application must be included in the applicant’s income.

If WHEDA determines that it may not implement the limitations and prohibitions established under the bill without a waiver of federal law from HUD and that a waiver of federal law is available, WHEDA must apply for and obtain a waiver from HUD before it may implement the limitations.

***Taxation***

Under federal law, the earned income tax credit (EITC) is a refundable tax credit for low-income workers. If the amount of the claim exceeds the worker’s tax liability, the claimant receives a check for the excess amount from the Internal Revenue Service. The amount of the credit for which a claimant is eligible is based, in part, on whether the claimant has no qualifying children, one qualifying child, or more than one qualifying child.

Under current law, the refundable Wisconsin EITC may be claimed in an amount equal to a certain percentage of the federal basic EITC. To be eligible for the Wisconsin EITC, an individual must have one or more qualifying children. The Wisconsin EITC is equal to 4 percent of the federal credit if the claimant has one qualifying child, 11 percent of the federal credit if the claimant has two qualifying children, and 34 percent of the federal credit if the claimant has three or more qualifying children.

Under this bill, no new claims under the Wisconsin EITC may be filed for a taxable year that begins after December 31, 2014.

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Under current law, the homestead tax credit may be claimed by an individual who is at least 18 years of age and who is not, in general, claimed as a dependent for federal income tax purposes in the year to which the claim relates. Under this bill, for claims filed for taxable years that begin after December 31, 2014, a claimant must be at least 55 years old to claim the homestead tax credit.

***Local housing authorities***

Generally under current law, a local housing authority may acquire, lease, and operate approved housing projects, and may provide for the construction, reconstruction, improvement, alteration, or repair of any housing project. Under this bill, after the effective date of the bill, a local housing authority may not provide for the construction of low-income housing unless it is for individuals age 55 and above. In addition, the bill prohibits a local housing authority from requesting more money for low-income housing.

***Parental choice program pupil eligibility***

Under the parental choice programs, a pupil who is a member of a family that has a total family income that does not exceed 3.0 times the poverty level may attend a private school at state expense under certain conditions. When verifying a family's income, the Department of Revenue must first deduct \$7,000. This bill increases the deduction to \$30,000.

***School lunch program***

This bill prohibits a school board from providing to a pupil's parent or guardian more than two notices describing eligibility criteria for the school lunch program in any school year.

***Higher education grants and scholarships***

Under current law, the Higher Educational Aids Board (HEAB) awards certain grants based on financial need. Those grants include Wisconsin higher education grants for students enrolled in public institutions of higher education or tribal colleges in this state (WHEG grants), tuition grants for students enrolled in private institutions of higher education in this state (tuition grants), Indian student assistance grants to assist Indian students who are residents of this state (Indian student assistance grants), and minority undergraduate retention grants to assist minority students enrolled in private institutions of higher education or technical colleges in this state (minority undergraduate retention grants).

This bill eliminates WHEG grants, tuition grants, Indian student assistance grants, and minority undergraduate retention grants, transfers the unencumbered balances in the appropriations for those grants to the Board of Regents of the University of Wisconsin (UW) System (Board of Regents), and directs the Board of Regents to use the amount so transferred to reduce the tuition charged to enroll in educational programs in the UW System.

The bill also prohibits HEAB from awarding any state financial assistance, and the Board of Regents from awarding any scholarship, that is based on financial need to a student under 22 years of age who is a dependent of his or her parents unless the calculation of the student's financial need includes consideration of the income and assets of both of the student's parents. In addition, the bill requires state

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financial assistance awarded by HEAB and scholarship moneys awarded by the Board of Regents to be used only for tuition, fees, books, and educational supplies.

For further information see the *state and local* fiscal estimate, which will be printed as an appendix to this bill.

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

1           **SECTION 1.** 5.02 (6m) (f) of the statutes is amended to read:

2           5.02 **(6m)** (f) An unexpired identification card issued by a university or college  
3 in this state that is accredited, as defined in s. 39.30 (1) (d), 2011 stats., that contains  
4 the date of issuance and signature of the individual to whom it is issued and that  
5 contains an expiration date indicating that the card expires no later than 2 years  
6 after the date of issuance if the individual establishes that he or she is enrolled as  
7 a student at the university or college on the date that the card is presented.

8           **SECTION 2.** 16.27 (2) (a) of the statutes is amended to read:

9           16.27 **(2)** (a) The department shall administer low-income energy assistance  
10 as provided in this section to assist an eligible household to meet the costs of home  
11 energy with low-income home energy assistance benefits authorized under 42 USC  
12 8621 to 8629. Neither the department nor any county department, local government  
13 agency, or private nonprofit organization with which the department contracts to  
14 administer assistance under this section may notify a household that the household  
15 is eligible for assistance under this section more than 2 times in a 12-month period.

16           **SECTION 3.** 16.27 (5) (intro.) of the statutes is amended to read:

17           16.27 **(5)** ELIGIBILITY. (intro.) Subject to the requirements of subs. (4) (b) and  
18 (8), and except as provided in sub. (5m), the following shall receive low-income  
19 energy assistance under this section:

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1           **SECTION 4.** 16.27 (5) (b) of the statutes is amended to read:

2           16.27 (5) (b) A household with income which is not more than 60 percent of the  
3           statewide median household income. The income for a household that includes a  
4           married couple is reduced by \$10,000 before the determination of eligibility is made  
5           under this paragraph.

6           **SECTION 5.** 16.27 (5m) of the statutes is created to read:

7           16.27 (5m) LIMITATIONS ON ELIGIBILITY. (a) 1. Except as provided in subd. 2., a  
8           household with assets that exceed \$2,000 in combined equity value or with a vehicle  
9           having an equity value of \$10,000 or greater is not eligible for low-income energy  
10          assistance under this section.

11          2. Subdivision 1. does not apply if any individual member of the household is  
12          disabled, as defined in s. 49.468 (1) (a) 1., or is aged 62 or older.

13          (b) If the department determines it may not implement the limitation under  
14          par. (a) 1. without a waiver from the federal department of health and human  
15          services and that such a waiver may be requested under federal law, the department  
16          shall request a waiver from the secretary of the federal department of health and  
17          human services. If a waiver that is consistent with par. (a) 1. is granted and in effect,  
18          the department shall implement the limitation on eligibility under par. (a) 1. If a  
19          waiver is required, the department may not implement the limitation on eligibility  
20          under par. (a) 1. unless a waiver is granted and in effect.

21          **SECTION 6.** 16.3025 of the statutes is created to read:

22          **16.3025 State housing programs; limitations.** (1) Except as provided in  
23          sub. (2), the department shall ensure that all of the following requirements are  
24          satisfied in connection with housing, housing costs, utility-related costs, grants, or  
25          loans provided, directly or indirectly, under ss. 16.301 to 16.315 by the department

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1 or by a community-based organization, housing authority, or designated agent  
2 under s. 16.304 to persons and families of low and moderate income:

3 (a) Any housing provided to a person or family of low or moderate income is  
4 restricted to housing in which the square footage is less than 50 percent of the  
5 average square footage for a rental unit of average rental value in the county in which  
6 the person or family resides. To satisfy the requirements of this paragraph, the  
7 department may require that more than 2 unrelated persons or families of low or  
8 moderate income be housed in one housing unit.

