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👉 Details: Miscellaneous reports received

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WISCONSIN STATE LEGISLATURE ... PUBLIC HEARING - COMMITTEE RECORDS

2005-06

(session year)

Assembly

(Assembly, Senate or Joint)

Committee on Colleges and Universities...

COMMITTEE NOTICES ...

- Committee Reports ... **CR**
- Executive Sessions ... **ES**
- Public Hearings ... **PH**

INFORMATION COLLECTED BY COMMITTEE FOR AND AGAINST PROPOSAL

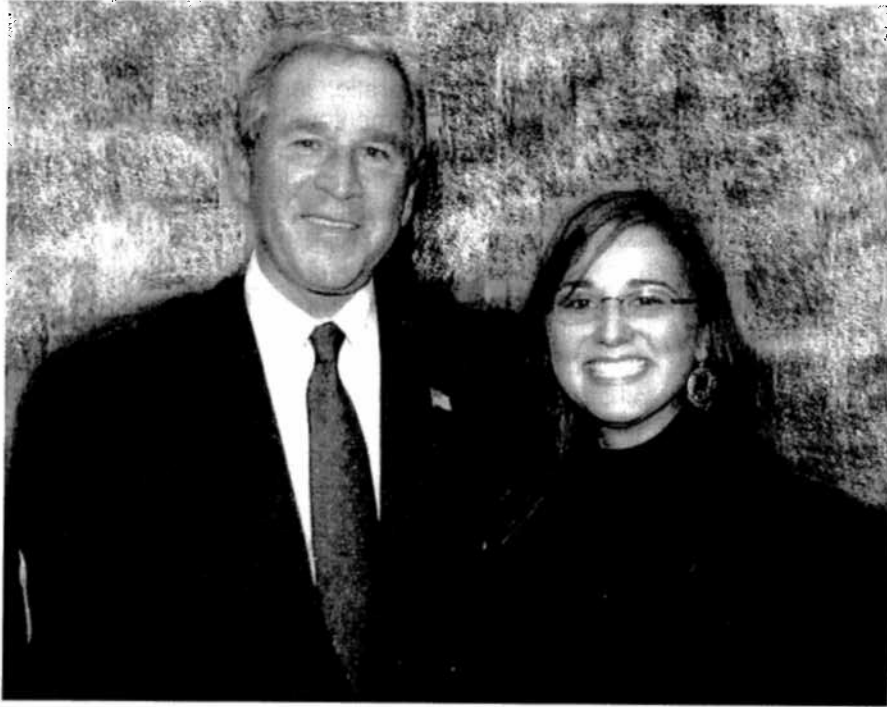
- Appointments ... **Appt** (w/Record of Comm. Proceedings)
- Clearinghouse Rules ... **CRule** (w/Record of Comm. Proceedings)
- Hearing Records ... bills and resolutions (w/Record of Comm. Proceedings)
 - (**ab** = Assembly Bill) (**ar** = Assembly Resolution) (**ajr** = Assembly Joint Resolution)
 - (**sb** = Senate Bill) (**sr** = Senate Resolution) (**sjr** = Senate Joint Resolution)
- Miscellaneous ... **Misc**

* Contents organized for archiving by: Stefanie Rose (LRB) (November 2012)



REPUBLICAN

SUMMER 2005



My Time at the White House: An Augusta High School Graduate And UWEC Student Shares Her Story By Kara E. Kangas

In the fall of 2004 I achieved my goal of becoming a White House intern. My name is Kara Kangas, and the time I spent in Washington, D.C. from September to December last year will forever impact my life.

As an intern, I worked in the Office of Intergovernmental Affairs (IGA), located in the Eisenhower Executive Office Building next to the West Wing of the White House. The IGA office builds and maintains relationships between the President and state and local elected officials from governors and attorney generals to mayors and school board members. I primarily assisted the President's liaison to governors and lieutenant governors.

Twice during my internship I had the honor to meet President George W. Bush. The first meeting occurred during the intern's photo on the North Portico of the White House.

(Continued on page 10)

Distinctions in society will always exist under every just government. Equality of talents, of education, or of wealth cannot be produced by human institutions.

Andrew Jackson
Veto message
July 10, 1832

On the Inside...

From the Chair
Laurie's Lines.....Page 2
Lincoln Day Dinner...Page 3
Meet...Harlan Reinders
Page 4
Ginny Burger Passes
Page 4
Gordy Erickson dies...Page 5
Norm Bryce, Bovay...Page 5
3rd District CaucusPage 6
Calendar.....Page 6
UWEC College
Republicans.....Page 7
Presidential Profile....Page 8
Fielding Candidates..Page 9
Hot, hot, hot, Fair
Report.....Page 9
Young Professional
Republicans.....Page 10
Local Teens Storm Booth
at Teachers'
ConventionPage 11



The Eau Claire County Republican
is published by the
Eau Claire County Republican Party
PO Box 325
Eau Claire WI 54702-0325. For
more information, contact:

Laurie Forcier
207 Garfield Ave
Eau Claire WI 54701
(715) 835-6024

grandtetonforcier@msn.com

E.C. COUNTY WEB SITE
<http://www.eauclairegop.com>

You may e-mail comments &
contributions to:

NEWSLETTER COMMITTEE:

Carol Cox 833-2200

cwc53@earthlink.net

Robert Fraser 834-6559

fraserr@uwec.edu

Sue Forcier
834-3287



**The Eau Claire
County
Republican Party**

Permanent phone No.
835- ECRP (3277)

(This also rings into Laurie Forcier's
home and can be used to reach her)

OFFICERS:

Laurie Forcier, Chair (835-6024)

Kevin Balash, V. Chair 832-9008)

Jerry Hamill, Treas. (834-3318)

Cathy Schroeder, Sec'y (839-9615)



LAURIE'S LINES...

by Laurie Forcier, ECCRP Chair

Where has the time gone! Summer is winding down quickly! So much was going on this spring, and not having the headquarters close until March made the campaign season seem like it really never ended!!! I talk with my friends in Republican leadership around the state, and we all hear the same thing. Everyone is still tired from last years campaign! It's true, we all worked so hard. It is natural to want to rest and forget about politics for a while! While many have indeed done that, those in leadership have been working! While festivals, the fair and such are where we focus much of our time in summer, in addition, we have been planning and preparing for the 2006 election cycle!



One of the greatest things we have done is invest in the future of the Party and our Nation. I have spent the summer with our teen aged, and college aged Republicans, meeting with them, talking to them and preparing them for the YAF conference this summer. Many of these students are interested in running for office someday! Many have decided to be political science majors, or go into law, as preparation for a political future. Kids do not come by that easily. They must be mentored, encouraged, educated and given the opportunities to expand their horizons. We have done just that. These kids have met the President and the candidates, worked a campaign. We have given them responsibilities and challenged them too. As a result, they got serious about a future serving the people. I cannot tell you how rewarding it has been to see these kids grow into true conservatives. I firmly believe that they will be much better prepared to attend college and not be influenced by the liberal left. In fact, I think these students are going to change the face of our universities, as we know them. They will challenge, and will organize others of like mind. We are already seeing these changes. Many of our College Republicans are now on the Student Senate. All of our local representatives have UWEC students on staff or as interns for the summer. This gives me great hope that the Bush revolution will continue for years into the future. The Dems have been mentoring for years. The strategy is correct. If you raise up young people, you will never have a shortage of voters, and or candidates to run for all offices.

If you see one of our kids, please encourage them; pat them on the back for going against the grain. It is not easy for these students in our schools. Our kids could go on the O'Riley Factor to discuss the abuse they have faced in the public schools. Particularly at Memorial High School. Kids have been harassed by teachers, had their tires slashed and cars keyed because of their stickers. They have had the principal continually call them into his office to debate him, had posters ripped down and even had their advisor's classroom damaged. Many of us would probably cave if we were harassed by figures in authority daily in the workplace!

Everyone rest up, because we are going to be calling all of you this fall, as we must work an entire year to win the 2006 elections. We have many seats to defend and others to challenge. We must fund our candidates, grow our numbers, be out in public, write letters to news sources, and sharpen our Election Day skills. Next year at this time we will be going full force! Enjoy the rest of the summer!

**THE ELEVENTH AMENDMENT TO THE
CONSTITUTION**

THE JUDICIAL POWER OF THE UNITED STATES SHALL NOT BE CONSTRUED TO EXTEND TO ANY SUIT IN LAW OR EQUITY, COMMENCED OR PROSECUTED AGAINST ONE OF THE UNITED STATES BY CITIZENS OF ANOTHER STATE, OR BY CITIZENS OR SUBJECTS OF ANY FOREIGN STATE.



My Time continued from page 1...

The President and Vice official photograph with then spoke to us about of not letting the power Washington, D.C. go to President finished shake hands with some stepped up to shake my stair! Luckily he caught his balance otherwise he would have taken me down right with him.



President posed for an the group of 100 interns service and the importance and extravagance of your head. After the speaking he began to of the interns. When he hand he tripped on the

The last week of my internship I attended a reception for the President's Economic Summit. At that time I had a special official White House photograph taken and I talked with the President.

There were numerous special events that I attended. My gracious boss brought me to a Rose Garden press conference with the President and the Interim Prime Minister of Iraq. A wall of Secret Service officers surrounded the dignitaries, press corps, presidential aides such as Karl Rove, Condoleezza Rice and Andy Card, and somewhere in the middle of all that, there I stood. I am a person of average height, but I had a difficult time seeing the President over a particular person's head. I soon realized that Karen Hughes was the one blocking my view. The magnitude of my achievement hit me at that moment.

Election night and the following day, when the race had been won, were momentous occasions for all President Bush supporters. I spent those moments at the Reagan Building on Pennsylvania Avenue celebrating with my fellow Republicans on national television.

Every single day of my time in Washington brought new excitement. However, having the honor to serve President Bush and the country cannot compare to my individual glories. I traveled to Washington, held my own, and hopefully along the way I made a difference.

LINCOLN DAY DINNER/REAGAN CELEBRATION 2005

by Laurie Forcier

This year the dinner was held June 4th at Fanny Hill! WHAT, you say, June! This year all the many speakers our Chairman started inviting in OCTOBER OF 2004 could not make any of the March dates for various reasons. The same was true with April and May. Many other counties had this same problem this year! We were ready to give up when finally a date was given by both Congressman Sensenbrenner and Congressman Green that they could make. Congressman Sensenbrenner then had another so Mark Green was our keynote speaker. (Scott Walker had also been invited to be the keynote but repeated calls to his office got no response (not even a call to say they could not make it). Later they apologized for the disorganization in the office.)

Congressman Green was fantastic! He literally had just returned from Iraq a few days before. He had so many things to say that we could hear nowhere else! We also had our wonderful candidates for Attorney General, J.B. Van Hollen and Paul Bucher. Peg Lautenschager is going down! We also heard from Lt. Gov. Candidate, Representative Jean Hundtermark; Representative Jeff Wood; and our Master of Ceremonies for the night was our own Senator Ron Brown who did a super job! We also had the sweet treat of Lil Larson singing two beautiful songs acapella!

What a beautiful evening we had at Fanny Hill, in fact they are begging us to come back next year. We had tributes to our favorite conservative, Ronald Reagan, who left us one year and a day from the date. We even had his favorite "Jelly Bellies" on each table! So many people had so much fun, that at least 50 or so folks stayed 2 hours after the dinner to just socialize! Even the candidates stuck around! We hope to have the dinner in March next year, but will keep the Reagan part from now on!

MEET YOUR EXECUTIVE COMMITTEE

MEMBER: HARLAN REINDERS by Carol Cox

Harlan Reinders has been involved for a long time in the Eau Claire County Republican Party but, in talking to him, the writer finds that this was not always the case. Although he was raised in a conservative Republican home he did not have much interest in politics for many years. Harlan commented that, "it seemed that up until a certain point you could not be involved and things would be okay but this is no longer the case."



Harlan came to Wisconsin from California where he had worked in Christian radio in the San Diego area. In the fall of 1972 he and his wife, Phyllis, moved to the Cornell area to take a position with WWIB radio. He spent some 20 years with WWIB leaving the station in about 1992. Approximately two years later he started WHEM radio station with the station actually going on the air in 1995.



Reinders first got seriously involved in politics when he was asked to work for Jacki Lahn's assembly race (she was elected to the 93rd Assembly District in 1989). The thing that he said got him involved in politics was "coming to the realization that I have to live by everything that Madison and Washington, D.C. do and, if it affects me, I want a say in it." So he got involved!

In 1993 he became Vice Chair of the Eau Claire County Republican Party (at the time Winnie Close, whom he holds up as a mentor, was Chair of the Party. He then served as Chair from 1995 to 1999. This was a time when a number of social issues dear to the conservative heart were really "hot" locally which was another reason for his active involvement in the Party.

