of safety and professional services, compensation and death benefits provided in this chapter shall be increased 15% by 15 percent but the total increase may not exceed \$15,000. Failure of an employer reasonably to enforce compliance by employees with any statute, rule, or order of the department of safety and professional services constitutes failure by the employer to comply with that statute, rule, or order.

Section 262. 102.58 of the statutes is amended to read:

102.58 Decreased compensation. If injury is caused by the failure of the employee to use safety devices that are provided in accordance with any statute, rule, or order of the department of safety and professional services and that are adequately maintained, and the use of which is reasonably enforced by the employer, if injury results from the employee's failure to obey any reasonable rule adopted and reasonably enforced by the employer for the safety of the employee and of which the employee has notice, or if injury results from the intoxication of the employee by alcohol beverages, as defined in s. 125.02 (1), or use of a controlled substance, as defined in s. 961.01 (4), or a controlled substance analog, as defined in s. 961.01 (4m), the compensation and death benefit provided in this chapter shall be reduced 15% by 15 percent but the total reduction may not exceed \$15,000.

Section 263. 102.60 (1m) (b) of the statutes is amended to read:

102.60 (1m) (b) An amount equal to double the amount recoverable by the injured employee, but not to exceed \$15,000, if the injured employee is a minor of permit age and if at the time of the injury the minor is employed, required, suffered, or permitted to work without a permit in any place of employment or at any employment in or for which the department of workforce development, acting under ch. 103, has adopted a written resolution providing that permits shall not be issued.

SECTION 264. 102.61 (1g) (b) of the statutes is amended to read:

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102.61 (1g) (b) If an employer offers an employee suitable employment as provided in par. (c), the employer or the employer's insurance carrier is not liable for temporary disability benefits under s. 102.43 (5) (b) or for the cost of tuition, fees, books, travel, and maintenance under sub. (1). Ineligibility for compensation under this paragraph does not preclude an employee from receiving vocational rehabilitation services under 29 USC 701 to 797b if the department of work force development determines that the employee is eligible to receive those services.

SECTION 265. 102.61 (1g) (c) of the statutes is amended to read:

102.61 (1g) (c) On receiving notice that he or she is eligible to receive vocational rehabilitation services under 29 USC 701 to 797a, an employee shall provide the employer with a written report from a physician, chiropractor, psychologist, or podiatrist stating the employee's permanent work restrictions. Within 60 days after receiving that report, the employer shall provide to the employee in writing an offer of suitable employment, a statement that the employer has no suitable employment for the employee, or a report from a physician, chiropractor, psychologist, or podiatrist showing that the permanent work restrictions provided by the employee's practitioner are in dispute and documentation showing that the difference in work restrictions would materially affect either the employer's ability to provide suitable employment or a vocational rehabilitation counselor's ability to recommend a rehabilitative training program. If the employer and employee cannot resolve the dispute within 30 days after the employee receives the employer's report and documentation, the employer or employee may request a hearing before the department division to determine the employee's work restrictions. Within 30 days after the department division determines the employee's work restrictions, the

employer shall provide to the employee in writing an offer of suitable employment or a statement that the employer has no suitable employment for the employee.

SECTION 266. 102.61 (1m) (a) of the statutes is amended to read:

102.61 (1m) (a) If the department of workforce development has determined under sub. (1) that an employee is eligible for vocational rehabilitation services under 29 USC 701 to 797b, but that the department of workforce development cannot provide those services for the employee, the employee may select a private rehabilitation counselor certified by the department office to determine whether the employee can return to suitable employment without rehabilitative training and, if that counselor determines that rehabilitative training is necessary, to develop a rehabilitative training program to restore as nearly as possible the employee to his or her preinjury earning capacity and potential.

SECTION 267. 102.61 (1m) (c) of the statutes is amended to read:

102.61 (1m) (c) The employer or insurance carrier shall pay the reasonable cost of any services provided for an employee by a private rehabilitation counselor under par. (a) and, subject to the conditions and limitations specified in sub. (1r) (a) to (c) and by rule, if the private rehabilitation counselor determines that rehabilitative training is necessary, the reasonable cost of the rehabilitative training program recommended by that counselor, including the cost of tuition, fees, books, maintenance, and travel at the same rate as is provided for state officers and employees under s. 20.916 (8). Notwithstanding that the department office may authorize under s. 102.43 (5) (b) a rehabilitative training program that lasts longer than 80 weeks, a rehabilitative training program that lasts 80 weeks or less is presumed to be reasonable.

SECTION 268. 102.61 (1m) (d) of the statutes is amended to read:

102.61 (1m) (d) If an employee receives services from a private rehabilitation counselor under par. (a) and later receives similar services from the department of workforce development under sub. (1) without the prior approval of the employer or insurance carrier, the employer or insurance carrier is not liable for temporary disability benefits under s. 102.43 (5) (b) or for tuition, fee, book, travel, and maintenance costs under sub. (1) that exceed what the employer or insurance carrier would have been liable for under the rehabilitative training program developed by the private rehabilitation counselor.

Section 269. 102.61 (1m) (e) of the statutes is amended to read:

102.61 (1m) (e) Nothing in this subsection prevents an employer or insurance carrier from providing an employee with the services of a private rehabilitation counselor or with rehabilitative training under sub. (3) before the department of workforce development makes its determination under par. (a).

SECTION 270. 102.61 (1m) (f) of the statutes is amended to read:

102.61 (1m) (f) The department office shall promulgate rules establishing procedures and requirements for the private rehabilitation counseling and rehabilitative training process under this subsection. Those rules shall include rules specifying the procedure and requirements for certification of private rehabilitation counselors.

SECTION 271. 102.61 (2) of the statutes is amended to read:

102.61 (2) The department division, the commission, and the courts shall determine the rights and liabilities of the parties under this section in like manner and with like effect as the department division, the commission, and the courts determine other issues under this chapter. A determination under this subsection may include a determination based on the evidence regarding the cost or scope of the

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services provided by a private rehabilitation counselor under sub. (1m) (a) or the cost or reasonableness of a rehabilitative training program developed under sub. (1m) (a).

Section 272. 102.62 of the statutes is amended to read:

102.62 Primary and secondary liability; unchangeable. In case of liability under s. 102.57 or 102.60, the liability of the employer shall be primary and the liability of the insurance carrier shall be secondary. If proceedings are had before the department division for the recovery of that liability, the department division shall set forth in its award the amount and order of liability as provided in this section. Execution shall not be issued against the insurance carrier to satisfy any judgment covering that liability until execution has first been issued against the employer and has been returned unsatisfied as to any part of that liability. Any provision in any insurance policy undertaking to guarantee primary liability or to avoid secondary liability for a liability under s. 102.57 or 102.60 is void. If the employer has been adjudged bankrupt or has made an assignment for the benefit of creditors, or if the employer, other than an individual, has gone out of business or has been dissolved, or if the employer is a corporation and its charter has been forfeited or revoked, the insurer shall be liable for the payment of that liability without judgment or execution against the employer, but without altering the primary liability of the employer.

Section 273. 102.63 of the statutes is amended to read:

102.63 Refunds by state. Whenever the department shall certify office certifies to the secretary of administration that excess payment has been made under s. 102.59 or under s. 102.49 (5) either because of mistake or otherwise, the secretary of administration shall within 5 days after receipt of such that certificate the secretary of administration shall draw an order against the fund in the state

treasury into which such that excess was paid, reimbursing such the payor of such the excess payment, together with interest actually earned thereon if. If the excess payment has been on deposit for at least 6 months, the payor of the excess payment shall also be paid interest actually earned on the excess payment.

Section 274. 102.64 (1) of the statutes is amended to read:

102.64 (1) Upon request of the department of administration, a representative of the department of justice shall represent the state in cases involving payment into or out of the state treasury under s. 20.865 (1) (fm), (kr), or (ur) or 102.29. The department of justice, after giving notice to the department of administration, may compromise the amount of those payments but such compromises shall be subject to review by the department of workforce development office. If the spouse or domestic partner under ch. 770 of the deceased employee compromises his or her claim for a primary death benefit, the claim of the children of the employee under s. 102.49 shall be compromised on the same proportional basis, subject to approval by the department office. If the persons entitled to compensation on the basis of total dependency under s. 102.51 (1) compromise their claim, payments under s. 102.49 (5) (a) shall be compromised on the same proportional basis.