9 (b) A person or family with assets that exceed \$2,000 in combined equity value  
10 or with a vehicle having an equity value of \$10,000 or greater is not eligible for  
11 assistance with housing, housing costs, or utility-related costs under this  
12 subchapter or eligible to benefit from any grants or loans made under this  
13 subchapter.

14 (c) For purposes of determining eligibility for any assistance under this  
15 subchapter, an applicant's income includes the income of any person who spent at  
16 least 15 nights in the applicant's home during the 60-day period immediately before  
17 the date of the application.

18 **(2)** The requirements in sub. (1) (a) to (c) do not apply to a person who is, or a  
19 family that includes, a person who is disabled, as defined in s. 49.468 (1) (a) 1., or is  
20 aged 62 or older.

21 **(3)** If the department determines it may not implement the limitations on  
22 eligibility and housing under sub. (1) without a waiver from the federal department  
23 of housing and urban development and that such a waiver may be requested under  
24 federal law, the department shall request a waiver. If a waiver that is consistent with  
25 sub. (1) is granted and in effect, the department shall implement the limitations on

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1 eligibility and housing under sub. (1). The department may not implement any  
2 limitation under sub. (1) for which a waiver is required unless a waiver as to that  
3 limitation is granted and in effect.

4 **SECTION 7.** 16.303 (1) (a) of the statutes is amended to read:

5 16.303 (1) (a) Subject to sub. (2) and the limitations on eligibility and housing  
6 under s. 16.3025, make grants or loans, directly or through agents designated under  
7 s. 16.304, from the appropriation under s. 20.505 (7) (b) to persons or families of low  
8 or moderate income to defray housing costs of the person or family.

9 **SECTION 8.** 16.305 (2) (d) of the statutes is created to read:

10 16.305 (2) (d) The department determines that the grant is consistent with and  
11 will not be used in violation of the limitations on eligibility and housing under s.  
12 16.3025.

13 **SECTION 9.** 16.306 (2) (a) of the statutes is amended to read:

14 16.306 (2) (a) From the appropriation under s. 20.505 (7) (fm), the department  
15 may award a grant to an eligible applicant for the purpose of providing transitional  
16 housing and associated supportive services to homeless individuals and families if  
17 the conditions under ~~par.~~ pars. (b) and (c) are satisfied. The department shall ensure  
18 that the funds for the grants are reasonably balanced among geographic areas of the  
19 state, consistent with the quality of applications submitted.

20 **SECTION 10.** 16.306 (2) (c) of the statutes is created to read:

21 16.306 (2) (c) A recipient of a grant under par. (a) shall agree to comply with  
22 the limitations on eligibility and housing for persons and families of low and  
23 moderate income under s. 16.3025.

24 **SECTION 11.** 20.235 (1) (b) of the statutes is repealed.

25 **SECTION 12.** 20.235 (1) (fd) of the statutes is repealed.

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1           **SECTION 13.** 20.235 (1) (fe) of the statutes, as affected by 2013 Wisconsin Act  
2           20, is repealed.

3           **SECTION 14.** 20.235 (1) (ff) of the statutes is repealed.

4           **SECTION 15.** 20.235 (1) (fg) of the statutes is repealed.

5           **SECTION 16.** 20.235 (1) (fj) of the statutes is repealed.

6           **SECTION 17.** 20.235 (1) (gm) of the statutes is repealed.

7           **SECTION 18.** 20.235 (1) (k) of the statutes is repealed.

8           **SECTION 19.** 20.235 (1) (ke) of the statutes, as created by 2013 Wisconsin Act  
9           20, is repealed.

10          **SECTION 20.** 20.235 (1) (km) of the statutes is repealed.

11          **SECTION 21.** 20.285 (1) (gb) of the statutes, as affected by 2013 Wisconsin Act  
12          20, section 250h, is amended to read:

13               20.285 (1) (gb) *General program operations.* All moneys received from the  
14               operation of educational programs and related programs to carry out the purposes  
15               for which received, including the transfer of funds to par. (gj). In each fiscal year, the  
16               Board of Regents shall transfer no more than \$20,338,500 from this appropriation  
17               account to the medical assistance trust fund. ~~In fiscal year 2013-14, the amount in~~  
18               ~~the schedule under s. 20.235 (1) (ke) shall be transferred from this appropriation~~  
19               ~~account to the appropriation account under s. 20.235 (1) (ke).~~

20          **SECTION 22.** 20.505 (8) (hm) 4i. of the statutes is repealed.

21          **SECTION 23.** 20.505 (8) (hm) 10. of the statutes is repealed.

22          **SECTION 24.** 36.11 (6) (c) of the statutes is repealed.

23          **SECTION 25.** 36.11 (59) of the statutes is created to read:

24               36.11 (59) SCHOLARSHIPS BASED ON FINANCIAL NEED. The board may not award  
25               a scholarship that is based in whole or in part on financial need to any student under

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1 the age of 22 who is a dependent of his or her parents unless the board's calculation  
2 of financial need includes consideration of the income and assets of both of the  
3 student's parents. Scholarship moneys awarded by the board may be used only for  
4 tuition, fees, books, and educational supplies.

5 **SECTION 26.** 36.25 (49) of the statutes is amended to read:

6 36.25 (49) ACADEMIC FEE INCREASE GRANTS. The board may make grants to  
7 resident undergraduate students ~~who do not receive grants under s. 39.435 that are~~  
8 ~~payable from the appropriation under s. 20.235 (1) (fe),~~ whose annual family income  
9 is less than \$60,000, and who have unmet financial need. Beginning in fiscal year  
10 2011-12, the board may make a grant under this subsection only to those students  
11 enrolled in the system during fiscal year 2010-11 who maintain continuous  
12 enrollment. A grant to a student under this subsection shall be in an amount  
13 determined by the board that corresponds to any increase, or any portion of an  
14 increase, in academic fees charged to the student, but may not exceed the amount of  
15 the student's unmet need. The board may not make a grant under this subsection  
16 to a student whose name appears on the statewide support lien docket under s.  
17 49.854 (2) (b), unless the student provides to the board a payment agreement that  
18 has been approved by the county child support agency under s. 59.53 (5) and that is  
19 consistent with rules promulgated under s. 49.858 (2) (a).

20 **SECTION 27.** 38.04 (7m) of the statutes is repealed.

21 **SECTION 28.** 39.28 (7) of the statutes is created to read:

22 39.28 (7) The board may not provide any state financial assistance under this  
23 subchapter that is based in whole or in part on financial need to any student under  
24 the age of 22 who is a dependent of his or her parents unless the board's calculation  
25 of financial need includes consideration of the income and assets of both of the

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1 student's parents. Moneys awarded under this subchapter may be used only for  
2 tuition, fees, books, and educational supplies.