Harlan has some words of advice for readers, not just as it involves politics, but also life. He quoted Winston Churchill saying, "Never, ever, ever give up." Reinders sees the battle as being about staying the course and winning the war, not just an occasional battle. Too often conservatives come out for an important battle but then, when that is won, retreat back into their regular lifestyles and expect that the guy (or gal) they have elected will now do the job for them. Harlan would say "Folks, it doesn't work that way!"

"We will survive and become the stronger-not only because of a patriotism that stands for love of country, but a patriotism that stands for love of people."

**President Gerald R. Ford
Speech in
Grand Rapids, Michigan
September 7, 1968**



Ginny Bugher, Longtime Party Member Passes Away

by Laurie Forcier

Ginny Bugher passed away mid-July at the Altoona Nursing Home. Ginny was an active member of the party for many years. As a teen I worked with Ginny at our headquarters each election cycle. It was always just a small group of people in those days when Democrats were in charge of everything! Ginny had a great, dry sense of humor and was always so much fun to be around. She is the mother of Mark Bugher. Mark was Tommy Thompson's right hand man when Tommy was Governor serving as Thompson's Chief of Staff for many years. Ginny was a close friend of former Congressman Steve Gunderson and worked tirelessly on his campaigns. In those days, Steve was the only Republican we had in office! Ginny will be missed! Our condolences go out to Mark and the family.

GORDON "GORDIE" ERICKSON, STAUNCH REPUBLICAN AND LONGTIME POLLWORKER DIES by Carol Cox

The milestones of Gordie Erickson's life were many and a good many of our readers were there to see Gordie walk them. Born October 12, 1921 in Eau Claire, Gordie received a B.S. Ed. degree from the Eau Claire Normal School (U.W.E.C.), served as a Lt. J.g. in the U.S. Navy in the Pacific Theatre of World War II and was a professional trombonist in a number of popular Eau Claire area bands. He also joined the Equitable Life Assurance Society in 1948 and worked with many clients in that capacity with many in those professional associations becoming friendships through the years. In addition Gordie Erickson was a life member of VFW Post 305 and a member of the Eau Claire Masonic Lodge 112 for 57 years.

Gordie married the love of his life in 1959; losing her a year later to death and so raised their daughter, Nancy, alone at a time when there were few support systems for single parents.

Gordie was also the longest serving Republican poll worker in Eau Claire working at the Masonic Temple election site for 16 years. Voters and pollworkers alike expressed their regard for Gordie at the election following his passing. His infectious and good-natured joking and humor helped to make the long Election Day go by smoothly. He would greet voters as they entered the polling place and look to make sure that they were being helped.

Goodbye Gordie. You will be missed!



Norm Bryce, Recent Bovay Award Winner Passes Away

by Laurie Forcier

Norman Bryce, recent recipient of the 3rd District Bovay Award, passed away on Independence Day. How very appropriate for this wonderful, patriotic American!

Norm was a longtime member of our party and was on Resolutions Committee for many years until he and his sister, Carolyn, moved to Dunn County. They still maintained their membership in our party also. Norm was the most kind, caring man you could meet. He was a gem. Norm was the 3rd Congressional District winner of the Bovay award this year. Eau Claire seconded Dunn County's nomination of him for the award. Norm was so touched that he wrote both counties notes thanking us. He then gave a very generous donation to each of our parties. Maripat Krueger and I both felt that should be used for something meaningful, and so we asked our committees if that could be designated as scholarship money for the Young America's Foundation Conference. It was approved as such by both counties. We are so grateful for the gift that started the YAF fund! Norm will be greatly missed by so many in the district and in Dunn and Eau Claire counties.

"It was the boast of Augustus that he found Rome of brick and left it of marble. But how much nobler will be the sovereign's boast when he shall have it to say that he found law dear and left it cheap; found it a sealed book and left it a living letter; found it the patrimony of the rich and left it the inheritance of the poor; found it the two-edged sword of craft and oppression and left it the staff of honesty and the shield of innocence."

-Henry Brougham

in a speech "On the Present State of the Law" February 7, 1928

(Editor's note: or left it adhered to rather than being changed at the whim of those on the bench.)

3RD DISTRICT CAUCUS/ STATE CONVENTION RE-CAPS:

by Laurie Forcier

Eau Claire took home many awards for outstanding work in the 2004 election cycle! The 3rd District Caucus this year was held close by again - Dunn Co. at Old Towne. There was a huge snowstorm the day before, but many of you made it and Eau Claire County had the largest turnout of delegates! Our Memorial High School Teenaged Republicans took home the "BEST YOUTH ORGANIZATION" IN THE ENTIRE CONGRESSIONAL DISTRICT AWARD!!! THEY DESERVED IT! They went on to wow the crowd with an outstanding presentation of all they did last year. Even Chairman Graber of Republican Party of Wisconsin was impressed!



Then Cathy Schroeder received the "OUTSTANDING VOLUNTEER" AWARD FOR THE DISTRICT! This was for her tireless work all year in 2004 - not just during the election. She logged hundreds of hours of data entry, took care of all of our records, helped teens, manned every booth, table, and festival and, of course, did so much at headquarters, just to name some of the reasons she so deserved the award. Cathy shared the award with Tom Jorgenson from Dunn County. Tom painted hundreds of signs for the Bush campaign (that were placed along area highways). Congrats to all! The entire congressional district voted and agreed - you deserved it! It was a great caucus at a fun location. If you did not attend we would encourage you to do so next year!

State Convention was held in Sheboygan this year at the brand new Blue Harbor Resort! What a beautiful location. We had a great convention. Ari Fleischer was outstanding as the keynote speaker. What wonderful insights he gave regarding his friend, the President. Eau Claire did take home the Wisconsin Award again this year! The highest award for accomplishment! Congrats to our Party! Candidate events were great as always! You really miss out if you do not attend - these things are actually fun! Speakers were great and resolutions all passed with the exception of some that were out in left field, which we in the 3rd District stopped with great debate! I encourage all of you to go next year, no matter the location!

Clip for future reference!

UPCOMING CALENDAR OF EVENTS:



MONDAY, AUGUST 15, 2005: Paul Nelson will be in Eau Claire announcing his candidacy for the 3rd District Congressional Seat. Place to be announced.

SUNDAY SEPTEMBER 11, 2005: Patriot Day. Let us not forget what Islamic terrorists did to the U.S.A! Let's do something meaningful that day!

SATURDAY, SEPTEMBER 17, 2005: International Fall Festival - downtown Eau Claire. We will have a booth and be in the parade. If you wish to take a shift t, have ideas for the parade, booth, merchandise etc, or if you can bring a great baked good to sell (cakes with a fall decoration sell best, nice looking etc. But all baked goods are welcome!!!) It helps us make a little cash for the party!) Contact Dorothy Westermann (552-5968), or Jean Stapelmann (832-7547).

FRIDAY, SEPTEMBER 30-OCTOBER 2, 2005: RPW Leadership Conference at the Heidel House Resort in Green Lake. Rich Galen keynote speaker. This is always an excellent conference! It is only during off election years. We always learn so much, and nothing is better than hanging with fellow Republicans! This is a huge and beautiful resort. Check it out online, you will not want to miss being there!

SUNDAY OCTOBER 9, 2005: - annual **Chicken Q** at the Lake Altoona Clubhouse. Mark your calendars!!! Please let us know if you can help that day with set up, kitchen, decorations planning etc. We also want to get people there. Please let your churches know. Get it into their bulletins if you can. Tell folks to come after services. Let's get together for great food, camaraderie and candidates on a beautiful fall day!



WOULD YOU LIKE TO SEE A "CONSERVATIVE BUSINESS DIRECTORY?"

The directory would list conservatives in the area who are willing to post their name as being friendly to our cause, or just like-minded people! It would be just for us - so that you are able to then pick services and support businesses in the Chippewa Valley from fellow conservatives, many would also be Christians. I have seen these done out East and it might be a great idea for us too! It would be very simple. Please contact (715) Mike Griffin at 834-5606.

UWEC College Republicans – Things are going all-RIGHT



Tom Burton, Vice Chair, UWEC College Republicans at the Capitol.

Greetings Eau Claire County Republican Party. For those of you who don't know me, I'm Evan Perrault, a junior at UWEC and also Chairman of the UWEC College Republicans (CRs).

As many of you do know, this last year was quite a hectic one throughout the state as the election season came and went. If you thought things were tough in the community at large, try to be a small island of conservatives in a vast sea of not so conservative people on campus. Without a doubt, our College Republican (CR) core group of about 15 people that our organization had during the election, week in, and week out, were the bravest people on the campus.

Despite the growls we would get from people while handing out our literature, or even occasionally being spit at, the College Republicans held firm, and for this I am truly proud of them. We had a lot to be proud of this last year. During the election we had debate parties in Schneider lecture hall where attendance nearly topped 100 each time, with the local press right there to cover it all. We brought great speakers and candidates to campus. We chalked the sidewalks relentlessly, posted signs in our dorm windows, placed bumper stickers on our cars, and at our own risk wore our buttons and T-shirts to classes.

This spring we organized a Voter ID Day, and brought Representative Terry Moulton to campus to speak about its positive aspects. For the amount of people we had, I think we did a great job gaining attention on this campus, but this next year, I know we can do more. Our club recently held elections, and our new executive board has the drive and determination to make the CRs a force to be reckoned with on campus.

Our new Vice-Chairman, Tom Burton (from Chippewa Falls), and I recently returned from the College Republican State Convention in Madison. The Eau Claire County Republican Party graciously helped fund our attendance, and we learned great things from the many other chapters that attended. The convention also gave Tom and myself the opportunity to take a behind the scenes tour of the Capitol building, and also a rare trip to the extreme top of the dome. We met with Milwaukee County Administrator, Scott Walker and Congressman Mark Green, and made many friends along the way. We have lofty goals for this next year, and I know that we can attain them.

Thank you for all of your help and support in the past, present, and future.

"Already the hour is late. Government has laid its hand on health, housing, farming, industry, commerce, education, and to an ever-increasing degree interferes with the people's right to know. ... We approach the point of no return when government becomes so huge and entrenched that we fear the consequences of upheaval and just go along with it."

**Ronald Reagan
40th President**

Presidential Profile

Ronald Wilson Reagan - 40th President (1981 – 1989)

It is appropriate, in light of the recent anniversary of his death, to profile Ronald Wilson Reagan, our 40th president. Called the “Teflon President” by the press, no matter what the people loved him and in return he gave this country renewed hope and vigor. On election eve 1980, when asked what it was Americans saw in him, he replied, “Would you laugh if I told you that I think, maybe, they see themselves and that I’m one of them? I’ve never been able to detach myself and think that, somehow, I am apart from them.”

Born February 6, 1911 to Nellie and John Reagan in Tampico, Illinois, he attended high school in nearby Dixon. He then worked his way through Eureka College where he studied economics and sociology, played football and acted in plays.

Moving to Hollywood in 1937 after working for five years as a radio announcer and sportscaster in Iowa, he became an in player in Warner Brothers “B” pictures playing characters that, like himself, were good-natured, likeable, easygoing and idealistic. Although he made more than 50 films during his three-decade long career he never became a solid big name leading man although he did have supporting roles in a number of “A” films the most notable being that of George Gipp (“the Gipper”) in Knute Rockne – All-American (1940) and Drake McHugh in Kings Row (1941).

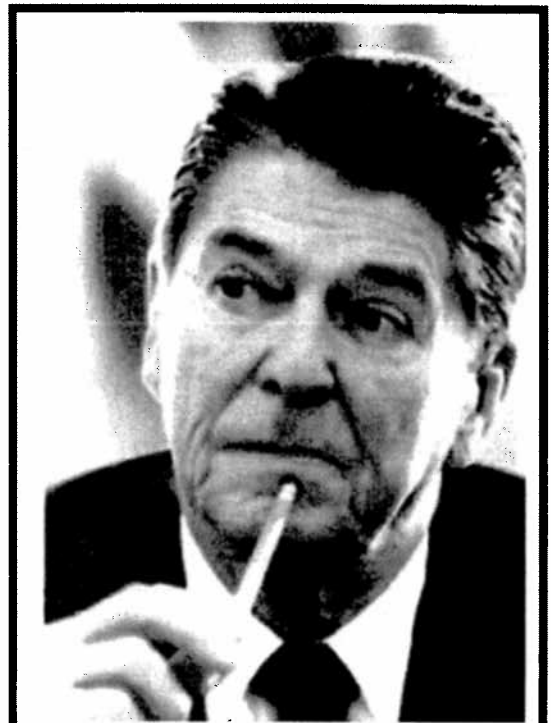
As President of the Screen Actors Guild, Reagan became embroiled in the disputes over the issue of Communism in the film industry. It was during this time that his political views shifted from liberal to conservative and he toured the country as a television host, becoming a spokesman for conservatism. He was elected Governor of California in 1966 by a margin of a million votes and was re-elected in 1970.