Section 275. 102.64 (2) of the statutes is amended to read:

102.64 (2) Upon request of the department of administration, the attorney general shall appear on behalf of the state in proceedings upon claims for compensation against the state. Except as provided in s. 102.65 (3), the department of justice shall represent the interests of the state in proceedings under s. 102.44 (1), 102.49, 102.59, 102.60, or 102.66. The department of justice may compromise claims in those proceedings, but the compromises are subject to review by the department of workforce development office. Costs incurred by the department of justice in

prosecuting or defending any claim for payment into or out of the work injury supplemental benefit fund under s. 102.65, including expert witness and witness fees but not including attorney fees or attorney travel expenses for services performed under this subsection, shall be paid from the work injury supplemental benefit fund.

SECTION 276. 102.65 (1) of the statutes is amended to read:

102.65 (1) The moneys payable to the state treasury under ss. 102.35 (1), 102.47, 102.49, 102.59, and 102.60, together with all accrued interest on those moneys, and all interest payments received under s. 102.75 (2), shall constitute a separate nonlapsible fund designated as the work injury supplemental benefit fund. Moneys in the fund may be expended only as provided in s. 20.445 (1) 20.145 (6) (t) and may not be used for any other purpose of the state.

SECTION 277. 102.65 (2) of the statutes is amended to read:

102.65 (2) For proper administration of the moneys available in the fund the department office shall by order, set aside in the state treasury suitable reserves to carry to maturity the liability for benefits under ss. 102.44, 102.49, 102.59, and 102.66. Such Those moneys shall be invested by the investment board in accordance with s. 25.14 (5).

Section 278. 102.65 (3) of the statutes is amended to read:

102.65 (3) The department of workforce development office may retain the department of administration to process, investigate, and pay claims under ss. 102.44 (1), 102.49, 102.59, and 102.66. If retained by the department of workforce development office, the department of administration may compromise a claim processed by that department, but a compromise made by that department is subject to review by the department of workforce development office. The department of

$\frac{\text{workforce}}{\text{ce}}$	development	<u>office</u>	shall	pay	for	the	services	retained	under	this
subsection	from the appr	opriati	ion acc	count	und	er s.	20.445 (1) 20.145 (<u>6)</u> (t).	

Section 279. 102.65 (4) (intro.) of the statutes, as affected by 2015 Wisconsin Act (this act), is amended to read:

in, and incurred losses to, the work injury supplemental benefit fund using generally accepted actuarial principles. If the secretary commissioner determines that the expected ultimate losses to the work injury supplemental benefit fund on known claims exceed 85 percent of the cash balance in that fund, the secretary commissioner shall consult with the council on worker's compensation. If the secretary, after consulting with the council on worker's compensation, the commissioner determines that there is a reasonable likelihood that the cash balance in the work injury supplemental benefit fund may become inadequate to fund all claims under ss. 102.49, 102.59, and 102.66, the secretary commissioner shall file with the secretary of administration a certificate attesting that the cash balance in that fund is likely to become inadequate to fund all claims under ss. 102.49, 102.59, and 102.66 and specifying one of the following:

****Note: This is reconciled s.102.65 (4) (intro.). This Section has been affected by drafts with the following LRB numbers: -0452/1 and -0610/P2.

SECTION 280. 102.65 (4) (a) of the statutes is amended to read:

102.65 (4) (a) That payment of those claims will be made as provided in a schedule that the department office shall promulgate by rule.

SECTION 281. 102.66 (1) of the statutes is amended to read:

102.66 (1) Subject to any certificate filed under s. 102.65 (4), if there is an otherwise meritorious claim for occupational disease, or for a traumatic injury

described in s. 102.17 (4) in which the date of injury or death or last payment of compensation, other than for treatment or burial expenses, is before April 1, 2006, and if the claim is barred solely by the statute of limitations under s. 102.17 (4), the department office may, in lieu of worker's compensation benefits, direct payment from the work injury supplemental benefit fund under s. 102.65 of such compensation and such medical expenses as would otherwise be due, based on the date of injury, to or on behalf of the injured employee. The benefits shall be supplemental, to the extent of compensation liability, to any disability or medical benefits payable from any group insurance policy whose premium is paid in whole or in part by any employer, or under any federal insurance or benefit program providing disability or medical benefits. Death benefits payable under any such group policy do not limit the benefits payable under this section.

Section 282. 102.75 (1) of the statutes is amended to read:

102.75 (1) The department office shall assess upon and collect from each licensed worker's compensation insurance carrier and from each employer exempted under s. 102.28 (2) by special order or by rule, the proportion of total costs and expenses incurred by the council on worker's compensation for travel and research and by the department office, the division, and the commission in the administration of this chapter for the current fiscal year plus any deficiencies in collections and anticipated costs from the previous fiscal year, that the total indemnity paid or payable under this chapter by each such carrier and exempt employer in worker's compensation cases initially closed during the preceding calendar year, other than for increased, double, or treble compensation bore to the total indemnity paid in cases closed the previous calendar year under this chapter by all carriers and exempt employers other than for increased, double, or treble compensation. The council on

worker's compensation, the division, and the commission shall annually certify any costs and expenses for worker's compensation activities to the department office at such time as the secretary commissioner requires.

SECTION 283. 102.75 (1g) (a) of the statutes, as created by 2015 Wisconsin Act (this act), is amended to read:

102.75 (1g) (a) Subject to par. (b), the department office shall collect from each licensed worker's compensation carrier the proportion of reimbursement approved by the department office under s. 102.44 (1) (c) 1. for supplemental benefits paid in the year before the previous year that the total indemnity paid or payable under this chapter by the carrier in worker's compensation cases initially closed during the preceding calendar year, other than for increased, double, or treble compensation, bore to the total indemnity paid in cases closed the previous calendar year under this chapter by all carriers, other than for increased, double, or treble compensation.

****NOTE: This is reconciled s.102.75 (1g) (a) This Section has been affected by drafts with the following LRB numbers: -0452/1 and -0610/P2,

SECTION 284. 102.75 (1g) (b) of the statutes, as created by 2015 Wisconsin Act (this act), is amended to read:

102.75 (1g) (b) The maximum amount that the department office may collect under par. (a) in a calendar year is \$5,000,000. If the amount determined collectible under par. (a) in a calendar year is \$5,000,000 or less, the department office shall collect that amount. If the amount determined collectible under par. (a) in a calendar year exceeds \$5,000,000, the department office shall collect \$5,000,000 in the year in which the determination is made and, subject to the maximum amount collectible of \$5,000,000 per calendar year, shall collect the excess in the next calendar year or in subsequent calendar years until that excess is collected in full.

****Note: This is reconciled s.102.75 (1g) (b). This Section has been affected by drafts with the following LRB numbers: -0452/1 and -0610/P2.

SECTION 285. 102.75 (1m) of the statutes, as affected by 2015 Wisconsin Act

(this act), is amended to read:

102.75 (1m) The moneys collected under subs. (1) and (1g) and under ss. 102.28 (2) and 102.31 (7), together with all accrued interest, shall constitute a separate nonlapsible fund designated as the worker's compensation operations fund. Moneys in the fund may be expended only as provided in s. 20.445 (1) ss. 20.145 (6) (ra), (rb), and (rp) and 20.445 (2) (ra) and may not be used for any other purpose of the state.

****Note: This is reconciled s.102.75 (1m). This Section has been affected by drafts with the following LRB numbers: -0452/1 and -0610/P2.

SECTION 286. 102.75 (2) of the statutes, as affected by 2015 Wisconsin Act (this act), is amended to read:

102.75 (2) The department office shall require each licensed worker's compensation insurance carrier and employer exempted under s. 102.28 (2) (b) from the duty to insure under s. 102.28 (2) (a) to make the payments required under sub. (1) for each fiscal year on such dates as the department office prescribes. The department office shall also require each licensed worker's compensation insurance carrier to make the payments required under sub. (1g) for each fiscal year on those dates. Each such payment shall be a sum equal to a proportionate share of the annual costs and expenses assessed upon each carrier and employer as estimated by the department office. Interest shall accrue on amounts not paid within 30 days after the date prescribed by the department office under this subsection at the rate of 1 percent per month. All interest payments received under this subsection shall be deposited in the fund established under s. 102.65.

****Note: This is reconciled s.102.75 (2). This Section has been affected by drafts with the following LRB numbers: -0452/1 and -0610/P2.

