To: Unemployment Insurance Advisory Council  
From: UI Bureau of Legal Affairs  
Date: September 16, 2021  
Re: LRB Draft of UIAC Agreed-Upon Bill

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AN ACT to repeal 16.48 (1) (b), 16.48 (2), 20.445 (1) (gg), 20.445 (1) (gm), 108.02 (1), 108.02 (26) (c) 9., 108.02 (26) (c) 14., 108.062 (1) (c), 108.062 (2) (b), 108.062 (4) (a) 2., 108.062 (19) (a), 108.062 (19) (b), 108.062 (20), 108.14 (7) (c), 108.14 (23) (d) and 108.19 (3); to renumber 108.04 (7) (h); to renumber and amend 16.48 (1) (intro.), 16.48 (1) (a) 1., 2., 3., 4., 5. and 6., 20.445 (1) (gc), 20.445 (1) (gd), 20.445 (1) (gh), 108.062 (4) (a) 1., 108.062 (19) (intro.), 108.14 (12) (e), 108.14 (18), 108.19 (1), 108.19 (1m), 108.19 (1n), 108.19 (1p), 108.19 (1q), 108.19 (1s), 108.19 (2), 108.19 (2m) and 108.19 (4); to consolidate, renumber and amend 108.14 (12) (a) to (d), 108.161 (1) and (1m) and 108.161 (5) and (6); to amend 16.48 (3), 20.445 (1) (n), 20.445 (1) (nb), 20.445 (1) (nd), 20.445 (1) (ne), 20.445 (1) (u), 20.445 (1) (v), 25.17 (1) (xe), 25.17 (1) (xf), 59.40 (4), 71.93 (8) (b) 1., 103.05 (5) (d), 108.02 (2) (c), 108.02 (13) (c) 2. a., 108.02 (13) (k), 108.02 (14), 108.02 (15) (j) 5., 108.02 (15) (k) 5., 108.02 (17m), 108.02 (19), 108.04 (11) (f), 108.04 (12) (b), 108.04 (16) (d) 1., 108.04 (18) (a), 108.04 (18) (b), 108.062 (2) (a), 108.062 (2) (c), 108.062 (2) (d), 108.062 (2) (h), 108.062 (2) (m),
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(3) (a) 4.; **to repeal and recreate** 108.19 (title) and 108.20; and **to create** 16.48
(4), 20.427 (1) (g), 71.93 (8) (b) 1. d., 108.02 (10e) (c), 108.02 (15) (k) 21., 108.065
(3m), 108.101 (5), 108.151 (7) (i), 108.16 (6m) (j), 108.19 (1) (d), 108.19 (1e) (cm)
and 108.19 (1m) (e) of the statutes; **relating to:** various changes to the
unemployment insurance law and making an appropriation.

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**Analysis by the Legislative Reference Bureau**

This bill makes various changes in the unemployment insurance (UI) law, which is administered by the Department of Workforce Development. Significant changes include all of the following:

**Unemployment insurance financial outlook statement; council report; special committee**

Under current law, DWD must submit a statement regarding the unemployment insurance financial outlook to the governor and legislative leadership by April 15 of every odd-numbered year. The report must contain all of the following: 1) financial projections of unemployment insurance operations, including benefit payments, tax collections, borrowing or debt repayments, and any amounts of interest charges and the economic and public policy assumptions upon
which the projections are based, and the impact upon the projections of variations from those assumptions; 2) proposed changes to the laws relating to unemployment insurance financing, benefits, and administration and financial projections under the proposed changes; 3) if there are significant cash reserves in the unemployment fund, the justifications for maintaining them; and 4) if program debt is projected at the end of the forecast period, the reasons DWD is not proposing to liquidate the debt.

This bill changes the submittal deadline of the statement to May 31 of every even-numbered year. The bill also requires the statement to contain proposed methods for liquidating any debt, instead of the reasons DWD is not proposing to liquidate any debt.

Under current law, DWD must submit a report of the activities of the Council on Unemployment Insurance to the governor and legislative leadership by May 15 of each odd-numbered year. Current law also requires DWD to submit to each member of the legislature by June 15 of each odd-numbered year an updated statement of unemployment insurance financial outlook.

