

1993-94 SESSION  
COMMITTEE HEARING  
RECORDS

Committee Name:

Joint Committee on  
Finance (JC-Fi)

Sample:

Record of Comm. Proceedings ... RCP

- 05hrAC-EdR\_RCP\_pt01a
- 05hrAC-EdR\_RCP\_pt01b
- 05hrAC-EdR\_RCP\_pt02

➤ Appointments ... Appt

➤ \*\*

➤ Clearinghouse Rules ... CRule

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➤ Committee Hearings ... CH

➤ \*\*

➤ Committee Reports ... CR

➤ \*\*

➤ Executive Sessions ... ES

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➤ Hearing Records ... HR

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➤ Miscellaneous ... Misc

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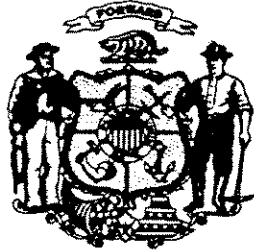
➤ Record of Comm. Proceedings ... RCP

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# State of Wisconsin

SENATE CHAIR  
JOE LEEAN

Room 119 South, State Capitol  
P.O. Box 7882  
Madison, WI 53707-7882  
Phone: 266-0751



ASSEMBLY CHAIR  
BARBARA J. LINTON

Room 127 South, State Capitol  
P.O. Box 8952  
Madison, WI 53708-8952  
Phone: 266-7690

## JOINT COMMITTEE ON FINANCE

April 21, 1994

TO: Mr. James R. Klauser, Secretary  
Department of Administration

FROM: Senator Joe Leean  
Representative Barbara J. Linton  
Co-Chair, Joint Committee on Finance

We have reviewed the request from the Department of Administration dated March 31, 1994 under s. 16.515 and 16.505(2) pertaining to requests from the Department of Health and Social Services.

There were no objections to this request and accordingly it has been approved.

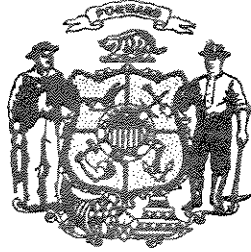
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cc: Roger Grossman  
Bob Lang

# State of Wisconsin

SENATE CHAIR  
JOE LEEAN

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ASSEMBLY CHAIR  
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Phone: 266-7690

## JOINT COMMITTEE ON FINANCE

4/22

March 31, 1994

TO: JOINT COMMITTEE ON FINANCE MEMBERS

FROM: Senator Joe Leean  
Representative Barbara J. Linton  
Co-Chair, Joint Committee on Finance

Attached is a copy of a request from the Department of Administration dated March 31, 1994 pertaining to a request from the Department of Health and Social Services.

Please review this item and notify Senator Leean's office not later than Tuesday April 19, 1994 if you have any concerns about the request or would like the Committee to meet formally to consider it.

Also, please contact us if you need additional information.

JL:BJL:ns

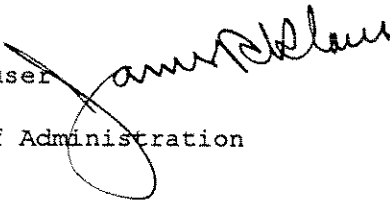
Attachments

**CORRESPONDENCE/MEMORANDUM**

STATE OF WISCONSIN  
Department of Administration

Date: Mar. 31, 1994

To: Honorable Joseph Leraan, Co-Chair  
Honorable Barbara J. Linton, Co-Chair

From: James R. Klauser   
Secretary  
Department of Administration

Subject: s. 16.515/16.505(2) Requests

Enclosed are requests which have been approved by this department under the authority granted in s. 16.515 and s. 16.505(2). The explanation for each request is included in the attached materials. Listed below is a summary of each item:

<u>AGENCY</u>	<u>DESCRIPTION</u>	<u>1993-94</u>		<u>1994-95</u>	
		<u>AMOUNT</u>	<u>FTE</u>	<u>AMOUNT</u>	<u>FTE</u>
D.H.S.S. 20.435(1)(i)	Info. for State Health Policy Proj.		4.5*		4.5*

\* Project positions.

As provided in s. 16.515, this request will be approved on Apr. 22, 1994, unless we are notified prior to that time that the Joint Committee on Finance wishes to meet in formal session about this request.

Please contact Roger Grossman at 266-1072, or the analyst who approved the request in the Division of State Executive Budget and Planning, if you have any additional questions.

Attachments:

**CORRESPONDENCE/MEMORANDUM**

**STATE OF WISCONSIN  
Department of Administration**

Date: March 28, 1994  
To: James Klauser, Secretary  
From: Susan Jablonsky, Budget Analyst S J  
Subject: S. 16.505 for the Division of Health

Request

The Department of Health and Social Services (DHSS) requests the creation of 4.5 PR project positions in the Bureau of Public Health (BPH) within the Division of Health. These positions, in appropriation 20.435(1)(i), Gifts and Grants, will allow BPH to assess health policy, program development and management information needs under a four-year grant from the Robert Wood Johnson Foundation.

Analysis

DHSS received a phase one planning grant for \$149,900 PR from the Robert Wood Johnson Foundation (RWJF) to study health information needs. An advisory group comprising public interest groups, providers, legislators, etc., worked to 1) identify health policy issues of interest in Wisconsin; 2) critique the adequacy of existing data collection systems in terms of how well the systems can provide the data necessary to address health policy issues; 3) recommend improvements in data systems; and 4) create plans for comprehensive improvements in data systems. Two positions were approved by the Department of Administration (DOA) to serve as staff to the advisory committee when the grant was originally submitted to the RWJF. Those positions expired in October 1993. DHSS is now ready to begin phase two to implement the recommendations to begin to link databases and funding of \$750,000 was granted by the RWJF. Based on a review of the grant proposal, the 4.5 FTE were approved by DOA when the grant was submitted.

This is a reasonable request. Given the great concern over containing health care costs, the effort to improve data collection systems to enable people to analyze major policy issues and propose solutions will be very beneficial. Improvements to data systems could result in more appropriate data being collected which could eventually help the state save on costs of care. Now that the planning phase is over, the 4.5 new staff will now begin work on the various data sources and systems to implement the recommendations of the advisory group.

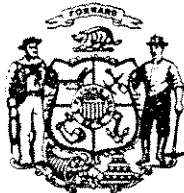
No expenditure authority is requested, because this is a continuing appropriation.

Recommendation

Approve the request.

cc: Rick Chandler

Tommy G. Thompson  
Governor  
Gerald Whitburn  
Secretary



Mailing Address  
1 West Wilson Street  
Post Office Box 7850  
Madison, WI 53707-7850  
Telephone (608) 266-9622

## State of Wisconsin Department of Health and Social Services

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February 16, 1994

Mr. Rick Chandler, Administrator  
Division of State Executive  
Budget and Planning  
101 East Wilson Street, 10th Floor  
Madison, WI 53702

*Henry*  
FEB 16 1994

Dear Mr. Chandler:

The Department of Health and Social Services (DHSS) requests 4.50 FTE project positions under s. 16.505, Stats. Authority for the project positions, which will be located in the Bureau of Public Health within the Division of Health (DOH), is requested for the period July 1, 1994 through September 30, 1997. Funding for the positions will be provided through a \$750,000, 44-month grant from the Robert Wood Johnson (RWJ) Foundation. The grant is intended to support Phase II of the Information for State Health Policy project - a program designed to help states strengthen their health statistics systems to support policymaking and aid in program development and management.