1	SECTION 287. 102.75 (4) of the statutes is amended to read:
2	102.75 (4) From the appropriation under s. 20.445 (1) 20.145 (6) (ra), the
3	department office shall allocate the amounts that it collects in application fees from
4	employers applying for exemption under s. 102.28 (2) and the annual amount that
5	it collects from employers that have been exempted under s. 102.28 (2) to fund the
6	activities of the department office under s. 102.28 (2) (b) and (c).
7	Section 288. 102.80 (1) (e) of the statutes is amended to read:
8	102.80 (1) (e) All moneys received by the department office for the uninsured
9	employers fund from any other source.
10	SECTION 289. 102.80 (1) (f) of the statutes, as created by 2015 Wisconsin Act
11	(this act), is amended to read:
12	102.80 (1) (f) Amounts transferred to the uninsured employers fund from the
13	appropriation account under s. $20.445(1)20.145(6)$ (ra) as provided in s. $102.81(1)$
14	(c).
	****Note: This is reconciled s.102.80 (1) (f). This Section has been affected by drafts with the following LRB numbers: $-0452/1$ and $-0610/P2$.
15	SECTION 290. 102.80 (1m) of the statutes is amended to read:
16	102.80 (1m) The moneys collected or received under sub. (1), together with all
17	accrued interest, shall constitute a separate nonlapsible fund designated as the
18	uninsured employers fund. Moneys in the fund may be expended only as provided
19	in s. $\frac{20.445}{(1)}$ $\frac{20.145}{(6)}$ (sm) and may not be used for any other purpose of the state.
20	SECTION 291. 102.80 (3) (a) of the statutes is amended to read:
21	102.80 (3) (a) If the cash balance in the uninsured employers fund equals or
22	exceeds \$4,000,000, the secretary commissioner shall consult the council on worker's
23	compensation within 45 days after that cash balance equals or exceeds \$4,000,000.

The secretary may file with the secretary of administration, within Within 15 days after consulting the council on worker's compensation, the commissioner may file with the secretary of administration a certificate attesting that the cash balance in the uninsured employers fund equals or exceeds \$4,000,000.

SECTION 292. 102.80 (3) (ag) of the statutes is amended to read:

102.80 (3) (ag) The secretary commissioner shall monitor the cash balance in, and incurred losses to, the uninsured employers fund using generally accepted actuarial principles. If the secretary commissioner determines that the expected ultimate losses to the uninsured employers fund on known claims exceed 85 percent of the cash balance in the uninsured employers fund, the secretary commissioner shall consult with the council on worker's compensation. If the secretary, after consulting with the council on worker's compensation, the commissioner determines that there is a reasonable likelihood that the cash balance in the uninsured employers fund may become inadequate to fund all claims under s. 102.81 (1), the secretary commissioner shall file with the secretary of administration a certificate attesting that the cash balance in the uninsured employer's fund is likely to become inadequate to fund all claims under s. 102.81 (1) and specifying a date after which no new claims under s. 102.81 (1) will be paid.

SECTION 293. 102.80 (3) (am) of the statutes is amended to read:

102.80 (3) (am) If the secretary <u>commissioner</u> files the certificate under par. (a), the department may expend the moneys in the uninsured employers fund <u>office may</u>, beginning on the first day of the first July after the <u>secretary commissioner</u> files that certificate, <u>expend the moneys in the uninsured employers fund</u> to make payments under s. 102.81 (1) to employees of uninsured employers and to obtain reinsurance under s. 102.81 (2).

1	SECTION 294. 102.80 (3) (b) of the statutes is amended to read:
2	102.80 (3) (b) If the secretary commissioner does not file the certificate under
3	par. (a), the department office may not expend the moneys in the uninsured
4	employers fund.
5	Section 295. 102.80 (3) (c) of the statutes is amended to read:
6	102.80 (3) (c) If, after filing the certificate under par. (a), the secretary
7	commissioner files the certificate under par. (ag), the department office may expend
8	the moneys in the uninsured employers fund only to make payments under s. 102.81
9	(1) to employees of uninsured employers on claims made before the date specified in
10	that the certificate under par. (ag) and to obtain reinsurance under s. 102.81 (2) for
11	the payment of those claims.
12	SECTION 296. 102.80 (4) (a) (intro.) of the statutes is amended to read:
13	102.80 (4) (a) (intro.) If an uninsured employer who owes to the department
14	office any amount under s. 102.82 or 102.85 (4) transfers his or her business assets
15	or activities, the transferee is liable for the amounts owed by the uninsured employer
16	under s. 102.82 or 102.85 (4) if the department office determines that all of the
17	following conditions are satisfied:
18	Section 297. 102.80 (4) (b) of the statutes is amended to read:
19	102.80 (4) (b) The department office may collect from a transferee described in
20	par. (a) an amount owed under s. 102.82 or 102.85 (4) using the procedures specified
21	in ss. 102.83, 102.835, and 102.87 and the preference specified in s. 102.84 in the
22	same manner as the department office may collect from an uninsured employer.
23	Section 298. 102.81 (1) (a) of the statutes is amended to read:
24	102.81 (1) (a) If an employee of an uninsured employer, other than an employee

who is eligible to receive alternative benefits under s. 102.28 (3), suffers an injury for

which the uninsured employer is liable under s. 102.03, the department office or the
department's office's reinsurer shall pay to or on behalf of the injured employee or
to the employee's dependents an amount equal to the compensation owed them by
the uninsured employer under this chapter except penalties and interest due under
ss. 102.16 (3), 102.18 (1) (b) and (bp), 102.22 (1), 102.35 (3), 102.57, and 102.60.

Section 299. 102.81 (1) (b) of the statutes is amended to read:

102.81 (1) (b) The department office shall make the payments required under par. (a) from the uninsured employers fund, except that if the department office has obtained reinsurance under sub. (2) and is unable to make those payments from the uninsured employers fund, the department's office's reinsurer shall make those payments according to the terms of the contract of reinsurance.

SECTION 300. 102.81 (1) (c) 1. of the statutes, as created by 2015 Wisconsin Act (this act), is amended to read:

102.81 (1) (c) 1. The department office shall pay a claim under par. (a) in excess of \$1,000,000 from the uninsured employers fund in the first instance. If the claim is not covered by excess or stop-loss reinsurance under sub. (2), the secretary of administration shall transfer from the appropriation account under s. 20.445 (1) 20.145 (6) (ra) to the uninsured employers fund as provided in subds. 2. and 3. an amount equal to the amount by which payments from the uninsured employers fund on the claim are in excess of \$1,000,000.

****Note: This is reconciled s. 102.81(1)(c)1. This Section has been affected by drafts with the following LRB numbers: -0452/1 and -0610/P2.

SECTION 301. 102.81 (1) (c) 2. of the statutes, as created by 2015 Wisconsin Act (this act), is amended to read:

102.81 (1) (c) 2. Each calendar year the department office shall file with the secretary of administration a certificate setting forth the number of claims in excess of \$1,000,000 in the preceding year paid from the uninsured employers fund, the payments made from the uninsured employers fund on each such claim in the preceding year, and the total payments made from the uninsured employers fund on all such claims and, based on that information, the secretary of administration shall determine the amount to be transferred under subd. 1. in that calendar year.

****Note: This is reconciled s. 102.81(1)(c) 2. This Section has been affected by drafts with the following LRB numbers: -0452/1 and -0610/P2.

SECTION 302. 102.81 (2) of the statutes is amended to read:

service organization to process, investigate, and pay claims under this section and may obtain excess or stop—loss reinsurance with an insurance carrier authorized to do business in this state in an amount that the secretary commissioner determines is necessary for the sound operation of the uninsured employers fund. In cases involving disputed claims, the department office may retain an attorney to represent the interests of the uninsured employers fund and to make appearances on behalf of the uninsured employers fund in proceedings under ss. 102.16 to 102.29. Section 20.930 and all provisions of subch. IV of ch. 16, except s. 16.753, do not apply to an attorney hired under this subsection. The charges for the services retained under this subsection shall be paid from the appropriation under s. 20.445 (1) 20.145 (6) (rp). The cost of any reinsurance obtained under this subsection shall be paid from the appropriation under s. 20.445 (1) 20.145 (6) (sm).