Reagan stood for family values although his own family, products of his two marriages, fell far short of the ideal. Reagan, the first divorced man to be elected president, had an uncomfortable relationship with his children (Maureen and Michael, both adopted, with first wife, Jane Wyman, and Patti and Ron by second wife, Nancy Davis).

Known as the Great communicator, Reagan used well as President the skills he had honed as an entertainer. His gift of communication, however, went beyond just that of a good speaker. He made the people want to believe him. During the Reagan years the culture was changing, here in the U.S. and world-wide. In 1981 MTV came into being. In 1983 Sony and Philips introduced music on compact disc. It was the time that saw the space shuttle Challenger explode just seventy-three seconds after takeoff and, that same year, Ivan Boesky admitting to illegal insider trading. Then, in October 1987, just two months after a record- setting high, the stock market dropped 508 points in a single day with shares losing more than five hundred billion dollars in value. This is part of the backdrop to the Reagan years in the White House. In addition, it was during the Reagan years that saw the fall of the “iron curtain.” Many have praised President Reagan for his part in bringing about the fall of the “evil empire.” Probably he, Margaret Thatcher, and the late Pope John Paul II were, more than any others, the three visionaries who saw that Communism could be defeated and who steadfastly, despite ridicule and the unbelief of those around them, continued to push forward toward the day when Communism would fall on the ash heap of history. Reagan’s steadfast opposition to Communism was not lost on the people living behind the Iron Curtain. Many looked to him as a beacon of hope.

Reagan was an almost compulsive doodler. One aid felt it helped him to think. “I never understood it”. “You could talk to him about options, and he might or might not get interested. But if you gave him a pencil and said that those are the options but maybe we’re missing something, he would start doodling around, making out words, and the first thing you knew he had taken a little of option one, and a little of option two, and added something of his own, and you had a whole new option.”

(Continued on page 10)



“It is not my intention to do away with government. It is, rather, to make it work – work with us, not over us to stand by our side, not ride on our back. Government can and must provide opportunity, not smother it; foster productivity, not stifle it.”

FIELDING CANDIDATES FOR LOCAL OFFICES!

by Laurie Forcier

One of the primary off election year jobs of the local county party is to field candidates and help them get elected to local offices. It has been awhile since our attention has been turned seriously to this task as we have had so many battles to fight the Democrats on in the State and Nation.

As Chair I have set a goal of December 21 of this year as the date to find candidates for the many positions that will be up for election in April of 2006. **Are you one of those people who have thought about this, but have been waiting? Now is the time!** We will help true Republicans to get elected financially and with volunteers. Democrats have been doing this for years. They do not care if something is labeled "non-partisan," they fund and back their people and get them into those positions because they know that is where your future representatives come from. Plus there is power in local positions. After all, **the City Council, County Board, School Board, etc. make decisions weekly that affect our taxes, schools, and daily lives.** (Editor's note: See article on Harland Reinders, page 4.)

We need all of you to be out there talking to people!!! Talk to folks in your churches, at work, friends, relatives, retirees! Without your help encouraging folks to run, and supporting them to make the decision, it will not happen!!

We need to find people for: City Council; County Board; School Board; village boards, township boards, etc. We need to replace every one of these people!!! Plus let's get people on the many volunteer commissions and boards that make a difference (like the library, etc).

IF YOU ARE CONSIDERING RUNNING FOR OFFICE, OR KNOW SOMEONE WHO MIGHT BE A GOOD RECRUIT, TALK TO DON MOTZING @ 559-4961 OR ME (LAURIE) at 835-3277. WE WILL GET YOU STEERED IN THE RIGHT DIRECTION, START THE PROCESS, ENCOURAGE AND ACCESS YOUR SITUATION.

We already have 1 person committed to run for school board and 1 for county board - both are outstanding! Let's get some good people with our values in office! Even if that person has no ambition to run for higher office, we need good decision makers at the local level!

Speaking of which, congrats to David Duax on his election to the City Council! Dave is a lifetime Republican who, as a former chairman of the County Board, and member of the Tommy Thompson administration, knows government well. We are very fortunate to have his expertise on the council! Dave is a problem solver and is accomplishing much! We need more like Dave to run this spring! Please talk to Dave about commissions and boards that may have openings in the city. You may call him at 835-0905.

Hot, Hot, Hot!

by Paige Wiersgalla



Well, that's the only way to fully describe the 2005 Northern Wisconsin State Fair in Chippewa Falls. If we look past the heat, we experienced a wonderful week. This year's booth took on the theme, "Grand Old Party, In The Summertime!" We had a great time speaking with fairgoers and working to get the four petitions signed as well as to get the word out about next year's gubernatorial race.

Special thanks to Mrs. Kristin Verhaagh and Mr. Brian Westrate. Kristin did a fabulous job setting up the booth and making it the best looking booth at the fair. Brian did a superb job of merchandising for this year's fair. As this was my first experience at the fair with a booth I learned a lot. My favorite part was meeting so many wonderful and dedicated Republicans! Thank you all for setting aside time on a dreadfully hot week to work at the booth. You all amazed me. We are already making plans for next year and I welcome any comments you may have. Please contact me (Paige) at 835-8065. "See Ya at the Fair in 2006."

Note from the chair:

I just want to thank Paige, Brian and Kristin. They did an outstanding job in very little time, not knowing how it would all turn out. They went to town!!! The booth was definitely the most beautiful one there. We had new and fun merchandise to sell this year, and they were superbly organized. Wait till next year!!! This team is already planning and strategizing! I am so thrilled with what these young faces of the party have done, and are planning in the future! They are a chairman's dream! Our party is so very blessed to have them involved and enthused!

Thanks again - and to all who worked in the heat - you are truly the dedicated!



Presidential Profile...continued from page 8...

Reagan was 69 years old when he was elected to the office of President of the United States. A few months after becoming President a would-be assassin took aim and put a bullet into his lung. As the wounded President is wheeled into surgery he turns to his wife, Nancy, and quips, "Honey, I forgo to duck." While capable of humor he was a man who knew what he believed in and was able to communicate those ideas clearly. Few presidents have been as effective as Reagan at getting their ideas across. Reagan was anti-tax, and fiercely anti-communist. His aim was to reduce the size of the government, cut spending on welfare programs, and eliminate most government regulation of business. He also championed taking the federal government out of the field of education and wanted to balance the budget. His vision included building up our armed forces to make America strong. By the end of the 1980s the United States was the world's greatest superpower and very wealthy. Also under Reagan, Congress enacted the single largest tax cut in U.S. history.

We remember the picture of Ronald Reagan standing at the Berlin Wall saying bluntly, "Mr. Gorbachev, tear down this wall." Reagan, the passionate spokesman for freedom and democracy, in 1988 went to Moscow to meet with Russian Premier, Gorbachev. A year later the U.S.S. R., a nation composed of many states, fell apart and communism's death knoll rang out across the world.



Reagan served two terms in the White House and retired to his beloved Rancho del Cielo in California where, years later he would make the sad announcement that he was descending into the darkness of Alzheimer's disease. His wife, Nancy, would gallantly care for him through the years remaining. Finally, on June 5, 2004, Ronald Reagan died at the age of 93 leaving a nation to mourn his passing and to remember his leadership and courage.

*The Eau Claire County Young Republican
Professionals is in the process of
formation...*

If you are under 40, a Republican and a professional, then you qualify. The YRP's will seek to have social events throughout the year. If you are interested in joining the YRP's or know someone who would be a candidate for membership contact Jay Heit at 832-3491.



"Sometimes it seems (the news media) are less interested in legitimate news than they are in proving their knowledge and wisdom is superior than ours. The most frustrating thing is when I have the facts to prove them wrong but cannot reveal those facts without endangering security or wrecking some plan we're engaged in."

-Ronald Reagan



LOCAL TEENS TAKE WASHINGTON D.C. BY STORM!

by Laurie Forcier

The Eau Claire County Republican Party (ECCRP) sent nine high school students and two chaperones to the Young America's Foundation (YAF) Conference July 7 to 10. (The YAF is the group that owns the Ronald Reagan Ranch in California. The organization was supported and grew under Reagan's presidency.) After two months hard work to get the kids there, endless arrangements made, three parent/student meetings, and countless phone calls the work our chairman put into getting the kids there, paid off! We sent the **LARGEST** group in the nation, and the only representatives from Wisconsin. The kids had an amazing time. They learned so much, heard from many great conservative minds such as Senator George Allen from Virginia, Congressman Tom Tancredo from Colorado and numerous others. The theme for the conference was the Second Amendment. Our chair has had great, detailed reports from many of the students. They were very thrilled and excited and will be giving you the details in the next issue of the newsletter, plus a presentation at a gathering in August. The best and most confirming report came to our chair from Ron Robinson, President of YAF. He wrote to tell how wonderful our kids were; how impressed he was with them; and with the organization that sent them, the ECCRP! Word has spread fast and we already have students who are inquiring about attending next year, plus parents who are interested in chaperoning.



This week our two University of Wisconsin Eau Claire (UWEC) students will be attending with one Stout student for one week for the college YAF conference. They will get to go to the Whitehouse and hear from the President and his staff!

*If you did not get a chance to give towards the YAF conference you may still do so! We would be very appreciative of anything to help offset the costs of sponsoring and helping the kids. Anything over that will go to next years conferences! Please clip and send the form below today!!!

NATIONAL HIGH SCHOOL LEADERSHIP CONFERENCE FOR LOCAL HIGH SCHOOL YOUNG REPUBLICANS CONTRIBUTION FORM

NAME: _____

ADDRESS: _____

*AMOUNT: \$ _____ (If donation is over \$20.00 please complete the following info)

EMPLOYER: _____

EMPLOYER'S ADDRESS: _____

BOOTH AT THIS YEARS TEACHERS CONVENTION?!?!?

Date - Thursday, October 13 - all day

Every year the teachers convention takes place at Memorial High School for all teachers in the surrounding region, who are required to attend. There are always booths from various businesses, crafts people, etc. At this year's fair several folks suggested the ECCRP be there also. Representative Kriebich even gave his blessing, saying he felt we should not cede that area 100% to the Democrats. Each year, the Dems use the teachers convention as their personal recruitment center. This year, we would like to have a table/booth and provide some balance. Statistics say that 40% of teachers are Republicans. We'd like to be there as support for them also. The hitch - we will not book/ pay for a table until we have solid commitments from at least six people willing to man the table on Thursday. We have a team who will set up and take down, decorate etc., so we now need folks who can take a shift starting in the morning from 8:00 or 9:00 a.m. until about 4:00 to 5:00 p.m.. That's it! **THIS COULD BE A HUGE HELP TO OUR CANDIDATES, AND IF NOTHING ELSE, WE ARE ABLE TO KEEP OUR EYE ON THE DEMOCRATS!**
If you will sit there at our table - please call Paige Wiersgalla at - 835-8065.

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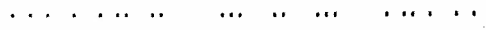
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Rep. Rob Kreibich
PO Box 8952
Madison, WI 53708-8952



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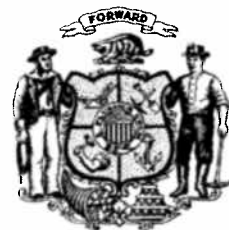


Happy 59th Birthday
President Bush!

Picture by Carol W. Cox



WISCONSIN STATE LEGISLATURE





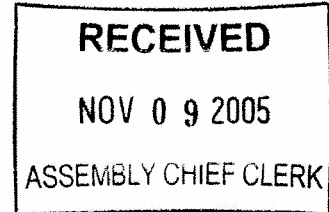
Mailing address:
Office of the State Treasurer
P.O. Box 7871
Madison, WI 53707-7871

College Savings Program Board

Phone (608) 264-7899
Fax: (608) 266-2647
E-mail: edvest@ost.state.wi.us
Internet: <http://edvest.state.wi.us>

November 8, 2005

Patrick E. Fuller, Assembly Chief Clerk
17 W. Main Street, Room 208
Madison, Wisconsin 53703



SUBJECT: WISCONSIN'S "529" College Savings Program Annual Report

Dear Mr. Fuller:

We are pleased to submit the College Savings Program Annual Report for the 2004-2005 Fiscal Year ending June 30, 2005. This eighth annual report covers the EdVest and *tomorrow's scholar* plans, including key developments in the program over the past fiscal year and summaries of the financial audit and actuarial valuation. The program experienced significant growth and success in FY05. As of June 30, we were meeting the college savings needs of nearly 200,000 families nationwide with over \$1.4 billion in assets under management.

Highlights for the year:

- Wells Fargo purchased Strong Financial Corp. and assumed the contracts for management of the program in a seamless transition.
- The Board hired Evaluation Associates, Inc. to provide ongoing independent monitoring of investment performance of all program portfolios.
- All investment options were improved and fees were lowered as part of a September 2005 "re-launch" of the program.