3 **SECTION 29.** 39.285 of the statutes is repealed.

4 **SECTION 30.** 39.30 of the statutes is repealed.

5 **SECTION 31.** 39.31 of the statutes is repealed.

6 **SECTION 32.** 39.38 of the statutes is repealed.

7 **SECTION 33.** 39.39 (2) (b) of the statutes is amended to read:

8 39.39 (2) (b) Promulgate rules to administer this section, including rules  
9 establishing loan amounts and the criteria and procedures for loan forgiveness and  
10 for selecting loan recipients. Loan recipients shall be selected on the basis of  
11 financial need, as determined by the board, ~~using the needs analysis methodology~~  
12 ~~used under s. 39.435.~~

13 **SECTION 34.** 39.435 of the statutes, as affected by 2013 Wisconsin Act 20, is  
14 repealed.

15 **SECTION 35.** 39.44 of the statutes is repealed.

16 **SECTION 36.** 39.45 (1) (a) of the statutes is amended to read:

17 39.45 (1) (a) "Institution of higher education" means a public or private  
18 nonprofit educational institution meeting the requirements of s. 39.30, 2011 stats.,  
19 or s. 39.435, 2011 stats., for the purpose of awarding grants under those sections.

20 **SECTION 37.** 39.45 (1) (b) of the statutes is amended to read:

21 39.45 (1) (b) "Resident student" has the meaning specified in s. 39.30 (1) (e),  
22 2011 stats.

23 **SECTION 38.** 49.143 (4m) of the statutes is created to read:

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1           49.143 (4m) CASE MONITORING AUDITS. The department shall develop and  
2 implement a case monitoring audit process to ensure that Wisconsin Works agencies  
3 are adequately monitoring the activities of all participants.

4           **SECTION 39.** 49.147 (1m) (title) of the statutes is amended to read:

5           49.147 (1m) (title) ~~EDUCATIONAL NEEDS~~ EDUCATION AND TRAINING ASSESSMENT.

6           **SECTION 40.** 49.147 (1m) (a) of the statutes is renumbered 49.147 (1m) (a) 1.  
7 and amended to read:

8           49.147 (1m) (a) 1. A Wisconsin Works agency shall conduct an ~~educational~~  
9 ~~needs~~ education and training assessment of each individual who applies for a  
10 Wisconsin Works employment position. If the individual and the Wisconsin Works  
11 agency determine that the individual needs, or would benefit from, education or  
12 training activities, ~~including a course of study meeting the standards established~~  
13 ~~under s. 115.29 (4) (a) for the granting of a declaration of equivalency of high school~~  
14 graduation to better prepare the individual for employment, if the Wisconsin Works  
15 agency determines under subd. 2. that the individual would likely be successful in  
16 education or training activities, and if the Wisconsin Works agency determines that  
17 the individual is eligible for a Wisconsin Works employment position, the Wisconsin  
18 Works agency shall include education or training activities specified in subd. 3. in  
19 any employability plan developed for the individual.

20           **SECTION 41.** 49.147 (1m) (a) 2. of the statutes is created to read:

21           49.147 (1m) (a) 2. A Wisconsin Works agency shall determine whether an  
22 individual would likely be successful in education or training activities on the basis  
23 of the following factors:

24           a. Whether the individual has the ability to read and write.

25           b. Whether the individual is able to perform basic arithmetic functions.

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- 1 c. Whether the individual is able to keep appointments on time.
- 2 d. Whether the individual has stable housing.
- 3 e. Whether the individual has ties to the local community.
- 4 f. Whether the individual has the support of his or her family.
- 5 g. The individual's general educational background.

6 **SECTION 42.** 49.147 (1m) (a) 3. of the statutes is created to read:

7 49.147 **(1m)** (a) 3. An individual may participate in education or training  
8 activities for a total of no more than 18 months, which need not be consecutive, and,  
9 if the individual is employed, only if his or her employer approves it. The department  
10 shall specify the maximum time during which an individual may receive classroom  
11 instruction as part of an individual's education or training activities. Education or  
12 training activities in which the individual may participate include any of the  
13 following determined appropriate for the individual by the Wisconsin Works agency  
14 and the individual's employer, if any:

15 a. A course of study meeting the standards established under s. 115.29 (4) for  
16 the granting of a declaration of equivalency of high school graduation.

17 b. Technical college courses and other educational courses that provide an  
18 employment skill.

19 c. Employer-sponsored training.

20 d. English as a 2nd language courses.

21 e. Adult basic education courses.

22 **SECTION 43.** 49.147 (4) (am) of the statutes is amended to read:

23 49.147 **(4)** (am) *Education or training activities.* ~~A~~ Subject to the requirements  
24 under s. 49.147 (1m) (a), a participant under this subsection may be required to  
25 participate in education and training activities assigned as part of an employability

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1 plan developed by the Wisconsin works Works agency. The department shall  
2 establish by rule permissible education and training under this paragraph, which  
3 shall include a course of study meeting the standards established under s. 115.29 (4)  
4 for the granting of a declaration of equivalency of high school graduation, technical  
5 college courses, employer-sponsored training, and educational courses that provide  
6 an employment skill. Permissible education under this paragraph shall also include  
7 English as a 2nd language courses that the Wisconsin works agency determines  
8 would facilitate an individual's efforts to obtain employment and adult basic  
9 education courses education and training activities in which a participant may be  
10 required to participate under this paragraph shall be those under s. 49.147 (1m) (a)  
11 3. that the Wisconsin works Works agency determines would facilitate an the  
12 individual's efforts to obtain employment.

13 **SECTION 44.** 49.147 (4) (as) of the statutes is amended to read:

14 49.147 (4) (as) *Required hours.* Except as provided in pars. (at) and (av) and  
15 sub. (5m), a Wisconsin Works agency shall require a participant placed in a  
16 community service job program to work in a community service job for the number  
17 of hours determined by the Wisconsin Works agency to be appropriate for the  
18 participant at the time of application or review and may require a participant to  
19 participate in education or training activities for not more than ~~10~~ 8 hours per week,  
20 except that the Wisconsin Works agency may not require a participant under this  
21 subsection to spend more than 40 hours per week in combined activities under this  
22 subsection.

23 **SECTION 45.** 49.147 (4) (av) of the statutes is amended to read:

24 49.147 (4) (av) *Education for 18-year-old and 19-year-old students.* ~~A~~  
25 Notwithstanding the requirements under s. 49.147 (1m) (a), a Wisconsin Works

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1 agency shall permit a participant under this subsection who has not attained the age  
2 of 20 and who has not obtained a high school diploma or a declaration of equivalency  
3 of high school graduation to attend high school or, at the option of the participant,  
4 to enroll in a course of study meeting the standards established under s. 115.29 (4)  
5 for the granting of a declaration of equivalency of high school graduation to satisfy,  
6 in whole or in part, the participation requirement under par. (as).

