**Section 2304m.** 195.60 (5) of the statutes is amended to read:

195.60 (5) No suit or proceeding shall be maintained in any court for the purpose of restraining or in any way delaying the collection or payment of any bill rendered under subs. (1) and (2). Every railroad against which a bill is rendered shall pay the amount thereof, and after such payment may in the manner herein provided, at any time within 2 years from the date the payment was made, sue the state in an action at law to recover the amount paid with legal interest thereon from the date of payment, upon the ground that the assessment was excessive, erroneous, unlawful, or invalid in whole or in part. If it is finally determined in such action that any part of the bill for which payment was made was excessive, erroneous, unlawful, or invalid, the state treasurer secretary of administration shall make a refund to the claimant as directed by the court, which shall be charged to the appropriations to the office.

**SECTION 2310.** 196.199 (3) (d) of the statutes is amended to read:

196.199 (3) (d) If, at any time during a proceeding under this subsection, the commission determines, after notice and reasonable opportunity to be heard, that a person has made a filing in violation of par. (c), the commission shall order the person to pay to any party to the proceeding the amount of reasonable expenses incurred by that party because of the filing, including reasonable attorney fees, and the commission may directly assess a forfeiture against the person of not less than \$25 nor more than \$5,000. A person against whom the commission assesses a forfeiture under this paragraph shall pay the forfeiture to the commission within 10 days after receipt of notice of the assessment or, if the person petitions for judicial review under ch. 227, within 10 days after receipt of the final decision after exhaustion of judicial review. The commission shall remit all forfeitures paid under this paragraph to the

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state treasurer secretary of administration for deposit in the school fund. The attorney general may bring an action in the name of the state to collect any forfeiture assessed by the commission under this paragraph that has not been paid as provided in this paragraph. The only contestable issue in such an action is whether or not the forfeiture has been paid.

SECTION 2311d. 196.218 (3) (a) 3. b. of the statutes is amended to read:

196.218 (3) (a) 3. b. The amounts appropriated under ss. 20.255 (3) (q), 20.275 (1) (s), (t) and (tm) and (qm), 20.285 (1) (q), and 20.505 (4) (s), (t), (tm), (tu), and (tw).

SECTION 2311e. 196.218 (3) (a) 4. of the statutes is amended to read:

196.218 (3) (a) 4. In calculating contribution amounts that must be paid into

196.218 (3) (a) 4. In calculating contribution amounts that must be paid into the universal service fund by telecommunications utilities that provide local exchange service, the commission shall determine the portion of the contributions that are is used for the purposes specified in sub. (5) (a) 5. to 7. 11.

SECTION 2311m. 196.218 (3) (e) of the statutes is amended to read:

196.218 (3) (e) Except as provided in par. (f) and s. 196.196 (2) (d), a telecommunications provider or other person may not establish a surcharge on customers' bills to collect from customers contributions required under this subsection.

SECTION 2311s. 196.218 (3) (f) of the statutes is amended to read:

196.218 (3) (f) Notwithstanding ss. 196.196 (1) and (5) (d) 2., 196.20 (2m), (5) and (6), 196.213 and 196.215, a telecommunications utility that provides local exchange service may make adjustments to local exchange service rates for the purpose of recovering the portion of its contributions to the universal service fund that is determined by the commission under par. (a) 4. A telecommunications utility that adjusts local exchange service rates for the purpose of recovering all or any

1	amount of that portion shall identify on customer bills a single amount that is the
2	total amount of the adjustment.
3	SECTION 2312d. 196.218 (4t) of the statutes is amended to read:
4	196.218 (4t) Educational telecommunications access program rules. The
5	commission, in consultation with the department of administration and the
6	technology for educational achievement in Wisconsin board, shall promulgate rules
7	specifying the telecommunications services eligible for funding through the
8	educational telecommunications access program under s. 44.73 16.997.
9	SECTION 2313d. 196.218 (5) (a) 5. of the statutes is amended to read:
10	196.218 (5) (a) 5. To pay costs incurred under contracts under s. 16.974 to the
11	extent that these costs are not paid under s. 44.73 16.997 (2) (d), except that no
12	moneys in the universal service fund may be used to pay installation costs that are
13	necessary for a political subdivision to obtain access to bandwidth under a shared
14	service agreement under s. 44.73 <u>16.997</u> (2r) (a).
15	Section 2314d. 196.218 (5) (a) 5. of the statutes, as affected by 2003 Wisconsin
16	Act (this act), is amended to read:
17	196.218 (5) (a) 5. To pay costs incurred under contracts under s. $16.974$ $16.971$
18	(13) to (16) to the extent that these costs are not paid under s. 16.997 (2) (d), except
19	that no moneys in the universal service fund may be used to pay installation costs
20	that are necessary for a political subdivision to obtain access to bandwidth under a
21	shared service agreement under s. 16.997 (2r) (a).
22	<b>SECTION 2315.</b> 196.218 (5) (a) 6. of the statutes is amended to read:
23	196.218 (5) (a) 6. To pay the department of electronic government
94	administration for talogommunications convices provided under s. 22.05.16.972 (1)

1	to the campuses of the University of Wisconsin System at River Falls, Stout, Superior
2	and Whitewater.
3	<b>SECTION 2316d.</b> 196.218 (5) (a) 7. of the statutes is amended to read:
4	196.218 (5) (a) 7. To make grants awarded by the technology for educational
5	achievement in Wisconsin board department of administration to school districts
6	and private schools under s. $44.73 \pm 0.997$ (6). This subdivision does not apply after
7	June 30, 2002 <u>December 31, 2005</u> .
8	<b>SECTION 2317.</b> 196.218 (5) (a) 10. of the statutes is repealed.
9	<b>SECTION 2317c.</b> 196.218 (5) (a) 11. of the statutes is created to read:
10	196.218 (5) (a) 11. To provide for state aid to public library systems under s.
11	43.24.
12	SECTION 2317m. 196.374 (5) of the statutes is created to read:
13	196.374 (5) The commission may not require any public utility to operate or
14	otherwise provide for, or impose any assessment on public utility customers for, any
15	program established by the department of administration under s. $16.957$ (2) (b) 1.
16	This subsection does not apply to contributions that are required under sub. (3).
17	SECTION 2318. 196.491 (2) (e) of the statutes is amended to read:
18	196.491 (2) (e) Any state agency, as defined in s. 16.375 560.9810 (1), county,
19	municipality, town or person may submit written comments to the commission on a
20	strategic energy assessment within 90 days after copies of the draft are issued under
21	par. (b).
22	SECTION 2321. 196.85 (3) of the statutes is amended to read:
23	196.85 (3) If any public utility, sewerage system, joint local water authority, or
24	power district is billed under sub. (1), (2), or (2e) and fails to pay the bill within 30
25	days or fails to file objections to the bill with the commission, as provided in this

subsection, the commission shall transmit to the state treasurer secretary of administration a certified copy of the bill, together with notice of failure to pay the bill, and on the same day the commission shall mail by registered mail to the public utility, sewerage system, joint local water authority, or power district a copy of the notice that it has transmitted to the state treasurer. Within 10 days after receipt of the notice and certified copy of the bill, the state treasurer secretary of administration shall levy the amount stated on the bill to be due, with interest, by distress and sale of any property, including stocks, securities, bank accounts, evidences of debt, and accounts receivable belonging to the delinquent public utility, sewerage system, joint local water authority, or power district. The levy by distress and sale shall be governed by s. 74.10, 1985 stats., except that it shall be made by the state treasurer secretary of administration and that goods and chattels anywhere within the state may be levied upon.

**Section 2322.** 196.85 (4) (d) of the statutes is amended to read:

196.85 (4) (d) If any bill against which objections have been filed is not paid within 10 days after notice of a finding that the objections have been overruled and disallowed by the commission has been mailed to the objector as provided in this subsection, the commission shall give notice of the delinquency to the state treasurer secretary of administration and to the objector, in the manner provided in sub. (3). The state treasurer secretary of administration shall then proceed to collect the amount of the delinquent bill as provided in sub. (3). If an amended bill is not paid within 10 days after a copy of the amended bill is mailed to the objector by registered mail, the commission shall notify the state treasurer secretary of administration and the objector as in the case of delinquency in the payment of an original bill. The state

treasurer secretary of administration shall then proceed to collect the amount of the amended bill as provided in the case of an original bill.

**SECTION 2323.** 196.85 (5) of the statutes is amended to read:

196.85 (5) No suit or proceeding may be maintained in any court to restrain or delay the collection or payment of any bill rendered under sub. (1), (2), or (2e). Every public utility, sewerage system, joint local water authority, or power district that is billed shall pay the amount of the bill, and after payment may in the manner provided under this section, at any time within 2 years from the date the payment was made, sue the state to recover the amount paid plus interest from the date of payment, upon the ground that the assessment was excessive, erroneous, unlawful, or invalid in whole or in part. If the court finds that any part of the bill for which payment was made was excessive, erroneous, unlawful, or invalid, the state treasurer secretary of administration shall make a refund to the claimant as directed by the court. The refund shall be charged to the appropriations to the commission.