The bill replaces the two aforementioned requirements with a single requirement for DWD to submit, by January 31 of each even-numbered year, a report of the activities of the Council on Unemployment Insurance and the most recent statement regarding the unemployment insurance financial outlook to the governor and legislative leadership, rather than to every member of the legislature. The bill also requires DWD to post the most recent version of the report and statement on its Internet site.

Finally, under current law, after the report and statement are submitted to the governor and leadership by May 15 of each odd-numbered year, the governor may convene a special committee to review the financial outlook statement and the activities report. This bill repeals that provision. However, the bill does not affect the governor's authority under current law to convene advisory committees by executive order.

**Effect of criminal convictions**

Current law provides that no finding of fact or law, determination, decision, or judgment in any action or administrative or judicial proceeding in law or equity not arising under the UI law made with respect to the rights or liabilities of a party to an action or proceeding under the UI law is binding in an action or proceeding under the UI law.

The bill provides that notwithstanding this provision, a final order or judgment of conviction for a crime entered by a court is binding on the convicted person in an action or proceeding under the UI law that relates to the criminal conviction, and that a person convicted of a crime is precluded from denying the essential allegations of the criminal offense that is the basis for the conviction in an action or proceeding under the UI law.

**Reimbursable employer debt assessment**

Under current law, DWD must annually determine the total amount due and uncollectible from nonprofit employers that have elected what is known as reimbursement financing (reimbursable employers), and DWD must then charge that amount to an uncollectible reimbursable benefits account in the unemployment
reserve fund. Whenever, as of a given year, that account has a negative balance of $5,000 or more, DWD must assess all such nonprofit reimbursable employers to reimburse for the uncollectible amount, except that employers that would otherwise be assessed less than $10 are not assessed, and their portion is instead applied to the amount owed by other employers on a pro rata basis.

Also under current law, pursuant to 2015 Wisconsin Act 334, $2,000,000 was set aside in the unemployment reserve fund to repay reimbursable employers for erroneous payments charged to them that resulted from a false statement or representation (e.g., identity theft).

The bill does the following:
1. Raises the threshold for charging a reimbursable nonprofit employer the assessment to $20 instead of $10.
2. Allows DWD, in lieu of or in addition to assessing nonprofit reimbursable employers as described above, to apply moneys from the $2,000,000 set aside to the uncollectible reimbursable benefits account described above, subject to certain limitations.

Waiver of overpayments
Current law requires the recovery of benefits that were erroneously paid to an individual to be waived if certain conditions apply, including that the erroneous payment was the result of a departmental error. Current law specifies what does and does not constitute a “departmental error” and also provides that if a determination or decision is amended, modified, or reversed by an appeal tribunal (administrative law judge), the Labor and Industry Review Commission, or any court, that action is not to be treated as establishing a departmental error.

This bill specifically provides that, for the purposes of the waiver of recovery of benefits, a “departmental error” does not include an error made by an administrative law judge.

Excluded employment
This bill excludes from coverage under the UI law seasonal work performed by a full-time student at an organized camp, other than an organized camp operated by a governmental or nonprofit entity, that operates for not more than seven months per calendar year, consistent with federal law. Under the bill, “full-time student” includes a person who is currently enrolled in school full time or who was enrolled in school full time during the previous academic year if there is a reasonable assurance that the person will be so enrolled for the immediately succeeding academic year. An individual who performs such services is not eligible to claim UI benefits based on the performance of the services, and a person who employs an individual to perform such services is not subject to a state UI contribution requirement (a requirement to pay taxes) based on the performance of the services.

Work-share programs
Current law allows an employer to create a work-share program within a work unit of the employer. Under a work-share program, the working hours of all of the full-time employees in the program are reduced in an equitable manner in lieu of a layoff of some of the employees and a continuation of full-time employment by the other employees. A claimant for UI benefits who is included in a work-share program
may receive UI benefits during his or her continued employment with the
work-share employer in an amount equal to the claimant’s benefit for total
unemployment reduced by the same percentage as the percentage reduction in the
claimant’s normal working hours that the claimant incurs under the program.
Former law provided also for the temporary modification of certain requirements
that apply to work-share programs with respect to work-share programs submitted
on or after April 17, 2020, and before July 4, 2021.
This bill makes a number of the former-law modifications permanent. Among
other things, it eliminates a requirement that work-share programs be limited to
particular work units, reduces the minimum number of employees who must be
covered under a work-share program from 20 to two, and eliminates a requirement
that working hours be reduced equitably among employees. In addition, the bill
allows a work-share program to remain in effect for 12 months in any five-year
period instead of six months in any five-year period.

