

CR 83-112

CERTIFICATE

STATE OF WISCONSIN )  
 ) SS  
DEPARTMENT OF EMPLOYE TRUST FUNDS )

**RECEIVED**

NOV 9 1983  
3:30 pm  
Revisor of Statutes  
Bureau

TO ALL TO WHOM THESE PRESENTS SHALL COME, GREETINGS:

I, Gary I. Gates, Secretary of the Department of Employee Trust Funds, and custodian of the official records do hereby certify that the annexed renumbering and amending of rules relating to approval of group insurance plans for state employes were duly approved by the Teachers Retirement Board, Wisconsin Retirement Board and Employee Trust Funds Board and adopted by this department on November 7, 1983.

I further certify that this copy has been compared by me with the original on file in this department and that the same is a true copy thereof, and of the whole of such original.

IN TESTIMONY WHEREOF, I  
have hereunto set my hand  
at 201 East Washington Avenue,  
in the City of Madison, this  
8<sup>th</sup> day of November,  
1983.

Gary I. Gates  
Gary I. Gates, Secretary  
Department of Employee Trust Funds

1-1-84

ORDER OF THE DEPARTMENT OF  
EMPLOYEE TRUST FUNDS  
RENUMBERING AND AMENDING RULES

RECEIVED

NOV 9 1983

Department of Statutes  
Bureau

To renumber and amend chapter Grp 26 relating to approval of group insurance plans for state employees.

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Analysis Prepared by the Department of Employee Trust Funds

This order is housekeeping in nature to correct statutory references, simplify language and place the rules within the newly created chapter ETF 10.

These rules interpret ss. 20.921 (1) (a) 3, 40.03 (6) (b) and 40.05 (7), Stats.

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Pursuant to the authority vested in the secretary of the department of employee trust funds by s. 40.03 (2) (i), Stats., the secretary of the department of employee trust funds hereby renumbers and amends rules interpreting ss. 20.921 (1) (a) 3, 40.03 (6) (b) and 40.05 (7), Stats., as follows:

SECTION 1. ETF 10.20 (title) is created to read:

ETF 10.20 APPROVAL OF GROUP INSURANCE PLANS FOR STATE EMPLOYEES.

SECTION 2. Chapter Grp 26 (title), Grp 26.01 (title), Grp 26.02 (title) and Grp 26.03 (title) are repealed.

SECTION 3. Grp 26.01, Grp 26.02 (1) and (2) and Grp 26.03 are renumbered ETF 10.20 (1) (intro.), ETF 10.20 (1) (a) and (b) and ETF 10.20 (2), respectively, and, as renumbered, are amended to read:

ETF 10.20 (1) In addition to group insurance plans specifically provided by the group insurance board under ~~s. 40.10~~ in chapter 40, Stats., and pursuant to ~~s. 10.921-(1)-(a)-3~~ 20.921 (1) (a) 3, Stats., the group insurance board shall approve or disapprove group insurance plans for which payment of premiums is made through payroll deductions. ~~All such group insurance plans in effect on June 1, 1973 shall be deemed approved by the board pursuant to Grp-26.02, provided such plans are filed with the board not later than 30 days after the effective date of the rule.~~

(a) The group insurance board shall determine, after notice and hearing, whether the group insurance plan fulfills an important coverage need through consideration of, but not limited to, the following factors:

1. Number of employes affected
2. Amount and variation in premiums
3. Adequacy of other approved coverage providing the same or similar protection
4. Duration of contract
5. History, performance and acceptance of the plan by the employes
6. New or additional coverage provided

(b) The group insurance board shall determine whether the plan is adequately supervised through consideration of, but not limited to, the following factors:

1. Continuing representation of employe participants with professional insurance guidance
2. Maintenance of adequate statistical records relating to retentions, experience, premiums, participants and other data necessary for actuarial computations
3. Procedures for negotiating coverage

(2) Notwithstanding ~~board~~ approval granted to any plan under ~~Grp-26.01~~ sub. (1), the group insurance board may subsequently ~~may~~ withdraw its approval, after notice and hearing, upon finding that ~~said~~ the plan does not meet the criteria established by ~~Grp-26.02~~ sub. (1) (a). ~~Such withdrawal~~ Withdrawal of approval shall be effective, at the discretion of the group insurance board, on the first day of the month subsequent to issuance of a finding that ~~said~~ the plan does not meet the criteria pursuant to ~~subs.-(1)~~ sub. (1) (a) or on the anniversary date of the contract under which ~~such~~ the plan is provided.

The rules contained in this order shall take effect as provided in s. 227.026 (1) (intro.), Stats.