The grant funds will be located in appropriation 20.435(1)(1) - Gifts and Grants, numeric 133, project 331. Additional expenditure authority is not requested because appropriation 20.435(1) is a continuing appropriation.

On February 7, 1992, the RWJ Foundation awarded a grant of \$149,900 to the DHSS. The focus of the grant was to support the planning stage (Phase I) of the Information for State Health Policy project. Wisconsin was one of ten states to receive a planning grant. Subsequently, the Department received authorization for 2.0 project FTE to assist the working and advisory committees in assessing data needs and developing the implementation plan. Authorization for the 2.0 project positions expired on October 1, 1993.

Phase II, project implementation, will focus on three priority areas: pregnant women and infants; children aged 1-17; and appropriate use of long-term care services for individuals with chronic conditions. A major component of the program's implementation will be the creation of linked databases. In addition, the Family Health Survey will be expanded and the Home Health Survey will be changed to collect patient-specific data. The data will be used to develop both statewide and local information products.

The staff requested are needed to assure the successful completion of the Information for State Health Policy project. Information regarding the positions is listed below.

	<u>FTE</u>	<u>RA</u>	<u>Project End Date</u>
Public Health Educator 3	1.0	121	10/1/97
Research Analyst 6	1.5	121	10/1/97
Program Assistant	1.0	121	10/1/97
Research Technician 3	1.0	121	10/1/97

1. Public Health Educator (PHE) 3 - This position (1.0 FTE), the Community Outreach PHE, has lead responsibility for the community outreach and assistance component of the project, which includes pregnant women and infants, children aged 1-17 and long-term care services for people in need of chronic care. This position will define the content of community and county profiles that will be developed for local decisions makers. The position will serve as the link between the planning, development, and dissemination of reports on the project to ensure their relevance and usefulness. In addition, the position will assist selected communities in using data from the profiles for local decision-making. The PHE will also be involved in the development of reports and special analyses.
2. Research Analyst 6 - This 1.0 FTE position, the Maternal and Child Health Comprehensive Systems Analyst, is responsible for developing a comprehensive children's database which will contain linked records from such sources as the birth certificate file, death records, hospital inpatient records, Medical Assistance (MA) claims and eligibility data, and the WIC/Pregnancy Nutrition Surveillance System. The position is also responsible for creating special databases of information about children (obtained from the Bureau of Public Health and the Department of Public Instruction) and for the system design and database construction of the Prenatal Care Survey. The analyst will work with the Community Outreach PHE to develop community-based profiles about pregnant women and infants and children aged 1-17. Also, the analyst will provide annual estimates for prenatal care programs and will prepare special reports and analyses.
3. Research Analyst 6 - This .50 FTE position, the Long-Term Care Comprehensive Systems Analyst, will design and develop the long-term care linked data system which includes the nursing home resident-specific database, Community Options Program (COP) and COP waiver information, and MA eligibility/claims information. This analyst will have responsibility for the planning, design, specification and development of a patient-specific home health database and its merger into the long-term care linked data system. In conjunction with the PHE, the analyst will develop county-based profiles about persons with chronic care needs.
4. Program Assistant 2 - This position is the principal program support position for the other RWJ project positions. The program assistant will provide assistance with data collection, coding, editing, and follow-up for the Prenatal Care Survey and other surveys as needed. This position

Mr. Richard Chandler  
Page 3  
February 16, 1994

will also maintain a logging/tracking system and key data for the patient-specific home health survey. For all project components, this position performs administrative program tasks including assistance related to the Interagency and DHSS work groups and other project meetings, the development of publications, word processing, filing, preparing mailings and other general clerical functions.

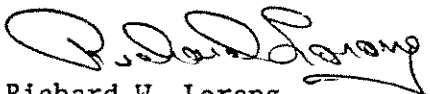
5. Research Technician 3 - This position is responsible for providing technical assistance in the development and implementation of the home health patient-specific database throughout the processes of database design, data collection, editing and database construction. This position will maintain working relationships with and provide data to home health agencies to ensure an efficient data collection process.

In summary, the staff will provide community outreach and assistance where necessary; define data specifications; design and edit database construction; disseminate data reports; create special data bases; and design and develop data linkages to assure the goals for all three priority areas are met. The staff will also continue to provide support to the working and advisory committees associated with the project.

This staffing request is consistent with the grant application that was previously approved by DOA.

Please contact Angelo Castillo at 267-0356 if you have any questions or need additional information.

Sincerely,

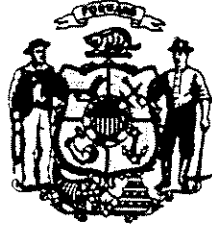
  
Richard W. Lorang  
Deputy Secretary

cc: Henry X. Dudek  
Budget Operations  
Angelo Castillo



# State of Wisconsin

*Sen. Leraan*



## JOINT COMMITTEE ON FINANCE

April 29, 1993

TO: JOINT COMMITTEE ON FINANCE MEMBERS

FROM: Senator Joe Leraan  
Representative Barbara J. Linton  
Co-Chair, Joint Committee on Finance

Attached is a copy of a request from the Department of Administration dated April 29, 1993, under ss. 16.515/16.505(2) of the statutes.

Please review this item and notify Senator Leraan's office not later than Monday, May 17, 1993, if you have any concerns about the request or would like the Committee to meet formally to consider it.

Also, please contact us if you need additional information.

JL:BJL:ns

Attachments

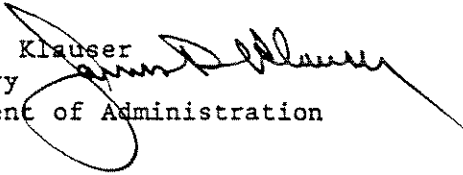
**CORRESPONDENCE/MEMORANDUM**

**STATE OF WISCONSIN  
Department of Administration**

*Date:* Apr. 29, 1993

*To:* Honorable Joseph Leraan, Co-Chair  
Honorable Barbara J. Linton, Co-Chair

*From:* James R. Klauser  
Secretary  
Department of Administration



*Subject:* s. 16.515/16.505(2) Requests

Enclosed are requests which have been approved by this department under the authority granted in s. 16.515 and s. 16.505(2). The explanation for each request is included in the attached materials. Listed below is a summary of each item:

<u>AGENCY</u>	<u>DESCRIPTION</u>	<u>1991-92</u>		<u>1992-93</u>	
		<u>AMOUNT</u>	<u>FTE</u>	<u>AMOUNT</u>	<u>FTE</u>
U.W.S. 20.285(1)(kb)	U.W. Hospital & Clinics			\$ 2,540,156	
*U.W.S. 20.285(1)(h)	Auxiliary Enterprises				7.0

\* This request was previously submitted on April 12 and was incorrectly addressed to the Co-Chairs by DOA. We are resubmitting the request today for your consideration.

As provided in s. 16.515, this request will be approved on May 20, 1993 unless we are notified prior to that time that the Joint Committee on Finance wishes to meet in formal session about this request.