Collection of debt by Department of Revenue

Subject to certain exceptions, current law requires a state agency and the
Department of Revenue to enter into a written agreement to have DOR collect
certain amounts owed to the state agency. This bill provides that this requirement
does not apply to amounts owed to DWD under the UI law or other federal
unemployment programs administered by DWD.

Fiscal agent election of employer status

Generally, under current law, an individual who receives long-term support
services in his or her home through certain government-funded care programs is
considered to be an employer under the UI law of a person who provides those
services to the individual. Such individuals may use fiscal agents, whose
responsibilities include remitting any federal UI taxes or state UI contributions
owed by the individual as a result of that employment.

The bill allows a private agency that serves as a fiscal agent or contracts with
a fiscal intermediary to serve as a fiscal agent to such an individual receiving
long-term support services to elect to instead be the employer of one or more
employees providing those services, subject to certain requirements.

Segregated fund

This bill creates a segregated fund to receive various program revenue moneys
received by DWD under the UI law that are not otherwise credited to other
segregated funds, including various moneys collected by DWD as interest and
penalties under the UI law and all other nonfederal moneys received for the
administration of the UI law that are not otherwise appropriated. Current law
provides for depositing these revenues in appropriations in the general fund.

Other changes

The bill makes various changes to a) reorganize, clarify, and update provisions
relating to the financing of the UI law; and b) address numerous out-of-date or
erroneous cross-references in the UI law, including all of the following:
1. Repealing and consolidating certain appropriations and making other changes to clarify the funding sources and receiving appropriations for various revenues and expenses under the UI law.

2. Creating a program revenue appropriation for the Labor and Industry Review Commission to collect moneys received for the copying and generation of documents and for other services provided in carrying out its functions.

3. Changing certain out-of-date cross-references to federal law to reflect current federal law and the current numbering under the U.S. Code.

4. Repealing certain provisions that reference federal laws that have been repealed and deleting other obsolete references to state laws.

5. Correcting various cross-references that are otherwise incomplete or erroneous.

6. Replacing certain references to provisions in federal acts or to the Internal Revenue Code with references to the U.S. Code in order to facilitate accessibility to federal law.

7. Making other nonsubstantive changes to the UI law to improve organization, modernize language, and provide further clarity, specificity, and consistency in the law.

For further information see the state and local fiscal estimate, which will be printed as an appendix to this bill.

The people of the state of Wisconsin, represented in senate and assembly, do enact as follows:

SECTION 1. 16.48 (1) (a) (intro.) of the statutes is renumbered 16.48 (1) (intro.) and amended to read:

16.48 (1) (intro.) No later than April 15 May 31 of each odd-numbered even-numbered year, the secretary of workforce development shall prepare and furnish to the governor, the speaker of the assembly, the minority leader of the assembly, and the majority and minority leaders of the senate, and the council on unemployment insurance, a statement of unemployment insurance financial outlook, which shall contain all of the following, together with the secretary's recommendations and an explanation for such recommendations:
SECTION 2. 16.48 (1) (a) 1., 2., 3., 4., 5. and 6. of the statutes are renumbered 16.48 (1) (am), (bm), (c), (d), (e) and (f), and 16.48 (1) (bm), (c) and (f), as renumbered, are amended to read:

16.48 (1) (bm) Specific proposed changes, if any, in the laws relating to unemployment insurance financing, benefits, and administration.

(c) Projections specified in sub. 1. par. (am) under the proposed laws.

(f) If unemployment insurance program debt is projected at the end of the forecast period, the reasons why it is not methods proposed to liquidate the debt.

SECTION 3. 16.48 (1) (b) of the statutes is repealed.

SECTION 4. 16.48 (2) of the statutes is repealed.