SECTION 2324. 196.858 (1) and (2) of the statutes are amended to read:

196.858 (1) The commission shall annually assess against local exchange and interexchange telecommunications utilities the total, not to exceed \$5,000,000, of the amounts appropriated under s. 20.530 20.505 (1) (ir).

(2) The commission shall assess a sum equal to the annual total amount under sub. (1) to local exchange and interexchange telecommunications utilities in proportion to their gross operating revenues during the last calendar year. If total expenditures for telephone relay service exceeded the payment made under this section in the prior year, the commission shall charge the remainder to assessed telecommunications utilities in proportion to their gross operating revenues during the last calendar year. A telecommunications utility shall pay the assessment within

banking at .... (insert address).

1	30 days after the bill has been mailed to the assessed telecommunication utility. The
2	bill constitutes notice of the assessment and demand of payment. Payments shall
3	be credited to the appropriation account under s. $20.530 \ \underline{20.505}$ (1) (ir).
4	SECTION 2330. 214.01 (1) (im) of the statutes is amended to read:
5	214.01 (1) (im) "Division" means the division of savings institutions banking
6	SECTION 2331. 214.01 (1) (sr) of the statutes is amended to read:
7	214.01 (1) (sr) "Review board" means the savings bank institutions review
8	board.
9	SECTION 2332. 214.592 of the statutes is amended to read:
10	214.592 Financially related services tie-ins. In any transaction conducted
11	by a savings bank, a savings bank holding company, or a subsidiary of either with
12	a customer who is also a customer of any other subsidiary of any of them, the
13	customer shall be given a notice in 12-point boldface type in substantially the
14	following form:
15	NOTICE OF RELATIONSHIP
16	This company, (insert name and address of savings bank, savings bank
17	holding company, or subsidiary), is related to (insert name and address of savings
18	bank, savings bank holding company, or subsidiary) of which you are also a customer
19	You may not be compelled to buy any product or service from either of the above
20	companies or any other related company in order to participate in this transaction
21	If you feel that you have been compelled to buy any product or service from
22	either of the above companies or any other related company in order to participate
23	in this transaction, you should contact the management of either of the above
24	companies at either of the above addresses or the division of savings institutions

following:

lacksquare	SECTION 2334. 215.01 (6) of the statutes is amended to read:
2	215.01 (6) "Division" means the division of savings institutions banking.
3	SECTION 2335. 215.01 (22) of the statutes is amended to read:
4	215.01 (22) "Review board" means the savings and loan institutions review
5	board.
6	SECTION 2336. 215.02 (title) of the statutes is repealed and recreated to read:
7	215.02 (title) Powers of the division.
8	<b>SECTION 2337.</b> 215.02 (10) (a) 3. of the statutes is amended to read:
9	215.02 (10) (a) 3. An order of removal takes effect on the date issued. A copy
10	of the order shall be served upon the association and upon the officer, director, or
11	employee in the manner provided by law for service of a summons in a court of record
2	or by mailing a copy to the association and officer, director, or employee at their
13	last-known, post-office addresses. Any removal under this subsection has the same
14	effect as if made by the board of directors or the members or stockholders of the
15	association. An officer, director, or employee removed from office or employment
16	under this subsection may not be elected as an officer or director of, or be employed
17	by, an association without the approval of the division and the review board. An
18	order of removal under this subsection is a final <del>order or</del> determination of the review
19	board under s. 215.04 (6) (5).
20	SECTION 2338. 215.04 of the statutes is repealed and recreated to read:
21	215.04 Review board. (1) Duties. The review board shall do all of the

- (a) Advise the division on matters related to this chapter.
- (b) Review the acts, orders, and determinations of the division.

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- (c) Act on any matters pertaining to this chapter that are submitted to it by the division.
  - (d) Perform other review functions relating to this chapter.
- (e) Conduct hearings and take testimony, and subpoena and swear witnesses at such hearings. The review board shall have the subpoena powers under s. 885.01 (4).
- (2) APPEARANCES. An interested party may appear at a proceeding of the review board and may participate in the examination of witnesses and present evidence.
- (3) WITNESS FEES. A person who causes a witness to be subpoenaed shall advance the fees and mileage expense of the witness. Witness fees shall be the same as fees under s. 814.67 (1) (b) and (c). The fees of witnesses who are called by the review board in the interests of the state shall be paid by the state upon presentation of proper vouchers approved by the chairperson of the review board and charged to the appropriation under s. 20.144 (1) (g).
- (4) Review of acts, orders, or determinations. Any interested person or a savings association aggrieved by any act, order, or determination of the division, which relates to savings and loan associations, may, within 20 days after receipt or service of a copy of the act, order, or determination, file a written notice requesting the review board's review of the division's act, order, or determination. The review of the division's decision shall be solely to determine if the division acted within the scope of the division's authority and did not act in an arbitrary or capricious manner and to determine if the act, order, or determination of the division is supported by substantial evidence in view of the entire record as submitted. The review of applications for new charters, branch offices, or relocation of offices shall be based exclusively on the record and new evidence may not be taken by the review board.

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- Requests for review under this subsection shall be considered and disposed of as speedily as possible.
- (5) REVIEW. A determination of the review board is subject to review under ch. 227. If an act, order, or determination of the division is reversed or modified by the review board, the division shall be considered to be a person aggrieved and directly affected by the decision under s. 227.53 (1).
- (6) BOARD MEMBER NOT TO ACT. A member of the review board may not act on any matter involving a savings and loan association or savings and loan holding company of which the member is an officer, director, employee, or agent.

**SECTION 2339.** 215.141 of the statutes is amended to read:

215.141 Financially related services tie-ins. In any transaction conducted by an association, a savings and loan holding company, or a subsidiary of either with a customer who is also a customer of any other subsidiary of any of them, the customer shall be given a notice in 12-point boldface type in substantially the following form:

## NOTICE OF RELATIONSHIP

This company, ..... (insert name and address of association, savings and loan holding company, or subsidiary), is related to ..... (insert name and address of association, savings and loan holding company, or subsidiary) of which you are also a customer. You may not be compelled to buy any product or service from either of the above companies or any other related company in order to participate in this transaction.

If you feel that you have been compelled to buy any product or service from either of the above companies or any other related company in order to participate in this transaction, you should contact the management of either of the above

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1	companies at either of the above addresses or the division of savings institutions
2	banking at (insert address).
3	SECTION 2341. 215.33 (3) (b) 2. of the statutes is amended to read:
4	215.33 (3) (b) 2. The accounts of the association are insured by the deposit
5	insurance corporation or any other insurer acceptable to the division, or that
6	adequate and sufficient securities have been deposited with the state treasurer
7	secretary of administration to assure that the association will meet its obligations
8	to the residents of this state.
9	SECTION 2342. 215.40 (18) of the statutes is amended to read:
10	215.40 (18) Appeal by applicants after being denied certificate of authority.
11	If the division refuses to grant a certificate of authority to organize an association,
12	and the applicants feel aggrieved thereby, they may appeal to the review board to
13	review the division's determination under s. $215.04(1)(d)(b)$ and $(4)$ .
14	SECTION 2343. 220.02 (2) (e) and (f) of the statutes are created to read:
15	220.02 (2) (e) Savings banks under ch. 214.
16	(f) Savings and loan associations under ch. 215.
17	SECTION 2344. 220.02 (3) of the statutes is amended to read:
18	220.02 (3) It is the intent of sub. (2) to give the division jurisdiction to enforce
19	and carry out all laws relating to banks or banking in this state, including those
20	relating to state banks, savings banks, savings and loan associations, and trust
21	company banks, and also all laws relating to small loan companies or other loan
22	companies or agencies, finance companies, motor vehicle dealers, adjustment service
23	companies, community currency exchanges, and collection agencies and those

relating to sellers of checks under ch. 217, whether doing business as corporations,

individuals, or otherwise, but to exclude laws relating to credit unions.

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**SECTION 2346.** 221.0303 (2) of the statutes is amended to read:

221.0303 (2) Operation and acquisition of customer bank communications TERMINALS. A bank may, directly or indirectly, acquire, place, and operate, or participate in the acquisition, placement, and operation of, at locations other than its main or branch offices, customer bank communications terminals, in accordance with rules established by the division. The rules of the division shall provide that any such customer bank communications terminal shall be available for use, on a nondiscriminatory basis, by any state or national bank and by all customers designated by a bank using the terminal. This subsection does not authorize a bank which has its principal place of business outside this state to conduct banking business in this state. The customer bank communications terminals also shall be available for use, on a nondiscriminatory basis, by any credit union, savings and loan association, or savings bank, if the credit union, savings and loan association, or savings bank requests to share its use, subject to rules jointly established by the division of banking, and the office of credit unions and the division of savings institutions. The division by order may authorize the installation and operation of a customer bank communications terminal in a mobile facility, after notice and hearing upon the proposed service stops of the mobile facility.