7 **SECTION 46.** 49.147 (5) (bm) of the statutes is amended to read:

8 49.147 (5) (bm) *Education ~~or~~ and training activities.* ~~—A— Subject to the~~  
9 requirements under s. 49.147 (1m) (a), a participant under this subsection may be  
10 required to participate in education and training activities assigned as part of an  
11 employability plan developed by the Wisconsin works Works agency. The  
12 department shall establish by rule permissible education and training under this  
13 paragraph, which shall include a course of study meeting the standards established  
14 under s. 115.29 (4) for the granting of a declaration of equivalency of high school  
15 graduation, technical college courses, employer-sponsored training, and  
16 educational courses that provide an employment skill. Permissible education under  
17 this paragraph shall also include English as a 2nd language courses that the  
18 Wisconsin works agency determines would facilitate an individual's efforts to obtain  
19 employment and adult basic education courses education and training activities in  
20 which a participant may be required to participate under this paragraph shall be  
21 those under s. 49.147 (1m) (a) 3. that the Wisconsin works Works agency determines  
22 would facilitate an the individual's efforts to obtain employment.

23 **SECTION 47.** 49.147 (5) (bs) of the statutes is amended to read:

24 49.147 (5) (bs) *Required hours.* Except as provided in par. (bt) and sub. (5m),  
25 a Wisconsin Works agency may require a participant placed in a transitional

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1 placement to participate in education or training activities for not more than ~~12~~ 10  
2 hours per week and to engage in activities under par. (b) 1., but may not require a  
3 participant under this subsection to spend more than 40 hours per week in combined  
4 activities under this subsection.

5 **SECTION 48.** 49.147 (5m) (a) (intro.) of the statutes is amended to read:

6 49.147 **(5m)** (a) (intro.) To the extent permitted under 42 USC 607, and except  
7 as provided in par. (bL), notwithstanding the requirements under s. 49.147 (1m) (a),  
8 a participant under sub. (4) or (5) may participate in a technical college education  
9 program as part of a community service job placement or transitional placement if  
10 all of the following requirements are met:

11 **SECTION 49.** 49.147 (5m) (bL) of the statutes is amended to read:

12 49.147 **(5m)** (bL) ~~A~~ Notwithstanding the length of time specified in s. 49.147  
13 (1m) (a) 3., a participant may participate under this subsection for the duration of  
14 the technical college education program, except that the participant may not  
15 participate under this subsection for more than 2 years.

16 **SECTION 50.** 49.148 (1) (intro.) of the statutes is amended to read:

17 49.148 **(1)** BENEFIT AND WAGE LEVELS FOR PARTICIPANTS IN EMPLOYMENT POSITIONS.  
18 (intro.) ~~A~~ Subject to sub. (2), a participant in a Wisconsin Works employment  
19 position shall receive the following wages or benefits:

20 **SECTION 51.** 49.148 (1) (b) 1. of the statutes, as affected by 2013 Wisconsin Act  
21 20, is amended to read:

22 49.148 **(1)** (b) 1. Except as provided in subd. 1m., for a participant in a  
23 community service job under s. 49.147 (4), a monthly grant of ~~\$653~~ \$633. For every  
24 hour that the participant misses work or education or training activities without  
25 good cause, the grant amount shall be reduced by \$5. Good cause shall be determined

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1 by the financial and employment planner in accordance with rules promulgated by  
2 the department. Good cause shall include required court appearances for a victim  
3 of domestic abuse. If a participant in a community service job under s. 49.147 (4) is  
4 required to work fewer than 30 hours per week because the participant has  
5 unsubsidized employment, as defined in s. 49.147 (1), the grant amount under this  
6 paragraph shall equal the amount specified under subd. 1m. minus \$5 for each hour  
7 that the participant misses work or education or training activities without good  
8 cause.

9 **SECTION 52.** 49.148 (1) (b) 1m. d. of the statutes is amended to read:

10 49.148 (1) (b) 1m. d. For a participant placed in a community service job for  
11 more than 20 hours per week, ~~\$653~~ \$633.

12 **SECTION 53.** 49.148 (1) (b) 3. of the statutes, as affected by 2013 Wisconsin Act  
13 20, is amended to read:

14 49.148 (1) (b) 3. For a participant in a community service job who participates  
15 in technical college education under s. 49.147 (5m), a monthly grant of ~~\$653~~ \$633.  
16 For every hour that the participant misses work or other required activities without  
17 good cause, the grant amount shall be reduced by \$5. Good cause shall be determined  
18 by the financial and employment planner in accordance with rules promulgated by  
19 the department. Good cause shall include required court appearances for a victim  
20 of domestic abuse.

21 **SECTION 54.** 49.148 (1) (c) of the statutes, as affected by 2013 Wisconsin Act 20,  
22 is amended to read:

23 49.148 (1) (c) *Transitional placements.* For a participant in a transitional  
24 placement under s. 49.147 (5) or in a transitional placement and in technical college  
25 education under s. 49.147 (5m), a monthly grant of ~~\$608~~ \$588. For every hour that

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1 the participant fails to participate in any required activity without good cause,  
2 including any activity under s. 49.147 (5) (b) 1. a. to d., the grant amount shall be  
3 reduced by \$5. Good cause shall be determined by the financial and employment  
4 planner in accordance with rules promulgated by the department. Good cause shall  
5 include required court appearances for a victim of domestic abuse.

6 **SECTION 55.** 49.148 (1m) (a) (intro.) of the statutes is amended to read:

7 49.148 (1m) (a) (intro.) ~~Any~~ Subject to sub. (2), any of the following may receive  
8 a monthly grant of ~~\$673~~ \$653:

9 **SECTION 56.** 49.148 (2) of the statutes is created to read:

10 49.148 (2) REDUCTION IN AMOUNT BASED ON RECEIPT OF OTHER BENEFITS. (a) If a  
11 participant in a community service job or transitional placement or a participant  
12 under sub. (1m) receives any other public assistance benefits, the department shall  
13 reduce the amount of the grant paid to the participant under sub. (1) (b) or (c) or (1m)  
14 (a) by doing all of the following:

15 1. Calculating the monthly amount or value of the other public assistance  
16 benefits received by the participant.

17 2. Deducting the monthly amount or value calculated under subd. 1. from the  
18 participant's monthly grant amount specified under sub. (1) (b) or (c) or (1m) (a),  
19 whichever is applicable, except that the amount deducted under this subdivision  
20 from the monthly grant amount specified in sub. (1) (b) or (c) or (1m) (a), whichever  
21 is applicable, may not exceed that applicable monthly grant amount.

22 (b) The department shall promulgate rules that define "other public assistance  
23 benefits" and that specify how to calculate the monthly amount or value of those  
24 benefits for purposes of the reduction under this subsection.