Section 303. 102.81 (4) (a) of the statutes is amended to read:

1	102.81 (4) (a) If the employee or dependent begins an action to recover
2	compensation from the employee's employer or a 3rd party liable under s. 102.29,
3	provide to the department office a copy of all papers filed by any party in the action.
4	SECTION 304. 102.81 (4) (b) (intro.) of the statutes is amended to read:
5	102.81 (4) (b) (intro.) If the employee or dependent receives compensation from
6	the employee's employer or a 3rd party liable under s. 102.29, pay to the department
7	office the lesser of the following:
8	SECTION 305. 102.81 (6) (a) of the statutes is amended to read:
9	102.81 (6) (a) Subject to par. (b), an employee, a dependent of an employee, an
10	uninsured employer, a 3rd party who is liable under s. 102.29, or the department
11	office may enter into an agreement to settle liabilities under this chapter.
12	SECTION 306. 102.81 (6) (b) of the statutes is amended to read:
13	102.81 (6) (b) A settlement under par. (a) is void without the department's
14	written approval of the office.
15	SECTION 307. 102.81 (7) of the statutes is amended to read:
16	102.81 (7) This section first applies to injuries occurring on the first day of the
17	first July beginning after the day that the secretary commissioner files a certificate
18	under s. 102.80 (3) (a), except that if the secretary commissioner files a certificate
19	under s. 102.80 (3) (ag) this section does not apply to claims filed on or after the date
20	specified in that certificate.
21	SECTION 308. 102.82 (1) of the statutes is amended to read:
22	102.82 (1) Except as provided in sub. (2) (ar), an uninsured employer shall
23	reimburse the department office for any payment made under s. 102.81 (1) to or on
24	behalf of an employee of the uninsured employer or to an employee's dependents and
25	for any expenses paid by the department office in administering the claim of the

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employee or dependents, less amounts repaid by the employee or dependents under									
s. 102.81 (4) (b). The reimbursement owed under this subsection is due within 30									
days after the date on which the department office notifies the uninsured employer									
that the reimbursement is owed. Interest shall accrue on amounts not paid when due									
at the rate of 1% 1 percent per month.									
Section 309. 102.82 (2) (a) (intro.) of the statutes is amended to read:									
102.82 (2) (a) (intro.) Except as provided in pars. (ag), (am), and (ar), all									
uninsured employers shall pay to the department office the greater of the following									
SECTION 310. 102.82 (2) (a) 1. of the statutes is amended to read:									
102.82 (2) (a) 1. Twice the amount determined by the department office to equal									
what the uninsured employer would have paid during periods of illegal nonpayment									
for worker's compensation insurance in the preceding 3-year period based on the									
employer's payroll in the preceding 3 years.									
SECTION 311. 102.82 (2) (ag) (intro.) of the statutes is amended to read:									
102.82 (2) (ag) (intro.) An uninsured employer who is liable to the department									
office under par. (a) 2 shall pay to the department office, in lieu of the payment									
required under par. (a) 2., \$100 per day for each day that the employer is uninsured									
if all of the following apply:									
Section 312. 102.82 (2) (am) of the statutes is amended to read:									
102.82 (2) (am) The department office may waive any payment owed under par.									
(a) by an uninsured employer if the department office determines that the uninsured									
employer is subject to this chapter only because the uninsured employer has elected									
to become subject to this chapter under s. 102.05 (2) or 102.28 (2).									

Section 313. 102.82 (2) (ar) of the statutes is amended to read:

	102.82 (2) (ar) The department office may waive any payment owed under par.
(:	a) or (ag) or sub. (1) if the department <u>office</u> determines that the sole reason for the
u	uninsured employer's failure to comply with s. 102.28 (2) is that the uninsured
e	employer was a victim of fraud, misrepresentation, or gross negligence by an
i	nsurance agent or insurance broker or by a person whom a reasonable person would
b	pelieve is an insurance agent or insurance broker.
	SECTION 314. 102.82 (2) (c) of the statutes is amended to read:
	102.82(2)(c) The department of justice or, if the department of justice consents,
t	he department of workforce development <u>office</u> may bring an action in circuit court
t	o recover payments and interest owed to the department of workforce development
<u>o</u>	ffice under this section.
	SECTION 315. 102.82 (3) (a) of the statutes is amended to read:
	102.82 (3) (a) When an employee dies as a result of an injury for which an
u	ninsured employer is liable under s. 102.03, the uninsured employer shall pay
\$	1,000 to the department office.
	Section 316. 102.83 (1) (a) 1. of the statutes is amended to read:
	102.83 (1) (a) 1. If an uninsured employer or any individual who is found
p	ersonally liable under sub. (8) fails to pay to the department office any amount owed
to	o the department <u>office</u> under s. 102.82 and no proceeding for review is pending, the
d	epartment office or any authorized representative may issue a warrant directed to
t]	he clerk of circuit court for any county of the state.
	SECTION 317. 102.83 (1) (a) 3. of the statutes is amended to read:
	102.83 (1) (a) 3. A warrant entered under subd. 2. shall be considered in all
r	espects as a final judgment constituting a perfected lien on the right, title, and

interest of the uninsured employer or the individual in all of that person's real and

personal property located in the county where the warrant is entered. The lien is effective when the department office issues the warrant under subd. 1. and shall continue until the amount owed, including interest, costs, and other fees to the date of payment, is paid.

Section 318. 102.83 (1) (a) 4. of the statutes is amended to read:

102.83 (1) (a) 4. After the warrant is entered in the judgment and lien docket, the department office or any authorized representative may file an execution with the clerk of circuit court for filing by the clerk of circuit court with the sheriff of any county where real or personal property of the uninsured employer or the individual is found, commanding the sheriff to levy upon and sell sufficient real and personal property of the uninsured employer or the individual to pay the amount stated in the warrant in the same manner as upon an execution against property issued upon the judgment of a court of record, and to return the warrant to the department office and pay to it the money collected by virtue of the warrant within 60 days after receipt of the warrant.

SECTION 319. 102.83 (1) (b) of the statutes is amended to read:

102.83 (1) (b) The clerk of circuit court shall accept and enter the warrant in the judgment and lien docket without prepayment of any fee, but the clerk of circuit court shall submit a statement of the proper fee semiannually to the department office covering the periods from January 1 to June 30 and July 1 to December 31 unless a different billing period is agreed to between the clerk and the department office. The fees shall then be paid by the department office, but the fees provided by s. 814.61 (5) for entering the warrants shall be added to the amount of the warrant and collected from the uninsured employer or the individual when satisfaction or release is presented for entry.

SECTION 320. 102.83 (2) of the statutes is amended to read:

102.83 (2) The department office may issue a warrant of like terms, force, and effect to any employee or other agent of the department office, who may file a copy of the warrant with the clerk of circuit court of any county in the state, and thereupon the clerk of circuit court shall enter the warrant in the judgment and lien docket and the warrant shall become a lien in the same manner, and with the same force and effect, as provided in sub. (1). In the execution of the warrant, the employee or other agent shall have all the powers conferred by law upon a sheriff, but may not collect from the uninsured employer or the individual any fee or charge for the execution of the warrant in excess of the actual expenses paid in the performance of his or her duty.

SECTION 321. 102.83 (3) of the statutes is amended to read:

102.83 (3) If a warrant is returned not satisfied in full, the department office shall have the same remedies to enforce the amount due for payments, interest, costs, and other fees as if the department office had recovered judgment against the uninsured employer or the individual and an execution had been returned wholly or partially not satisfied.

Section 322. 102.83 (4) of the statutes is amended to read:

102.83 (4) When the payments, interest, costs, and other fees specified in a warrant have been paid to the department office, the department office shall issue a satisfaction of the warrant and file it with the clerk of circuit court. The clerk of circuit court shall immediately enter the satisfaction of the judgment in the judgment and lien docket. The department office shall send a copy of the satisfaction to the uninsured employer or the individual.

SECTION 323. 102.83 (5) of the statutes is amended to read:

102.83 (5) The department office, if it finds that the interests of the state will not be jeopardized, and upon such conditions as it may exact, may issue a release of any warrant with respect to any real or personal property upon which the warrant is a lien or cloud upon title. The clerk of circuit court shall enter the release upon presentation of the release to the clerk and payment of the fee for filing the release and the release shall be conclusive proof that the lien or cloud upon the title of the property covered by the release is extinguished.

Section 324. 102.83 (6) of the statutes is amended to read:

102.83 (6) At any time after the filing of a warrant, the department office may commence and maintain a garnishee action as provided by ch. 812 or may use the remedy of attachment as provided by ch. 811 for actions to enforce a judgment. The place of trial of an action under ch. 811 or 812 may be either in Dane County or the county where the debtor resides and may not be changed from the county in which the action is commenced, except upon consent of the parties.

Section 325. 102.83 (7) of the statutes is amended to read:

102.83 (7) If the department office issues an erroneous warrant, the department office shall issue a notice of withdrawal of the warrant to the clerk of circuit court for the county in which the warrant is filed. The clerk shall void the warrant and any liens attached by it.

Section 326. 102.83 (8) of the statutes is amended to read:

102.83 (8) Any officer or director of an uninsured employer that is a corporation and any member or manager of an uninsured employer that is a limited liability company may be found individually and jointly and severally liable for the payments, interest, costs and other fees specified in a warrant under this section if after proper proceedings for the collection of those amounts from the corporation or limited

liability company, as provided in this section, the corporation or limited liability
company is unable to pay those amounts to the department office. The personal
liability of the officers and directors of a corporation or of the members and managers
of a limited liability company as provided in this subsection is an independent
obligation, survives dissolution, reorganization, bankruptcy, receivership,
assignment for the benefit of creditors, judicially confirmed extension or
composition, or any analogous situation of the corporation or limited liability
company, and shall be set forth in a determination or decision issued under s. 102.82.