SECTION 5. 16.48 (3) of the statutes is amended to read:

16.48 (3) No Biennially, no later than June 15 January 31 of each odd-numbered even-numbered year, the secretary of workforce development, under the direction of shall submit to the governor, shall submit to each member of the legislature an updated speaker of the assembly, the minority leader of the assembly, the majority and minority leaders of the senate, and the council on unemployment insurance the statement of unemployment insurance financial outlook which shall contain the information specified in prepared under sub. (1) (a), together with the governor’s recommendations and an explanation for such recommendations, and a copy of the a report required that summarizes the deliberations of the council and the position of the council regarding any proposed change to the unemployment insurance laws submitted under sub. (1) (b).

SECTION 6. 16.48 (4) of the statutes is created to read:
16.48 (4) The department shall post the most recent version of the statement
prepared under sub. (1) and the most recent version of the report prepared under sub.
(3) on the department’s Internet site.

SECTION 7. 20.427 (1) (g) of the statutes is created to read:

20.427 (1) (g) Agency collections. All moneys received from fees or other
charges for copying of documents, generation of copies of documents from optical disc
or electronic storage, publication of books, and other services provided in carrying
out the functions of the commission.

SECTION 8. 20.445 (1) (gc) of the statutes is renumbered 20.445 (1) (wc) and
amended to read:

20.445 (1) (wc) Unemployment administration. All From the unemployment
administration fund, all moneys received by the department under s. 108.19 not
otherwise appropriated under this subsection (1) for the administration of ch. 108.

SECTION 9. 20.445 (1) (gd) of the statutes is renumbered 20.445 (1) (wd) and
amended to read:

20.445 (1) (wd) Unemployment interest and penalty payments. All From the
unemployment administration fund, all moneys received as interest and penalties
collected under ss. 108.04 (11) (c) and (cm) and (13) (c) and 108.22 except interest and
penalties deposited under s. 108.19 (1q), and forfeitures under s. 103.05 (5), all
moneys not appropriated under par. (gg) and 108.20 (3), all moneys received as
forfeitures under s. 103.05 (5), all moneys received under s. 108.09 (5) (c), all moneys
received under s. 108.14 (16), all moneys received under s. 108.18 (1) (c), all moneys
transferred to this appropriation account from the appropriation account under par.
(gh) (wh), and all other nonfederal moneys received for the employment service or
for the administration of ch. 108 that are not otherwise appropriated under this
subsection, for the payment of benefits specified in s. 108.07 (5) and 1987 Wisconsin Act 38, section 132 (1) (c), for the payment of interest to employers under s. 108.17 (3m), for research relating to the condition of the unemployment reserve fund under s. 108.14 (6), for administration of the unemployment insurance program and federal or state unemployment insurance programs authorized by the governor under s. 16.54, for satisfaction of any federal audit exception concerning a payment from the unemployment reserve fund or any federal aid disallowance concerning the unemployment insurance program, for assistance to the department of justice in the enforcement of ch. 108, for the payment of interest due on advances from the federal unemployment account under title XII of the social security act 42 USC 1321 to 1324 to the unemployment reserve fund, and for payments made to the unemployment reserve fund to obtain a lower interest rate or deferral of interest payments on these advances, except as otherwise provided in s. 108.20.

SECTION 10. 20.445 (1) (gg) of the statutes is repealed.

SECTION 11. 20.445 (1) (gh) of the statutes is renumbered 20.445 (1) (wh) and amended to read:

20.445 (1) (wh) Unemployment information technology systems; assessments. All From the unemployment administration fund, all moneys received from assessments levied under s. 108.19 (1e) (a) and 1997 Wisconsin Act 39, section 164 (2), for the purpose specified in s. 108.19 (1e) (d). The treasurer of the unemployment reserve fund may transfer moneys from this appropriation account to the appropriation account under par. (gd) (wd).

SECTION 12. 20.445 (1) (gm) of the statutes is repealed.