**SECTION 2347.** 221.0320 (3) (a) of the statutes is amended to read:

221.0320 (3) (a) In this subsection, "local governmental unit" has the meaning given in s. 22.01 16.97 (7).

**SECTION 2348.** 221.0321 (5) of the statutes is amended to read:

221.0321 (5) CERTAIN SECURED LOANS. A bank may make loans secured by assignment or transfer of stock certificates or other evidence of the borrower's ownership interest in a corporation formed for the cooperative ownership of real

estate. Sections 846.10 and 846.101, as they apply to a foreclosure of a mortgage involving a one–family residence, apply to a proceeding to enforce the lender's rights in security given for a loan under this subsection. The division shall promulgate joint rules with the office of credit unions and the division of savings institutions that establish procedures for enforcing a lender's rights in security given for a loan under this subsection.

**SECTION 2349.** 223.02 (1) (intro.) of the statutes is amended to read:

223.02 (1) INDEMNITY FUND DEPOSIT. (intro.) Deposit at least \$100,000 with the state treasurer secretary of administration or the state treasurer's secretary's agent in accordance with the following provisions:

**SECTION 2350.** 223.02 (1) (b) of the statutes is amended to read:

223.02 (1) (b) The state treasurer secretary of administration or the state treasurer's secretary's agent shall pay over to the bank trust company the interest, dividends, or other income on deposit or may authorize the bank trust company to collect the interest, dividends, or other income. The state treasurer secretary of administration shall issue a certificate stating that a deposit has been made with the state treasurer secretary of administration or the state treasurer's secretary's agent in the manner provided in this section.

**SECTION 2351.** 223.02 (1) (c) of the statutes is amended to read:

223.02 (1) (c) The state treasurer secretary of administration or the state treasurer's secretary's agent shall hold the deposit as security for the faithful execution of any trust which may be lawfully imposed upon and accepted by the trust company bank. The cash or securities shall remain in the possession of the state treasurer secretary of administration or the state treasurer's secretary's agent until

otherwise ordered by a court of competent jurisdiction, unless released pursuant to par. (d).

**Section 2352.** 223.02 (1) (d) of the statutes is amended to read:

223.02 (1) (d) The securities and cash deposited by a trust company bank may be released by the state treasurer secretary of administration or the state treasurer's secretary's agent and returned to the bank, if the division certifies to the state treasurer secretary of administration that the bank no longer exercises trust powers and that the division is satisfied that there are no outstanding trust liabilities.

**SECTION 2353.** 223.02 (1) (e) of the statutes is amended to read:

223.02 (1) (e) The state treasurer secretary of administration may designate a banking corporation, having an authorized capital of \$1,000,000 or more, to act as an agent to hold the cash or securities in safekeeping. The agent shall furnish to the state treasurer secretary of administration a safekeeping receipt for all cash and securities received by it. The agent shall pay the cash and securities to the state treasurer secretary of administration on demand without conditions.

**Section 2354.** 223.105 (3) (a) of the statutes is amended to read:

223.105 (3) (a) To assure compliance with such rules as may be established under s. 220.04 (7), the division of banking, and the office of credit unions and the division of savings institutions shall, at least once every 18 months, examine the fiduciary operations of each organization which is under its respective jurisdiction and is subject to examination under sub. (2). If a particular organization subject to examination under sub. (2) is not otherwise under the jurisdiction of one of the foregoing agencies, such examination shall be conducted by the division of banking.

**SECTION 2355.** 223.105 (4) of the statutes is amended to read:

223.105 (4) Notice of fiduciary operation. Except for those organizations licensed under ch. 221 or this chapter, any organization engaged in fiduciary operations as defined in this section shall, as required by rule, notify the division of banking, or the office of credit unions or the division of savings institutions of that fact, directing the notice to the agency then exercising regulatory authority over the organization or, if there is none, to the division of banking. Any organization which intends to engage in fiduciary operations shall, prior to engaging in such operations, notify the appropriate agency of this intention. The notifications required under this subsection shall be on forms and contain information required by the rules promulgated by the division of banking.

**Section 2356.** 223.105 (5) of the statutes is amended to read:

223.105 (5) Enforcement remedy. The division of banking or the division of savings institutions or office of credit unions shall, upon the failure of such organization to submit notifications or reports required under this section or otherwise to comply with the provisions of this section, or rules established by the division of banking under s. 220.04 (7), upon due notice, order such defaulting organization to cease and desist from engaging in fiduciary activities and may apply to the appropriate court for enforcement of such order.

**Section 2357.** 223.105 (6) of the statutes is amended to read:

223.105 (6) Sunset. Except for an organization regulated by the office of credit unions or the division of savings institutions, a savings bank or savings and loan association regulated by the division of banking, or an organization authorized by the division of banking to operate as a bank or trust company under ch. 221 or this chapter, an organization may not begin activity as a fiduciary operation under this section after May 12, 1992. An organization engaged in fiduciary operations under

this section on May 12, 1992, may continue to engage in fiduciary operations after that date.

**SECTION 2358.** 223.20 (3) of the statutes is amended to read:

223.20 (3) Surrender of trust powers. If a converted trust company bank has been fully discharged of all trusts committed to it, it may, by amendment to its articles of incorporation, duly adopted by its stockholders and approved by the division, surrender its powers to act in a fiduciary capacity. A trust company bank that surrenders its trust powers under this subsection shall eliminate from its corporate name the word "trust;" "trust" and may thereupon withdraw from the state treasurer secretary of administration all securities and cash that it has deposited with the state treasurer secretary of administration pursuant to s. 223.02.

**SECTION 2359.** 224.71 (3) (b) 1m. of the statutes is amended to read:

224.71 (3) (b) 1m. A community-based organization, as defined in s. 16.30 560.9801 (1), or a housing authority, as defined in s. 16.30 560.9801 (2).

**SECTION 2360.** 224.71 (4) (b) 1m. of the statutes is amended to read:

224.71 (4) (b) 1m. A community-based organization, as defined in s. 16.30 560.9801 (1), or a housing authority, as defined in s. 16.30 560.9801 (2).

**SECTION 2361.** 224.77 (1m) (c) of the statutes is amended to read:

224.77 (1m) (c) All forfeitures shall be paid to the division of banking within 10 days after receipt of notice of assessment or, if the forfeiture is contested under par. (b), within 10 days after receipt of the final decision after exhaustion of administrative review. The division of banking shall remit all forfeitures paid to the state treasurer secretary of administration for deposit in the school fund.

Section 2364. 227.01 (13) (zk) of the statutes is repealed.

**SECTION 2367.** 227.03 (7) of the statutes is amended to read:

1	227.03 (7) Except as provided in s. 230.44 (4) (bm), this chapter does not apply
2	to proceedings before the personnel employment relations commission in matters
3	that are arbitrated in accordance with s. 230.44 (4) (bm).
4	SECTION 2368. 227.10 (3) (e) of the statutes is amended to read:
5	227.10 (3) (e) Nothing in this subsection prohibits the administrator of the
6	division of merit recruitment and selection in the department of employment
7	relations office of state human resources management from promulgating rules
8	relating to expanded certification under s. 230.25 (1n).
9,	SECTION 2369. 227.115 (1) (a) and (b) of the statutes are amended to read:
10	227.115 (1) (a) "Department" means the department of administration
11	commerce.
12	(b) "State housing strategy plan" means the plan developed under s. 16.31
13	<u>560.9802</u> .
14	<b>SECTION 2370.</b> 227.115 (3) (a) 5. of the statutes is amended to read:
15	227.115 (3) (a) 5. Housing costs, as defined in s. 16.30 560.9801 (3) (a) and (b).
16	SECTION 2373. 227.44 (2s) of the statutes is repealed.
17	SECTION 2376. 227.47 (2) of the statutes is amended to read:
18	227.47 (2) Except as otherwise provided in this subsection, a proposed or final
19	decision of the personnel employment relations commission, hearing examiner or
20	arbitrator concerning an appeal of the decision of the secretary of employment
21	relations made under s. 230.09 (2) (a) or (d) shall not be accompanied by findings of
22	fact or conclusions of law. If within 30 days after the commission issues a decision
23	in such an appeal either party files a petition for judicial review of the decision under
24	s. 227.53 and files a written notice with the commission that the party has filed such

a petition, the commission shall issue written findings of fact and conclusions of law

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within 90 days after receipt of the notice. The court shall stay the proceedings pending receipt of the findings and conclusions.