25 **SECTION 57.** 49.148 (5) of the statutes is created to read:

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1           49.148 (5) BONUSES PROHIBITED. The department or a Wisconsin Works agency  
2           may not pay a bonus or other monetary reward to a participant for remaining at a  
3           job for a particular length of time.

4           **SECTION 58.** 49.155 (1m) (c) 4. of the statutes is created to read:

5           49.155 (1m) (c) 4. a. If the individual is married, the gross income of the  
6           individual's family shall be reduced by \$20,000 before gross income as a percentage  
7           of the poverty line is calculated under subd. 1., 1m., 2., or 3.

8           b. If the child's biological or adoptive parents are married, the gross income of  
9           the child's biological or adoptive family shall be reduced by \$20,000 before gross  
10          income as a percentage of the poverty line is calculated under subd. 1g. or 1h.

11          **SECTION 59.** 49.155 (5) (a) of the statutes, as affected by 2013 Wisconsin Act 20,  
12          is amended to read:

13          49.155 (5) (a) An individual receiving a subsidy under this section is liable for  
14          the difference, if any, between the cost of the child care provided by the child care  
15          provider or providers selected by the individual and the subsidy amount, except that  
16          the department shall require a minimum copayment of \$2 per hour of child care per  
17          child. The department shall specify minimum or estimated copayment amounts  
18          based on family size, income level, and other factors, a schedule of which will be  
19          available in electronic form on the department's Internet site and in paper form.

20          **SECTION 60.** 49.155 (6g) (a) 2. of the statutes is amended to read:

21          49.155 (6g) (a) 2. Except as provided in subd. 3., and subject to subd. 5., the  
22          department shall authorize no more than 12 hours of child care per day per child.

23          **SECTION 61.** 49.155 (6g) (a) 3. of the statutes is amended to read:

24          49.155 (6g) (a) 3. The Subject to subd. 5., the department may authorize more  
25          than 12 hours, not exceeding 16 hours, of child care per day for a child whose parent

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1 provides written documentation of work or transportation requirements that exceed  
2 12 hours in a day.

3 **SECTION 62.** 49.155 (6g) (a) 5. of the statutes is created to read:

4 49.155 **(6g)** (a) 5. The department may not authorize more than 40 hours of  
5 child care per week for a child.

6 **SECTION 63.** 49.79 (1m) of the statutes is created to read:

7 49.79 **(1m)** FINANCIAL ELIGIBILITY. (a) A household of one or more individuals  
8 is not eligible to receive food stamp benefits under this section unless all of the  
9 following apply:

10 1. Subject to par. (b), the gross income of the household does not exceed 130  
11 percent of the poverty line.

12 2. Subject to par. (b), the net income of the household does not exceed 100  
13 percent of the poverty line.

14 3. Except as provided in subd. 4., the household does not have countable assets  
15 of more than \$2,000 in value.

16 4. If the household includes an individual who is 60 years of age or older, an  
17 individual who is blind, as defined in s. 47.01 (1), or an individual who is disabled,  
18 as defined in s. 49.155 (1) (aL), the household does not have countable assets of more  
19 than \$3,200 in value.

20 (b) If the household includes a married couple, the household's gross income  
21 and net income shall be reduced by \$15,000 before the calculations are made under  
22 par. (a) 1. and 2.

23 **SECTION 64.** 49.79 (7c) of the statutes is created to read:

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1           49.79 (7c) NO ONLINE APPLICATIONS. The department may not allow or accept  
2 online applications for benefits under this section. Any person who seeks benefits  
3 under this section must apply to the department or its designated agent in person.

4           **SECTION 65.** 49.79 (7h) of the statutes is created to read:

5           49.79 (7h) REDUCTION IN, AND RECOUPMENT OF, BENEFITS. To the extent permitted  
6 under federal law, the department shall implement a system for distributing benefits  
7 under this section that does all of the following:

8           (a) Allows an individual who is an applicant or recipient to elect to receive food  
9 stamp benefits in an amount that is less than the amount for which the individual  
10 or the individual's household is eligible.

11           (b) Recoups after the end of each month benefits received for that month that  
12 were not used in that month. The department shall use the amount of unused  
13 benefits recouped under this paragraph to provide benefits under this section.

14           **SECTION 66.** 49.79 (11) of the statutes is created to read:

15           49.79 (11) DISCOUNTS PROHIBITED. No supplier, as defined in s. 49.795 (1) (d),  
16 may offer or provide a discount on the cost of food or other items that may be  
17 purchased with food stamp benefits by reason of the use of food stamp benefits to  
18 purchase the food or other items.

19           **SECTION 67.** 49.823 of the statutes is created to read:

20           **49.823 Determination of income and assets. (1)** In this section:

21           (a) "Household" has the meaning given in s. 16.27 (1) (c).

22           (b) "Means-tested public assistance" means any services, benefits, or other  
23 assistance that is provided to individuals or families under this chapter and for  
24 which income or assets is a factor in determining eligibility.

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1           (2) Notwithstanding any provision in this chapter to the contrary and to the  
2 extent permitted under federal law, when determining an individual's or a family's  
3 eligibility for any means-tested public assistance, the department of health services  
4 or the department of children and families shall take into consideration the income  
5 or assets, as the case may be, of every individual who resides in the individual's or  
6 family's household.

7           (3) If the department of health services or the department of children and  
8 families determines that it may not without a waiver from the federal government  
9 implement the requirement under sub. (2) with respect to any program administered  
10 by that department that provides means-tested public assistance and that such a  
11 waiver may be requested under federal law, the department of health services or the  
12 department of children and families shall request a waiver from the appropriate  
13 federal agency. If such a waiver is requested with respect to a program, the  
14 department requesting the waiver may not implement the requirement under sub.  
15 (2) with respect to the program unless the waiver is granted and in effect.

16           **SECTION 68.** 49.97 of the statutes is created to read:

17           **49.97 Prohibition on advertising.** (1) In this section, "means-tested public  
18 assistance" means any services, benefits, or other assistance that is provided to  
19 individuals or families under this chapter and for which income or assets is a factor  
20 in determining eligibility.

21           (2) The department of health services and the department of children and  
22 families may not by radio or television advertise the availability of, or provide any  
23 other information concerning, means-tested public assistance.

24           **SECTION 69.** 66.1201 (9) (a) of the statutes is amended to read:

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1           66.1201 (9) (a) Within its area of operation to prepare, carry out, acquire, lease  
2           and operate housing projects approved by the council; to provide for the construction,  
3           reconstruction, improvement, alteration or repair of any housing project or any part  
4           of a housing project, except that after the effective date of this paragraph .... [LRB  
5           inserts date], an authority may not provide for or facilitate the construction of  
6           additional low-income housing unless it is for individuals age 55 and above.

7           **SECTION 70.** 66.1204 of the statutes is created to read:

8           **66.1204 Limitations on eligibility. (1)** (a) In its role under 42 USC 1437f  
9           as a public housing agency, as defined in 24 CFR 982.4 (b), an authority may not  
10          provide assistance payments to any person unless the person satisfies one of the  
11          following:

- 12           1. The person is disabled, as defined in s. 49.468 (1) (a) 1.
- 13           2. The person is age 62 or older.