The College Savings Program Board and staff look forward to continued growth with quality service to participants in this exciting program. If you have any questions regarding the Annual Report, please contact Marty Olle at 264-7886.

Sincerely,

Senator Alberta Darling
Chair, College Savings Program Board
Board

State Treasurer Jack C. Voight
Vice-Chair, College Savings Program



**Wisconsin's "Section 529"
College Savings Program
2005 Annual Report**

Covering the Fiscal Year July 1, 2004 – June 30, 2005



tomorrow's scholar[®]
college savings plan

Prepared by:

**College Savings Program Board
Office of the State Treasurer
November 2005**

INTRODUCTION

Sections 14.63 (10)(a) and 14.64 (5), Wis. Stats., require the annual submission of a report to the Governor and the appropriate standing committees of the Legislature on Wisconsin's "Section 529" College Savings Program, comprised of the EDVEST and *tomorrow's scholar*® College Savings Plans. The program was created by 1995 Wisconsin Act 403 and amended by 1999 Wisconsin Act 44, 2001 Wisconsin Act 7 and 2003 Wisconsin Act 289. The law also requires the Office of the State Treasurer to include in the report any recommendations for changes to the program that the department determines necessary to meet the department's obligations under the law. This report includes the following information:

- History of the program
- Description of the College Savings Program Board and membership
- A review and summary of key developments in the program's eighth full year of operations, state fiscal year 2004-05.
- A summary of program activity to June 30, 2005.
- Investment performance to June 30, 2005.
- Summary of an audit report prepared by the firm of KPMG, LLP.
- Summary of an actuarial valuation report prepared by the firm of Milliman USA, Inc.
- Recommendations for improvements to the program.

HISTORY OF THE PROGRAM

Initial Launch -- On June 6, 1996 state legislation was signed into law authorizing the creation of a state-sponsored college savings program and providing a loan for start-up costs. The program was named EDVEST and was initially managed by the Department of Administration. It began operations July 1, 1997 offering a conservative bond-based "tuition unit" investment with state and federal tax benefits to participating families. Investment services were provided by the State Investment Board. Shortly after the program launch, the Internal Revenue Service published proposed rules for "Section 529" college savings programs, defining the parameters that states could operate within.

A 1999-2001 biennial budget provision authorized the transfer of the program to the Office of the State Treasurer for ongoing operations. The move was completed in November 1999 with no interruption of service to program participants.

2001 Expansion and "Re-Launch" -- Additional state legislation was passed in the spring of 2000 [1999 Wisconsin Act 44] authorizing the program to expand in several key areas and creating a board to oversee the expansion. The "Act 44" provisions allowed EDVEST to utilize all of the scope and flexibility of a "Section 529" program. The legislation provided broader eligibility and coverage, allowed a higher maximum contribution limit, created a new state tax deduction for parents, expanded the number of investment options, eliminated the residency requirement and established protection of eligibility for state financial aid to program participants. It directed the state to contract with a private firm to provide investment and other services for the new program.

The State Department of Administration issued a Request for Proposals for broad financial services related to the expansion of the EDVEST program. At the conclusion of a national search, Strong Capital Management of Menomonee Falls, Wisconsin was selected as the program manager. A second partnership was developed with American Express, to offer a reconfigured *tomorrow's scholar*® version of the program through its financial advisors nationwide. After a period of intense planning and development, as well as passage of state legislation to formally provide the trust fund structure necessary for operation [2001 Wisconsin Act 7] the program was re-launched in May 2001.

An extensive marketing and public relations campaign was implemented by Strong to raise public awareness of the revised program and educate the public regarding its new provisions. The EDVEST website, administered by Strong, was completely revised with a new address, www.EdVest.com and has received several national awards. The *tomorrow's scholar* website was launched as www.tomorrowsscholar.com.

In May 2001 six new market-based investment options were made available to program participants, as well as the original "Tuition Unit" option offered through the State Investment Board. The expanded investment choices and other flexibility offered through the revised program proved to be attractive to the public, as demonstrated in the program activity discussion later in this report.

The growing array of college savings vehicles available to families, as well as the complexity of investment decision-making in general, led the Board to develop a distribution plan for EDVEST involving the financial professional community. In addition to direct enrollment through Strong, participants were given the option of enrolling through financial advisors, planners, brokers, banks and credit unions, who generally charge commissions or fees for their services. Financial professionals desiring to offer the program to their clients sign a selling agreement with Strong. Investors working through one of these professionals have several payment options available.

Start-up Loan Repaid to State – The 2001 expansion produced rapid growth, and in June 2002 the program was able to repay to the state its initial start-up loan and operating subsidies, totaling \$962,383. The program has been completely self-supporting since then.

Tuition Unit Phase-out -- In 2002, a decision was reached to phase out the original "tuition unit" investment option. Public interest in this option was dwindling and the underlying bonds at that time produced record-low investment yields for new "unit" purchases. Also, tuition units had always been complex for investors and were significantly less flexible than the newer investment options offered through the program. Tuition unit sales were suspended on December 20, 2002.

Tuition unit account owners were given the option of either holding their units until maturity or transferring units to one of the other investment options at a favorable conversion rate. Of the 2,800 tuition unit accounts established by December 2002, over half of the account owners elected to convert to one of the program's newer investment options. By June 30, 2005 tuition unit assets under management dropped from a high of \$15.4 million to \$7.9 million. Recordkeeping and account maintenance of the remaining tuition unit accounts were contracted out to Strong. Strong's extended hours of availability and ability to quickly generate account

distribution checks upon request were a customer service improvement. The State of Wisconsin Investment Board continues to provide investment services for the tuition unit portfolio.

Stable Value Portfolio -- In 2002, the Board became interested in adding a new investment option for short-term or conservative EDVEST participants. Nationally, there was growing interest among 529 programs in Stable Value funds, which offer growth comparable to bond funds, liquidity for withdrawals, safety of principal and low management fees. In May 2002 the program contracted with actuarial firm Milliman USA, Inc. for an analysis of conservative investment options for EDVEST. The consultants recommended adding a Stable Value fund option to the program, and following a period of development, the Stable Value Portfolio was launched December 2, 2002. By June 30, 2005 investments in the portfolio exceeded \$33.5 million.

Mutual Fund Industry Investigations -- In September 2003, the New York Attorney General launched a widespread investigation of trading practices in the mutual fund industry. A number of Section 529 college savings programs were affected, when the investment companies providing services to the programs became targets of the investigation. Strong Financial Corp. was accused of participating in market timing arrangements with a hedge fund. One of the funds in question, the Strong Growth Fund, was part of several EDVEST and *tomorrow's scholar* investment portfolios. Strong cooperated fully with state and federal regulators with respect to the inquiries into these matters and a \$175 million settlement was announced in May 2004. The College Savings Program Board's legal counsel will monitor the settlement distribution to ensure appropriate reimbursement to program participants if it is determined that Strong's actions adversely affected investors in the EDVEST or *tomorrow's scholar* plans.

Additional EdVest Investment Options Offered From Three Companies -- In response to the mutual fund crisis described above, the Board and the Department of Administration hired an independent consultant to recommend four mutual funds from companies other than Strong, and worked with Strong to make them available as part of the EDVEST program. Beginning December 15, 2003 participants were able to select among the Vanguard Stock Index portfolio, Vanguard Balanced portfolio, Legg Mason Aggressive portfolio or Robert W. Baird Bond portfolio in addition to six Strong portfolios. From December 15, 2003 to June 30, 2005 assets in the four popular new investment options grew to \$224 million.

EDVEST Pricing Structure Improved -- When the EDVEST program was re-launched in May, 2001 a simple "one price fits all" pricing structure was chosen. At that time, annual fees paid by all investors totaled 1.25%. The fee was reduced to 1.15% in late 2002. In December 2003 when new investment options were added, the board approved a new fee structure which varied according to the actual costs of the investment option selected. The new structure ranged from a low of 0.45% annually for the passively-managed Vanguard Stock Index portfolio to a high of 1.3% for the actively-managed Strong Aggressive portfolio. The new fee structure allowed investors to select an option based on cost as well as type of investment. The Board also approved eliminating the \$10 EDVEST enrollment fee at its February 2004 meeting.

State Tax Deduction Expanded – The popular state tax deduction for parent and grandparent contributions to an EDVEST or *tomorrow's scholar* account was expanded for the 2004 tax year, with the signing into law of 2003 Wisconsin Act 289. The new law allows aunts, uncles and great-grandparents to deduct from taxable state income up to \$3,000 per year per child. To be eligible for the deduction, contributions must be made to a program account by December 31 of a calendar year.

COLLEGE SAVINGS PROGRAM BOARD

The College Savings Program Board has administrative and oversight authority for the EDVEST expansions provided in 1999 Wisconsin Act 44. It consists of five *ex-officio* members including the State Treasurer, the President of the Board of Regents of the University of Wisconsin system, the Chairperson of the State Investment Board, President of the Wisconsin Association of Independent Colleges and Universities, President of the Wisconsin Technical College System, and six public members. The *ex-officio* members may appoint designees to serve in their place. Except for the initial members, public members are appointed by the Governor for 4-year terms. Members as of June 30, 2004 include:

<u>Name</u>	<u>Affiliation</u>	<u>Address</u>	<u>Term Expires</u>
Paul C. Adamski	Public Member	Stevens Point	May 1, 2009
Jeff Plale	Public Member	South Milwaukee	May 1, 2007
J. Michael Clumpner	Public Member	Sturgeon Bay	May 1, 2005
Alberta Darling	Public Member	River Hills	May 1, 2009
James A. Senty	State Investment Board	LaCrosse	Ex-Officio
Bill Oemichen	Public Member	New Glarus	May 1, 2007
L. Anne Reid	Wisconsin Technical College System Board	West Bend	Ex-Officio
Toby Marcovich	UW Board of Regents	Superior	Ex-Officio
Jack C. Voight	State Treasurer	Appleton	Ex-Officio
Rolf Wegenke	WI Assn. Of Independent Colleges and Universities	Madison	Ex-Officio
Michael D. Wolff	Public Member	Madison	May 1, 2003

The board promulgated rules to administer the program, oversees the investment and distribution of program funds, ensures that the program continues to meet federal requirements for a "Section 529 qualified tuition program" and seeks guidance from federal entities as necessary to ensure proper administration of Wisconsin's 529 College Savings Program.

The board has adopted the following mission statement: "Promote educational opportunities for Wisconsin residents by removing financial barriers through a structured, tax-advantaged program allowing families and individuals to save for future higher education expenses."

Board meeting notices, agendas, meeting minutes and other board news can be found on the State Treasurer's Office website at: <http://edvest.state.wi.us/home/>

KEY DEVELOPMENTS THIS YEAR

Program Growth -- In September 2003, total assets under management for EDVEST and *tomorrow's scholar* reached the \$1 billion milestone, with growth continuing to nearly \$1.5 billion by June 30, 2005. With nearly 200,000 accounts, Wisconsin's program ranks as the twelfth-largest college savings program nationwide.

Wells Fargo Purchases Strong and Assumes Program Contracts -- In May 2004 Wells Fargo Funds Management LLC announced its intent to purchase the asset management businesses from Strong Financial Corporation (SFC). This process was successfully completed in December 2004. The Department of Administration evaluated the State's options concerning the original program contracts with Strong and decided to allow the Strong contracts, which expire in May 2006, to be assigned to Wells Fargo. A top priority at Wells Fargo following the acquisition of Strong was to achieve a seamless transition for all program participants. Wells proposed a number of program improvements as well, to be implemented in a program "re-launch" in September 2005. [See below]

Board Hires Consultant to Monitor Ongoing Investment Performance -- In late 2004, following a competitive search, the Board contracted with consultants Evaluation Associates, Inc. (EAI) of Norwalk, Connecticut. EAI will review the program's portfolio benchmarks, provide independent monitoring of all program portfolio performance quarterly, compare performance annually with similar portfolios offered by other state 529 programs, and make recommendations for improvements as needed.

EDVEST Portfolios and Fees Improved, New Investment Options Planned -- As mentioned above, Wells Fargo proposed multiple EDVEST and *tomorrow's scholar* changes and suggested a September 2005 program "re-launch". The Board deliberated the proposals extensively, negotiated modifications, added several items of its own and approved the following:

A new investment option, the "Wisconsin Select Portfolio," will be offered in September 2005. The portfolio will invest in mutual funds managed by firms with a significant presence in Wisconsin, including Artisan, Marshall (M&I), Mason Street (Northwestern Mutual), North Track (Ziegler), Robert W. Baird, Thompson Plumb and Wells Fargo.

Two additional "age-based" investment options, "Aggressive Growth" and "Conservative Growth," will be created, and the current age-based option will be renamed "Moderate Growth." The age-based portfolio is the most popular investment option offered by the program.

The underlying Wells Fargo Advantage Funds in the Aggressive, Moderate, Balanced, and Bond Portfolios will be reallocated for better tracking of the benchmarks and to reduce fees.