**SECTION 2377.** 227.47 (2) of the statutes, as affected by 2003 Wisconsin Act .... (this act), is amended to read:

227.47 (2) Except as otherwise provided in this subsection, a proposed or final decision of the employment relations commission, hearing examiner or arbitrator concerning an appeal of the decision of the secretary of employment relations director of the office of state human resources management made under s. 230.09 (2) (a) or (d) shall not be accompanied by findings of fact or conclusions of law. If within 30 days after the commission issues a decision in such an appeal either party files a petition for judicial review of the decision under s. 227.53 and files a written notice with the commission that the party has filed such a petition, the commission shall issue written findings of fact and conclusions of law within 90 days after receipt of the notice. The court shall stay the proceedings pending receipt of the findings and conclusions.

**SECTION 2378.** 227.52 (3) of the statutes is amended to read:

227.52 (3) Those decisions of the division of banking that are subject to review, prior to any judicial review, by the banking review board, and decisions of the division of banking relating to savings banks or savings and loan associations, but no other institutions subject to the jurisdiction of the division of banking.

SECTION 2379. 227.52 (5) of the statutes is repealed.

**SECTION 2380.** 227.53 (1) (a) 1. of the statutes is amended to read:

227.53 (1) (a) 1. Proceedings for review shall be instituted by serving a petition therefor personally or by certified mail upon the agency or one of its officials, and filing the petition in the office of the clerk of the circuit court for the county where

the judicial review proceedings are to be held. If the agency whose decision is sought to be reviewed is the tax appeals commission, the banking review board, the credit union review board, or the savings and loan institutions review board or the savings bank review board, the petition shall be served upon both the agency whose decision is sought to be reviewed and the corresponding named respondent, as specified under par. (b) 1. to 5. 4.

**SECTION 2382.** 227.53 (1) (b) 4. of the statutes is amended to read:

227.53 (1) (b) 4. The savings and loan institutions review board, the division of savings institutions banking, except if the petitioner is the division of savings institutions banking, the prevailing parties before the savings and loan institutions review board shall be the named respondents.

**SECTION 2383.** 227.53 (1) (b) 5. of the statutes is repealed.

**SECTION 2384.** 227.53 (1) (d) of the statutes is amended to read:

227.53 (1) (d) Except in the case of the tax appeals commission, the banking review board, the credit union review board, and the savings and loan institutions review board and the savings bank review board, the agency and all parties to the proceeding before it, shall have the right to participate in the proceedings for review. The court may permit other interested persons to intervene. Any person petitioning the court to intervene shall serve a copy of the petition on each party who appeared before the agency and any additional parties to the judicial review at least 5 days prior to the date set for hearing on the petition.

**SECTION 2384e.** 230.01 (2) of the statutes is amended to read:

230.01 (2) It is the policy of the state and the responsibility of the secretary director and the administrator to maintain a system of personnel management which fills positions in the classified service through methods which apply the merit

principle, with adequate civil service safeguards. It is the policy of this state to provide for equal employment opportunity by ensuring that all personnel actions including hire, tenure or term, and condition or privilege of employment be based on the ability to perform the duties and responsibilities assigned to the particular position without regard to age, race, creed or religion, color, disability, sex, national origin, ancestry, sexual orientation or political affiliation. It is the policy of this state to take affirmative action which is not in conflict with other provisions of this chapter. It is the policy of the state to ensure its employees opportunities for satisfying careers and fair treatment based on the value of each employee's services. It is the policy of this state to encourage disclosure of information under subch. III and to ensure that any employee employed by a governmental unit is protected from retaliatory action for disclosing information under subch. III. It is the policy of this state to correct pay inequities based on gender or race in the state civil service system.

**SECTION 2384m.** 230.02 of the statutes is amended to read:

230.02 Liberal construction of statutes. Statutes applicable to the department office shall be construed liberally in aid of the purposes declared in s. 230.01.

**SECTION 2385.** 230.03 (8) of the statutes is amended to read:

230.03 (8) "Commission" means the personnel employment relations commission.

SECTION 2386e. 230.03 (9) of the statutes is repealed.

**Section 2386m.** 230.03 (9e) of the statutes is created to read:

230.03 (9e) "Director" means the director of the office.

**Section 2386s.** 230.03 (10) of the statutes is amended to read:

1	230.03 (10) "Division" means the division of merit recruitment and selection
2	in the <del>department</del> <u>office</u> .
3	SECTION 2387. 230.03 (10e) of the statutes is created to read:
4	230.03 (10e) "Division of equal rights" means the division of equal rights in the
5	department of workforce development.
6	SECTION 2387e. 230.03 (10r) of the statutes is amended to read:
7	230.03 (10r) "Job group" means a set of classifications combined by the
8	department office on the basis of similarity in responsibility, pay range and nature
9	of work.
LO	SECTION 2387m. 230.03 (10w) of the statutes is created to read:
<b>L1</b>	230.03 (10w) "Office" means the office of state human resources management.
12	SECTION 2387s. 230.03 (13) of the statutes is repealed.
13	SECTION 2387w. 230.04 (title) of the statutes is amended to read:
14	230.04 (title) Powers and duties of the secretary director.
15	SECTION 2388. 230.04 (1) of the statutes is amended to read:
16	230.04 (1) The secretary director is charged with the effective administration
L <b>7</b>	of this chapter. All powers and duties, necessary to that end, which are not
18	exclusively vested by statute in the commission, the division of equal rights, the
9	administrator or appointing authorities, are reserved to the secretary director.
20	SECTION 2389. 230.04 (1m) of the statutes is amended to read:
21	230.04 (1m) The secretary director may delegate, in writing, any of his or her
22	functions set forth in this chapter to an appointing authority, within prescribed
23	standards if the secretary director finds that the agency has personnel management
24	capabilities to perform such functions effectively and has indicated its approval and
25	willingness to accept such responsibility by written agreement. If the secretary

director determines that any agency is not performing such delegated function within prescribed standards, the secretary director shall forthwith withdraw such delegated function. Subject to the approval of the joint committee on finance, the secretary director may order transferred to the department office from the agency to which delegation was made such agency staff and other resources as necessary to perform such functions if increased staff was authorized to that agency as a consequence of such delegation or if the department office reduced staff or shifted staff to new responsibilities as a result of such delegation. Any delegatory action taken under s. 230.09 (2) (a) or (d) or 230.13 (1) by an appointing authority may be appealed to the personnel commission under s. 230.44 (1) (b). The secretary director shall be a party in such an appeal.

**Section 2389d.** 230.04 (2) of the statutes is amended to read:

230.04 (2) The secretary director may utilize the services of technical or specialized personnel to assist in implementing and maintaining a sound personnel management program. These services may be obtained from persons inside or outside of state service.

**SECTION 2389h.** 230.04 (3) of the statutes is amended to read:

230.04 (3) The secretary <u>director</u> may issue enforceable orders on all matters relating to the administration, enforcement and effect of this chapter and the rules prescribed thereunder except on matters relating to the provisions of subch. III or to those provisions of subch. II for which responsibility is specifically charged to the administrator.

**Section 2389p.** 230.04 (4) of the statutes is amended to read:

230.04 (4) The secretary director shall establish and maintain a collective bargaining capability under s. 111.815 (2).

SECTION 2389s. 230.04 (5) of the statutes is amended to read:
230.04 (5) The secretary director shall promulgate rules on all matters relating
to the administration of the department office and the performance of the duties
assigned to the secretary director, except on matters relating to those provisions of
subch. II for which responsibility is specifically charged to the administrator.
<b>SECTION 2390.</b> 230.04 (7) of the statutes is repealed.
SECTION 2390b. 230.04 (8) of the statutes is amended to read:
230.04 (8) The secretary director shall establish an employee performance
evaluation program under s. 230.37 (1).
SECTION 2390c. 230.04 (9) (intro.) of the statutes is amended to read:
230.04 (9) (intro.) The secretary director shall do all of the following:
SECTION 2390d. 230.04 (9) (f) of the statutes is renumbered 230.455 and
amended to read:
230.455 Division of affirmative action. Establish an affirmative action
subunit reporting directly to the secretary. The division of affirmative action subunit
shall advise and assist the secretary director, the administrator and agency heads
on establishing policies and programs to ensure appropriate affirmative action. The
subunit division of affirmative action shall advise and assist the secretary director
in monitoring such programs and shall provide staff to the council on affirmative
action <del>council</del> .
SECTION 2390e. 230.04 (9m) of the statutes is amended to read:
230.04 (9m) The secretary director shall conduct periodic reviews and
evaluations of the written records of hiring decisions made by appointing authorities
under ss. 230.21 (1m), 230.25 (1p) and 230.27 (2k).
SECTION 2390f. 230.04 (9r) (b) (intro.) of the statutes is amended to read:

	230.04 <b>(9r)</b> (b) (intro.)	The secretary	director shall	keep a	a record	of all	of the
follo	wing:						

**Section 2390g.** 230.04 (10) (a) of the statutes is amended to read:

230.04 (10) (a) The secretary director may require all agencies and their officers to comply with the secretary's director's request to furnish current information pertaining to authorized positions, payroll and related items regarding civil service and employment relations functions.