Please contact Roger Grossman at 266-1072, or the analyst who approved the request in the Division of State Executive Budget and Planning, if you have any additional questions.

Attachments:

## CORRESPONDENCE/MEMORANDUM

STATE OF WISCONSIN  
Department of Administration

**Date:** April 21, 1993

**To:** James R. Klauser, Secretary

**From:** Ann B. Roth *AR*

**Subject:** s. 16.515 Request for University of Wisconsin Hospital and Clinics

REQUEST

The University of Wisconsin System requests additional expenditure authority of \$5,021,641 PR under s. 20.285 (1) (kb), University of Wisconsin Hospital and Clinics (UWHC).

BACKGROUND

It has become the standard practice over recent biennia to annually approve a large portion of the increases in positions and/or expenditure authority for UWHC through the processes under ss. 16.505 and 16.515 of the statutes, rather than through the biennial budget process. In this way, the executive and legislative branches are able to provide budgetary oversight using more timely information on UWHC revenues and expenditures than that available at the time the biennial budget is set.

The table below shows total actual expenditures and patient volume data for UWHC for fiscal years 1988-89 through 1991-92, and as estimated by UWHC for 1992-93.

<u>FYE</u>	<u>Expenditures</u>	<u>% Incr.</u>	<u>IP Days</u>	<u>% Chg.</u>	<u>OP Visits</u>	<u>% Chg.</u>
89	\$164.2 m	3.7%	128,600	0.5%	338,400	3.4%
90	\$191.7 m	16.4%	133,000	3.4%	348,100	2.9%
91	\$217.8 m	14.0%	137,200	3.2%	360,200	3.5%
92	\$236.6 m	8.6%	141,400	3.0%	378,600	5.1%
93*	\$257.0 m	8.6%	140,000	-1.0%	390,800	3.2%

\* FY93 amounts are estimates by UWHC from its annual budget, as approved in June, 1992 by the UWHC Council of Trustees and by the UW Board of Regents.

The rate of expenditure growth over the period FY89 through FY93 has been uneven. Expenditures increased only 3.7% in FY89, then increased at double-digit rates in FY90 and FY91. The rate of increase in expenditures fell to below 9% in FY92 and is estimated to remain at around 8.6% for FY93. Inpatient days have been increasing annually at approximately 3% since FY90, but are expected to decline by 1% in FY93. Outpatient visits are expected to increase by 3.2% in FY93, down from the 5.1% increase in FY92. Expenditure growth has outpaced the growth in patient volume due to increased intensity in services provided to patients and large increases in the price of medical supplies, such as biotechnology drugs.

To ensure revenues are adequate to support expenditures, hospital rates have been increased 6.5% in FY93, as compared to 3.5% in FY92 and 5.8% in FY91. The rate increase compares favorably with other area hospitals, but is higher than in previous years due to increasing deductions from revenues (comprised of shortfalls from third party payers, bad debt and charity care). Deductions from revenue are projected to be \$80 million for FY93, up 21% from FY92 (\$66 million) and up 60% from FY91 (\$50 million).

### ANALYSIS

Current expenditure authority for UWHC is \$245.4 million. UWHC is requesting \$5.0 million PR in additional expenditure authority. In addition, UWHC will be requesting approximately \$6.6 million PR in the 4th quarter of FY93 for salary and fringe benefit supplements. The intent of these requests is to bring total expenditure authority for FY93 to \$257 million, the amount approved in June, 1992 by the UWHC Council of Trustees and the Board of Regents for UWHC's FY93 budget. This request does not reflect any re-estimates of FY93 costs based on more current expenditure data.

### UWHC Request:

	<u>Current</u> <u>Allotment</u>	<u>S.16.515</u> <u>Request</u>	<u>Anticipated Pay</u> <u>Plan Supplement</u>	<u>Final</u> <u>Allotment</u>	<u>Incr. over</u> <u>FY92</u>
Salaries	\$105,192,168	\$1,858,853	\$5,448,979	\$112,500,000	8.4%
Fringe	\$31,314,671	\$1,892,553	\$1,198,776	\$34,406,000	13.3%
Supplies/Services	\$95,893,550	\$747,935		\$96,641,485	8.7%
Perm. Property	\$12,525,048	\$500,000		\$13,025,048	0.0%
Special Purpose	\$467,700	\$22,300		\$490,000	-12.4%
<b>Total</b>	<b>\$245,393,138</b>	<b>\$5,021,641</b>	<b>\$6,647,755</b>	<b>\$257,062,534</b>	<b>8.6%</b>

Salaries and Fringe: The increase in total expenditure authority from the current request and the anticipated pay plan supplement request is 8.4% for salaries and 13.3% for fringe benefit costs as compared with FY92 costs. The increase requested for salary costs in the current request (\$1,858,853) is for annualizing the costs of new positions added in FY92 and positions filled in FY93. The remaining increase (\$5,448,979) is due to pay plan adjustments for FY92 and FY93 and will be requested through the 4th quarter pay plan supplement process. More recent information from UWHC indicates that total salary costs for FY93 are expected to be approximately \$111.7 million, rather than the \$112.5 million originally estimated.

Fringe benefit costs are increasing mainly due to increased costs for employe health insurance. The current allotment represents a fringe benefit rate of approximately 29.77%, lower than the estimated fringe rate of 31%. UWHC has a relatively high fringe benefit rate since it has a large number of part-time employes who are eligible for full health insurance coverage. Recent discussions with UWHC indicate that actual fringe costs for FY93 will exceed the amounts requested by UWHC in this request and the anticipated pay plan supplement request by approximately \$100,000 to \$200,000.

Supplies and Services: The total expenditure authority requested represents an increase of 8.7% over actual FY92 costs. In part, supplies and services are increasing due to increases in outpatient volume, patient mix, and intensity of services provided. The remainder is due to inflation in the cost of medical supplies. Using actual expenditure data through March, 1993, supplies and services costs are projected to be approximately \$94.7 million for FY93, or \$1.2 million less than the current expenditure authority.

Permanent Property: The increase requested would bring expenditure authority up to \$13 million, equal to FY92 actual expenditures. UWHC anticipates spending an amount equal to last year's on permanent property.

Special Purpose: The increase requested would bring the amount for special purposes--in this case, payments for municipal services (PMS)--to \$490,000 PR. However, PMS amounts to be charged back to UWHC for FY93 are approximately \$550,000 PR.

Based on these estimates, the recommended increases in expenditure levels for UWHC for FY93 are shown in the following table:

DOA Recommendation:

	<u>Current Allotment</u>	<u>UWHC s. 16.515 Request</u>	<u>DOA s.16.515 Recommendation</u>
Salaries	\$105,192,168	\$1,858,853	\$1,058,853
Fringe	\$31,314,671	\$1,892,553	\$2,092,553
Supplies/Services	\$95,893,550	\$747,935	-\$1,193,550
Perm. Property	\$12,525,048	\$500,000	\$500,000
Special Purpose	\$467,700	\$22,300	\$82,300
<b>Total</b>	<b>\$245,393,138</b>	<b>\$5,021,641</b>	<b>\$2,540,156</b>

The increase in expenditure authority recommended by DOA, along with the increases in salary and fringe that are anticipated to be approved through the pay plan supplement process will provide final expenditure authority for UWHC of \$254.6 million for FY93, or approximately 7.6% higher than FY92 actual amounts.