For advisor-sold accounts, the Class A maximum front-end sales charge will be reduced to 4.5% for the fixed income portfolios and 2.0% for the Stable Value

Portfolio. The equity-based portfolios will remain at 5.75%. Over two-thirds of all EDVEST accounts are direct-sold, and have no commissions or sales charges.

The minimum contribution to an EDVEST account was reduced from the current \$25 to \$15. This applies to automatic investment plans as well, and is intended to allow greater participation from lower and moderate income families.

***tomorrow's scholar* to be Restructured, Will Have Broader Distribution –**

Currently, *tomorrow's scholar* is offered only through American Express Financial Advisors nationwide. Beginning September 2005, the program will be available for distribution through Wells Fargo advisors and any other advisors nationally.

All existing portfolios will be reallocated to include underlying mutual funds from Wells Fargo Advantage Funds, American Express, Franklin Templeton, and ING.

A Stable Value Portfolio similar to the EDVEST portfolio will be created as a new investment option, and the "age-based" investment options will be revised to incorporate the new Stable Value Portfolio.

All portfolios will be available for purchase as static allocation options. Previously, only three of the six current portfolios were available as static allocation options.

The maximum Class A front-end sales charges will be 5.75% for equity portfolios, 4.5% for fixed income portfolios and 2.0% for the Stable Value Portfolio for new accounts. All existing accounts will be grandfathered under the existing sales charge structure.

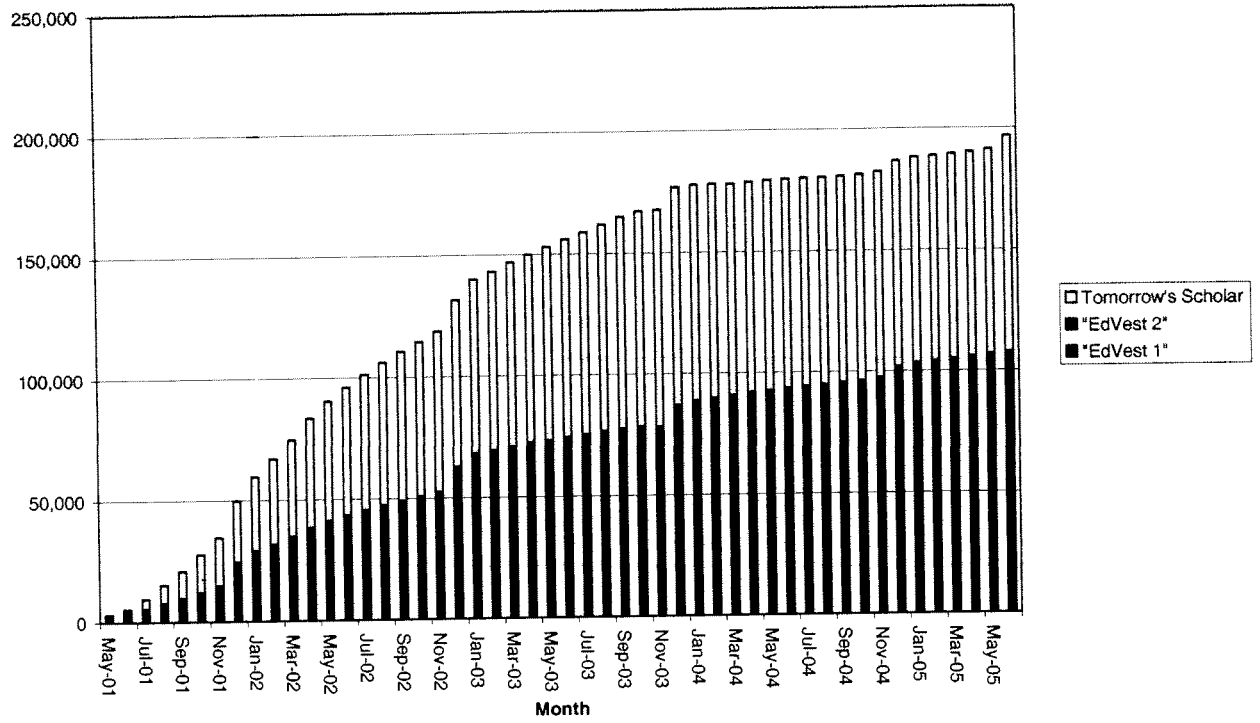
State Fee Reduction / Moratorium -- The Board approved a reduction of the annual state administration fee per account for *tomorrow's scholar* from 0.15% to 0.10%, effective September 2005. The Board also approved a moratorium waiving the annual state administration fee of 0.10% for EDVEST accounts. The moratorium will remain in effect as long as the Board's contingency fund maintains an adequate balance.

State Will Re-Bid Program Administrative Contracts – Although the program's administrative contracts were assigned to Wells Fargo following its acquisition of Strong, the contracts expire in May 2006. The state will re-bid the contracts using a competitive procurement process. In order to allow adequate time for transition in the event that a new vendor is selected, the Department of Administration will issue a request for proposals in the fall, 2005.

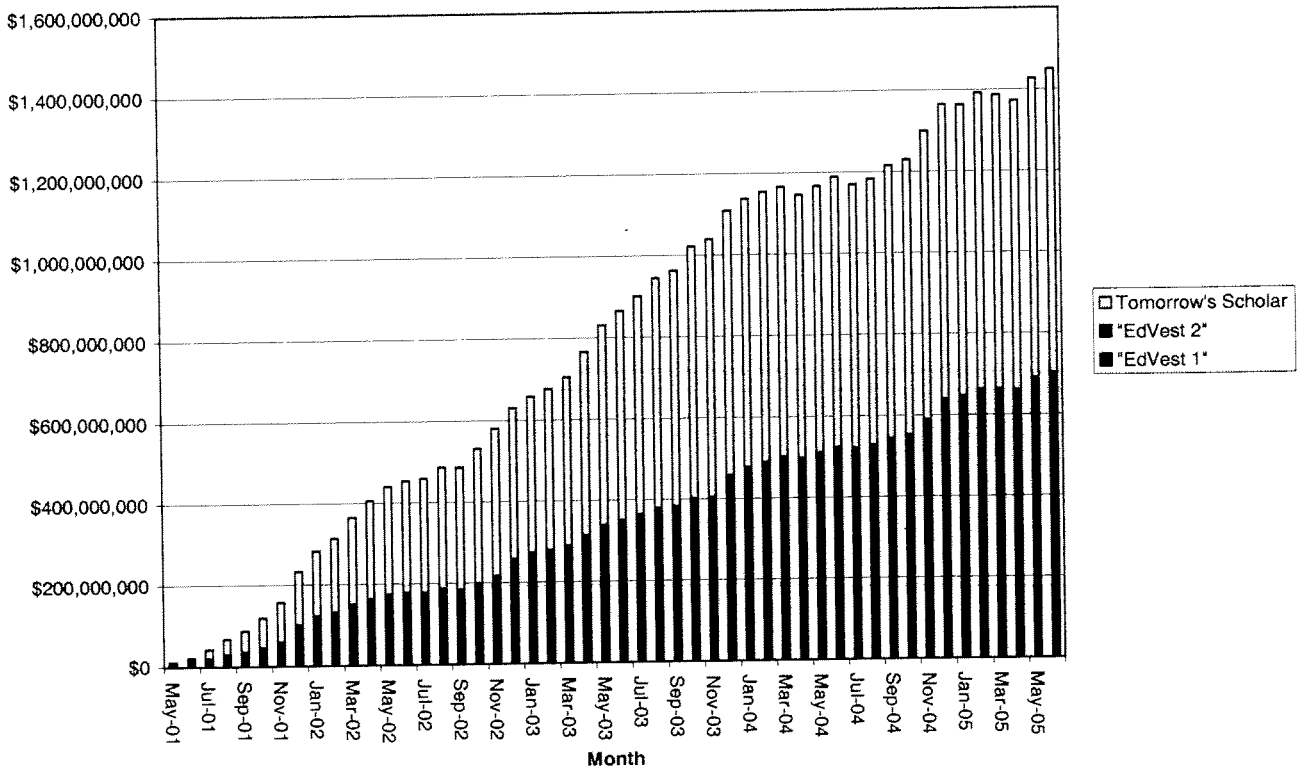
PROGRAM ACTIVITY

Program activity for the fiscal year is summarized in the following graphs. The original "tuition unit" plan is labeled "EDVEST 1." The expanded plan managed by Wells Fargo is "EDVEST 2." *tomorrow's scholar* is currently managed by Wells Fargo and American Express. As of June 30, 2005 there were a total of 195,389 accounts and investment assets totaled \$1,441,040,262. Compared with figures from June 30, 2004 this was a 9.5% increase in the number of accounts and a 22.2% increase in assets under management.

**Wisconsin's "Section 529" College Savings Program
-- Total Cumulative Number of Accounts --**



Wisconsin's "Section 529" College Savings Program -- Cumulative Total Assets



INVESTMENT PERFORMANCE

The portfolios available through Wisconsin's college savings programs are designed to help investors pursue their goals of growth and income as they invest for a future college education. While all of the portfolios are intended to provide a degree of attractive diversification by investing in different proportions of conservative, moderate, and aggressive investments, each is designed to accommodate investors' specific investment goals and tolerance for risk.

For the one-year period ending June 30, 2005, all of the EdVest and *tomorrow's scholar* portfolios posted gains, ranging from moderate to solid. The EdVest Vanguard Balanced portfolio [Wellington] led with a gain of 9.24%. In general, portfolio performance was driven by its allocation to equity funds, although both equities and fixed income fared well this year. The Baird Bond portfolio was the top fixed income performer at 7.47%.

The U.S. economy had a solid 3.8% growth rate in the first quarter of 2005, which equaled that of the fourth quarter of 2004. The growth rate was slightly lower in the second quarter of 2005.

EdVest Tuition Units

Investment returns for the tuition unit investment option varied between 0.69% – 5.16% depending on the date of purchase and the year in which the unit matures. Tuition unit sales were discontinued December 20, 2002.

EDVEST College Savings Plan

Portfolio Performance Summary as of June 30, 2005

	Portfolio Performance			Benchmark Performance		
	1-Year	3-Year	Incept	1-Year	3-Year	Incept
Direct						
EdVest Aggressive	7.19%	9.24%	1.71%	8.54%	9.48%	2.57%
EdVest Moderate	6.92%	8.83%	2.93%	7.79%	8.61%	3.43%
EdVest Balanced	6.40%	7.51%	3.69%	7.56%	7.92%	4.43%
EdVest Bond	5.27%	4.24%	4.03%	6.80%	5.76%	6.45%
EdVest Stable Value	2.02%	N/A	2.19%	3.23%	N/A	3.90%
Legg Mason Aggressive	5.09%	N/A	9.59%	8.05%	N/A	9.63%
Vanguard Stock Index	5.92%	7.41%	-0.39%	6.32%	8.28%	0.54%
Vanguard Balanced	9.24%	N/A	8.33%	8.05%	N/A	9.63%
Baird Bond	7.47%	N/A	4.92%	6.80%	N/A	5.01%

	Portfolio Performance			Benchmark Performance		
	1-Year	3-Year	Incept	1-Year	3-Year	Incept
A Share						
EdVest Aggressive - A	6.77%	8.79%	1.34%	8.54%	9.48%	2.57%
EdVest Moderate - A	6.62%	8.41%	2.56%	7.79%	8.61%	3.43%
EdVest Balanced - A	6.04%	7.09%	3.22%	7.56%	7.92%	4.43%
EdVest Bond - A	4.81%	3.79%	3.52%	6.80%	5.76%	6.45%
EdVest Stable Value - A	1.62%	N/A	1.84%	3.23%	N/A	3.90%
Legg Mason Aggressive - A	4.74%	N/A	9.17%	8.05%	N/A	9.63%
Vanguard Stock Index - A	5.56%	7.00%	-0.75%	6.32%	8.28%	0.54%
Vanguard Balanced - A	7.19%	N/A	9.83%	8.05%	N/A	9.63%
Baird Bond - A	3.84%	N/A	8.33%	6.80%	N/A	5.01%

	Portfolio Performance			Benchmark Performance		
	1-Year	3-Year	Incept	1-Year	3-Year	Incept
B Share						
EdVest Aggressive - B	6.17%	8.18%	0.78%	8.54%	9.48%	2.57%
EdVest Moderate - B	5.96%	7.85%	1.98%	7.79%	8.61%	3.43%
EdVest Balanced - B	5.39%	6.50%	2.65%	7.56%	7.92%	4.43%
EdVest Bond - B	4.25%	3.24%	2.95%	6.80%	5.76%	6.45%
EdVest Stable Value - B	1.06%	N/A	1.37%	3.23%	N/A	3.90%
Legg Mason Aggressive - B	4.12%	N/A	8.51%	8.05%	N/A	9.63%
Vanguard Stock Index - B	4.97%	6.42%	-1.20%	6.32%	8.28%	0.54%
Vanguard Balanced - B	8.22%	N/A	7.36%	8.05%	N/A	9.63%
Baird Bond - B	6.51%	N/A	3.93%	6.80%	N/A	5.01%