**SECTION 2390h.** 230.04 (10) (b) of the statutes is amended to read:

230.04 (10) (b) The secretary director shall request from each agency and each agency shall furnish to the secretary director relevant racial, ethnic, gender and disability information on every new employee hired by the agency including limited term, project, seasonal and sessional employees. The secretary director shall maintain the data to permit a periodic review of the agency's affirmative action plan accomplishments.

SECTION 2390i. 230.04 (10) (c) of the statutes is amended to read:

230.04 (10) (c) The secretary director shall request from each agency and each agency shall furnish to the secretary director relevant information regarding the prior military service, if any, of every new employee hired by the agency including limited term, project, seasonal and sessional employees. The secretary director shall maintain the data to permit a periodic review of the progress being made to provide employment opportunities in civil service for veterans and disabled veterans.

SECTION 2390j. 230.04 (11) of the statutes is amended to read:

230.04 (11) The secretary director may provide by rule for an understudy program to assure continuity in selected positions.

SECTION 2390k. 230.04 (12) of the statutes is amended to read:

230.04 (12) The secretary director shall keep in the office an official roster of
all permanent classified employees which shall include classification titles, pay and
employment status changes and appropriate dates thereof.
Section 2390L. 230.04 (13) (intro.) of the statutes is amended to read:
230.04 (13) (intro.) The secretary director shall do all of the following:
SECTION 2390m. 230.04 (14) of the statutes is amended to read:
230.04 (14) The secretary director shall establish, by rule, the scope and
minimum requirements of a state employee grievance procedure relating to
conditions of employment.
Section 2390n. 230.04 (15) of the statutes is amended to read:
230.04 (15) The secretary director shall review and either approve or
disapprove each determination by an agency head regarding the classification of a
state employee as a protective occupation participant for purposes of the Wisconsin
retirement system.
Section 2390nm. 230.04 (16) of the statutes is created to read:
230.04 (16) The director may appoint an executive assistant outside the
classified service.
SECTION 2390p. 230.046 (5) (c) of the statutes is amended to read:
230.046 (5) (c) An agreement has been entered into by the trainee and the
appointing authority relative to employment with the state, together with such other
terms and conditions as may be necessary under the rules of the secretary director
whenever on-the-job trainees are employed; and
Section 2390q. 230.046 (7) of the statutes is amended to read:
230.046 (7) ESTABLISH INTERNSHIPS. The secretary director shall establish in the
classified service in-service training internships designed to give rigorous training

<b>1</b>	in public service administration for periods not to exceed 3 years under the direct
2	supervision of experienced administrators.
3	SECTION 2390r. 230.046 (8) of the statutes is amended to read:
4	230.046 (8) COOPERATE FOR SCHOLARSHIP LOANS. To stimulate the interest of
5	qualified students of exceptional merit in government career service, the secretary
6	director shall cooperate with the board of regents of the University of Wisconsin
7	System in providing opportunities for recipients of public service scholarship loans
8	to secure employment under the internship plan.
9	SECTION 2390s. 230.046 (9) of the statutes is amended to read:
10	230.046 (9) TUITION REFUND PROGRAM. The secretary director may establish by
11	rule in the classified service a tuition refund program to supplement departmental
12	training, to encourage employee job-related development and, upon satisfactory
13	completion of training under this program to refund to the employee, an amount not
14	to exceed the cost of tuition and necessary fees.
15	SECTION 2390t. 230.046 (10) (intro.) of the statutes is amended to read:
16	230.046 (10) Department functions Functions of the office. (intro.) The
17	department office may do all of the following:
18	SECTION 2390w. 230.047 (8) of the statutes is amended to read:
19	230.047 (8) Administration. The secretary director shall promulgate rules for
20	the operation and implementation of this section. The rules shall prescribe the
21	duration, terms and conditions of such interchange.
22	SECTION 2391. 230.05 (2) (a) of the statutes is amended to read:
23	230.05 (2) (a) Except as provided under par. (b), the administrator may
24	delegate, in writing, any of his or her functions set forth in this subchapter to an

appointing authority, within prescribed standards if the administrator finds that the

agency has personnel management capabilities to perform such functions effectively and has indicated its approval and willingness to accept such responsibility by written agreement. If the administrator determines that any agency is not performing such delegated function within prescribed standards, the administrator shall withdraw such delegated function. The administrator may order transfer to the division from the agency to which delegation was made such agency staff and other resources as necessary to perform such functions if increased staff was authorized to that agency as a consequence of such delegation or if the division reduced staff or shifted staff to new responsibilities as a result of such delegation subject to the approval of the joint committee on finance. Any delegatory action taken under this subsection by any appointing authority may be appealed to the personnel commission under s. 230.44 (1) (a). The administrator shall be a party in such appeal.

**Section 2391c.** 230.06 (1) (c) of the statutes is amended to read:

230.06 (1) (c) Provide the secretary director with current information relative to the assignment of duties to permanent classified positions in his or her agency.

**SECTION 2391g.** 230.06 (1) (d) of the statutes is amended to read:

230.06 (1) (d) Report promptly to the secretary <u>director</u> or the administrator any information the secretary <u>director</u> or the administrator requires in connection with any delegated personnel function and with each appointment, promotion, demotion, suspension or separation from the service or other change in employee status.

**SECTION 2391h.** 230.06 (1) (e) of the statutes is amended to read:

230.06 (1) (e) When requested by the secretary director or the administrator,
provide reports on employee work performance and any other records or information
the secretary director or administrator requires to carry out this subchapter.
SECTION 2391r. 230.06 (1) (f) of the statutes is amended to read:
230.06 (1) (f) Provide the secretary director with the civil service information
required under s. 16.004 (7).
SECTION 2391t. 230.06 (1) (g) of the statutes is amended to read:
230.06 (1) (g) Prepare an affirmative action plan which complies with the
standards established by the secretary director under s. 230.04 (9) (a) and which sets
goals and outlines steps for incorporating affirmative action and principles
supporting affirmative action into the procedures and policies of his or her agency.
SECTION 2391w. 230.06 (1) (L) of the statutes is amended to read:
230.06 (1) (L) Provide information about the employment of each severely
disabled employee for the secretary's director's report under s. 230.04 (9r) within 30
days after the disabled employee is appointed, and at other times at the request of
the secretary director.
SECTION 2391x. 230.06 (3) of the statutes is amended to read:
230.06 (3) All reports and records submitted under sub. (1) shall be prepared
and presented at such times and in such manner as the secretary director or
administrator prescribes.
<b>SECTION 2392.</b> 230.08 (2) (e) 1. of the statutes is amended to read:
230.08 (2) (e) 1. Administration — 10 13.
<b>Section 2394.</b> 230.08 (2) (e) 3. of the statutes is amended to read:
230.08 (2) (e) 3. Commerce — $7\underline{6}$ .
<b>Section 2394m.</b> 230.08 (2) (e) 3e. of the statutes is amended to read:

1	230.08 <b>(2)</b> (e) 3e. Corrections — 5 <u>4</u> .
2	<b>SECTION 2395.</b> 230.08 (2) (e) 3r. of the statutes is repealed.
3	<b>SECTION 2396.</b> 230.08 (2) (e) 4. of the statutes is repealed.
4	<b>SECTION 2397.</b> 230.08 (2) (e) 4f. of the statutes is amended to read:
5	230.08 <b>(2)</b> (e) 4f. Financial institutions — 4-3.
6	<b>SECTION 2398.</b> 230.08 (2) (e) 7. of the statutes is amended to read:
7	230.08 <b>(2)</b> (e) 7. Justice — 4 <u>3</u> .
8	SECTION 2398r. 230.08 (2) (g) of the statutes is amended to read:
9	230.08 (2) (g) One stenographer appointed by each elective executive officer,
10	and one deputy or assistant appointed by each elective executive officer except the
11	attorney general, the secretary of state, and the superintendent of public instruction.
12	SECTION 2404m. 230.08 (2) (ya) of the statutes is created to read:
13	230.08 (2) (ya) The director and executive assistant to the director of the office
14	of state human resources management in the department of administration.
15	SECTION 2405d. 230.08 (2) (yr) of the statutes is repealed.
16	SECTION 2406. 230.08 (4) (c) of the statutes is amended to read:
17	230.08 (4) (c) Any proposal of a board, department or commission, as defined
18	in par. (a) and s. 15.01 (5), or of the historical society, for a change in the number of
19	positions enumerated in sub. (2) (e), before being submitted to the legislature, shall
20	first be submitted by the board, department or commission or by the historical society
21	for a separate review by the department secretary of administration and by the
22	secretary director. The department secretary of administration's review shall
23	include information on the appropriateness of the proposed change with regard to a
24	board's, department's, commission's or society's current or proposed internal

organizational structure under s. 15.02 (4). The secretary's director's review shall

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include information on whether the existing classified or existing or proposed unclassified division administrator position involved is or would be assigned to pay range 1–18 or above in schedule 1, or a comparable level, of the compensation plan under s. 230.12. The results of these reviews shall be provided by the department secretary of administration and by the secretary director to the joint committee on finance and the joint committee on employment relations at the same time that the board's, department's, commission's or society's proposal is presented to either committee.