Section 327. 102.835 (1) (ad) of the statutes is amended to read:

102.835 (1) (ad) "Debtor" means an uninsured employer or an individual found personally liable under s. 102.83 (8) who owes the department office a debt.

SECTION 328. 102.835 (1) (e) of the statutes is amended to read:

102.835 (1) (e) "Payment" means a payment owed to the department office under s. 102.82 and includes interest on that payment.

Section 329. 102.835 (2) of the statutes is amended to read:

debt fails to pay that debt after the department office has made demand for payment, the department office may collect that debt and the expenses of the levy by levy upon any property belonging to the debtor. If the value of any property that has been levied upon under this section is not sufficient to satisfy the claim of the department office, the department office may levy upon any additional property of the debtor until the debt and expenses of the levy are fully paid.

Section 330. 102.835 (3) of the statutes is amended to read:

102.835 (3) DUTIES TO SURRENDER. Any person in possession of or obligated with respect to property or rights to property that is subject to levy and upon which a levy

has been made shall, upon demand of the department office, surrender the property or rights or discharge the obligation to the department office, except that part of the property or rights which is, at the time of the demand, subject to any prior attachment or execution under any judicial process.

SECTION 331. 102.835 (4) (a) of the statutes is amended to read:

102.835 (4) (a) Any debtor who fails to surrender any property or rights to property that is subject to levy, upon demand by the department office, is subject to proceedings to enforce the amount of the levy.

SECTION 332. 102.835 (4) (b) of the statutes is amended to read:

102.835 (4) (b) Any 3rd party who fails to surrender any property or rights to property subject to levy, upon demand of the department office, is subject to proceedings to enforce the levy. The 3rd party is not liable to the department office under this paragraph for more than 25% of the debt. The department office shall serve a final demand as provided under sub. (13) on any 3rd party who fails to surrender property. Proceedings may not be initiated by the department office until 5 days after service of the final demand. The department office shall issue a determination under s. 102.82 to the 3rd party for the amount of the liability.

Section 333. 102.835 (4) (c) of the statutes is amended to read:

102.835 (4) (c) When a 3rd party surrenders the property or rights to the property on demand of the department office or discharges the obligation to the department office for which the levy is made, the 3rd party is discharged from any obligation or liability to the debtor with respect to the property or rights to the property arising from the surrender or payment to the department office.

Section 334. 102.835 (5) (a) of the statutes is amended to read:

102.835 (5) (a) If the department office has levied upon property, any person,
other than the debtor who is liable to pay the debt out of which the levy arose, who
claims an interest in or lien on that property, and who claims that that property was
wrongfully levied upon may bring a civil action against the state in the circuit court
for Dane County. That action may be brought whether or not that property has been
surrendered to the department office. The court may grant only the relief under par.
(b). No other action to question the validity of or to restrain or enjoin a levy by the
department office may be maintained.
SECTION 335. 102.835 (5) (c) of the statutes is amended to read:
102.835 (5) (c) For purposes of an adjudication under this subsection, the
determination of the debt upon which the interest or lien of the department office is
based is conclusively presumed to be valid.
SECTION 336. 102.835 (6) of the statutes is amended to read:
102.835 (6) Determination of expenses. The department office shall
determine its costs and expenses to be paid in all cases of levy.
SECTION 337. 102.835 (7) (a) of the statutes is amended to read:
102.835 (7) (a) The-department office shall apply all money obtained under this
section first against the expenses of the proceedings and then against the liability
in respect to which the levy was made and any other liability owed to the department
office by the debtor.
SECTION 338. 102.835 (7) (b) of the statutes is amended to read:
102.835 (7) (b) The department office may refund or credit any amount left
after the applications under par. (a), upon submission of a claim for a refund or credit
and satisfactory proof of the claim, to the person entitled to that amount.
SECTION 339. 102.835 (8) of the statutes is amended to read:

102.835 (8) Release of Levy. The department office may release the levy upon
all or part of property levied upon to facilitate the collection of the liability or to grant
relief from a wrongful levy, but that release does not prevent any later levy.

SECTION 340. 102.835 (9) of the statutes is amended to read:

102.835 (9) WRONGFUL LEVY. If the department office determines that property has been wrongfully levied upon, the department office may return the property at any time, or may return an amount of money equal to the amount of money levied upon.

SECTION 341. 102.835 (10) of the statutes is amended to read:

102.835 (10) PRESERVATION OF REMEDIES. The availability of the remedy under this section does not abridge the right of the department office to pursue other remedies.

Section 342. 102.835 (12) of the statutes is amended to read:

is pending, the department office shall make a demand to the debtor for payment of the debt which that is subject to levy and give notice that the department office may pursue legal action for collection of the debt against the debtor. The department office shall make the demand for payment and give the notice at least 10 days prior to the levy, personally or by any type of mail service which that requires a signature of acceptance, at the address of the debtor as it appears on the records of the department office. The demand for payment and notice shall include a statement of the amount of the debt, including costs and fees, and the name of the debtor who is liable for the debt. The debtor's failure to accept or receive the notice does not prevent the department office from making the levy. Notice prior to levy is not required for

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1	a subsequent levy on any debt of the same debtor within one year after the date of
2	service of the original levy.
3	Section 343. 102.835 (13) (a) of the statutes is amended to read:
4	102.835 (13) (a) The department office shall serve the levy upon the debtor and
5	3rd party by personal service or by any type of mail service which that requires a
6	signature of acceptance.
7	Section 344. 102.835 (13) (c) of the statutes is amended to read:
8	102.835 (13) (c) The-department representative of the office who serves the levy
9	shall certify service of process on the notice of levy form and the person served shall
10	acknowledge receipt of the certification by signing and dating it. If service is made
11	by mail, the return receipt is the certificate of service of the levy.
12	SECTION 345. 102.835 (14) of the statutes is amended to read:
13	102.835 (14) Answer by 3rd party. Within 20 days after the service of the levy
14	upon a 3rd party, the 3rd party shall file an answer with the department office stating
15	whether the 3rd party is in possession of or obligated with respect to property or
16	rights to property of the debtor, including a description of the property or the rights
17	to property and the nature and dollar amount of any such obligation. If the 3rd party
18	is an insurance company, the insurance company shall file an answer with the

SECTION 346. 102.835 (19) of the statutes is amended to read:

department office within 45 days after the service of the levy.

102.835 (19) HEARING. Any debtor who is subject to a levy proceeding made by the department office may request a hearing under s. 102.17 to review the levy proceeding. The hearing is limited to questions of prior payment of the debt that the department office is proceeding against, and mistaken identity of the debtor. The

levy is not	stayed	pending	the	hearing	in	any	case	in	which	property	is	secured
through the	e levy.											

SECTION 347. 102.85 (2) (a) of the statutes is amended to read:

102.85 (2) (a) Gives false information about the coverage to his or her employees, the department office, or any other person who contracts with the employer and who requests evidence of worker's compensation coverage in relation to that contract.

SECTION 348. 102.85 (5) (a) of the statutes is amended to read:

102.85 (5) (a) The payment of any judgment under this section may be suspended or deferred for not more than 90 days in the discretion of the court. The court shall suspend a judgment under this section upon the motion of the department office, if the department office is satisfied that the employer's violation of s. 102.16 (3) or 102.28 (2) was beyond the employer's control and that the employer is no longer violates in violation of s. 102.16 (3) or 102.28 (2). In cases where If a deposit has been made, any forfeitures, surcharges, fees, and costs imposed under ch. 814 shall be taken out of the deposit and the balance, if any, returned to the employer.

SECTION 349. 102.87 (1) of the statutes is renumbered 102.87 (1m).

Section 350. 102.87 (1d) of the statutes is created to read:

102.87 (1d) In this section, "deputy" means any person employed by the office who is designated as a deputy, who possesses special, technical, scientific, managerial or personal abilities or qualities in matters within the jurisdiction of the office, and who may be engaged in the performance of duties under the direction of the commissioner, calling for the exercise of those abilities or qualities.

Section 351. 102.87 (2) (intro.) of the statutes is amended to read:

102.87 (2) (intro.) A citation under this section shall be signed by a department
deputy, or by an officer who has authority to make arrests for the violation, and shall
contain substantially the following information:

SECTION 352. 102.87 (2) (b) of the statutes is amended to read:

102.87 (2) (b) The name and office or department of the issuing department deputy or officer.