14          (b) Except as provided in par. (c), an authority shall ensure that all of the  
15          following requirements are satisfied in connection with housing or housing  
16          assistance provided directly or indirectly by the authority, or by a state public body  
17          with which it contracts, to any person of low income:

- 18           1. Any housing provided to a person of low income is restricted to housing in  
19           which the square footage is less than 50 percent of the average square footage for a  
20           rental unit of average rental value in the county in which the person of low income  
21           resides. To satisfy the requirements of this subdivision, the authority may require  
22           that more than 2 unrelated persons of low income be housed in one housing unit.

- 23           2. A person or family with assets that exceed \$2,000 in combined equity value  
24           or with a vehicle having an equity value of \$10,000 or greater is not eligible for  
25           housing or housing assistance under this subchapter.

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1           3. For purposes of determining eligibility for any assistance under this  
2 subchapter, an applicant's income includes the income of any person who spent at  
3 least 15 nights in the applicant's home during the 60-day period immediately before  
4 the date of the application.

5           (c) The requirements in par. (b) 1. to 3. do not apply to a person who is disabled,  
6 as defined in s. 49.468 (1) (a) 1., or is aged 62 or older.

7           **(2)** If an authority determines it may not implement the limitations on  
8 eligibility and housing under sub. (1) without a waiver from the federal department  
9 of housing and urban development and that such a waiver may be requested under  
10 federal law, the authority shall request a waiver. If a waiver that is consistent with  
11 sub. (1) is granted and in effect, an authority shall implement the limitations on  
12 eligibility and housing under sub. (1). An authority may not implement any  
13 limitation under sub. (1) for which a waiver is required unless a waiver as to that  
14 limitation is granted and in effect.

15           **SECTION 71.** 71.07 (9e) (h) of the statutes is created to read:

16           71.07 **(9e)** (h) For taxable years beginning after December 31, 2014, no new  
17 claims for a credit under this subsection may be filed.

18           **SECTION 72.** 71.53 (2) (c) of the statutes is amended to read:

19           71.53 **(2)** (c) ~~The~~ Except as provided in par. (g), the claimant was under 18 years  
20 of age at the close of the year to which the claim relates.

21           **SECTION 73.** 71.53 (2) (g) of the statutes is created to read:

22           71.53 **(2)** (g) For claims filed for taxable years beginning after December 31,  
23 2014, the claimant was under 55 years of age at the close of the year to which the  
24 claim relates.

25           **SECTION 74.** 115.34 (3) of the statutes is created to read:

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1           115.34 (3) A school board may not provide to a pupil's parent or guardian more  
2 than 2 notices that describe the eligibility criteria for the school lunch program in any  
3 school year.

4           **SECTION 75.** 118.60 (2) (a) 1. b. of the statutes is amended to read:

5           118.60 (2) (a) 1. b. The private school submits to the department of public  
6 instruction the names, addresses, social security numbers, and other state and  
7 federal tax identification numbers, if any, of the pupil's parents or legal guardians  
8 that reside in the same household as the pupil, whether and to whom the parents or  
9 legal guardians are married, the names of all of the other members of the pupil's  
10 family residing in the same household as the pupil, and the school year for which  
11 family income is being verified under this subd. 1. b. The department of revenue  
12 shall review the information submitted under this subd. 1. b. and shall verify the  
13 eligibility or ineligibility of the pupil to participate in the program under this section  
14 on the basis of family income. In this subdivision, "family income" means federal  
15 adjusted gross income of the parents or legal guardians residing in the same  
16 household as the pupil for the tax year preceding the school year for which family  
17 income is being verified under this subd. 1. b. or, if not available, for the tax year  
18 preceding the tax year preceding the school year for which family income is being  
19 verified under this subd. 1. b. Family income for a family in which the pupil's parents  
20 are married or in which the pupil's legal guardians are married shall be reduced by  
21 ~~\$7,000~~ \$30,000 before the verification is made under this subd. 1. b. The department  
22 of revenue may take no other action on the basis of the information submitted under  
23 this subd. 1. b. If the department of revenue is unable to verify family income or to  
24 verify whether the pupil is eligible or ineligible to participate in the program under  
25 this section on the basis of family income, the department of revenue shall notify the

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1 department of public instruction of this fact and the department of public instruction  
2 shall utilize an alternative process, to be established by the department of public  
3 instruction, to determine whether the pupil is eligible to participate in the program  
4 under this section on the basis of family income. The department of public  
5 instruction may not request any additional verification of income from the family of  
6 a pupil once the department of revenue has verified that the pupil is eligible to  
7 participate in the program under this section on the basis of family income. The  
8 department of public instruction shall establish a procedure for determining family  
9 income eligibility for those pupils for whom no social security number or state or  
10 federal tax identification number has been provided.

11 **SECTION 76.** 119.23 (2) (a) 1. b. of the statutes is amended to read:

12 119.23 (2) (a) 1. b. The private school submits to the department of public  
13 instruction the names, addresses, social security numbers, and other state and  
14 federal tax identification numbers, if any, of the pupil's parents or legal guardians  
15 that reside in the same household as the pupil, whether and to whom the parents or  
16 legal guardians are married, the names of all of the other members of the pupil's  
17 family residing in the same household as the pupil, and the school year for which  
18 family income is being verified under this subd. 1. b. The department of revenue  
19 shall review the information submitted under this subd. 1. b. and shall verify the  
20 eligibility or ineligibility of the pupil to participate in the program under this section  
21 on the basis of family income. In this subdivision, "family income" means federal  
22 adjusted gross income of the parents or legal guardians residing in the same  
23 household as the pupil for the tax year preceding the school year for which family  
24 income is being verified under this subd. 1. b. or, if not available, for the tax year  
25 preceding the tax year preceding the school year for which family income is being

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1 verified under this subd. 1. b. Family income for a family in which the pupil's parents  
2 are married or in which the pupil's legal guardians are married shall be reduced by  
3 ~~\$7,000~~ \$30,000 before the verification is made under this subd. 1. b. The department  
4 of revenue may take no other action on the basis of the information submitted under  
5 this subd. 1. b. If the department of revenue is unable to verify family income or to  
6 verify whether the pupil is eligible or ineligible to participate in the program under  
7 this section on the basis of family income, the department of revenue shall notify the  
8 department of public instruction of this fact and the department of public instruction  
9 shall utilize an alternative process, to be established by the department of public  
10 instruction, to determine whether the pupil is eligible to participate in the program  
11 under this section on the basis of family income. The department of public  
12 instruction may not request any additional verification of income from the family of  
13 a pupil once the department of revenue has verified that the pupil is eligible to  
14 participate in the program under this section on the basis of family income. The  
15 department of public instruction shall establish a procedure for determining family  
16 income eligibility for those pupils for whom no social security number or state or  
17 federal tax identification number has been provided.