Revenue Estimates: Revenues collected as of March 31, 1993 were 10.8% higher than last year at that time, while expenditures were 7.2% higher. Based on data through March, 1993, revenue collections for FY93 are estimated to be \$253.9 million, or approximately \$600,000 lower than the DOA recommended expenditure authority level, assuming UWHC receives its anticipated pay plan supplement. However, UWHC maintains sufficient reserves to cover a \$600,000 shortfall in revenues. In FY92, UWHC had net operating revenues of \$11.6 million in excess of expenses.

RECOMMENDATION

Approve additional, on-going expenditure authority of \$2,540,156 PR under s. 20.285 (1) (kb).



# The University of Wisconsin System

Financial Administration  
1568 Van Hise Hall, 1220 Linden Drive  
Madison, Wisconsin 53706  
(608) 262-5893 FAX: (608) 265-3175

MAR - 8 1993

March 2, 1993

TO: Jennifer Sajna  
FROM: Megan Christiansen

*Megan Christiansen*

SUBJECT: Allotment Request No. 13 - University Hospital and Clinics

Enclosed is Allotment Request No. 13 for the University of Wisconsin System which increases the University of Wisconsin Hospital and Clinics (UWHC) Fund 139 allotment \$5,021,641. Approval of this allotment request, plus approval of the pay plan supplement of \$6.6 million to be requested in the 4th quarter, will bring the allotment level up to the budget level approved by the Board of Regents and the Hospital's Council of Trustees. Please see the enclosed schedules showing pay plan supplements and the reconciliation of the UWHC annual budget to the legislative budget.

The UWHC official 1992-93 budget document includes detailed explanation of the justification for the budgeted dollar levels. The attached letter from UWHC Director of Finance Peter Christman to UW-Madison Budget Director John Torphy explains the need for increasing allotment authority is due to a combination of the following factors:

1. Increasing salary and fringe benefit costs for the Judge Frankel decision regarding academic staff; positions added and filled during 1991-92; and base/equity adjustments.
2. Increasing supplies and other expenses due to patient-related medical/surgical supply and pharmaceutical usage, and due to inflation.
3. Increasing use and cost of new bio-technology drugs, especially those related to trauma and cancer patients.

John Torphy indicates in his letter to UW Vice President Raymond Marnocha that he supports the request after reviewing the UW Hospital's current revenues and expenditures. The University System accounting records support the request by showing commitments through February 1 of \$137.2 million compared to \$118.5 million last year, a 15% increase. Total collections through February 1 are \$143.1 million compared to \$125.3 million; a 14% increase.

The need for the spending authority requested is on-going. Please call me if you have any questions.

## Enclosures

cc: Ray Marnocha  
Debbie Durcan  
Kathi Sell  
Tom Sonnleitner  
John Torphy  
Jim Seifriz  
Dave Rieves

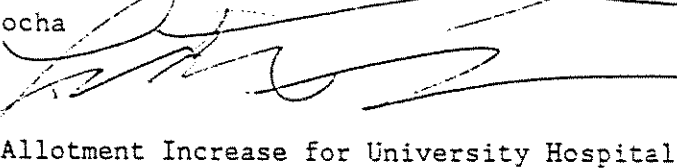
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UNIVERSITY OF  
WISCONSIN  
MADISON

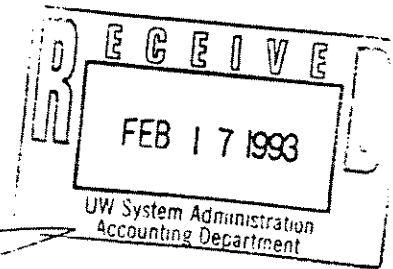
February 12, 1993

MEMORANDUM

TO: Raymond Marnocha

FROM: John Torphy 

SUBJ: Request for Allotment Increase for University Hospital



I am enclosing a request for additional spending authority in appropriation s. 20.285 (1)(kb), University of Wisconsin Hospital and Clinics. The \$5,021,641 increase is exactly the amount approved as the 1992-93 budget by the Trustees and Regents.

I support the request as presented after reviewing the Hospital's current expenditure and revenue levels.

Please call me if you have questions.

Enclosures

cc: Interim Chancellor David Ward  
Interim Vice Chancellor Laurence J. Marton  
Interim Vice Chancellor Richard L. Barrows

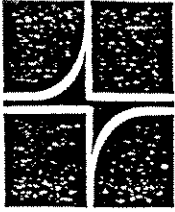
FEB 1 1993

RECEIVED

FEB 16 1993

UNIV. OF WIS. VICE PRESIDENT  
FOR BUSINESS & FINANCE

Office of Budget, Planning and Analysis



University of Wisconsin  
Hospital and Clinics

Center for Health Sciences  
University of Wisconsin-Madison

600 Highland Avenue, Madison, Wisconsin 53792

February 8, 1993

TO: John Torphy

FROM: Peter Christman

Attached is a request to increase the approved 1992-93 allotment level for University Hospital and Clinics to \$256,969,896. This amount is exactly as in the Redbook, and is based upon the Hospital's official 1992-93 Budget.

University administrators from both the Madison Campus and U.W. System, the Hospital's Council of Trustees and the University's Board of Regents reviewed and approved the 1992-93 University Hospital and Clinics budget. This allotment level represents the exact same budget, converted as always from an accrual accounting basis to a cost basis as required. This request, therefore, asks for a salary level of \$112,500,000; fringe benefits of \$34,406,000; supplies of \$96,573,896; special purpose funds - for municipal services - of \$490,000 (this was included in S. & E. in the Hospital's original request); and capital of \$13,000,000. This equals a total of \$256,969,896, the same as the Hospital's cash basis budget and the same number that appears on page 164 of the 1992-93 Redbook.

A copy of University Hospital and Clinic's official 1992-93 budget document is attached. Included in the document is a detailed explanation of the justification for the budgeted dollar levels. A few selected comments are included in this document.

As part of the 1992-93 budget, University Hospital and Clinics projected that salaries would increase from \$104,369,000 in 1991-92 to \$112,500,000 for 1992-93, an increase of \$8,131,000. The projected increase included the following components:

Additional costs for 1992-93 of annualizing the additional .27% merit awarded during 1991-92, annual cost of the Judge Frankel decision and the additional annualized cost of positions added during 1991-92 - \$2,490,000.

*w/ be  
separate plan  
plan suppl. regg.  
in 94*



- . Cost of positions filled during 1992-93 - \$1,415,000.
- . Estimated cost of base adjustments and equity adjustments - \$200,000.
- . Estimated cost of 1992-93 pay plan adjustments, including differentials and other add-ons - \$4,026,000.

The projected fringe benefit increase for 1992-93 of \$3,265,000 simply reflects the application of existing fringe costs to all employee salary costs, including new employees, plus anticipated increases, particularly in the cost of Health Insurance.

No provision is included for any special wide-spread adjustments in salary levels. If any such adjustments were mandated upon University Hospital and Clinics, an additional allotment request would have to be made to cover the related salaries and fringe benefit costs.