SECTION 13. 20.445 (1) (n) of the statutes is amended to read:
20.445 (1) (n) Employment assistance and unemployment insurance administration; federal moneys. All federal moneys received, as authorized by the governor under s. 16.54, for the administration of employment assistance and unemployment insurance programs of the department, for the performance of the department’s other functions under subch. I of ch. 106 and ch. 108, and to pay the compensation and expenses of appeal tribunals and of employment councils appointed under s. 108.14, to be used for such purposes, except as provided in s. 108.161 (3e), and, from the moneys received by this state under section 903 (d) of the federal Social Security Act, as amended, to transfer to the appropriation account under par. (nb) an amount determined by the treasurer of the unemployment reserve fund not exceeding the lesser of the amount specified in s. 108.161 (4) (d) or the amounts in the schedule under par. (nb), to transfer to the appropriation account under par. (nd) an amount determined by the treasurer of the unemployment reserve fund not exceeding the lesser of the amount specified in s. 108.161 (4) (d) or the amounts in the schedule under par. (nd), to transfer to the appropriation account under par. (ne) an amount not exceeding the lesser of the amount specified in s. 108.161 (4) (d) or the sum of the amounts in the schedule under par. (ne) and the amount determined by the treasurer of the unemployment reserve fund that is required to pay for the cost of banking services incurred by the unemployment reserve fund, and to transfer to the appropriation account under s. 20.427 (1) (k) an amount determined by the treasurer of the unemployment reserve fund.

SECTION 14. 20.445 (1) (nb) of the statutes is amended to read:

20.445 (1) (nb) Unemployment administration; information technology systems. From the moneys received from the federal government under section 903 (d) of the federal Social Security Act, as amended, to transfer to the appropriation account under par. (nb) an amount determined by the treasurer of the unemployment reserve fund not exceeding the lesser of the amount specified in s. 108.161 (4) (d) or the amounts in the schedule under par. (nb), to transfer to the appropriation account under par. (nd) an amount determined by the treasurer of the unemployment reserve fund not exceeding the lesser of the amount specified in s. 108.161 (4) (d) or the amounts in the schedule under par. (nd), to transfer to the appropriation account under par. (ne) an amount not exceeding the lesser of the amount specified in s. 108.161 (4) (d) or the sum of the amounts in the schedule under par. (ne) and the amount determined by the treasurer of the unemployment reserve fund that is required to pay for the cost of banking services incurred by the unemployment reserve fund, and to transfer to the appropriation account under s. 20.427 (1) (k) an amount determined by the treasurer of the unemployment reserve fund.
42 USC 1103 (d) of the federal Social Security Act, as amended, as a continuing appropriation, the amounts in the schedule, as authorized by the governor under s. 16.54, for the purpose specified in s. 108.19 (1e) (d). All moneys transferred from par. (n) for this purpose shall be credited to this appropriation account. No moneys may be expended from this appropriation unless the treasurer of the unemployment reserve fund determines that such expenditure is currently needed for the purpose specified in s. 108.19 (1e) (d).

SECTION 15. 20.445 (1) (nd) of the statutes is amended to read:

20.445 (1) (nd) Unemployment administration; apprenticeship and other employment services. From the moneys received from the federal government under section 903 42 USC 1103 (d) of the federal Social Security Act, as amended, the amounts in the schedule, as authorized by the governor under s. 16.54, to be used for administration by the department of apprenticeship programs under subch. I of ch. 106 and for administration and service delivery of employment and workforce information services, including the delivery of reemployment assistance services to unemployment insurance claimants. All moneys transferred from par. (n) for this purpose shall be credited to this appropriation account. No moneys may be expended from this appropriation unless the treasurer of the unemployment reserve fund determines that such expenditure is currently needed for the purposes specified in this paragraph.

SECTION 16. 20.445 (1) (ne) of the statutes is amended to read:

20.445 (1) (ne) Unemployment insurance administration and bank service costs. From the moneys received by this state under section 903 of the federal Social Security Act, as amended 42 USC 1103, all moneys transferred from the appropriation account under par. (n) to be used for the administration of
unemployment insurance and for the payment of the cost of banking services
incurred by the unemployment reserve fund. No moneys may be expended from this
appropriation unless the treasurer of the unemployment reserve fund determines
that such expenditure is currently needed for the purpose specified in this
paragraph.

SECTION 17. 20.445 (1) (u) of the statutes is amended to read:

20.445 (1) (u) Unemployment interest payments and transfers. From the
unemployment interest payment fund, all moneys received from assessments under
s. 108.19 (1m) (a) for the purpose of making the payments and transfers authorized
under s. 108.19 (1m) (f).