18 **SECTION 77.** 234.03 (intro.) of the statutes is amended to read:

19 **234.03 Powers of authority.** (intro.) The Subject to the limitations on  
20 eligibility for projects or programs and housing benefiting persons and families of low  
21 and moderate income under s. 234.038, the authority shall have all the powers  
22 necessary or convenient to implement this chapter, including the following powers  
23 in connection with its projects or programs, in addition to all other powers granted  
24 by this chapter:

25 **SECTION 78.** 234.038 of the statutes is created to read:

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1           **234.038 Limitations on eligibility for projects or programs and**  
2           **housing benefiting persons and families of low and moderate income. (1)**

3           (a) In its role under 42 USC 1437f as a public housing agency, as defined in 24 CFR  
4           982.4 (b), the authority may not provide assistance payments to any person unless  
5           the person satisfies one of the following:

- 6           1. The person is disabled, as defined in s. 49.468 (1) (a) 1.
- 7           2. The person is aged 62 or older.

8           (b) Except as provided in par. (c), the authority shall ensure that all of the  
9           following requirements are satisfied in connection with housing or housing  
10          assistance provided directly or indirectly by the authority or by an eligible sponsor,  
11          housing corporation, financial institution, limited-profit entity, or nonprofit  
12          corporation to persons and families of low and moderate income:

- 13          1. Any housing provided to a person or family of low or moderate income is  
14          restricted to housing in which the square footage is less than 50 percent of the  
15          average square footage for a rental unit of average rental value in the county in which  
16          the person or family resides. To satisfy the requirements of this subdivision, the  
17          authority may require that more than 2 unrelated persons or families of low or  
18          moderate income be housed in one housing unit.

- 19          2. A person or family with assets that exceed \$2,000 in combined equity value  
20          or with a vehicle having an equity value of \$10,000 or greater is not eligible for  
21          housing or housing assistance under this chapter.

- 22          3. For purposes of determining eligibility for any assistance under this  
23          subchapter, an applicant's income includes the income of any person who spent at  
24          least 15 nights in the applicant's home during the 60-day period immediately before  
25          the date of the application.

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1 (c) The requirements in par. (b) 1. to 3. do not apply to a person who is, or a  
2 family that includes, a person who is disabled, as defined in s. 49.468 (1) (a) 1., or is  
3 aged 62 or older.

4 (2) If the authority determines it may not implement the limitations on  
5 eligibility and housing under sub. (1) without a waiver from the federal department  
6 of housing and urban development and that such a waiver may be requested under  
7 federal law, the authority shall request a waiver. If a waiver that is consistent with  
8 sub. (1) is granted and in effect, the authority shall implement the limitations on  
9 eligibility and housing under sub. (1). The authority may not implement any  
10 limitation under sub. (1) for which a waiver is required unless a waiver as to that  
11 limitation is granted and in effect.

12 **SECTION 79.** 234.04 (1) of the statutes is amended to read:

13 234.04 (1) The Subject to the limitations on eligibility for projects or programs  
14 and housing benefiting persons and families of low and moderate income under s.  
15 234.038, the authority may make or participate in the making of construction loans  
16 to eligible sponsors of housing projects for the construction or rehabilitation of  
17 housing for persons and families of low and moderate income. Such loans shall be  
18 made only upon the determination by the authority that construction loans are not  
19 otherwise available from private lenders upon reasonably equivalent terms and  
20 conditions.

21 **SECTION 80.** 234.04 (2) of the statutes is amended to read:

22 234.04 (2) The Subject to the limitations on eligibility for projects or programs  
23 and housing benefiting persons and families of low and moderate income under s.  
24 234.038, the authority may make or participate in the making and enter into  
25 commitments for the making of long-term mortgage loans to eligible sponsors of

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1 housing projects for occupancy by persons and families of low and moderate income,  
2 or for the making of homeownership mortgage loans or housing rehabilitation loans  
3 or loans for the refinancing of qualified subprime loans under s. 234.592 to persons  
4 and families of low and moderate income, an applicant under s. 234.59 or 234.592,  
5 or other eligible beneficiaries as defined in s. 234.49. The loans may be made only  
6 upon the determination by the authority that they are not otherwise available from  
7 private lenders upon reasonably equivalent terms and conditions. The authority  
8 may not make a loan to a person whose name appears on the statewide support lien  
9 docket under s. 49.854 (2) (b), unless the person provides to the authority a payment  
10 agreement that has been approved by the county child support agency under s. 59.53  
11 (5) and that is consistent with rules promulgated under s. 49.858 (2) (a). The  
12 authority may employ, for such compensation as it determines, the services of any  
13 financial institution in connection with any loan.

14 **SECTION 81.** 234.04 (3) of the statutes is amended to read:

15 234.04 (3) The Subject to the limitations on eligibility for projects or programs  
16 and housing benefiting persons and families of low and moderate income under s.  
17 234.038, the authority may make or participate in the making and enter into  
18 commitments for the making of loans to any banking institution, savings bank,  
19 savings and loan association or credit union organized under the laws of this or any  
20 other state or of the United States having an office in this state, if the authority first  
21 determines that the proceeds of such loans will be utilized for the purpose of making  
22 long-term mortgage loans to persons or families of low and moderate income, or for  
23 the purpose of providing residential housing for occupancy by persons or families of  
24 low and moderate income, or for the purpose of making housing rehabilitation loans.

25 **SECTION 82.** 234.06 (1) of the statutes is amended to read:

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1           234.06 (1) The Subject to the limitations on eligibility for projects or programs  
2 and housing benefiting persons and families of low and moderate income under s.  
3 234.038, the authority may, as authorized in the state housing strategy plan under  
4 s. 16.302, use the moneys held in the housing development fund to make temporary  
5 loans to eligible sponsors, with or without interest, and with such security for  
6 repayment, if any, as the authority determines reasonably necessary and  
7 practicable, solely from the housing development fund, to defray development costs  
8 for the construction of proposed housing projects for occupancy by persons and  
9 families of low and moderate income. No temporary loan may be made unless the  
10 authority may reasonably anticipate that satisfactory financing may be obtained by  
11 the eligible sponsor for the permanent financing of the housing project.

12           **SECTION 83.** 234.06 (3) of the statutes is amended to read:

13           234.06 (3) The Subject to the limitations on eligibility for projects or programs  
14 and housing benefiting persons and families of low and moderate income under s.  
15 234.038, the authority may, as authorized in the state housing strategy plan under  
16 s. 16.302, use the moneys held in the housing development fund to establish and  
17 administer programs of grants to counties, municipalities, and eligible sponsors of  
18 housing projects for persons of low and moderate income, to pay organizational  
19 expenses, administrative costs, social services, technical services, training expenses,  
20 or costs incurred or expected to be incurred by counties, municipalities, or sponsors  
21 for land and building acquisition, construction, improvements, renewal,  
22 rehabilitation, relocation, or conservation under a plan to provide housing or related  
23 facilities, if the costs are not reimbursable from other private or public loan, grant,  
24 or mortgage sources.