SECTION 353. 102.87 (3) of the statutes is amended to read:

amount of money that the issuing department deputy or officer directs by mailing or delivering the deposit and a copy of the citation before the court appearance date to the clerk of the circuit court in the county where the violation occurred, to the department office, or to the sheriff's office or police headquarters of the officer who issued the citation. The basic amount of the deposit shall be determined under a deposit schedule established by the judicial conference. The judicial conference shall annually review and revise the schedule. In addition to the basic amount determined by the schedule, the deposit shall include the costs, fees, and surcharges imposed under ch. 814.

Section 354. 102.87 (9) of the statutes is amended to read:

102.87 (9) A department deputy or an officer who collects <u>under this section</u> a forfeiture and costs, fees, and surcharges imposed under ch. 814 <u>under this section</u> shall pay the money to the county treasurer within 20 days after its receipt. If the department deputy or officer fails to make timely payment, the county treasurer may collect the payment from the department deputy or officer by an action in the treasurer's name of office and upon the official bond of the department deputy or

officer, with interest at the rate of 12% 12 percent per year from the time when it the payment should have been paid made.

Section 355. 102.88 (1) of the statutes is amended to read:

102.88 (1) When a person is convicted of any violation of this chapter or of any department rule or order of the office, and it is alleged in the indictment, information, or complaint, and proved or admitted on trial or ascertained by the court after conviction that the person was previously subjected to a fine or forfeiture within a period of 5 years under s. 102.85, the person may be fined not more than \$2,000 or imprisoned for not more than 90 days or both.

SECTION 356. 102.89 (1) of the statutes is amended to read:

102.89 (1) Whoever is concerned in the commission of a violation of this chapter or of any department rule or order of the office under this chapter for which a forfeiture is imposed is a principal and may be charged with and convicted of the violation although he or she did not directly commit it the violation and although the person who directly committed it the violation has not been convicted of the violation.

Section 357. 108.10 (4) of the statutes is amended to read:

108.10 (4) The department or the employing unit may commence action for the judicial review of a commission decision under this section, provided the department, or the employing unit, after exhausting the remedies provided under this section, has commenced such action within 30 days after such decision was mailed to the employing unit's last–known address. The scope of judicial review, and the manner thereof insofar as applicable, shall be the same as that provided in s. 108.09 (7). In an action commenced by an employing unit under this section, the department shall be an adverse party under s. 102.23 (1) (a) and shall be named as a party in the complaint commencing the action.

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1 **Section 358.** 108.227 (1) (e) 12. of the statutes is amended to read: 2 108.227 (1) (e) 12. A license issued under s. 102.17 (1) (c), 628.04, 628.92 (1). 3 632.69 (2), or 633.14, a registration under s. 628.92 (2), or a temporary license issued 4 under s. 628.09. 5 **Section 359.** 108.227 (1m) (intro.) of the statutes is amended to read: 6 108.227 (1m) GENERAL PROVISIONS. (intro.) The department shall promulgate 7 rules specifying procedures to be used before taking action under sub. (3) (b) or s. 8 102.17 (1) (ct), 103.275 (2) (bt), 103.34 (10) (d), 103.91 (4) (d), 103.92 (8), 104.07 (7), 9 or 105.13 (4) with respect to a person whose license or credential is to be denied, not 10 renewed, discontinued, suspended, or revoked, including rules with respect to all of 11 the following: 12 **Section 360.** 108.227 (3) (a) 3. of the statutes is amended to read: 13 108.227 (3) (a) 3. Upon the request of any person whose license or certificate 14 has been previously revoked or denied under s. 102.17 (1) (ct), 103.275 (2) (bt), 103.34 15 (10) (d), 103.91 (4) (d), 103.92 (8), 104.07 (7), or 105.13 (4), reinstate the license or 16 certificate if the applicant is not liable for delinquent contributions. 17 **Section 361.** 108.227 (5) (a) of the statutes is amended to read: 18 108.227 (5) (a) The department of workforce development shall conduct a 19 hearing requested by a license holder or applicant for a license or license renewal or continuation under sub. (2) (b) 1. b., or as requested under s. 102.17 (1) (ct), 103.275 20 21 (2) (bt), 103.34 (10) (d), 103.91 (4) (d), 103.92 (8), 104.07 (7), or 105.13 (4), to review 22 a certification or determination of contribution delinquency that is the basis of a 23 denial, suspension, or revocation of a license or certificate in accordance with this

section or an action taken under s. 102.17 (1) (ct), 103.275 (2) (bt), 103.34 (10) (d),

103.91 (4) (d), 103.92 (8), 104.07 (7), or 105.13 (4). A hearing under this paragraph

is limited to questions of mistaken identity of the license or certificate holder or applicant and of prior payment of the contributions that the department of workforce development certified or determined the license or certificate holder or applicant owes the department. At a hearing under this paragraph, any statement filed by the department of workforce development, the licensing department, or the supreme court, if the supreme court agrees, may be admitted into evidence and is prima facie evidence of the facts that it contains. Notwithstanding ch. 227, a person entitled to a hearing under this paragraph is not entitled to any other notice, hearing, or review, except as provided in sub. (6).

Section 362. 108.227 (5) (b) 1. of the statutes is amended to read:

108.227 (5) (b) 1. Issue a nondelinquency certificate to a license holder or an applicant for a license or license renewal or continuation if the department determines that the license holder or applicant is not liable for delinquent contributions. For a hearing requested in response to an action taken under s. 102.17 (1) (et), 103.275 (2) (bt), 103.34 (10) (d), 103.91 (4) (d), 103.92 (8), 104.07 (7), or 105.13 (4), the department shall grant a license or certificate or reinstate a license or certificate if the department determines that the applicant for or the holder of the license or certificate is not liable for delinquent contributions, unless there are other grounds for denying the application or revoking the license or certificate.

Section 363. 108.227 (5) (b) 2. of the statutes is amended to read:

108.227 (5) (b) 2. Provide notice that the department of workforce development has affirmed its certification of contribution delinquency to a license holder; to an applicant for a license, a license renewal, or a license continuation; and to the licensing department or the supreme court, if the supreme court agrees. For a hearing requested in response to an action taken under s. 102.17 (1) (ct), 103.275 (2)

1	(bt), 103.34 (10) (d), 103.91 (4) (d), 103.92 (8), 104.07 (7), or 105.13 (4), the department
2	of workforce development shall provide notice to the license or certificate holder or
3	applicant that the department of workforce development has affirmed its
4	determination of contribution delinquency.
5	SECTION 364. 227.43 (1) (bm) of the statutes is created to read:
6	227.43 (1) (bm) Assign a hearing examiner to preside over any hearing or
7	review of a worker's compensation claim or other dispute under ch. 102.
8	SECTION 365. 227.43 (2) (am) of the statutes is created to read:
9	227.43 (2) (am) The office of the commissioner of insurance shall notify the
10	division of hearings and appeals of every pending hearing to which the administrator
11	of the division is required to assign a hearing examiner under sub. (1) (bm) after the
12	office of the commissioner of insurance is notified that a hearing on the matter is
13	required.
14	SECTION 366. 227.43 (3) (bm) of the statutes is created to read:
15	227.43 (3) (bm) The administrator of the division of hearings and appeals may
16	set the fees to be charged for any services rendered to the office of the commissioner
17	of insurance by a hearing examiner under this section. The fee shall cover the total
18	cost of the services.
	****Note: This is reconciled s. 227.43 (3) (bm). This Section has been affected by drafts with the following LRB numbers: $-0610/P2$ and LRB $-1045/P1$.
19	SECTION 367. 227.43 (4) (bm) of the statutes is created to read:
20	227.43 (4) (bm) The office of the commissioner of insurance shall pay all costs
21	of the services of a hearing examiner assigned under sub. (1) (bm), according to the
22	fees set under sub. (3) (bm).
23	SECTION 368. 230.08 (2) (e) 6. of the statutes is amended to read:

1 230.08 (2) (e) 6. Workforce development — -9-8.

SECTION 369. 303.07 (7) of the statutes is amended to read:

303.07 (7) If any inmate of a reforestation camp, in the performance of work in connection with the maintenance of the camp, is injured so as to be permanently incapacitated, or to have materially reduced earning power, the inmate may upon discharge be allowed and paid such compensation as the department of workforce development office of the commissioner of insurance finds the inmate entitled to. The inmate shall be compensated on the same basis as if the injury had been covered by ch. 102, except that the total paid to any such the inmate shall not exceed \$1,000 and may be paid in installments. If the inmate is from an adjoining county such that county shall pay such the compensation. In case of dispute the procedure for hearing, award, and appeal shall be as set forth in ss. 102.16 to 102.26.