	Portfolio Performance			Benchmark Performance		
	1-Year	3-Year	Incept	1-Year	3-Year	Incept
C Share						
EdVest Aggressive - C	5.97%	8.04%	0.69%	8.54%	9.48%	2.57%
EdVest Moderate - C	5.79%	7.61%	1.82%	7.79%	8.61%	3.43%
EdVest Balanced - C	5.22%	6.31%	2.51%	7.56%	7.92%	4.43%
EdVest Bond - C	3.97%	3.05%	2.87%	6.80%	5.76%	6.45%
EdVest Stable Value - C	0.86%	N/A	1.20%	3.23%	N/A	3.90%
Legg Mason Aggressive - C	3.84%	N/A	8.33%	8.05%	N/A	9.63%
Vanguard Stock Index - C	4.73%	6.23%	-1.15%	6.32%	8.28%	0.54%
Vanguard Balanced - C	8.03%	N/A	7.18%	8.05%	N/A	9.63%
Baird Bond - C	6.21%	N/A	3.81%	6.80%	N/A	5.01%

<u>Portfolio</u>	<u>Benchmark</u>
Vanguard Stock Index	S&P 500 Index
Aggressive	80% Russell 3000, 10% MSCI EAFE, 10% Lehman Brothers U.S. Aggregate Bond
Moderate	70% Russell 3000, 30% Lehman Brothers U.S. Aggregate Bond
Balanced	50% Russell 3000 and 50% Lehman Brothers U.S. Aggregate Bond
Bond	100% Lehman Brothers U.S. Aggregate Bond
Stable Value	Ryan Labs, Inc. 3-Year GIC Index
Baird Bond	100% Lehman Brothers U.S. Aggregate Bond
Vanguard Balanced	100% Russell 3000
Legg Mason Aggressive	100% Russell 3000

Performance is net of all portfolio expenses, and does not include the effect of applicable sales charges.

**Tomorrow's Scholar College Savings Plan
Portfolio Performance Summary as of June 30, 2005**

	Portfolio Performance			Benchmark Performance		
	1-Year	3-Year	Inception	1-Year	3-Year	Inception
A Share						
ts 90% equity - A	5.68%	7.56%	0.57%	8.54%	9.48%	2.57%
ts 75% equity - A	6.02%	7.73%	1.73%	8.12%	8.91%	3.28%
ts 60% equity - A	5.74%	7.31%	2.45%	7.68%	8.28%	3.94%
ts 50% equity - A	5.24%	6.53%	2.43%	7.34%	7.70%	4.19%
ts 35% equity - A	6.05%	6.42%	3.56%	7.15%	7.12%	4.87%
ts 20% equity - A	5.89%	5.59%	3.82%	6.71%	6.27%	5.26%

	Portfolio Performance			Benchmark Performance		
	1-Year	3-Year	Inception	1-Year	3-Year	Inception
B Share						
ts 90% equity - B	4.94%	6.85%	-0.02%	8.54%	9.48%	2.57%
ts 75% equity - B	5.32%	7.05%	1.15%	8.12%	8.91%	3.28%
ts 60% equity - B	4.97%	6.60%	1.80%	7.68%	8.28%	3.94%
ts 50% equity - B	4.55%	5.84%	1.84%	7.34%	7.70%	4.19%
ts 35% equity - B	5.32%	5.74%	2.93%	7.15%	7.12%	4.87%
ts 20% equity - B	5.06%	4.92%	3.22%	6.71%	6.27%	5.26%

	Portfolio Performance			Benchmark Performance		
	1-Year	3-Year	Inception	1-Year	3-Year	Inception
C Share						
ts 90% equity - C	4.84%	6.78%	-0.07%	8.54%	9.48%	2.57%
ts 75% equity - C	5.34%	6.99%	1.09%	8.12%	8.91%	3.28%
ts 60% equity - C	4.87%	6.57%	1.77%	7.68%	8.28%	3.94%
ts 50% equity - C	4.47%	5.78%	1.77%	7.34%	7.70%	4.19%
ts 35% equity - C	5.24%	5.65%	2.87%	7.15%	7.12%	4.87%
ts 20% equity - C	5.07%	4.89%	3.17%	6.71%	6.27%	5.26%

<u>Portfolio</u>	<u>Benchmark</u>
90% equity	80% Russell 3000, 10% MSCI EAFE, and 10% Lehman Brothers U.S. Aggregate Bond
75% equity	70% Russell 3000, 5% MSCI EAFE, and 25% Lehman Brothers U.S. Aggregate Bond
60% equity	60% Russell 3000 and 40% Lehman Brothers U.S. Aggregate Bond
50% equity	50% Russell 3000, 5% 91-Day T-Bill, and 45% Lehman Brothers U.S. Aggregate Bond
35% equity	35% Russell 3000, 5% 91-Day T-Bill, and 60% Lehman Brothers U.S. Aggregate Bond
20% equity	20% Russell 3000, 10% 91-Day T-Bill, and 70% Lehman Brothers U.S. Aggregate Bond

Performance is net of all portfolio expenses, and does not include the effect of applicable sales charges.

ACTUARIAL VALUATION REPORT

An actuarial valuation report was prepared by Milliman USA, Inc. dated October 20, 2005. The report addresses the original Tuition Unit portion of the program, concluding that the program's Tuition Trust Fund had adequate assets to meet future investment commitments and an actuarial surplus of \$650,000 as of June 30, 2005. Copies of the report are available upon request.

KPMG AUDIT

The annual financial audit of the EDVEST and *tomorrow's scholar* programs was conducted by KPMG, LLP. KPMG audited the statement of assets and liabilities of the programs including the schedules of investments, the related statements of operations, changes in net assets and financial highlights for the fiscal year 2004-2005. The audit report states that the presentation of the financial statements conforms with generally accepted accounting principles, and in the opinion of the auditors, the financial statements and financial highlights in the report represent fairly the financial position of the portfolios as of June 30, 2005.

For more detail including the actual audit opinion, the reader is directed to the complete audit report, posted on the State Treasurer's Office website:
<http://edvest.state.wi.us/home/>

RECOMMENDED PROGRAM IMPROVEMENTS

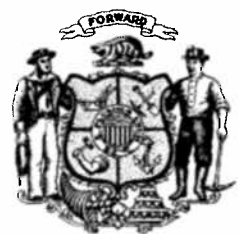
EdVest CD Option -- The Board is considering adding a federally-insured certificate of deposit "EdVest CD Option" for conservative investors or those with a short-term investment horizon. The EdVest CD Option would invest in Wisconsin banks and financial institutions and would be administered in a manner similar to the other investment options offered by the program.

Administrative Budget Appropriations Modification -- The two budget appropriations for the program's administrative expenses are classified as Segregated Fund "annual" appropriations. Under this classification, if any significant unexpected expense is encountered during a biennium, the program must submit a request for additional budget authority to the Legislative Joint Committee on Finance. A request must be submitted even if adequate revenues are on hand to cover the expense. The committee generally meets quarterly, but depending on timing it may take up to six months before the request is considered by the committee.

The Board strongly recommends that the program's administrative appropriations, s.20.585(2)(s) and (tm), be converted to "continuing" appropriations. Under this classification, requests for emergency additional budget authority can be acted upon by the Department of Administration, presumably in less time than under current procedures.



WISCONSIN STATE LEGISLATURE





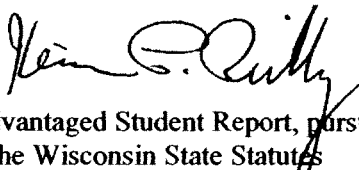
Office of the President

1720 Van Hise Hall
1220 Linden Drive
Madison, Wisconsin 53706-1559
(608) 262-2321
(608) 262-3985 Fax

email: kreilly@uwsa.edu
website: <http://www.uwsa.edu>

April 15, 2006

To: The Honorable Jim Doyle, Governor
Robert J. Marchant, Senate Chief Clerk
Patrick E. Fuller, Assembly Chief Clerk

From: Kevin P. Reilly, President 

Subject: Annual Minority and Disadvantaged Student Report, pursuant to
Section 36.25 (14m)(c) of the Wisconsin State Statutes

Each April, the UW System submits the Annual Minority and Disadvantaged Student Report to the Governor and the Chief Clerk of each house of the Legislature, as required by Wisconsin Statutes. The 2004-05 Minority and Disadvantaged Student Annual Report fulfills the requirement in Section 36.25 (14m)(c) of the Wisconsin State Statutes that the Board of Regents report annually by April 15 on its pre-college, recruitment, and retention plan for multicultural and economically disadvantaged students.

This year marks the seventh minority and disadvantaged student annual report under the Board of Regents-approved *Plan 2008: Educational Quality Through Racial and Ethnic Diversity*. The information contained in this report responds to the statutory requirement, and reflects some, but not all, of the initiatives and activities in Plan 2008. At its meeting on April 7, 2006, the Board of Regents accepted the attached report for submission to the Governor and the Chief Clerk of each house of the Legislature for distribution to the appropriate standing committees under s. 13.172(3). The attached report fulfills the requirements of this statute. The report includes the following information:

- Summary information on pre-college initiatives and activities;
- Expenditures for student-of-color and disadvantaged-student programs; and
- Student financial assistance data.

If you need additional information regarding this report, please contact Cora B. Marrett, Senior Vice President for Academic Affairs, at (608) 262-3826. Thank you for your consideration.

Attachment: 2004-05 Annual Minority and Disadvantaged Student Report

copy: Board of Regents
Cora B. Marrett, Senior Vice President for Academic Affairs
Ron Singer, Associate Vice President for Academic and Student Services
Dave Loppnow, Legislative Fiscal Bureau
R. J. Binau, Department of Administration
Rebecca Karoff, Academic Planner

2004-05 MINORITY AND DISADVANTAGED STUDENT ANNUAL REPORT

EXECUTIVE SUMMARY

BACKGROUND

The 2004-05 Minority and Disadvantaged Student Annual Report fulfills the requirement in Section 36.25 (14m)(c) of the Wisconsin State Statutes that the Board of Regents report annually on its pre-college, recruitment, and retention plan for multicultural and economically disadvantaged students. This is the seventh minority and disadvantaged student annual report under the Board of Regents-approved *Plan 2008: Educational Quality Through Racial and Ethnic Diversity*. The information contained in this report responds to the statutory requirement, and reflects some, but not all of the initiatives and activities in Plan 2008. The report includes information on the following:

- Pre-college initiatives and activities;
- Expenditures for multicultural and economically disadvantaged student programs;
- Student financial assistance data.

The UW System's complete plan for pre-college programming for, and the recruitment and retention of multicultural and economically disadvantaged students is incorporated in *Plan 2008: Educational Quality Through Racial and Ethnic Diversity*, in which the targeted race/ethnic groups include African Americans, American Indians, Hispanic/Latino Americans, and statutorily defined Southeast Asians.¹ A detailed evaluation of Plan 2008 was presented to the Board of Regents in October 2001, as required by Board policy. In April 2004, a review of all aspects of Plan 2008 Phase I (1999-2003), including recruitment and retention of multicultural students, was presented to the Board of Regents along with the M & D report.

REQUESTED ACTION

Approval of Resolution I.1.f.(3), accepting the 2004-05 Minority and Disadvantaged Student Annual Report and authorizing its submission to the Governor and the Chief Clerk of each house of the Legislature for distribution to the appropriate standing committees under s.13.172(3) Wis. Stats.

¹ By statute, Southeast Asians are defined as persons who were admitted to the United States after December 31, 1975, and who either are former citizens of Laos, Vietnam, or Cambodia or whose ancestors were or are citizens of Laos, Vietnam, or Cambodia.



The University of Wisconsin System

2004-05 Minority and Disadvantaged Student Annual Report

April 2006

(Presented pursuant to Section 36.25 (14m)(c) of the Wisconsin State Statutes)

SUMMARY AND HIGHLIGHTS

Precollege Initiatives and Activities

UW institutions support a large and diverse array of precollege programs to enlarge the pool of multicultural² and economically disadvantaged students in Wisconsin and prepare them for college. Through these precollege programs, UW institutions provide opportunities for academic skills enrichment, introduction to college life, and career exploration. Funding for targeted students to attend precollege programs is provided by a consortium of sources, including the UW System, federal TRIO programs, the Department of Public Instruction's (DPI) Scholarship Program, and private dollars. In 2004-05, 17,075 students participated in precollege programs in UW System institutions.