25           **SECTION 84.** 234.49 (2) (a) (intro.) of the statutes is amended to read:

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1           234.49 (2) (a) (intro.) The Subject to the limitations on eligibility for projects  
2 or programs and housing benefiting persons and families of low and moderate  
3 income under s. 234.038, the authority has the following powers for the purpose of  
4 implementing this section, in addition to all other powers granted by this chapter:

5           **SECTION 85.** 234.59 (2) (intro.) of the statutes is amended to read:

6           234.59 (2) (intro.) The authority shall, subject to the limitations on eligibility  
7 for projects or programs and housing benefiting persons and families of low and  
8 moderate income under s. 234.038, establish and administer a homeownership  
9 mortgage loan program to encourage homeownership and to facilitate the  
10 acquisition or rehabilitation of eligible property by applicants. To implement the  
11 program, the authority:

12           **SECTION 86.** 234.592 (2) (intro.) of the statutes is amended to read:

13           234.592 (2) (intro.) The authority shall, subject to the limitations on eligibility  
14 for projects or programs and housing benefiting persons and families of low and  
15 moderate income under s. 234.038, establish and administer a qualified subprime  
16 loan refinancing program to encourage homeownership and to facilitate the  
17 retention of eligible property by applicants. To implement the program, the  
18 authority:

19           **SECTION 87.** 944.21 (8) (b) 4. of the statutes is amended to read:

20           944.21 (8) (b) 4. Any institution of higher education that is accredited, as  
21 described in s. 39.30 (1) (d), 2011 stats., and is exempt from taxation under section  
22 501 (c) (3) of the internal revenue code.

23           **SECTION 88.** 948.11 (4) (b) 4. of the statutes is amended to read:

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1           948.11 (4) (b) 4. Any institution of higher education that is accredited, as  
2           described in s. 39.30 (1) (d), 2011 stats., and is exempt from taxation under section  
3           501 (c) (3) of the internal revenue code, as defined in s. 71.01 (6).

**SECTION 89. Nonstatutory provisions.**

5           (1) TRANSFER TO UNIVERSITY OF WISCONSIN SYSTEM OF UNENCUMBERED BALANCES  
6           IN REPEALED HIGHER EDUCATIONAL AIDS BOARD APPROPRIATIONS. Notwithstanding  
7           section 20.002 (3m) of the statutes, on the effective date of this subsection, there is  
8           transferred to the appropriation account under section 20.285 (1) (k) of the statutes  
9           an amount equal to the unencumbered balances in the appropriation accounts under  
10          section 20.235 (1) (b), (fd), (fe), (ff), (fg), (fj), (gm), (k), (ke), and (km) of the statutes,  
11          as affected by this act, on the day before the effective date of this subsection. The  
12          board of regents of the University of Wisconsin System shall use the amount  
13          transferred under this subsection to reduce the tuition charged to enroll in  
14          educational programs in that system.

**SECTION 90. Initial applicability.**

16          (1) WISCONSIN SHARES ELIGIBILITY. The treatment of section 49.155 (1m) (c) 4.  
17          of the statutes first applies to eligibility and continued eligibility determinations  
18          that are made on the effective date of this subsection.

19          (2) FOOD STAMP ELIGIBILITY. The treatment of section 49.79 (1m) of the statutes  
20          first applies to eligibility and continued eligibility determinations that are made on  
21          the effective date of this subsection.

22          (3) ELIGIBILITY FOR LOW-INCOME ENERGY ASSISTANCE. The treatment of section  
23          16.27 (5) (intro.) and (b) and (5m) of the statutes first applies to the eligibility of  
24          households applying for low-income energy assistance under section 16.27 (4) of the  
25          statutes on the effective date of this subsection or, if the department of

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1 administration determines under section 16.27 (5m) (b) of the statutes, as created  
2 by this act, that a federal waiver is needed, on the first day on which the waiver is  
3 granted and in effect.

4 (4) ELIGIBILITY FOR HOUSING ASSISTANCE; DEPARTMENT OF ADMINISTRATION. The  
5 treatment of sections 16.3025, 16.303 (1) (a), 16.305 (2) (d), and 16.306 (2) (a) and (c)  
6 of the statutes first applies to housing, housing costs, utility-related costs, grants,  
7 or loans provided, directly or indirectly, by the department of administration to  
8 persons and families of low and moderate income on the effective date of this  
9 subsection or, if the department of administration determines under section 16.3025  
10 of the statutes, as created by this act, that a federal waiver is needed, on the first day  
11 on which the waiver is granted and in effect.

12 (5) ELIGIBILITY FOR HOUSING ASSISTANCE; WISCONSIN HOUSING AND ECONOMIC  
13 DEVELOPMENT AUTHORITY. The treatment of sections 234.03 (intro.), 234.038, 234.04  
14 (1), (2), and (3), 234.06 (1) and (3), 234.49 (2) (a) (intro.), 234.59 (2) (intro.), and  
15 234.592 (2) (intro.) of the statutes first applies to assistance payments, housing,  
16 housing assistance, grants, or loans provided, directly or indirectly, by the Wisconsin  
17 Housing and Economic Development Authority to persons and families of low and  
18 moderate income on the effective date of this subsection or, if the Wisconsin Housing  
19 and Economic Development Authority determines under section 234.038 (2) of the  
20 statutes, as created by this act, that a federal waiver is needed, on the first day on  
21 which the waiver is granted and in effect.

22 (6) ELIGIBILITY FOR HOUSING ASSISTANCE; LOCAL HOUSING AUTHORITIES. The  
23 treatment of section 66.1204 of the statutes first applies to assistance payments,  
24 housing, housing assistance, grants, or loans provided, directly or indirectly, by a  
25 housing authority created under subchapter XII of chapter 66 of the statutes to a

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1 person of low income on the effective date of this subsection or, if such an authority  
2 determines under section 66.1204 (2) of the statutes, as created by this act, that a  
3 federal waiver is needed, on the first day on which the waiver is granted and in effect.

4 (7) HIGHER EDUCATION GRANTS AND SCHOLARSHIPS. The treatment of sections  
5 36.11 (59) and 39.28 (7) of the statutes first applies to a grant or scholarship awarded  
6 for the 2015-16 academic year.

7 (8) PARENTAL CHOICE PROGRAMS. The treatment of sections 118.60 (2) (a) 1. b. and  
8 119.23 (2) (a) 1. b. of the statutes first applies to eligibility to participate in a parental  
9 choice program in the 2014-15 school year.

10 **SECTION 91. Effective dates.** This act takes effect on the day after publication,  
11 except as follows:

12 (1) SCHOOL LUNCH PROGRAM. The treatment of section 115.34 (3) of the statutes  
13 takes effect on July 1, 2014.

14 (END)