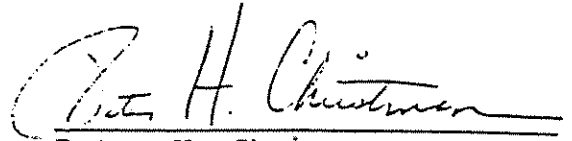
Supplies and other expenses were expected to increase by \$7,358,935, or 8.2%. Of this amount, approximately \$4 million - or 4.5% - was related to volume, intensity and patient mix. The remainder - almost \$3.4 million - was related to inflation, or about 3.6%. Over \$6 million of the increase is identifiable in patient-related medical and surgical supply usage, with Pharmaceuticals representing approximately \$2.5 million of the increase. As usual, the biggest component of the drug cost increase is represented by new bio-technology related items, especially those related to trauma and cancer patients.

There is no request for an increase in total capital expenditures.

It is important to note that at projected levels of activity, patient revenue would exceed total costs as budgeted.

Attached is a schedule which shows our understanding of the currently approved allotment level by category, the additional amounts being requested, and the total allotment being requested. This request by University Hospital is for the amount shown on page 217 of the Redbook as "Increase Subject to Approval", or \$5,021,641. If the amount currently approved changes in any way, the amount requested by the Hospital will also change accordingly. The total allotment request in any case will be for \$256,969,896.

If you have any questions about the specifics of this request, please contact Jim Seifriz, Assoc. Director of Finance, for assistance. His number is 3-4792.

A handwritten signature in cursive script, reading "Peter H. Christman". The signature is written in dark ink and is positioned above a horizontal line.

Peter H. Christman  
Associate Superintendent-  
Director of Finance

PHC:bjb

Attachment

2916N

UNIVERSITY HOSPITAL AND CLINICS  
ALLOTMENT INCREASE REQUEST  
FOR 1992-93

	<u>Current Approved Allotment</u>	<u>Subject To Approval</u>	<u>Annual Allotment Request</u>
Salaries	\$110,641,147	\$1,858,853	\$112,500,000
Fringes	32,513,447	1,892,553	34,406,000
Supplies and Services	95,825,961	747,935	96,573,896
Capital	12,500,000	500,000	13,000,000
Special Purpose	<u>467,700</u>	<u>22,300</u>	<u>490,000</u>
TOTAL	<u>\$251,948,255</u>	<u>\$5,021,641</u>	<u>\$256,969,896</u>

University of Wisconsin System  
 Sum Certain Compensation Supplement Estimate  
 1991-92 & 1992-93 INCREASES IN 1992-93

DLR  
 PP93  
 12-Oct-92

	1991-92			1992-93		
	Salaries	Fringes	Total	Salaries	Fringes	Total
Fund 128						
91-92	652,863	143,631	796,494	652,864	1,145,782	1,798,646
91-92 .27%			0	176,273	38,780	215,053
91-92 Class			0	150,718	33,158	183,876
91-92 Class>1.27%			0	126,183	27,761	153,944
91-92 Class Survey			0	151,922	33,423	185,345
Health Ins		1,002,151	1,002,151			0
92-93 July 1				1,983,465	436,362	2,419,827
92-93 June 1				68,871	15,151	84,022
Total	652,863	1,145,782	1,798,645	3,310,296	1,730,417	5,040,713
						0
Fund 132						
91-92	69,740	15,343	85,083	69,740	15,343	85,083
91-92 .27%			0	18,830	4,142	22,972
91-92 Class			0	0	0	0
91-92 Class>1.27%			0	0	0	0
91-92 Class Survey			0	0	0	0
Health Ins		0	0			0
92-93 July 1				211,878	46,613	258,491
92-93 June 1				7,578	1,667	9,245
Total	69,740	15,343	85,083	308,026	67,765	375,791
						0
Fund 136						
91-92	15,925	3,504	19,429	15,925	3,504	19,429
91-92 .27%			0	4,300	946	5,246
91-92 Class			0	740	163	903
91-92 Class>1.27%			0	130	29	159
91-92 Class Survey			0	0	0	0
Health Ins		0	0			0
92-93 July 1				48,380	10,644	59,024
92-93 June 1				1,730	381	2,111
Total	15,925	3,504	19,429	71,205	15,667	86,872
						0
Fund 139						
91-92	840,132	184,829	1,024,961	840,132	184,829	1,024,961
91-92 .27%			0	226,836	49,904	276,740
91-92 Class			0	257,369	56,621	313,990
91-92 Class>1.27%			0	1,139,032	250,588	1,389,620
91-92 Class Survey			0	341,920	75,222	417,142
Health Ins		0	0			0
92-93 July 1				2,552,406	561,529	3,113,935
92-93 June 1				91,284	20,083	111,367
Total	840,132	184,829	1,024,961	5,448,979	1,198,776	6,647,755
						0

RECONCILIATION OF REDBOOK BUDGET SUM CERTAIN PR FUNDS TO LEGISLATIVE BUDGET

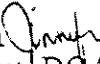
	Fund <u>128</u>	Fund <u>132</u>	Fund <u>136</u>	Fund <u>139</u>	Fund <u>336</u>	Fund <u>528</u>
Legislative Budget	261,072,400	40,510,000	13,539,500	214,104,400	201,800	9,335,600
Payplan 91 - 92 1%	1,798,646	85,083	19,429	1,024,961	866	83,027
Payplan 91 - 92 .27%	215,053	22,972	5,246	276,740	234	11,408
Payplan 92 - 93 July 1	2,419,827	258,491	59,024	3,113,935	2,630	128,365
Payplan 92 - 93 June 1	84,022	9,245	2,111	111,367	94	4,457
Classified 91 - 92	183,876		903	313,990		5,136
Classified > 1.27%	153,944		159	1,389,620		1,381
Classified Survey	185,345			417,142		2,812
Approved Allotments	4,694,800		2,261,337	31,196,100	15,586	2,314,945
Redbook Budget	270,807,913	40,885,791	15,887,709	251,948,255	221,210	11,887,131

**CORRESPONDENCE/MEMORANDUM**

STATE OF WISCONSIN  
Department of Administration

Date: April 5, 1993

To: James R. Klauser  
Secretary, DOA

From: Jennifer Sajna   
Budget Analyst, DOA

Subject: S.16.505/16.515 Request for the University of Wisconsin System--Auxiliary Enterprises

**REQUEST**

On behalf of UW Madison, UW System Administration requests approval of 19.92 FTE positions and \$399,800 of additional spending authority in s.20.285 (1)(h), Auxiliary Enterprises.

**BACKGROUND**

UW's original s.16.505 request for Auxiliary Enterprises asked for 13.0 FTE positions in six different areas. The request included 4.5 FTE positions, out of a total estimated need of 11.42 FTEs to expand health education and mental health services at the University Health Services (UHS) on the UW Madison campus. Furthermore, UW's 1993-95 biennial budget request, contained the 13.0 FTEs in the original s.16.505 request plus the remaining 6.92 FTEs budgeted for the expansion of student health services. However, funding for certain positions in both requests had not received the statutorily required approval from the student-operated Segregated University Fees Allocation Committee (SUFAC) and the Wisconsin Student Association (WSA) Senate until this month. SUFAC and WSA Senate approval is required whenever services are to be funded from additional fees charged to all students on the UW Madison campus.