SECTION 370. 303.21 (1) (a) of the statutes is amended to read:

303.21 (1) (a) If an inmate of a state institution, in the performance of assigned work is injured so as to be permanently incapacitated or to have materially reduced earning power, the inmate may, upon being released from such institution, either upon release on parole or extended supervision or upon final discharge, be allowed and paid such compensation as the department of workforce development office of the commissioner of insurance finds the inmate entitled to. The inmate shall be compensated on the same basis as if the injury had been covered by ch. 102, except that the total paid to any inmate may not exceed \$10,000 and may be paid in installments. If the injury results from employment in a prison industry, the payment shall be made from the revolving appropriation for its operation. If there is no revolving appropriation, payment shall be made from the general fund. In case

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is a new violation.

1 of dispute, the procedure for hearing, award, and appeal shall be as set forth in ss. 2 102.16 to 102.26. 3 **SECTION 371.** 321.60 (1) (a) 8. of the statutes is amended to read: 4 321.60 (1) (a) 8. A license issued under s. $\frac{102.17}{(1)}$ (c), $\frac{104.07}{5}$ or $\frac{105.05}{5}$. 5 **Section 372.** 321.60 (1) (a) 20. of the statutes is amended to read: 6 321.60 (1) (a) 20. A license issued under s. 102.17 (1) (c), 628.04, 632.69 (2), or 7 633.14 or a temporary license issued under s. 628.09. 8 **Section 373.** 601.41 (1) of the statutes is amended to read: 9 601.41(1) DUTIES. The commissioner shall administer and enforce chs. 102 and 10 600 to 655 and ss. 59.52 (11) (c), 66.0137 (4) and (4m), 100.203, and 120.13 (2) (b) to 11 (g) and shall act as promptly as possible under the circumstances on all matters 12 placed before the commissioner. 13 **Section 374.** 601.42 (1g) (intro.) of the statutes is amended to read: 14 601.42 (1g) REPORTS. (intro.) The commissioner may require any of the 15 following from any person subject to regulation under chs. 102 and 600 to 655: 16 **Section 375.** 601.64 (3) (c) of the statutes is amended to read: 17 601.64 (3) (c) Forfeiture for violation of statute or rule. Whoever violates an 18 insurance statute or rule, s. 102.35 (2), or s. 149.13, 2011 stats., intentionally aids a 19 person in violating an insurance statute or rule, s. 102.35 (2), or s. 149.13, 2011 stats. 20 or knowingly permits a person over whom he or she has authority to violate an 21 insurance statute or rule, s. 102.35 (2), or s. 149.13, 2011 stats., shall forfeit to the 22 state not more than \$1,000 for each violation. If the statute or rule imposes a duty 23 to make a report to the commissioner, each week of delay in complying with the duty

Section 376. 626.12 (3) of the statutes is amended to read:

626.12 (3) Physical impairment. Rates or rating plans may not take into account the physical impairment of employees. Any employer who applies or promotes any oppressive plan of physical examination and rejection of employees or applicants for employment shall forfeit the right to experience rating. If the department of workforce development office determines that grounds exist for such forfeiture it shall file with the commissioner the office shall provide the employer with a certified copy of its findings, which shall automatically suspend any experience rating credit for the employer. The department office shall make the determination as prescribed in the same manner as the department of workforce development makes determinations under ss. 103.005 (5) (b) to (f), (6) to (11), (13) (b) to (d), and (16), so far as such subsections those provisions are applicable, subject to review under ch. 227. Restoration of an employer to the advantages of experience rating shall be by the same procedure.

Section 377. 626.32 (1) (a) of the statutes is amended to read:

626.32 (1) (a) General. Every insurer writing any insurance specified under s. 626.03 shall report its insurance in this state to the bureau at least annually, on forms and under rules prescribed by the bureau. The bureau shall file, under rules promulgated by the department of workforce development office, a record of such reports with that department the office. No such information contained in those reports may be made public by the bureau or any of its employees except as required by law and in accordance with its rules. No such information contained in those reports may be made public by the department of workforce development office or any of its employees except as authorized by the bureau.

SECTION 378. 645.47 (1) (a) of the statutes is amended to read:

645.47 (1) (a) General requirements. The liquidator shall give notice of the liquidation order as soon as possible by first class mail and either by telegram or telephone to the insurance commissioner of each jurisdiction in which the insurer is licensed to do business, by first class mail and by telephone to the department of workforce development of this state if the insurer is or has been an insurer of worker's compensation, by first class mail to all insurance agents having a duty under s. 645.48, by first class mail to the director of state courts under s. 601.53 (1), if the insurer does a surety business, and by first class mail at the last–known address to all persons known or reasonably expected from the insurer's records to have claims against the insurer, including all policyholders. The liquidator also shall publish a class 3 notice, under ch. 985, in a newspaper of general circulation in the county in which the liquidation is pending or in Dane County, the last publication to be not less than 3 months before the earliest deadline specified in the notice under sub. (2).

Section 9151. Nonstatutory provisions; Workforce Development.

- (1) Transfer of worker's compensation administrative functions.
- (a) Assets and liabilities. On the effective date of this paragraph, the assets and liabilities of the department of workforce development that are primarily related to the administrative functions of the division of worker's compensation in that department, as determined by the secretary of administration, shall become the assets and liabilities of the office of the commissioner of insurance.
- (b) Positions and employees. On the effective date of this paragraph, all positions and all incumbent employees holding those positions in the department of workforce development performing duties that are primarily related to the administrative functions of the division of worker's compensation in that

department, as determined by the secretary of administration, are transferred to the office of the commissioner of insurance.

- (c) *Employee status*. Employees transferred under paragraph (b) have all the rights and the same status under subchapter V of chapter 111 and chapter 230 of the statutes in the office of the commissioner of insurance that they enjoyed in the department of workforce development immediately before the transfer. Notwithstanding section 230.28 (4) of the statutes, no employee so transferred who has attained permanent status in class is required to serve a probationary period.
- (d) Tangible personal property. On the effective date of this paragraph, all tangible personal property, including records, of the department of workforce development that is primarily related to the administrative functions of the division of worker's compensation in that department, as determined by the secretary of administration, is transferred to the office of the commissioner of insurance.
- (e) *Pending matters*. Any matter pending with the department of workforce development on the effective date of this paragraph that is primarily related to the administrative functions of the division of worker's compensation in that department, as determined by the secretary of administration, is transferred to the office of the commissioner of insurance. All materials submitted to or actions taken by the department of workforce development with respect to the pending matter are considered as having been submitted to or taken by the office of the commissioner of insurance.
- (f) Contracts. All contracts entered into by the department of workforce development in effect on the effective date of this paragraph that are primarily related to the administrative functions of the division of worker's compensation in that department, as determined by the secretary of administration, remain in effect

- and are transferred to the office of the commissioner of insurance. The office of the commissioner of insurance shall carry out any obligations under those contracts unless modified or rescinded by the office of the commissioner of insurance to the extent allowed under the contract.
- development in effect on the effective date of this paragraph that are primarily related to the administrative functions of the division of worker's compensation in that department, as determined by the secretary of administration, remain in effect until their specified expiration dates or until amended or repealed by the office of the commissioner of insurance. All orders issued by the department of workforce development in effect on the effective date of this paragraph that are primarily related to the administrative functions of the division of worker's compensation in that department, as determined by the secretary of administration, remain in effect until their specified expiration dates or until modified or rescinded by the office of the commissioner of insurance.
 - (2) Transfer of worker's compensation adjudicatory functions.
- (a) Assets and liabilities. On the effective date of this paragraph, the assets and liabilities of the department of workforce development that are primarily related to the adjudicatory functions of the division of worker's compensation in that department, as determined by the secretary of administration, shall become the assets and liabilities of the division of hearings and appeals in the department of administration.
- (b) Positions and employees. On the effective date of this paragraph, all positions and all incumbent employees holding those positions in the department of workforce development performing duties that are primarily related to the

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- adjudicatory functions of the division of worker's compensation in that department, as determined by the secretary of administration, are transferred to the division of hearings and appeals in the department of administration.
- (c) Employee status. Employees transferred under paragraph (b) have all the rights and the same status under subchapter V of chapter 111 and chapter 230 of the statutes in the division of hearings and appeals in the department of administration that they enjoyed in the department of workforce development immediately before the transfer. Notwithstanding section 230.28 (4) of the statutes, no employee so transferred who has attained permanent status in class is required to serve a probationary period.
- (d) Tangible personal property. On the effective date of this paragraph, all tangible personal property, including records, of the department of workforce development that is primarily related to the adjudicatory functions of the division of worker's compensation in that department, as determined by the secretary of administration, is transferred to the division of hearings and appeals in the department of administration.
- (e) *Pending matters*. Any matter pending with the department of workforce development on the effective date of this paragraph that is primarily related to the adjudicatory functions of the division of worker's compensation in that department, as determined by the secretary of administration, is transferred to the division of hearings and appeals in the department of administration. All materials submitted to or actions taken by the department of workforce development with respect to the pending matter are considered as having been submitted to or taken by the division of hearings and appeals in the department of administration.