SECTION 18. 20.445 (1) (v) of the statutes is amended to read:

20.445 (1) (v) Unemployment program integrity. From the unemployment
program integrity fund, all moneys received from sources identified under s. 108.19
(1s) 108.20 (2) (a) for the purpose of making the payments authorized under s. 108.19
(1s) 108.20 (2) (b).

SECTION 19. 25.17 (1) (xe) of the statutes is amended to read:

25.17 (1) (xe) Unemployment interest payment fund (s. 108.19 (1q) 108.20 (3));

SECTION 20. 25.17 (1) (xf) of the statutes is amended to read:

25.17 (1) (xf) Unemployment program integrity fund (s. 108.19 (1s) 108.20 (2));

SECTION 21. 59.40 (4) of the statutes is amended to read:

59.40 (4) Clerk of circuit court; debt collector contract. If authorized by
the board under s. 59.52 (28), the clerk of circuit court may contract with a debt
collector, as defined in s. 427.103 (3), or enter into an agreement with the department
of revenue under s. 71.93 (8) for the collection of debt. Any contract entered into with
a debt collector shall provide that the debt collector shall be paid from the proceeds
recovered by the debt collector. Any contract entered into with the department shall provide that the department shall charge a collection fee, as provided under s. 71.93 (8) (b) 1m. The net proceeds received by the clerk of circuit court after the payment to the debt collector shall be considered the amount of debt collected for purposes of distribution to the state and county under sub. (2) (m).

SECTION 22. 71.93 (8) (b) 1. of the statutes is amended to read:

71.93 (8) (b) 1. Except as provided in subd. 2., a state agency and the department of revenue shall enter into a written agreement to have the department collect any amount owed to the state agency that is more than 90 days past due, unless negotiations any of the following applies:

a. Negotiations between the agency and debtor are actively ongoing, the

b. The debt is the subject of legal action or administrative proceedings, or the

c. The agency determines that the debtor is adhering to an acceptable payment arrangement.

1m. At least 30 days before the department pursues the collection of any debt referred by a state agency, either the department or the agency shall provide the debtor with a written notice that the debt will be referred to the department for collection. The department may collect amounts owed, pursuant to the written agreement, from the debtor in addition to offsetting the amounts as provided under sub. (3). The department shall charge each debtor whose debt is subject to collection under this paragraph a collection fee and that amount shall be credited to the appropriation under s. 20.566 (1) (h).

SECTION 23. 71.93 (8) (b) 1. d. of the statutes is created to read:
71.93 (8) (b) 1. d. The debt is an amount owed under ch. 108 or under a federal
unemployment benefit program administered by the department of workforce
development.

SECTION 24. 103.05 (5) (d) of the statutes is amended to read:
103.05 (5) (d) The department shall deposit all moneys received under this
subsection in the appropriation account under s. 20.445 (1) (gd) (wd).

SECTION 25. 108.02 (1) of the statutes is repealed.

SECTION 26. 108.02 (2) (c) of the statutes is amended to read:
108.02 (2) (c) In connection with the production or harvesting of any commodity
defined as an agricultural commodity in s. 15 (g) of the federal agricultural marketing
act, as amended (46 Stat. 1550, s. 3; under 12 USC 1141j) or (f), in connection with the
ginning of cotton, or in connection with the operation or maintenance of ditches, canals,
reservoirs, or waterways, not owned or operated for profit, used exclusively for
supplying and storing water for farming purposes.

SECTION 27. 108.02 (10e) (c) of the statutes is created to read:
108.02 (10e) (c) “Departmental error” does not include an error made by an
appeal tribunal appointed under s. 108.09 (3).

SECTION 28. 108.02 (13) (c) 2. a. of the statutes is amended to read:
108.02 (13) (c) 2. a. Such crew leader holds a valid certificate of registration
under the federal farm labor contractor registration act of 1963 29 USC 1801 to 1872;
or substantially all the members of such crew operate or maintain tractors,
mechanized harvesting or cropdusting equipment, or any other mechanized
equipment which is provided by such crew leader; and

SECTION 29. 108.02 (13) (k) of the statutes is amended to read:
108.02 (13) (k) “Employer” Except as provided in s. 108.065 (3m), “employer” does not include a county department, an aging unit, or, under s. 46.2785, a private agency that serves as a fiscal agent or contracts with a fiscal intermediary to serve as a fiscal agent under s. 46.27 (5) (i), 46.272 (7) (e), or 47.035 as to any individual performing services for a person receiving long-term support services under s. 46.272 (7) (b), 46.275, 46.277, 46.278, 46.2785, 46.286, 46.495, 51.42, or 51.437 or personal assistance services under s. 47.02 (6) (c).