To avoid duplication, we consolidated the analyses and delayed our recommendations pending SUFAC's final decisions. Consequently, any positions duplicated in the biennial budget request were pulled and consolidated into this revised s.16.505/515 request for 19.92 FTEs (11.42 of which are UHS-related) and \$399,800 in additional spending authority.

The entire request would increase the total UW program revenue position authority to 6,686.34 FTEs and increase UW Madison's authorization from 4,988.64 FTEs to 5,008.56 FTEs or approximately 0.4%. According to UW System Administration, all 19.92 requested positions are to be assigned exclusively to UW Madison.

As of the March 1, 1993 position control report, program revenue vacancies throughout the UW System totaled 138.08 FTEs or 2.07%. UW Madison had 43.38 FTEs vacancies, amounting to approximately 0.9% of their System-authorized positions. While the UW System has considerable flexibility to reallocate positions between campuses and campuses have flexibility to reallocate within their System-authorized level, UW Madison's level of vacancies is quite low. The vacancies that do exist primarily

represent resignations and retirements and are currently in various stages of recruitment.

**ANALYSIS**

UW Madison has indicated that existing spending authority is sufficient to cover all positions except for the expansion of mental health and health education services.

The following positions, listed by program, are requested:

<u>Program</u>	<u>[FTE]</u>
<b>University Health Services</b>	
Student Services Coordinators (Health Educators)	3.0
Graduate Assistant	0.67
Assistant Professor (CHS)	1.25
Senior Clinical Nurse Specialist	1.5
Financial Specialist 2	1.0
Program Assistant 2	3.0
Medical Assistant 2	1.0
<b>Transportation Services</b>	
Program Assistant 3	1.0
Clerical Assistant 1	1.0
<b>Veterinary Medicine</b>	
Pharmacy Technician 2	1.0
Clinical Instructor	1.0
Veterinary Technician 1	1.0
<b>Dean of Students</b>	
Student Services Coordinator	0.5
<b>Housing</b>	
Debit Card Coordinator	1.0
<b>Health Sciences Printing Services</b>	
Graphics Reproduction Tech II	1.0
Offset Press Operator I	1.0
<b>TOTAL</b>	<b>19.92</b>

**University Health Services**

A University Committee on Health Insurance is currently developing a student supplemental health insurance program, which will be coordinated with the University Health Services and will be offered to the approximately 5,300 students and 2,100 spouses and dependents who are uninsured. The program is primarily targeted for the international student population, where there are

significant numbers of uninsured individuals. To develop and implement the operational systems of this program, UHS is requesting a 1.0 FTE Financial Specialist.

UHS is also requesting a 1.0 FTE Medical Assistant and a 1.0 FTE Program Assistant to more efficiently meet current demand for its services. A new telecommunications system was purchased to improve health care delivery support services. The program assistant would provide receptionist support to this expanded station. In addition, in order to reduce the amount of physician time spent in inappropriate duties, UHS has proposed converting the FTE and salary from one physician position to two medical assistants. An additional 1.0 FTE is needed to complete this conversion.

### Health Education / Mental Health

A UW-Madison Task Force on Student Health Care identified health education and mental health as areas where expanded programs are needed. The expansion of these services would result in an increase to segregated fees of approximately \$6 per full-time student per semester. This increase has received the approval of the appropriate student governance organizations.

A peer educator program would be expanded to support *health promotion/disease prevention programs* on AIDS, other sexually transmitted diseases, birth control, Alcohol and Other Drug Abuse (AODA), stress management, sexual harassment and nutrition counseling. University Health Service intends to phase-in these programs and has requested 4.67 FTE positions for 1993-94, including 3.0 FTE Health Educators, 0.67 Graduate Students to work with students and a 1.0 FTE Program Assistant for support services. In addition, 18 part-time peer educators will be available to students. These positions do not require FTE position authority. The proposal for expansion of health education services also includes additional spending authority for salaries, supplies and services for health fairs, professional training and development, marketing and promotion, and minor capital expenditures (\$157,200).

In addition, the task force found current mental health services on campus to be inadequate and recommended expanding *mental health services* for psychiatric consultation, mental health crisis management, psychiatric case management and AODA services. The expansion would include the addition of a 1.0 FTE Assistant Professor/Psychiatrist, a 0.25 FTE Assistant Professor/Physician with AODA training and experience, 1.5 FTE Senior Clinical Nurse Specialists, and a 1.0 FTE Program Assistant for clerical support. The proposal also includes spending authority for salaries and miscellaneous supplies, minor equipment and capital purchases (\$242,600).

### Transportation Services

The request for the program assistant position is a result of the restructuring and expansion of the former Parking and Transportation department to Transportation Services in the Division of Facilities, Planning and Management. This position would handle departmental payroll and personnel functions, management of inter-departmental billing system for UW-Madison fleet operations. The clerical assistant is requested to replace an LTE position in the



"Special Events" parking.

### **Veterinary Medicine**

The Veterinary Medicine Teaching Hospital (VMTH) is requesting 3.0 FTEs. They would like to replace a LTE pharmacy technician with permanent staff, due to turnover and retraining required. The VMTH has also requested a Staff Veterinarian (Clinical Instructor) and a Veterinary Technician based on increases in caseload. Client billing will provide revenue for all positions requested.

### **Dean of Students**

The Dean of Students is requesting a 0.5 FTE position to expand a current half-time Student Services Coordinator to full-time. This individual will coordinate student staff at the newly opened Visitor and Information booth on Park Street.

### **Housing**

University Housing is switching from the current cardboard meal ticket system to a computerized debit card system for the upcoming fall semester. The Debit Card Coordinator position would coordinate installation and maintenance of the debit card system.

### **Health Sciences Printing Services**

Health Science Printing Services (HSPS) has experienced 5% annual volume growth over the last five years. HSPS is requesting a 1.0 FTE Graphic Reproduction Technician to replace two 50% LTEs. No new fees or rate increases will be needed to pay for this position. HSPS is also requesting a 1.0 FTE Offset Press Operator to handle expected 10% volume increases in network printing volume.

### **CONCLUSION**

In general, the Administration is concerned with the growth in student services in times of enrollment management. The Governor, in his budget message, indicated that the UW campuses should contract with the private sector for such services wherever possible to avoid the growth in UW's infrastructure and competition with the private sector. The careful review of program revenue positions is deemed necessary for at least three additional reasons 1) the effect on the overall growth in state government positions, 2) the effect on GPR when program revenue operations are financed from charges to largely GPR-supported departments and 3) the effect on financial access for students when program revenue operations are financed from user or across-the-board student fees.

The following positions are recommended for approval based on increased caseloads:

- 2.0 FTE - University Health Services (Medical Assistant and Financial Specialist)
- 2.0 FTE - VMTH (Clinical Instructor and Veterinary Technician)
- 2.0 FTE - HSPS (Graphic Reproduction Technician and Offset Press Operator)

Both the Health Care Advisory Committee and SUFAC have supported the University Health Services' request to expand services (8.42 FTE). Student support of the new services appears to be strong. The expansion of these programs, however, is scheduled to begin this summer. Consequently, the positions and spending authority for expanded health education and mental health services at University Health Services are needed for the next biennium and therefore should be included during the legislative budget deliberations rather than for 1992-93.