**SECTION 2407b.** 230.08 (8) of the statutes is amended to read:

230.08 (8) AUDITING OF PAYROLLS. The secretary director shall audit the payrolls of the classified and unclassified service, as necessary, to carry out this subchapter.

**SECTION 2407d.** 230.09 (1) (intro.) of the statutes is amended to read:

230.09 (1) (intro.) The secretary director shall ascertain and record the duties, responsibilities and authorities of, and establish grade levels and classifications for, all positions in the classified service. Each classification so established shall include all positions which are comparable with respect to authority, responsibility and nature of work required. Each classification shall be established to include as many positions as are reasonable and practicable. In addition, each class shall:

**SECTION 2407f.** 230.09 (2) (a) of the statutes is amended to read:

230.09 (2) (a) After consultation with the appointing authorities, the secretary director shall allocate each position in the classified service to an appropriate class on the basis of its duties, authority, responsibilities or other factors recognized in the job evaluation process. The secretary director may reclassify or reallocate positions on the same basis.

SECTION 2407h. 230.09 (2) (am) of the statutes is amended to read:

230.09 (2) (am) The secretary <u>director</u> shall maintain and improve the classification plan to meet the needs of the service, using methods and techniques which may include personnel management surveys, individual position reviews, occupational group classification surveys, or other appropriate methods of position review. Such reviews may be initiated by the secretary <u>director</u> after taking into consideration the recommendations of the appointing authority, or at his or her own discretion. The secretary <u>director</u> shall establish, modify or abolish classifications as the needs of the service require.

**SECTION 2407j.** 230.09 (2) (b) of the statutes is amended to read:

230.09 (2) (b) To accommodate and effectuate the continuing changes in the classification plan as a result of the classification survey program and otherwise, the secretary director shall, upon initial establishment of a classification, assign that class to the appropriate pay rate or range, and may, upon subsequent review, reassign classes to different pay rates or ranges. The secretary director shall assign each class to a pay range according to the skill, effort, responsibility and working conditions required for the class, without regard to whether the class is occupied primarily by members of a certain gender or racial group. The secretary director shall give notice to appointing authorities to permit them to make recommendations before final action is taken on any such assignment or reassignment of classes.

**SECTION 2407L.** 230.09 (2) (c) of the statutes is amended to read:

230.09 (2) (c) If anticipated changes in program or organization will significantly affect the assignment of duties or responsibilities to positions, the appointing authority shall, whenever practicable, confer with the secretary director within a reasonable time prior to the reorganization or changes in program to formulate methods to fill positions which are newly established or modified to the

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extent that reclassification of the position is appropriate. In all cases, appointing authorities shall give written notice to the secretary director and employee of changes in the assignment of duties or responsibilities to a position when the changes in assignment may affect the classification of the position.

**SECTION 2407n.** 230.09 (2) (d) of the statutes is amended to read:

230.09 (2) (d) If after review of a filled position the secretary director reclassifies or reallocates the position, the secretary director shall determine whether the incumbent shall be regraded or whether the position shall be opened to other applicants.

**SECTION 2408b.** 230.09 (2) (g) of the statutes is amended to read:

230.09 (2) (g) When filling a new or vacant position, if the secretary director determines that the classification for a position is different than that provided for by the legislature as established by law or in budget determinations, or as authorized by the joint committee on finance under s. 13.10, or as specified by the governor creating positions under s. 16.505 (1) (c) or (2), the University of Wisconsin Hospitals and Clinics Board creating positions under s. 16.505 (2n) or the board of regents of the University of Wisconsin System creating positions under s. 16.505 (2m), or is different than that of the previous incumbent, the secretary director shall notify the administrator and the secretary of administration. The administrator shall withhold action on the selection and certification process for filling the position. The secretary of administration shall review the position to determine that sufficient funds exist for the position and that the duties and responsibilities of the proposed position reflect the intent of the legislature as established by law or in budget determinations, the intent of the joint committee on finance acting under s. 13.10, the intent of the governor creating positions under s. 16.505 (1) (c) or (2), the

	University of Wisconsin Hospitals and Clinics Board creating positions under s.
,	16.505 (2n) or the intent of the board of regents of the University of Wisconsin System
	creating positions under s. 16.505 (2m). The administrator may not proceed with the
	selection and certification process until the secretary of administration has
	authorized the position to be filled.
	SECTION 2408d. 230.09 (3) of the statutes is amended to read:
	230.09 (3) The secretary director shall establish separate classifications for
	career executive positions under s. 230.24 and rules governing the salary
	administration of positions in such classifications.
	<b>SECTION 2408f.</b> 230.12 (1) (a) 3. of the statutes is amended to read:
	230.12 (1) (a) 3. Provisions for administration of the compensation plan and
	salary transactions shall be provided, as determined by the secretary director, in
	either the rules of the secretary director or the compensation plan.
	SECTION 2408i. 230.12 (1) (c) 2. of the statutes is amended to read:
	230.12 (1) (c) 2. The secretary director may establish a plan of extra
	compensation for work performed during selected hours at an hourly rate or rates
	subject to approval of the joint committee on employment relations. Eligibility for
	such extra compensation shall be as provided in the compensation plan.
	SECTION 2408j. 230.12 (1) (d) of the statutes is amended to read:
	230.12 (1) (d) Uniforms and safety equipment. The secretary director, with
	approval of the joint committee on employment relations, may establish a schedule
	of payments to employees for uniforms or protective clothing and equipment
	required to perform their duties.

**SECTION 2408L.** 230.12 (3) (a) of the statutes is amended to read:

230.12 (3) (a) Submission to the joint committee on employment relations. The secretary director shall submit to the joint committee on employment relations a proposal for any required changes in the compensation plan which may include across the board pay adjustments for positions in the classified service. The proposal shall include the amounts and methods for within range pay progression, for pay transactions, and for performance awards. The proposal shall be based upon experience in recruiting for the service, the principle of providing pay equity regardless of gender or race, data collected as to rates of pay for comparable work in other public services and in commercial and industrial establishments, recommendations of agencies and any special studies carried on as to the need for any changes in the compensation plan to cover each year of the biennium. The proposal shall also take proper account of prevailing pay rates, costs and standards of living and the state's employment policies.

SECTION 2408n. 230.12 (3) (ad) of the statutes is amended to read:

230.12 (3) (ad) Timing of proposed changes. Notwithstanding any other statute, the secretary director may delay timing for announcement or implementation of any recommended changes in the compensation plan under this section until after some or all of the collective bargaining agreements under subch. V of ch. 111 for that biennium are negotiated. Any such action taken under this paragraph is not appealable under s. 230.44.

**SECTION 2408p.** 230.12 (3) (b) of the statutes is amended to read:

230.12 (3) (b) Public hearing on the proposal; adoption of plan. The secretary director shall submit the proposal for any required changes in the compensation plan to the joint committee on employment relations. The committee shall hold a public hearing on the proposal. The proposal, as may be modified by the joint committee

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on employment relations together with the unchanged provisions of the current compensation plan, shall, for the ensuing fiscal year or until a new or modified plan is adopted under this subsection, constitute the state's compensation plan for positions in the classified service. Any modification of the secretary's director's proposed changes in the compensation plan by the joint committee on employment relations may be disapproved by the governor within 10 calendar days. A vote of 6 members of the joint committee on employment relations is required to set aside any such disapproval of the governor.

**Section 2408r.** 230.12 (3) (c) of the statutes is amended to read:

230.12 (3) (c) *Interim adjustments*. Subject to pars. (a) and (b), the secretary director may propose amendments to one or more parts of the compensation plan at such times as the needs of the service require.

**SECTION 2408t.** 230.12 (3) (e) 1. of the statutes is amended to read:

230.12 (3) (e) 1. The secretary director, after receiving recommendations from the board of regents, shall submit to the joint committee on employment relations a proposal for adjusting compensation and employee benefits for employees under ss. 20.923 (4g), (5) and (6) (m) and 230.08 (2) (d) who are not included in a collective bargaining unit under subch. V of ch. 111 for which a representative is certified. The proposal shall include the salary ranges and adjustments to the salary ranges for the university senior executive salary groups 1 and 2 established under s. 20.923 (4g). The proposal shall be based upon the competitive ability of the board of regents to recruit and retain qualified faculty and academic staff, data collected as to rates of pay for comparable work in other public services, universities and commercial and industrial establishments, recommendations of the board of regents and any special studies carried on as to the need for any changes in compensation and employee

benefits to cover each year of the biennium. The proposal shall also take proper account of prevailing pay rates, costs and standards of living and the state's employment policies. The proposal for such pay adjustments may contain recommendations for across—the—board pay adjustments, merit or other adjustments and employee benefit improvements. Paragraph (b) and sub. (1) (bf) shall apply to the process for approval of all pay adjustments for such employees under ss. 20.923 (4g), (5) and (6) (m) and 230.08 (2) (d). The proposal as approved by the joint committee on employment relations and the governor shall be based upon a percentage of the budgeted salary base for such employees under ss. 20.923 (4g), (5) and (6) (m) and 230.08 (2) (d). The amount included in the proposal for merit and adjustments other than across—the—board pay adjustments is available for discretionary use by the board of regents.