Program Funding

The state and federal governments, through general program revenue, gifts, and grants, provide program funding for multicultural and economically disadvantaged students. The 1987-89 Wisconsin Biennial Budget Act created an appropriation under Section 20.285 (4)(a) to provide funding for these programs (referred to as Fund 402). All UW institutions obtain extramural support to supplement government funding for these programs:

- In 2004-05, UW System institutions expended approximately \$43.3 million from all funding sources for multicultural and disadvantaged student programs. Approximately \$27.3 million of these funds were raised by the institutions from extramural and non-government sources; and
- During 2004-05, just over \$8.1 million was expended from Fund 402 at UW institutions.³ Based on institutional estimates, Fund 402 dollars were distributed toward retention activities (64 percent, \$5.2 million); precollege programs and activities (20 percent, \$1.6 million); and recruitment (16 percent, \$1.3 million).

Student Financial Aid

In addition to the general financial aid programs offered to students, two other financial aid sources are available to multicultural and economically disadvantaged students: the Lawton Undergraduate Minority Retention Grant (LUMRG) for undergraduate students; and the Advanced Opportunity Grant (AOP) for graduate students.

- In 2004-05, a total of 12,145 multicultural students in the UW System received financial assistance. Of these:
 - 2,950 students received LUMRG grants. The average LUMRG award was \$1,664. 2,917 of LUMRG recipients were multicultural students.⁴
 - 628 students received AOP grants. The average AOP award was \$9,440. 464 of the AOP recipients were multicultural students.

² The terms "minority," "people of color," and "multicultural" are used interchangeably in current practice.

³ Fund 402 is defined in the state statutes under s.20.285 which states that (a) "The board shall allocate funds under s.20.285 (4)(a) to fund programs for recruiting minority and disadvantaged students and to fund programs for minority and disadvantaged students enrolled in the system." This figure only includes Fund 402 expenditures for UW institutions.

⁴ Multicultural student figures include target groups only, not missing or other students (Table 3).

SECTION I: UW SYSTEM M/D PRECOLLEGE ACTIVITIES

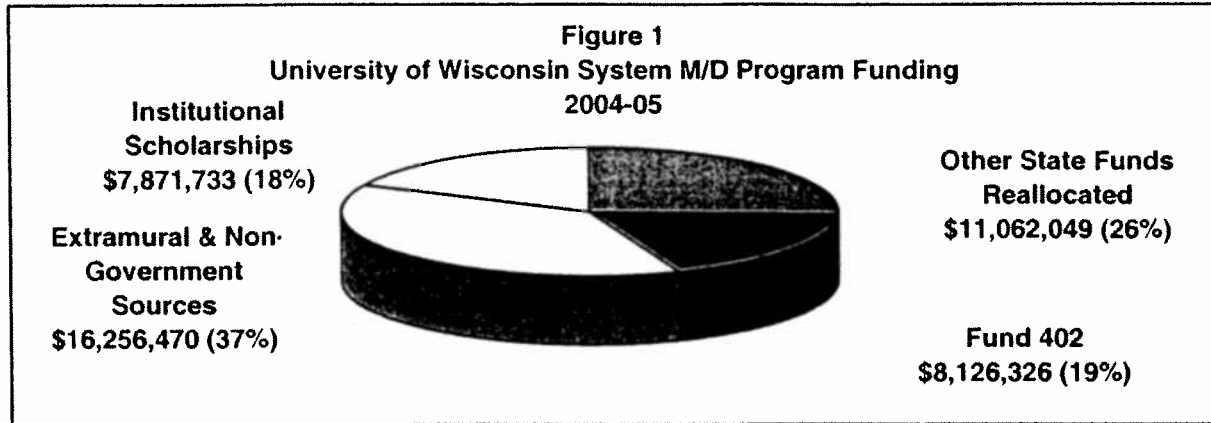
UW System institutions provide various precollege, recruitment, and retention programs for multicultural students. Effective precollege programs expand the pool of high school graduates who apply to the UW System. Participation in precollege programs increases the probability of multicultural students graduating from high school.

Data from the 1998 Plan 2008 planning process stressed the importance of precollege activities for all targeted groups, which include African Americans, Hispanic/Latinos, American Indians, and Asian Americans, with an emphasis on Southeast Asian Americans. College remains a seemingly unattainable goal for many youth of color in Wisconsin and nationally. A lower high school completion rate, inadequate financial aid, and a lack of precollege opportunities contribute to low college enrollment and graduation rates for multicultural students. UW System institutions and the Multicultural Center for Educational Excellence (MCEE) have been working vigorously to provide youth of color with the necessary prerequisites, information, and academic skills for access to higher education through precollege programs.

In 2004-05, UW institutions served 17,075 precollege students and expended slightly above \$8.1 million in state Fund 402 dollars (Figure 1 and Table 1). Approximately 20 percent of these dollars were expended on precollege activities.

UW System Program Funding

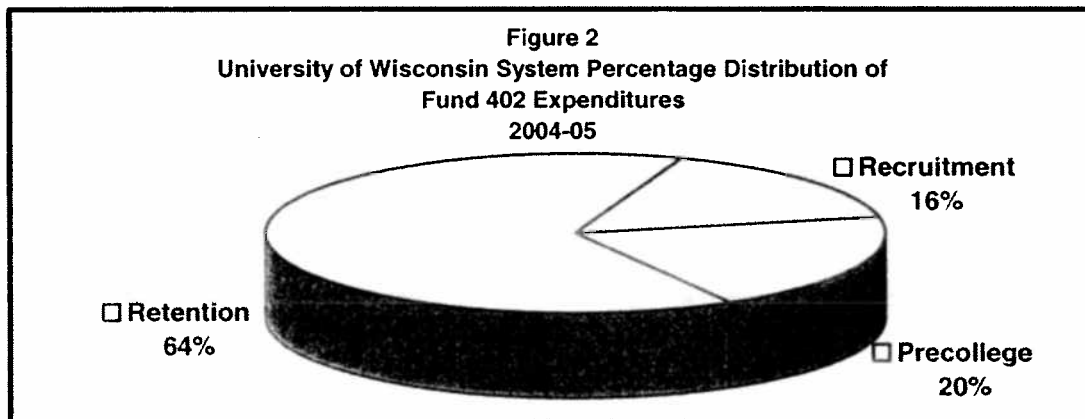
The state and federal governments provide program funding for multicultural and economically disadvantaged students through General Program Revenue (GPR) and grants. The institutions also raise extramural funds (Figure 1 and Table 1). The 1987-88 biennial budget act [Wis. Stats. 20.285 (4)(a)] created an appropriation designated as Fund 402, specifically for multicultural and economically disadvantaged students. In 2004-05, the state budget allocation designated specifically for minority/disadvantaged programs (Fund 402) was slightly over \$8 million. Table 1 lists all 2004-05 GPR and non-GPR funds expended for multicultural and economically disadvantaged student programs, including institutional expenditures from the appropriation under Fund 402. Of all UW System minority/disadvantaged funding, \$24.1 million (55 percent) was raised by UW System institutions from institutional scholarships, extramural, and non-government sources. Nineteen percent of Minority and Disadvantaged program dollars are from Fund 402, and are dedicated to diversity activities; the remaining 26 percent are state funds reallocated from existing base budgets (Figure 1).



Source: UW System Office of Budget and Planning

Fund 402 includes funding for precollege, recruitment and retention activities, and related administrative expenses. Precollege activities encourage and prepare K-12 students to pursue post-secondary education. Recruitment activities increase new UW System student applications and, ultimately, enrollment. Retention activities assist students in making satisfactory academic progress and in completing their degrees. At UW institutions, Multicultural/Disadvantaged (M/D) offices and other institutional entities provide a wide variety of academic, co-curricular, precollege, recruitment, retention, orientation, academic counseling, referral, tutorial services, and socio-cultural activities. M/D offices often serve as resource centers for multicultural and economically disadvantaged students, as well as the larger campus community.

In 2004-05, 64 percent of Fund 402 dollars were expended on retention, 16 percent on recruitment, and 20 percent on precollege activities (Figure 2).



Source: UW System Office of Budget and Planning

Table 1
UW System Minority/Disadvantaged Program Funding ¹
2004-05 All Fund Expenditures

Institution	2003-04					2004-05				
	Total Program Funds & Scholarships	Total Program Funds & Scholarships	Fund 402 M/D Appropriation 20.285 (4) (a) Expenditures	Other State Funds Reallocated to M/D Programs	Extramural Funds	Total M/D Program Funds ²	Institutional Scholarships ³			
Madison	\$15,966,845	\$16,928,426	\$1,730,864	\$7,219,271	\$967,806	\$9,917,941	\$7,010,485			
Milwaukee	\$9,584,661	\$10,027,570	\$2,281,681	\$1,555,351	\$5,869,562	\$9,706,594	\$320,976			
Eau Claire	\$1,843,636	\$1,876,585	\$227,841	\$215,974	\$1,281,794	\$1,725,609	\$150,976			
Green Bay	\$1,224,308	\$1,251,582	\$155,555	\$102,631	\$783,396	\$1,041,582	\$210,000			
La Crosse	\$2,135,319	\$1,984,496	\$215,122	\$495,353	\$1,205,173	\$1,915,648	\$68,848			
Oshkosh	\$1,052,786	\$1,061,205	\$515,489	\$16,997	\$478,020	\$1,010,506	\$50,699			
Parkside	\$1,099,053	\$1,085,648	\$337,322	\$279,169	\$426,908	\$1,043,399	\$42,249			
Platteville	\$547,947	\$574,950	\$160,296	\$100,092	\$314,562	\$574,950	\$0			
River Falls	\$828,741	\$968,274	\$166,395	\$33,502	\$768,377	\$968,274	\$0			
Stevens Point	\$1,141,071	\$1,131,087	\$279,476	\$162,512	\$689,099	\$1,131,087	\$14,000			
Stout	\$1,355,510	\$1,298,828	\$295,618	\$127,437	\$861,773	\$1,284,828	\$0			
Superior	\$1,016,639	\$1,021,545	\$151,245	\$260,041	\$610,259	\$1,021,545	\$0			
Whitewater	\$2,212,492	\$2,022,359	\$843,514	\$83,184	\$1,095,661	\$2,022,359	\$0			
Colleges	\$1,020,514	\$1,012,402	\$292,290	\$70,622	\$645,990	\$1,008,902	\$3,500			
Extension	\$115,337	\$134,297	\$99,887	\$34,410	\$0	\$134,297	\$0			
Systemwide	\$1,017,436	\$937,324	\$373,731	\$305,503	\$258,090	\$937,324	\$0			
Total	\$42,162,295	\$43,316,578	\$8,126,326	\$11,062,049	\$16,256,470	\$35,444,845	\$7,871,733			

¹ Does not include fringe benefits. Also excludes Advanced Opportunity Program, Lawton Undergraduate Minority Retention Grants, and other financial aid allocated by UW System to the institutions. Includes precollege and institutional scholarships.

² Includes program revenue funds from auxiliaries and special courses.

³ Reflects institution-awarded scholarships that go through institutional accounts. Does not reflect scholarships administered by foundations.

SECTION II: STUDENT FINANCIAL ASSISTANCE

Financial aid was one of the three highest priorities cited by UW System faculty, staff, multicultural students, and communities of color during the development of Plan 2008. It is crucial to the successful recruitment, retention, and graduation of multicultural and economically disadvantaged students.

In 2004-05, 102,825 UW System students received average aid of \$7,463 (Table 2). In the UW System, 12,145 multicultural students received financial aid. The combined average aid provided for multicultural students was \$9,578; higher financial need among multicultural students results in higher aid awarded. Of the aid awarded to multicultural students, 49 percent was in the form of loans and 49 percent was in the form of grants with the remainder consisting of work aid. In contrast, 70 percent of aid was in the form of loans and 28 percent in the form of grants for white students.

Table 2
UW System Financial Aid Recipients' Need Profile by Race/Ethnicity
2004-05

	Number of Recipients	^{1,2} Average Financial Aid Need	^{1,2} Average Financial Aid Received	³ Percent of Aid in Grants	*Percent of Aid in Loans
Asian	4,059	\$13,889	\$8,988	53%	44%
African American	4,318	\$14,646	\$10,406	47%	52%
American Indian	960	\$12,198	\$9,493	61%	38%
Latino/Hispanic	2,808	\$13,863	\$9,188	43%	55%
Subtotal	12,145	\$14,041	\$9,578	49%	49%
Unknown	2,899	\$14,882	\$7,397	34%	64%
White	87,781	\$10,111	\$7,172	24%	74%
Total	102,825	\$10,749	\$7,463	28%	70%

¹ - Average financial need is based on students with need (defined by federal methodology).

² - Averages are compiled based on individuals, not categories.

³ - Work aid comprised the remaining percentage of financial aid.