The Debit Card Coordinator position (1.0 FTE) requested by University Housing should be approved as a project position based on the scope of the debit card project.

The remaining positions are not recommended for approval either because the need was not critical to the service or the position could be filled by student help to reduce costs and increase student employment opportunities.

- 1.0 FTE University Health Services (Program Assistant)
- 2.0 FTE Transportation Services (Program Assistant and Clerical Assistant)
- 1.0 FTE VMTH (Pharmacy Technician)
- 0.5 FTE Dean of Students (Student Services Coordinator)

#### RECOMMENDATION

- Approve the following positions for 1992-93:

Veterinary Medicine	2.0 FTE
Health Science Printing	2.0 FTE
University Health Services	2.0 FTE
Debit Card Coordinator	1.0 FTE (PROJECT)
TOTAL	7.0 FTE

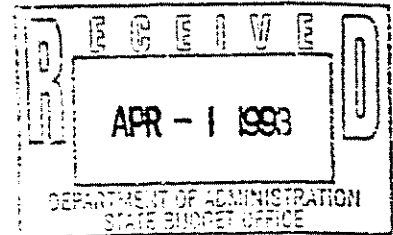
- Recommend that the Joint Committee on Finance include the following positions and on-going spending authority in the 1993-95 biennial budget:

Health Education	4.67 FTE / \$157,200
Mental Health	3.75 FTE / \$242,600
TOTAL	8.42 FTE / \$399,800

- Deny the following positions:

UHS (Program Assistant)	1.0 FTE
Transportation Services	2.0 FTE
VMTH (Pharmacy Technician)	1.0 FTE
Dean of Students	0.5 FTE
TOTAL	4.5 FTE

UNIVERSITY OF  
WISCONSIN  
MADISON



March 29, 1993

To: Jennifer Sajna  
From: John Torphy  
Subject: FTE and Spending Authority Request for  
University Health Service

The UW-Madison Segregated University Fees Allocation Committee (SUFAC) and the Health Care Advisory Committee have approved the University Health Service budget for 1993-94, including the proposals for mental health and health education. Hopefully, the Wisconsin Student Association (WSA) Senate will vote on the budget in the near future. The future of WSA is in question at this time, and there has been difficulty in achieving quorum in the Senate for recent budget votes. In the meantime, it is appropriate to prepare for further consideration of the mental health and health education proposals, given the very strong support they have received across the campus.

Attached is the documentation for the request for 8.42 full-time equivalent positions and \$399,800 in spending authority for 1993-94. As I explained in my January 4, 1993 memorandum to Ray Marnocha and Kathleen Sell, these proposals were withdrawn from the biennial budget request pending review by SUFAC. The Board of Regents approved the proposals as a part of the 1993-95 Biennial Budget proposal.

Your further consideration at this time will be much appreciated. Please contact me or Bill Richner if you have any questions.

Enclosures

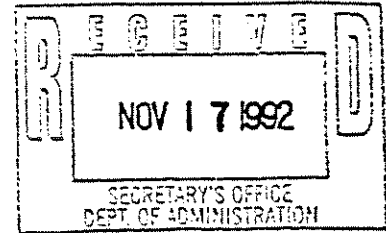
xc: Ray Marnocha  
Kathleen Sell  
David Suchman  
Mary Rouse  
Richard Keeling  
Ferd Schlapper  
David Horvath  
Bill Richner

Office of Budget, Planning and Analysis



The University of Wisconsin System

Vice President for Business and Finance  
1752 Van Hise Hall  
1220 Linden Drive  
Madison, Wisconsin 53706  
(608) 262-1311 FAX (608) 262-3985



November 12, 1992

James Klauser, Secretary  
Department of Administration  
101 South Webster Street  
Madison, Wisconsin 53702

Dear Secretary Klauser:

Subject: Request for Additional Position Authority - s.16.505(2)

In accord with s. 16.505(2), Wis. Stats., the University of Wisconsin System requests 13.0 Program Revenue positions be added to our present authorization of 6,666.42 Full Time Equivalent (FTE) positions. They are requested on behalf of UW-Madison, and will be assigned for their exclusive use. Supporting documentation is attached. Madison will assign the positions to the programs listed below, and is prepared to furnish additional information as needed.

Transportation Services	2.00	Dean of Students	.50
Student Health Services	4.50	Housing	1.00
Veterinary Medicine	3.00	Health Sciences	2.00

With an October 1 vacancy rate of only 1.2% (59.77 vacancies; 4,988.64 authorized), UW-Madison is not able to reallocate positions internally. The 13.0 positions are also included in the 1993-95 Biennial Budget request, but with so few vacancies it is best to request approval now.

We support the need for the positions and confirm Madison is unable to reallocate internally at this time. If you have need for any other information, please feel free to call on me.

Sincerely,

Raymond A. Marnocha  
Vice President for Business and Finance

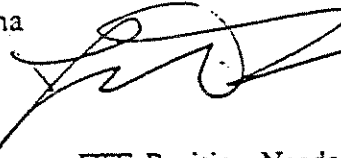
Attachment

cc: President Katharine Lyall  
Senior Vice President Ronald Bornstein  
Vice Presidents  
Chancellor Donna Shalala  
Assoc Vice Chancellor John Torphy

Robert Hanle, DOA  
Martin Olle, DOA  
Robert Lang, LFB  
David Suchman, LFB

UNIVERSITY OF  
WISCONSIN  
MADISON

September 22, 1992

TO: Ray Marnocha  
FROM: John Torphy   
RE: Program Revenue FTE Position Needs

Enclosed are midyear Program Revenue FTE position requests for UW-Madison. As you know, many of these requests were held back pending the outcome of our negotiations with System Administration, the Department of Administration and the Legislative Fiscal Bureau in pursuit of greater flexibility in managing PR positions.

The enclosed requests are for a total of 13.0 FTE positions that are required for reasons explained within the accompanying narratives. These positions have also been requested within our 1993-95 Auxiliary Budget Request to assure continuity.

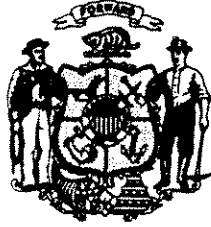
Please let me know if additional information is needed.

Enclosures

RECEIVED  
SEP 24 1992  
UNIV. OF WIS. VICE PRESIDENT  
FOR BUSINESS & FINANCE

Office of Budget, Planning and Analysis

# State of Wisconsin



## JOINT COMMITTEE ON FINANCE

May 19, 1993

TO: Mr. James R. Klauser, Secretary  
Department of Administration

FROM: Senator Joe Leraan  
Representative Barbara J. Linton  
Co-Chair, Joint Committee on Finance

We have reviewed the request from the Department of Administration dated April 29, 1993, under ss. 16.505(2) and 16.515.

Please be advised that we have found no objections to it and accordingly, it is approved effective May 20, 1993.