**Section 2408u.** 230.12 (3) (e) 2. of the statutes is amended to read:

230.12 (3) (e) 2. The secretary director, after receiving recommendations from the board of the Technical College System, shall submit to the joint committee on employment relations a proposal for adjusting compensation and employee benefits for employees under s. 20.923 (7). The proposal shall include the salary ranges and adjustments to the salary ranges for the general senior executive salary groups established under s. 20.923 (7). Paragraph (b) and sub. (1) (bf) shall apply to the process for approval of all pay adjustments for such employees. The proposal as approved by the joint committee on employment relations and the governor shall be based upon a percentage of the budgeted salary base for such employees under s. 20.923 (7).

Section 2408v. 230.12 (4) (a) of the statutes is amended to read:

230.12 (4) (a) When an approved compensation plan or an amendment thereto becomes effective, required individual pay adjustments shall be made in accordance with determinations made by the secretary director to implement the approved plan.

**SECTION 2408w.** 230.12 (4) (b) of the statutes is amended to read:

230.12 (4) (b) The secretary director may, without prior approval of the joint committee on employment relations, determine the circumstances under which it is appropriate for an appointing authority to grant, and authorize an appointing authority to grant, a general wage or parity adjustment, or appropriate portion thereof, previously approved by the committee under this section to employees who did not receive the adjustment on the effective date of the adjustment set forth in the plan. No general wage or parity adjustment may become effective for any employee prior to the effective date of the individual employee transaction, but the secretary director may authorize an appointing authority to grant a lump sum payment to an employee to reflect any wage or parity adjustment that the employee did not receive during the period between the effective date of the adjustment set forth in the plan and the effective date of the individual employee transaction.

**SECTION 2408x.** 230.12 (5) (c) of the statutes is amended to read:

230.12 (5) (c) *Increase limits*. Unless otherwise defined in the pay schedule the total amount for all such within range increases shall not exceed the amount for such increases specified and approved by the joint committee on employment relations in its action on the secretary's director's proposal for such increases.

**SECTION 2409.** 230.12 (7m) of the statutes is amended to read:

230.12 (7m) PAY ADJUSTMENT FILING REQUIREMENTS. Except as provided in the rules of the secretary director and in the compensation plan, pay increases shall be made only on the dates prescribed under sub. (8). Appointing authorities shall at

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such times each year as specified by the secretary file with the secretary director and with the department secretary of administration a list of employees showing their then existing pay rates and their proposed new pay rates.

**SECTION 2409g.** 230.12 (9) of the statutes is amended to read:

230.12 (9) Health insurance premium credits. The secretary director may recommend to the joint committee on employment relations a program, administered by the department of employee trust funds, that provides health insurance premium credits to employees whose compensation is established under this section or s. 20.923 (2) or (3). The health insurance premium credits shall be used for the purchase of health insurance for a retired employee, or the retired employee's surviving insured dependents, and for an eligible employee under s. 40.02 (25) (b) 6e., or the eligible employee's surviving insured dependents, and shall be based on the employee's years of continuous service, accumulated unused sick leave and any other factor recommended by the secretary director. The approval process for the program is the same as that provided under sub. (3) (b) and the program shall be incorporated into the compensation plan under sub. (1).

**Section 2409h.** 230.13 (1) (intro.) of the statutes is amended to read:

230.13 (1) (intro.) Except as provided in sub. (3) and s. 103.13, the secretary director and the administrator may keep records of the following personnel matters closed to the public:

**Section 2409p.** 230.13 (2) of the statutes is amended to read:

230.13 (2) Unless the name of an applicant is certified under s. 230.25, the secretary director and the administrator shall keep records of the identity of an applicant for a position closed to the public, except as provided in sub. (3).

SECTION 2409t. 230.13 (3) of the statutes is amended to read:

230.13 (3) The secretary director and the administrator shall provide to the
department of workforce development or a county child support agency under s.
59.53 (5) information requested under s. 49.22 (2m) that would otherwise be closed
to the public under this section. Information provided under this subsection may
only include an individual's name and address, an individual's employer and
financial information related to an individual.
SECTION 2410. 230.14 (4) of the statutes is amended to read:
230.14 (4) The administrator may charge an agency a fee to announce any
vacancy to be filled in a classified or unclassified position in that agency. Funds
received under this subsection shall be credited to the appropriation account under
s. 20.512 20.545 (1) (ka).
SECTION 2411. 230.143 (3) of the statutes is repealed.
SECTION 2412. 230.147 (3) of the statutes is amended to read:
230.147 (3) Notwithstanding subs. (1) and (2), the state fair park board shall
make every reasonable effort to employ in permanent full-time equivalent positions
persons who, at the time determined under sub. (4), receive aid under s. 49.19 or
benefits under s. 49.147 (3) to (5). The state fair park board shall consult with the
department of employment relations office to assure that its efforts under this
subsection comply with ch. 230.
SECTION 2412b. 230.15 (1m) (b) (intro.) of the statutes is amended to read:
230.15 (1m) (b) (intro.) Whenever a position is included in the classified service
under par. (a), the secretary director shall determine all of the following:
SECTION 2412e. 230.16 (7m) (b) (intro.) of the statutes is amended to read:
230.16 (7m) (b) (intro.) The department office shall accept an application after
its due date from a veteran if all of the following apply:

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**Section 2412m.** 230.16 (7m) (c) of the statutes is amended to read:

230.16 (7m) (c) Within 30 days after acceptance of an application under par.

(b), the department office shall give the applicant an examination.

**SECTION 2412s.** 230.21 (1m) (b) of the statutes is amended to read:

230.21 (1m) (b) If the administrator uses the method of random certification to determine which applicants for an unskilled labor or service position will receive further consideration for the position and the appointing authority does not select a veteran or a person the hiring of whom would serve affirmative action purposes, the appointing authority shall make and retain a written record of the appointing authority's reasons for selecting the person who was appointed. The appointing authority shall make the written records available to the department office and annually submit a report to the department office summarizing the reasons contained in the written records.

**SECTION 2413.** 230.215 (3) (a) of the statutes is amended to read:

230.215 (3) (a) An agency may, with the approval of the secretary director and with the approval of the secretary of administration under s. 16.50, restructure budgeted permanent positions as such positions become vacant or if an employee voluntarily requests a job—sharing or permanent part—time employment opportunity. No employee occupying a full—time permanent position may be involuntarily terminated, demoted, transferred or reassigned in order to restructure that position for permanent part—time employment and no such employee may be required to accept a permanent part—time position as a condition of continued employment.

**Section 2413b.** 230.215 (3) (b) of the statutes is amended to read:

230.215 (3) (b) If the secretary director, upon review of the report submitted
under sub. (4), determines that an agency's past or proposed actions relating to
permanent part-time employment opportunities do not adequately reflect the policy
under sub. (1) (e), the secretary director may recommend procedures designed to
enable the agency to effect such policy.

**SECTION 2413d.** 230.215 (4) of the statutes is amended to read:

230.215 (4) REPORTS. Each agency, in complying with s. 15.04 (1) (d), shall include a report on the progress or failure of the plans of such agency in achieving the policies stated under sub. (1) and shall submit a copy of such report to the secretary director.

**SECTION 2413f.** 230.22 (1) of the statutes is amended to read:

230.22 (1) The secretary <u>director</u> may establish by rule an entry professional class program for use in a wide range of entry professional positions.

**SECTION 2413h.** 230.22 (2) of the statutes is amended to read:

230.22 (2) In connection with this program the secretary director may establish separate classifications and corresponding pay provisions to provide agencies an entry professional program, through which they can compete on campuses and in the labor market for the best available applicants.

**SECTION 2413i.** 230.24 (1) of the statutes is amended to read:

230.24 (1) The secretary director may by rule develop a career executive program that emphasizes excellence in administrative skills in order to provide agencies with a pool of highly qualified executive candidates, to provide outstanding administrative employees a broad opportunity for career advancement and to provide for the mobility of such employees among the agencies and units of state government for the most advantageous use of their managerial and administrative

skills. To accomplish the purpose of this program, the administrator may provide policies and standards for recruitment, examination, probation, employment register control, certification, transfer, promotion and reemployment, and the secretary director may provide policies and standards for classification and salary administration, separate from procedures established for other employment. The secretary director shall determine the positions which may be filled from career executive employment registers.