Source: UW System Office of Budget and Planning

Minority/Disadvantaged Financial Aid Programs

UW System administers two financial aid programs that target multicultural and economically disadvantaged students. The Lawton Undergraduate Minority Retention Grant (LUMRG) Program provides assistance to degree-seeking undergraduates, and the Advanced Opportunity Program (AOP) awards are for students seeking advanced degrees.

In 2004-05, the LUMRG program provided assistance to 2,950 undergraduates, with an average award of \$1,664. The AOP program provided assistance to 628 graduate students seeking advanced degrees, with an average award of \$9,440 (Table 3).

Table 3
UW System Minority and Disadvantaged Student Financial Aid Programs
2004-05

	Lawton Undergraduate Minority Retention Grant (LUMRG)		Advanced Opportunity Program (AOP)	
	# Recipients	Average \$	# Recipients	Average \$
African American	1,036	\$1,717	221	\$9,473
Hispanic	673	\$1,651	139	\$10,529
American Indian	228	\$1,491	45	\$10,463
Asian American	980	\$1,646	59	\$9,851
Unknown	33	\$1,932	57	\$9,743
White	n/a	n/a	107	\$6,019
Total	2,950	\$1,664	628	\$9,440

The Lawton Undergraduate Minority Retention Grant (LUMRG) Program

The LUMRG Program began in 1986-87, and provides need-based assistance to African American, Hispanic/Latino, American Indian, and statutorily defined Southeast Asian American students who are U.S. citizens or permanent residents. Eligible students may be sophomores, juniors, or seniors who are Wisconsin residents or Minnesota Reciprocity students. Students must be enrolled in six or more credits and in good standing. The LUMRG program replaces loan aid with grant aid when possible. For additional information on undergraduate financial aid, see Appendix A.

In 2004-05, students could receive LUMRG grants up to a maximum of \$3,000 per year, and were eligible for up to four years of LUMRG awards. Financial need for the LUMRG is determined by the standard federal methodology. LUMRG grants are awarded on a "last dollar" basis; all other grants or fellowships are awarded first. The total fund amount in 2004-05 was \$4.9 million. For additional information on undergraduate level financial aid, see Appendix A.

The Advanced Opportunity Program (AOP)

The AOP Program began in 1973-74 to promote the recruitment and retention of multicultural and economically disadvantaged students seeking degrees at the graduate and advanced professional levels. Eligible students must be U.S. citizens or permanent residents, with preference given to Wisconsin residents. The total fund amount in 2004-05 was \$5.9 million. For additional information on graduate level financial aid, see Appendix B.

APPENDICES

Appendix A

Undergraduate Financial Aid

Undergraduate		Financial Need		Total Aid		Grants		Loans	
		#	\$	#	\$	#	\$	#	\$
Asian American	Dependent	2,347	\$29,703,069	2,621	\$22,618,157	2,076	\$13,284,487	1,753	\$8,570,790
	Independent	721	\$10,119,825	738	\$7,130,750	626	\$3,684,729	558	\$3,321,088
	Unknown	0	\$0	272	\$1,124,832	256	\$945,691	17	\$146,359
	Total	3,068	\$39,822,894	3,631	\$30,873,739	2,958	\$17,914,907	2,328	\$12,038,237
African American	Dependent	1,970	\$25,828,447	2,211	\$20,197,436	1,760	\$10,643,605	1,889	\$9,182,105
	Independent	1,335	\$19,588,050	1,362	\$14,686,016	1,166	\$6,346,084	1,216	\$8,192,877
	Unknown	0	\$0	165	\$1,484,230	158	\$1,433,059	8	\$51,171
	Total	3,305	\$45,416,497	3,738	\$36,367,682	3,084	\$18,422,748	3,113	\$17,426,153
American Indian	Dependent	386	\$3,635,034	493	\$4,003,123	390	\$2,423,185	323	\$1,519,815
	Independent	286	\$3,812,327	307	\$3,024,214	281	\$1,909,776	215	\$1,090,408
	Unknown	0	\$0	45	\$363,236	42	\$325,857	3	\$37,379
	Total	672	\$7,447,361	845	\$7,390,573	713	\$4,658,818	541	\$2,647,602
Latin Hispanic American	Dependent	1,215	\$13,939,861	1,535	\$12,226,011	1,034	\$5,424,423	1,240	\$6,525,683
	Independent	644	\$8,834,141	660	\$6,623,941	565	\$2,962,731	550	\$3,602,406
	Unknown	0	\$0	193	\$1,002,370	178	\$829,421	18	\$172,949
	Total	1,859	\$22,774,002	2,388	\$19,852,322	1,777	\$9,216,575	1,808	\$10,301,038
Unknown	Dependent	518	\$5,001,460	988	\$4,678,724	629	\$1,496,947	575	\$3,067,697
	Independent	497	\$5,367,419	542	\$4,364,708	338	\$1,405,950	455	\$2,911,023
	Unknown	0	\$0	578	\$2,846,507	543	\$2,487,006	86	\$359,501
	Total	1,015	\$10,368,879	2,108	\$11,889,939	1,510	\$5,389,903	1,116	\$6,338,221
White	Dependent	40,259	\$323,890,574	58,164	\$365,578,138	24,130	\$79,996,402	52,100	\$276,212,974
	Independent	14,016	\$171,557,790	14,690	\$133,580,856	10,471	\$46,602,682	12,882	\$85,516,375
	Unknown	0	\$0	6,443	\$23,819,485	5,818	\$17,490,070	669	\$5,711,196
	Total	54,275	\$495,448,364	79,297	\$522,978,479	40,419	\$144,089,154	65,651	\$367,440,545

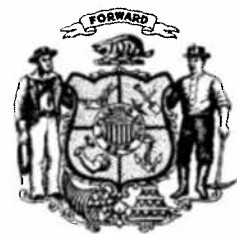
Source: Office of Policy Analysis and Research

Appendix B

Graduate Financial Aid

Graduate		Total Need		Total Aid		Grants		Loans	
		#	\$	#	\$	#	\$	#	\$
Asian	Dependent	0	\$0	7	\$29,363	7	\$29,363	0	\$0
	Independent	263	\$6,442,729	274	\$4,973,228	110	\$911,456	238	\$4,024,033
	Unknown	0	\$0	147	\$604,366	147	\$581,366	2	\$23,000
	Total	263	\$6,442,729	428	\$5,606,957	264	\$1,522,185	240	\$4,047,033
African American	Dependent	2	\$46,020	2	\$14,056	2	\$14,056	0	\$0
	Independent	470	\$9,857,290	505	\$7,838,573	238	\$1,860,174	457	\$5,954,725
	Unknown	0	\$0	73	\$711,132	72	\$701,808	1	\$9,324
	Total	472	\$9,903,310	580	\$8,563,761	312	\$2,576,038	458	\$5,964,049
American Indian	Dependent	0	\$0	4	\$4,508	4	\$4,508	0	\$0
	Independent	88	\$1,823,150	92	\$1,548,652	69	\$755,020	72	\$787,370
	Unknown	0	\$0	19	\$169,561	19	\$169,561	0	\$0
	Total	88	\$1,823,150	115	\$1,722,721	92	\$929,089	72	\$787,370
Latin Hispanic American	Dependent	0	\$0	3	\$3,240	3	\$3,240	0	\$0
	Independent	279	\$6,864,420	298	\$5,199,310	135	\$1,208,392	260	\$3,966,323
	Unknown	0	\$0	119	\$743,988	116	\$718,363	3	\$25,625
	Total	279	\$6,864,420	420	\$5,946,538	254	\$1,929,995	263	\$3,991,948
Unknown	Dependent	1	\$10,403	1	\$5,500	0	\$0	1	\$5,500
	Independent	429	\$11,125,857	455	\$8,329,479	116	\$837,934	421	\$7,372,197
	Unknown	0	\$0	335	\$1,218,842	331	\$1,168,418	4	\$50,424
	Total	430	\$11,136,260	791	\$9,553,821	447	\$2,006,352	426	\$7,428,121
White	Dependent	11	\$112,175	249	\$249,758	238	\$166,826	11	\$82,932
	Independent	6,669	\$120,751,985	7,157	\$103,340,638	1,270	\$4,088,892	6,961	\$98,275,251
	Unknown	0	\$0	1,078	\$3,032,724	1,047	\$2,656,797	37	\$375,927
	Total	6,680	\$120,864,160	8,484	\$106,623,120	2,555	\$6,912,515	7,009	\$98,734,110

Source: Office of Policy Analysis and Research





Office of General Counsel

1852 Van Hise Hall
1220 Linden Drive
Madison, Wisconsin 53706
(608) 262-2995
(608) 263-3487 Fax
email: counsel@uwsa.edu
website: <http://www.uwsa.edu>

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Patricia A. Brady
Edward S. Alschuler
Christopher L. Ashley
Anne E. Bilder
Tomas L. Stafford

September 1, 2006

To: Robert J. Marchant
Chief Clerk, Wisconsin Senate

Patrick E. Fuller
Chief Clerk, Wisconsin Assembly

From: Christopher L. Ashley *CL*
Senior System Legal Counsel

Re: Report under s. 36.55, Wisconsin Statutes

Please find enclosed a corrected copy of the report required under s. 36.55, Wisconsin Statutes, for the period of July 1, 2004 to June 30, 2006, which was forwarded to you yesterday by UW System President Reilly. This corrected copy adds a notation in the first footnote relating to "notices of claim." The data presented in the table is unaffected. We apologize for any inconvenience.

Enclosure

cc: Arden Rice

Colleges

**Report of University of Wisconsin System
Harassment/Discrimination Claims by Employees
July 1, 2004-June 30, 2006**

The following is a listing of sexual harassment and discrimination claims filed against the University of Wisconsin and resulting in either settlements or judgments in favor of the claimant during the time period listed above, together with amounts paid from UW Funds and the indication of whether any discipline of employees was involved, as required to be reported pursuant to s. 36.55, Wisconsin Statutes.

Name	Campus	Forum *	Case Nos.	Type	Date	Settle	Judg UW **	Amount Paid by UW **	Disci- pline
Bond v. UW Colleges	Colleges	ERD/EEOC	CR200403845/ 26GA500164	Age	2/24/06	Yes	No	\$0	No
Sullivan v. UW Colleges	Colleges	ERD/EEOC	CR200504345 et al./26GA00177 et al.	Disability, Religion, Retaliation	3/1/06	Yes	No	\$32,271.99	No
Carter v. UW - Extension	Extension	ERD/EEOC	CR200402266/ 26GA401422	Sex	11/16/05	Yes	No	\$12,000	No
McCraw v. UW- La Crosse	La Crosse	ERD/EEOC	CR200303368/ 26HA00065	Sex, Sexual Orientation	9/23/04	Yes	No	\$12,381.82	No
Baldwin v. UW - Madison	Madison	ERD/EEOC	CR200304620/ 260-2003-2726c	Retaliation	5/18/06	Yes	No	\$3,000	No
Elsas v. UW - Madison	Madison	ERD/EEOC	CR200404464/ 260-2004-07141	Age	11/17/04	Yes	No	\$37,500	No
Hankins v. UW- Madison	Madison	NOC		Sexual orientation, Race	2/18/05	Yes	No	\$8,500	No
Jackson v. UW- Madison	Madison	ERD	CR200302796	Arrest/conviction record	10/17/04	Yes	No	\$5,800	No
Jordan v. UW- Madison	Madison	ERD/EEOC	CR200400900/ 26GA400826	Disability	11/10/04	Yes	No	\$0	No
Mackenzie v. UW-Madison	Madison	PC/ERD	99-0177-PC-ER	Sex, Disability, Age	2/15/05	Yes	No	\$50,000	No
Mullins v. Board of Regents	Madison	U.S. Dist. Ct. W.D. Wis.	05-C-0581-S	Sex	5/13/06	Yes	No	\$26,500	No
Newby v. UW- Madison	Madison	NOC		Sex	5/12/06	Yes	No	\$90,000	No
Ruhland v. UW- Madison	Madison	ERD/EEOC	CR200404148/ 26GA50014	Disability	12/30/04	Yes	No	\$0	No
Strickland v. UW- Madison	Madison	ERD/EEOC	CR200502525/ 26GA501543	Race	2/3/06	Yes	No	\$43,012	Yes (supervisor demoted)
Patera v. UW- Stout	Stout	ERD	CR20303573/ 26HA10013	Disability	4/20/06	Yes	No	\$27,250	No
Gray v. BOR	Green Bay	U.S. Dist. Ct. - E.D. Wis.	04-C0562	Sex	5/14/06	Yes	No	\$0	No

* In this report, EEOC denotes the United States Equal Employment Opportunity Commission, PC denotes the State of Wisconsin Personnel Commission, ERD denotes the Equal Rights Division in the State of Wisconsin Department of Workforce Development, and Dist. Ct. denotes a United States District Court. NOC denotes a notice of claim.

** State Bureau of Risk Management, Department of Administration, is the principal source of funds for payments of settlements and judgments. The UW generally funds awards of back pay and some incidental expenses.