JL:BJL:ns

cc: Roger Grossman

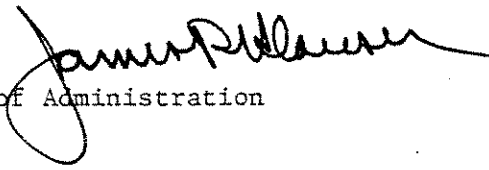
CORRESPONDENCE/MEMORANDUM

Date: Apr. 2, 1993

File Ref:

To: Honorable Gary George, Co-Chair  
Honorable Barbara Linton, Co-Chair

From: James R. Klauser  
Secretary, Dept. of Administration



3 1993

Subject: s. 16.515/16.505(2) Requests

Enclosed are requests which have been approved by this department under the authority granted in s. 16.515 and s. 16.505(2). The explanation for each request is included in the attached materials. Listed below is a summary of each item:

<u>AGENCY</u>	<u>DESCRIPTION</u>	<u>1991-92</u>		<u>1992-93</u>	
		<u>AMOUNT</u>	<u>FTE</u>	<u>AMOUNT</u>	<u>FTE</u>
P.S.C. 20.155(1)(j)	Intervenor Financing			\$ 8,000	

As provided in s. 16.515, this request will be approved on Apr. 26, 1993, unless we are notified prior to that time that the Joint Committee on Finance wishes to meet in formal session about this request.

Please contact Roger Grossman at 266-1072, or the analyst who approved the request in the Division of State Executive Budget and Planning if you have any additional questions.

Attachments:

# CORRESPONDENCE MEMORANDUM

STATE OF WISCONSIN  
Department of Administration

Date: March 31, 1993

To: James R. Klauser, Secretary  
Department of Administration

From: Julie Keal, Budget Analyst JK  
Division of Executive Budget and Planning

Subject: S. 16.515 Request from the Public Service Commission

## Request

The Public Service Commission requests a supplement of \$8000 PRO in FY93 to the s. 20.155(1)(j) appropriation for additional intervenor financing.

## Background

The Public Service Commission has an annual appropriation of \$200,000 PRO for intervenor compensation. This funding gives groups that would otherwise lack the necessary resources the opportunity to participate in cases before the Commission. These groups include customers of the utility which is the subject of the proceeding, and persons with a substantial interest in the proceeding.

Because of an increase in the number of cases of interest to intervenors in FY93, the Commission has exhausted the s. 20.155 (1) (j) appropriation.

The Citizens' Utility Board is requesting \$8000 to finance its intervention in the pending MG&E rate case. MG&E is seeking PSC approval to decrease electric and gas rates. After the proposed reduction, MG&E will have a 12.5% return on equity. CUB contends that such a rate of return will be excessive and unfair to ratepayers.

## Analysis

CUB intends to conduct discovery, analyze data, present testimony, and cross-examine witnesses on financial issues as they relate to rate of return, and on MG&E's energy efficiency programs. It will present a viewpoint which will be opposed to MG&E's and will thus raise issues which would not otherwise be raised.

## Recommendation

Approve the request. CUB's intervention could help to protect ratepayers against unreasonable rates.





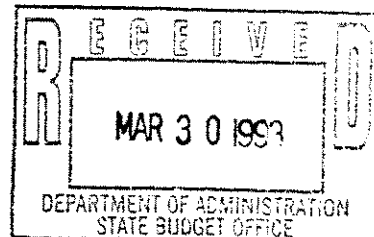
## Public Service Commission of Wisconsin

4802 Sheboygan Avenue  
P. O. Box 7854  
Madison, Wisconsin 53707-7854

Cheryl L. Parrino, Chairman  
John T. Coughlin, Commissioner  
Scott A. Neitzel, Commissioner

March 26, 1993

James R. Klauser, Secretary  
Department of Administration  
101 E. Wilson Street  
Madison, WI 53703



Re: S. 16.515, Wis. Stats. Request to Provide \$8,000 PRO  
Expenditure Authority for the Intervenor Compensation Fund  
(134) to Pay for the Citizens' Utility Board's  
Participation in the Madison Gas and Electric Rate Case

Dear Secretary Klauser:

At its meeting of March 25, 1993, the Public Service Commission reviewed a total of \$60,573 in requests from RENEW Wisconsin (RENEW), Wisconsin Environmental Decade (WED) and the Citizens' Utility Board (CUB) to intervene in a number of issues in the Madison Gas and Electric rate case. The Commission denied the requests of RENEW and WED.

CUB's original application to the Commission was for a total of \$29,248. Prior to the decision of the Commission, CUB submitted a revised application for a total of \$8,000. The funding requested is to provide CUB with \$4,000 for Attorney Lee Cullen and \$4,000 for CUB staff to prepare and analyze data and cross-examine witnesses in the upcoming April hearings. CUB intends to question witnesses on financial issues as they relate to return on equity and issues related to the company's energy efficiency programs. The Commission was not willing to delay the timing of this case pending the outcome of the s. 16.515 request. CUB has indicated that it understands that the Commission's approval is subject to the s. 16.515 process and that payment will not be made if the Commission request is denied. The Commission will proceed with hearings even though the issue of intervenor funding will be unresolved before the end of the hearings. This case is a rate decrease case and Commission staff has calculated that delays will have a significant impact on the amount customers will receive in refunds.

James R. Klauser, Secretary  
Department of Administration  
Page 2

The Commission believes that it is important for someone besides Commission staff to represent the customer point of view in the proceeding and have, therefore, approved this small request for funding.

Sincerely,

*Cheryl L. Parrino*

Cheryl L. Parrino  
Chairman

CLP:GOG:03259302.PLT/LETTER.DAS

Enclosure: CUB original application  
Correspondence on application revision

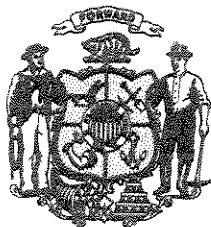
cc: John T. Coughlin, Commissioner  
Scott A. Neitzel, Commissioner  
Julie Keal, Budget Analyst, DOA ✓  
Tony Mason, Legislative Fiscal Bureau  
Lynn Boodry, Acting Administrator, DAS  
Pat Goss, Governor's Office

# State of Wisconsin

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## JOINT COMMITTEE ON FINANCE

April 7, 1993

TO: JOINT COMMITTEE ON FINANCE MEMBERS

FROM: Senator Gary R. George  
Representative Barbara J. Linton  
Co-Chair, Joint Committee on Finance

Attached is a copy of a request from the Department of Administration dated April 2, 1993, under s. 16.515/16.505(2) of the statutes.

Please review this item and notify Representative Linton's office not later than Friday, April 23, 1993, if you have any concerns about the request or would like the Committee to meet formally to consider it.

Also, please contact us if you need additional information.

GRG:BJL:lmr

Attachments

# State of Wisconsin



## JOINT COMMITTEE ON FINANCE

April 26, 1993

TO: Mr. James R. Klauser, Secretary  
Department of Administration

FROM: Senator Joe Leean  
Representative Barbara J. Linton  
Co-Chair, Joint Committee on Finance

We have reviewed the request from the Public Service Commission dated April 2, 1993, under ss. 16.505(2) and 16.515.

Please be advised that we have found no objections to it and accordingly, it is approved effective April 26, 1993.

JL:BJL:ns

cc: Roger Grossman