- (f) Contracts. All contracts entered into by the department of workforce development in effect on the effective date of this paragraph that are primarily related to the adjudicatory functions of the division of worker's compensation in that department, as determined by the secretary of administration, remain in effect and are transferred to the division of hearings and appeals in the department of administration. The division of hearings and appeals in the department of administration shall carry out any obligations under those contracts unless modified or rescinded by the division of hearings and appeals in the department of administration to the extent allowed under the contract.
- development in effect on the effective date of this paragraph that are primarily related to the adjudicatory functions of the division of worker's compensation in that department, as determined by the secretary of administration, remain in effect until their specified expiration dates or until amended or repealed by the administrator of the division of hearings and appeals in the department of administration. All orders issued by the department of workforce development in effect on the effective date of this paragraph that are primarily related to the adjudicatory functions of the division of worker's compensation in that department, as determined by the secretary of administration, remain in effect until their specified expiration dates or until modified or rescinded by the administrator of the division of hearings and appeals in the department of administration.
 - (3) Transfer of council on worker's compensation.
- (a) Tangible personal property. On the effective date of this paragraph, all tangible personal property, including records, of the department of workforce development that is primarily related to the functions of the council on worker's

compensation, as determined by the secretary of administration, is transferred to the office of the commissioner of insurance.

- (b) Contracts. All contracts entered into by the department of workforce development in effect on the effective date of this paragraph that are primarily related to the functions of the council on worker's compensation, as determined by the secretary of administration, remain in effect and are transferred to the office of the commissioner of insurance. The office of the commissioner of insurance shall carry out any obligations under those contracts unless modified or rescinded by the office of the commissioner of insurance to the extent allowed under the contract.
 - (4) Transfer of self-insurers council.
- (a) Tangible personal property. On the effective date of this paragraph, all tangible personal property, including records, of the department of workforce development that is primarily related to the functions of the self-insurers council, as determined by the secretary of administration, is transferred to the office of the commissioner of insurance.
- (b) Contracts. All contracts entered into by the department of workforce development in effect on the effective date of this paragraph that are primarily related to the functions of the self-insurers council, as determined by the secretary of administration, remain in effect and are transferred to the office of the commissioner of insurance. The office of the commissioner of insurance shall carry out any obligations under those contracts unless modified or rescinded by the office of the commissioner of insurance to the extent allowed under the contract.

Section 9451. Effective dates; Workforce Development.

(1) Transfer of worker's compensation functions. The treatment of sections 15.227 (4) and (11), 15.737 (title), 16.865 (4), 20.145 (6) (title), (ga), (gb), and (ka),

1 20.445 (1) (aa), (ga), (p), (rb), (rp), (s), (sm), and (t) and (2) (ra), 40.63 (6), 40.65 (2) (a) 2 and (b) 3. and 4., 49.857 (1) (d) 8. and 20., 73.0301 (1) (d) 3m. and 12., 102.01 (2) (a), 3 (ad), (ag), (ap), (ar), (bm), (dg), (dm), and (em), 102.05 (1) and (3), 102.06, 102.07 (1) 4 (a) and (b), (7) (b), (8) (c), and (11), 102.076 (2), 102.077 (1) (by Section 45), and (2) 5 (by Section 46), 102.08, 102.11 (1) (am) 1., 102.12, 102.125, 102.13 (1) (c), (d) 2., and 6 3., and (f), (2) (a) and (c), (3), (4), and (5), 102.14 (title), (1), and (2), 102.15 (1), (2), and 7 (3), 102.16 (1), (1m) (a), (b), and (c), (2) (a), (am), (b), (c), (d), (e) 1. and 2., (f), and (h), 8 (2m) (a), (am), (b), (c), (d), (e), (f), and (g), and (4), 102.17 (1) (a) 1., 2., 3., and 4., (b), 9 (c), (cg) 1., 2., 2m., and 3., (cm), (cr), (ct), (d) 1., 2., 3., and 4., (e), (f), (g), and (h), (2), 10 (2m), (2s), (7) (b) and (c), and (8), 102.175 (2), 102.18 (1) (b), (bg) 1., 2., and 3., (bp), 11 (bw), (c), and (e), (2), (3), (4) (b), (c) 3., and (d), (5), and (6), 102.19, 102.195, 102.21, 12 102.22 (1) and (2), 102.23 (1) (a) and (b), (2), (3), and (5), 102.24 (2), 102.25 (1), 102.26 13 (2), (3) (b) 1. and 3., and (4), 102.27 (2) (b), 102.28 (2) (a), (b), (c), and (d), (3) (a) (intro.), 14 (b) (intro.) and 3., (c), and (d), (4) (a), (b), (c), and (d), (6), (7) (a), (b), and (c), and (8), 15 102.29 (1) (a), (b) (intro.) and 2., (c), and (d) and (4), 102.30 (7) (a), 102.31 (1) (b), (2) 16 (a), (3), (4), (5), (6), (7), and (8), 102.315 (4), (5) (b) (intro.) and (c), (6) (a), (b) (intro.), 17 1., and 3., (d), (e) 1., 2., and 3., (9) (a), and (10) (a) 2., 3., and 4. and (b) 2. and 3., 102.32 18 (1m) (intro.), (a), (c), and (d), (5), (6) (b), (d), and (e), (6m), and (7), 102.33 (title), (1), 19 (2) (a), (b) (intro.), 1., 2., 3., and 4., (c), and (d) 2., 102.35 (1), (2), and (3), 102.37, 102.38, 102.39, 102.40, 102.42 (1m), (6), (8), and (9) (a) and (b), 102.425 (4m) (a), (b), 20 21(c), (d), and (e), 102.43 (5) (b), (2), (5) (d), and (6) (b), 102.45, 102.475 (1) and (6), 102.48 22 (1), (2), and (3), 102.49 (3), (5) (d), and (6), 102.51 (3), (4), and (6), 102.55 (3), 102.555 23 (12) (a), 102.56 (1) and (2), 102.565 (1), (2), and (3), 102.57, 102.58, 102.60 (1m) (b), 24 102.61 (1g) (b) and (c), (1m) (a), (c), (d), (e), and (f) and (2), 102.62, 102.63, 102.64 (1) 25 and (2), 102.65 (1), (2), (3), and (4) (intro.) (by Section 279) and (a), 102.66 (1), 102.75

1	(1), (1m) (by Section 285), (2) (by Section 286), and (4), 102.80 (1) (e), (1m), (3) (a),
2	(ag), (am), (b), and (c), and (4) (a) (intro.) and (b), 102.81 (1) (a) and (b), (2), (4) (a) and
3	(b) (intro.), (6) (a) and (b), and (7), 102.82 (1), (2) (a) (intro.) and 1., (ag) (intro.), (am),
4	(ar), and (c), and (3) (a), 102.83 (1) (a) 1., 3., and 4. and (b), (2), (3), (4), (5), (6), (7), and
5	(8), 102.835 (1) (ad) and (e), (2), (3), (4) (a), (b), and (c), (5) (a) and (c), (6), (7) (a) and
6	(b), (8), (9), (10), (12), (13) (a) and (c), (14), and (19), 102.85 (2) (a) and (5) (a), 102.87
7	(1) and (1d), (2) (intro.) and (b), (3), and (9), 102.88 (1), 102.89 (1), 108.10 (4), 108.227
8	(1) (e) 12., (1m) (intro.), (3) (a) 3., (5) (a) and (b) 1. and 2., 227.43 (1) (bm), (2) (am),
9	$(3) \ (bm), \ and \ (4) \ (bm), \ 230.08 \ (2) \ (e) \ 6., \ 303.07 \ (7), \ 303.21 \ (1) \ (a), \ 321.60 \ (1) \ (a) \ 8. \ and \ (2) \ (2) \ (2) \ (2) \ (3) \ (2) \ (3) \$
10	$20.,601.41(1),601.42(1\mathrm{g})(\mathrm{intro.}),601.64(3)(\mathrm{c}),626.12(3),626.32(1)(\mathrm{a}),\mathrm{and}645.47$
11	$\left(1\right)\left(a\right)$ of the statutes, the renumbering and amendment of section $20.445\left(1\right)\left(ra\right)$ of
12	the statutes, the amendment of sections 102.44 (1) (c) 1., 2., and 3., 102.75 (1g) (a)
13	and (b), 102.80 (1) (f), and 102.81 (1) (c) 1. and 2. of the statutes, and Section 9151
14	(1), (2), (3), and (4) of this act take effect on January 1, 2016.