**SECTION 2413k.** 230.25 (1p) of the statutes is amended to read:

230.25 (1p) If an appointing authority appoints a person certified under this section and the person is not a veteran, the spouse of a veteran or a person the hiring of whom would serve affirmative action purposes, the appointing authority shall make and retain a written record of the appointing authority's reasons for selecting the person who was appointed. The appointing authority shall make the written records available to the department office and annually submit a report to the department office summarizing the reasons contained in the written records. The department office shall annually prepare a report summarizing, for each agency, the reasons contained in the records prepared by appointing authorities under this subsection.

**Section 2413r.** 230.27 (2k) of the statutes is amended to read:

230.27 (2k) If an appointing authority selects, for a project position, a person who is not a veteran or is not a person the hiring of whom would serve affirmative action purposes, the appointing authority shall make and retain a written record of the appointing authority's reasons for selecting the person who was appointed. The appointing authority shall make the written records available to the department office and annually submit a report to the department office summarizing the

reasons contained in the written records. The department office shall annually prepare a report summarizing, for each agency, the information submitted by appointing authorities under this subsection.

## **Section 2413s.** 230.32 (3) of the statutes is amended to read:

230.32 (3) (a) Any classified employee who leaves state service and enters the armed forces of the United States shall, under this section, be granted written military leave of absence by the appointing authority. Notice of such leave from state service and the terms of any such leave shall be given in writing by the appointing authority to the secretary director for purposes of record.

- (b) Any classified employee who leaves state service for civilian employment in response to a specific request or order of the federal government or any of its agencies in connection with manpower redistribution and utilization shall, under this section, make written application to the appointing authority for civilian leave of absence presenting such specific request or order of the federal government as supporting evidence. Such civilian leave shall be allowed by the appointing authority and its terms, which shall conform to the rules of the secretary director, shall be in writing. Notice of such leave from state service shall be made in writing by the appointing authority to the secretary director for purposes of record.
- (c) All such military or civilian leaves of absence as heretofore may have been granted are validated and shall be deemed to be sufficient and effective hereunder. Such leaves shall be recorded with the secretary director.

## **Section 2413t.** 230.33 (2) of the statutes is amended to read:

230.33 (2) A person appointed to an unclassified position by an appointing authority other than an appointing authority described under sub. (1), to a department other than the one in which the person was a classified employee may

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be granted a leave of absence without pay at the option of the person's former appointing authority in accordance with the leave of absence provisions in the rules of the secretary director. An employee granted a leave of absence shall have the same restoration rights and reinstatement privileges as under sub. (1m). If not granted a leave of absence, the employee shall be entitled only to the reinstatement privileges under sub. (1m).

**SECTION 2416b.** 230.34 (1) (c) of the statutes is amended to read:

230.34 (1) (c) The secretary director shall establish guidelines for uniform application of this authority among the various agencies.

**SECTION 2416d.** 230.34 (4) of the statutes is amended to read:

230.34 (4) Resignations shall be regulated by the rules of the secretary director.

Section 2416f. 230.35 (1) (d) of the statutes is amended to read:

230.35 (1) (d) Annual leaves of absence shall not be cumulative except under sub. (1p) and except that unused annual leave shall, subject to the rules of the secretary director, be used in the year following the one in which it was earned, but no employee shall lose any unused annual leave because the employee's work responsibilities prevented the usage of the unused annual leave during the first 6 months of the year following the year in which it was earned.

**SECTION 2416h.** 230.35 (2) of the statutes is amended to read:

230.35 (2) Leave of absence with pay owing to sickness and leave of absence without pay, other than annual leave and leave under s. 103.10, shall be regulated by rules of the secretary director, except that unused sick leave shall accumulate from year to year. After July 1, 1973, employees appointed to career executive positions under the program established under s. 230.24 or positions designated in s. 19.42 (10) (L) or 20.923 (4), (7), (8), and (9) or authorized under s. 230.08 (2) (e) shall

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have any unused sick leave credits restored if they are reemployed in a career
executive position or in a position under s. 19.42 (10) (L) or 20.923 (4), (7), (8), and
(9) or authorized under s. 230.08 (2) (e), regardless of the duration of their absence.
Restoration of unused sick leave credits if reemployment is to a position other than
those specified above shall be in accordance with rules of the secretary director.
SECTION 2416j. 230.35 (2r) (b) of the statutes is amended to read:
230.35 (2r) (b) The secretary director may establish, by rule, a catastrophic
leave program that permits employees to donate certain types and amounts of leave
credits to other employees who have been absent from pay status because of a
catastrophic need for which there is no paid leave benefits or replacement income
available. The secretary director shall determine the types and amounts of leave
credits that may be donated.
SECTION 2416L. 230.35 (3) (d) of the statutes is amended to read:
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230.35 (3) (d) Employees of the state are entitled to reasonable paid leaves of absence to compete in promotional examinations and interviews. The secretary director shall promulgate rules governing the lengths of time allowable for such leaves, their frequency and the provisions for their use.  SECTION 2416m. 230.35 (3) (e) 2. e. of the statutes is amended to read:  230.35 (3) (e) 2. e. The leave of absence conforms with any rules of the secretary
230.35 (3) (d) Employees of the state are entitled to reasonable paid leaves of absence to compete in promotional examinations and interviews. The secretary director shall promulgate rules governing the lengths of time allowable for such leaves, their frequency and the provisions for their use.  Section 2416m. 230.35 (3) (e) 2. e. of the statutes is amended to read:  230.35 (3) (e) 2. e. The leave of absence conforms with any rules of the secretary director regarding leaves of absence to provide specialized disaster relief services.
230.35 (3) (d) Employees of the state are entitled to reasonable paid leaves of absence to compete in promotional examinations and interviews. The secretary director shall promulgate rules governing the lengths of time allowable for such leaves, their frequency and the provisions for their use.  SECTION 2416m. 230.35 (3) (e) 2. e. of the statutes is amended to read:  230.35 (3) (e) 2. e. The leave of absence conforms with any rules of the secretary director regarding leaves of absence to provide specialized disaster relief services.  SECTION 2416n. 230.35 (3) (e) 5. of the statutes is amended to read:

230.35 (5) (b) The standard basis of employment shall be divided into 5 work days of 8 hours each except as provided under s. 230.215 (5), and except that when the conditions of employment cannot be satisfied by adhering to this division or when the public would not be inconvenienced, deviations may be permitted upon recommendation of the appointing authority and subsequent approval by the secretary director.

**SECTION 2416r.** 230.37 (1) of the statutes is amended to read:

230.37 (1) In cooperation with appointing authorities the secretary director shall establish an employee performance evaluation program to provide a continuing record of employee development and, when applicable, to serve as a basis for pertinent personnel actions. Similar evaluations shall be conducted during the probationary period but may not infringe upon the authority of the appointing authority to retain or dismiss employees during the probationary period.

**SECTION 2416t.** 230.43 (5) of the statutes is amended to read:

230.43 (5) Taxpayers' suits. The right of any taxpayer to bring any action to restrain the payment of compensation to any person appointed to or holding any office or place of employment in violation of this subchapter shall not be limited or denied by reason of the fact that the office or place of employment has been classified as, or determined to be, not subject to competitive examination; however, any judgment or injunction in any such action shall be prospective only, and shall not affect payments already made or due to such persons by the proper disbursing officers, in accordance with the rules of the secretary director in force at the time of such payments.

**SECTION 2416v.** 230.44 (1) (b) of the statutes is amended to read:

230.44 (1) (b) Decision made or delegated by secretary director. Appeal of a personnel decision under s. 230.09 (2) (a) or (d) or 230.13 (1) made by the secretary director or by an appointing authority under authority delegated by the secretary director under s. 230.04 (1m).

**SECTION 2417m.** 230.44 (1) (dm) of the statutes is amended to read:

230.44 (1) (dm) *Noncompetitive appointment of certain disabled veterans*. A personnel action under s. 230.275 by an appointing authority that is alleged to be illegal or an abuse of discretion. The administrator and the department office may not be a party to any such appeal.

**SECTION 2417s.** 230.44 (4) (bm) of the statutes is amended to read:

230.44 (4) (bm) Upon request of an employee who files an appeal of the decision of the secretary director made under s. 230.09 (2) (a) or (d), the appeal shall be heard by a commissioner or attorney employed by the commission serving as arbitrator under rules promulgated for this purpose by the commission. In such an arbitration, the arbitrator shall orally render a decision at the conclusion of the hearing affirming, modifying or rejecting the decision of the secretary director. The decision of the arbitrator is final and is not subject to review by the commission. An arbitrator's decision may not be cited as precedent in any other proceeding before the commission or before any court. The arbitrator shall promptly file his or her decision with the commission. The decision of the arbitrator shall stand as the decision of the commission. The decision of the commission is subject to review under ss. 227.53 to 227.57 only on the ground that the decision was procured by corruption, fraud or undue means or that the arbitrator or the commission exceeded the arbitrator's or the commission's power. The record of a proceeding under this paragraph shall be transcribed as provided in s. 227.44 (8).