Nov. 8, 1983  
Date

Gary I. Gates  
Gary I. Gates, Secretary  
Department of Employee Trust Funds

FISCAL ESTIMATE

AD-MBA-23 (Rev. 11/82)

1983 Session

ORIGINAL     UPDATED  
 CORRECTED     SUPPLEMENTAL

CRB or Bill No./Adm. Rule No.  
Grp. 26 & ETF 10.20  
Amendment No. if Applicable

Subject

Approval of group insurance plans for state employes.

Fiscal Effect

State:  No State Fiscal Effect

Check columns below only if bill makes a direct appropriation  
or affects a sum sufficient appropriation.

Increase Existing Appropriation     Increase Existing Revenues  
 Decrease Existing Appropriation     Decrease Existing Revenues  
 Create New Appropriation

Increase Costs - May Be Possible to Absorb  
Within Agency's Budget     Yes     No  
 Decrease Costs

Local:  No local government costs

1.  Increase Costs  
     Permissive     Mandatory  
2.  Decrease Costs  
     Permissive     Mandatory

3.  Increase Revenues  
     Permissive     Mandatory  
4.  Decrease Revenues  
     Permissive     Mandatory

5. Types of Local Governmental Units Affected:  
 Towns     Villages     Cities  
 Counties     Others \_\_\_\_\_

Fund Sources Affected

GPR     FED     PRO     PRS     SEG     SEG-S

Affected Ch. 20 Appropriations

Assumptions Used in Arriving at Fiscal Estimate

These proposed rules are housekeeping in nature, to correct statutory references, simplify language and place the rules within the newly created chapter ETF 10. We expect there will be no fiscal effect.

Long-Range Fiscal Implications

None

Agency/Prepared by: (Name & Phone No.)

Diane M. Bass

Dept. of Employe Trust Funds 266-5804

Authorized Signature/Telephone No.

*Diane M. Bass* 266-5804

Date

6/20/83

FISCAL ESTIMATE WORKSHEET

1983 Session

Detailed Estimate of Annual Fiscal Effect

ORIGINAL  UPDATED  
 CORRECTED  SUPPLEMENTAL

LRB or Bill No./Adm. Rule No. Amendment No.  
 ch. Grp. 26 & ETF 10.20

AD-MBA-22 (Rev. 11/82)

Subject

Approval of group insurance plans for state employees.

I. One-time Costs or Revenue Fluctuations for State and/or Local Government (do not include in annualized fiscal effect):

II. Annualized Costs: Note: Treat fiscal costs like a "checkbook": increased costs reduce available funds (-); decreased costs increase available funds (+).	Annualized fiscal impact on State funds from:	
	Increased Costs	Decreased Costs
<b>A. State Costs by Category</b>		
Salaries and Fringes	\$ -	\$ +
Staff Support Costs	-	+
Other State Costs	-	+
Local Assistance	-	+
Aids to Individuals or Organizations	-	+
<b>TOTAL State Costs by Category</b>	<b>\$ - 0</b>	<b>\$ + 0</b>
<b>B. State Costs by Source of Funds</b>	<b>Increased Costs</b>	<b>Decreased Costs</b>
GPR	\$ -	\$ +
FED	-	+
PRO/PRS	-	+
SEG SEG-S	-	+
<b>C. FTE Position Changes</b>	<b>Increased Pos.</b> + ( 0 )	<b>Decreased Pcs.</b> - ( 0 )
<b>III. State Revenues-Complete this only when proposal will increase or decrease state revenues, such as taxes, license fees, etc.</b>	<b>Decreased Rev.</b>	<b>Increased Rev.</b>
GPR Taxes	\$ -	\$ +
GPR Earned	-	+
FED	-	+
PRO/PRS	-	+
SEG/SEG-S	-	+
<b>TOTAL State Revenues</b>	<b>\$ - 0</b>	<b>\$ + 0</b>

Net Annualized Fiscal Impact on State & Local Funds

State	Annual Increases	Annual Decreases	Local	Annual Increases	Annual Decreases
Total Costs	\$ -	\$ +	Total Costs	\$ -	\$ +
Total Revenues	+	-	Total Revenues	+	-
<b>NET Impact on State Funds</b>	<b>\$ (+)</b> or <b>(-)</b>	<b>none</b>	<b>NET Impact on Local Funds</b>	<b>\$ (+)</b> or <b>(-)</b>	<b>none</b>

Agency/Prepared by: (Name & Phone No.)

Authorized Signature/Telephone No.

Date

Diane M. Bass

Department of Employee Trust Funds 266-5804

*Diane M. Bass* 266-5804

6/20/83