**SECTION 30.** 108.02 (14) of the statutes is amended to read:

108.02 (14) **EMPLOYER’S ACCOUNT.** “Employer’s account” means a separate account in the fund, reflecting the employer’s experience with respect to contribution credits and benefit charges under this chapter maintained as required under s. 108.16 (2) (a).

**SECTION 31.** 108.02 (15) (j) 5. of the statutes is amended to read:

108.02 (15) (j) 5. In any quarter in the employ of any organization exempt from federal income tax under section 26 USC 501 (a) of the internal revenue code, other than an organization described in section 26 USC 401 (a) or 501 (c) (3) of such code, or under section 26 USC 521 of the internal revenue code, if the remuneration for such service is less than $50;

**SECTION 32.** 108.02 (15) (k) 5. of the statutes is amended to read:

108.02 (15) (k) 5. With respect to which unemployment insurance is payable under the federal railroad unemployment insurance act (52 Stat. 1094) 45 USC 351 to 369;

**SECTION 33.** 108.02 (15) (k) 21. of the statutes is created to read:
108.02 (15) (k) 21. Performed by a full-time student, as defined in 26 USC 3306 (q), for less than 13 calendar weeks in a calendar year in the employ of an organized camp, if one of the following applies:

a. The camp does not operate for more than 7 months in the calendar year and did not operate for more than 7 months in the preceding calendar year.

b. The camp had average gross receipts for any 6 months in the preceding calendar year that were not more than 33 1/3 percent of its average gross receipts for the other 6 months in the preceding calendar year.

SECTION 34. 108.02 (17m) of the statutes is amended to read:

108.02 (17m) INDIAN TRIBE. “Indian tribe” has the meaning given in 25 USC 450b 5304 (e), and includes any subdivision, subsidiary, or business enterprise that is wholly owned by such an entity.

SECTION 35. 108.02 (19) of the statutes is amended to read:

108.02 (19) NONPROFIT ORGANIZATIONS. “Nonprofit organization” means an organization described in section 26 USC 501 (c) (3) of the Internal Revenue Code that is exempt from federal income tax under section 26 USC 501 (a) of the Internal Revenue Code.

SECTION 36. 108.02 (26) (c) 9. of the statutes is repealed.

SECTION 37. 108.02 (26) (c) 14. of the statutes is repealed.

SECTION 38. 108.04 (7) (h) of the statutes is renumbered 108.04 (7) (u).

SECTION 39. 108.04 (11) (f) of the statutes is amended to read:

108.04 (11) (f) All amounts forfeited under par. (c) and all collections from administrative assessments under par. (cm) shall be credited to the administrative account appropriation under s. 20.445 (1) (wd).

SECTION 40. 108.04 (12) (b) of the statutes is amended to read:
108.04 (12) (b) Any individual who receives, through the department, any other type of unemployment benefit or allowance for a given week is ineligible for benefits for that same week under this chapter, except as specifically required for conformity with the federal trade act of 1974 (P.L. 93-618) 19 USC 2101 to 2497b.

SECTION 41. 108.04 (16) (d) 1. of the statutes is amended to read:

108.04 (16) (d) 1. The department shall not deny benefits under sub. (7) as a result of the individual’s leaving unsuitable work to enter or continue such training, as a result of the individual’s leaving work that the individual engaged in on a temporary basis during a break in the training or a delay in the commencement of the training, or because the individual left on-the-job training not later than 30 days after commencing that training because the individual did not meet the requirements of the federal trade act under 19 USC 2296 (c) (1) (B); and

SECTION 42. 108.04 (18) (a) of the statutes is amended to read:

108.04 (18) (a) The wages paid to an employee who performed services while the employee was an alien shall, if based on such services, be excluded from the employee’s base period wages for purposes of sub. (4) (a) and ss. 108.05 (1) and 108.06 (1) unless the employee is an alien who was lawfully admitted for permanent residence at the time such services were performed, was lawfully present for the purpose of performing such services, or was permanently residing in the United States under color of law at the time such services were performed, including an alien who was lawfully present in the United States as a result of the application of the provisions of section 212 (d) (5) of the federal immigration and nationality act (8 USC 1182 (d) (5)). All claimants shall be uniformly required to provide information as to whether they are citizens and, if they are not, any determination denying benefits under this subsection shall not be made except upon a preponderance of the evidence.
SECTION 43. 108.04 (18) (b) of the statutes is amended to read:

108.04 (18) (b) Any amendment of s. 26 USC 3304 (a) (14) of the federal unemployment tax act specifying conditions other than as stated in par. (a) for denial of benefits based on services performed by aliens, or changing the effective date for required implementation of par. (a) or such other conditions, which that is a condition of approval of this chapter for full tax credit against the tax imposed by the federal unemployment tax act, shall be applicable to this subsection.

SECTION 44. 108.062 (1) (c) of the statutes is repealed.

SECTION 45. 108.062 (2) (a) of the statutes is amended to read:

108.062 (2) (a) Specify the work unit in which the plan will be implemented, the affected positions, and the names of the employees filling those positions on the date of submittal.

SECTION 46. 108.062 (2) (b) of the statutes is repealed.

SECTION 47. 108.062 (2) (c) of the statutes is amended to read:

108.062 (2) (c) Provide for initial coverage under the plan of at least 20 positions that are filled on the effective date of the work-share program.

SECTION 48. 108.062 (2) (d) of the statutes is amended to read:

108.062 (2) (d) Specify the period or periods when the plan will be in effect, which may not exceed a total of 6 months in any 5-year period within the same work unit.

SECTION 49. 108.062 (2) (e) of the statutes is repealed.

SECTION 50. 108.062 (2) (h) of the statutes is amended to read:

108.062 (2) (h) Specify the normal average hours per week worked by each employee in the work unit and the percentage reduction in the average hours of work per week worked by that employee, exclusive of overtime hours, which shall be
applied in a uniform manner and which shall be at least 10 percent but not more than 50 percent of the normal hours per week of that employee.

**Section 51.** 108.062 (2) (m) of the statutes is amended to read:

108.062 (2) (m) Indicate whether the plan includes employer-sponsored training to enhance job skills and acknowledge that the employees in the work-share program may participate in training funded under the federal Workforce Innovation and Opportunity Act, 29 USC 3101 to 3361, or another federal law that enhances job skills without affecting availability for work, subject to department approval.

**Section 52.** 108.062 (3) of the statutes is amended to read:

108.062 (3) APPROVAL OF PLANS. The department shall approve a plan if the plan includes all of the elements specified in sub. (2) or (20), whichever is applicable. The approval is effective for the effective period of the plan unless modified under sub. (3m).

**Section 53.** 108.062 (3r) of the statutes is amended to read:

108.062 (3r) APPLICABILITY OF LAWS. A work-share program shall be governed by the law that was in effect when the plan or modification was last approved under sub. (3) or (3m), until the program ends as provided in sub. (4), but an employer with a work-share program governed by sub. (2) may, while sub. (20) is in effect, apply for a modification under sub. (3m), and that modification application shall be governed by sub. (20) the law in effect when the modification is approved.

**Section 54.** 108.062 (4) (a) 1. of the statutes is renumbered 108.062 (4) (a) and amended to read:

108.062 (4) (a) Except as provided in subd. 2., a work-share program becomes effective on the later of the Sunday of the 2nd week beginning or after
approval of a work-share plan under sub. (3) or any Sunday after that day specified in the plan.

**SECTION 55.** 108.062 (4) (a) 2. of the statutes is repealed.

**SECTION 56.** 108.062 (4) (b) of the statutes is amended to read:

108.062 (4) (b) A work-share program ends on the earlier of the last Sunday that precedes the end of the 6-month 12-month period beginning on the effective date of the program or any Sunday before that day specified in the plan unless the program terminates on an earlier date under sub. (5), (14), or (15).

**SECTION 57.** 108.062 (6) (b) of the statutes is amended to read:

108.062 (6) (b) No employee who is included in a work unit under a work-share program is eligible to receive any benefits for a week in which the plan is in effect in which the employee is engaged in work for the employer that sponsors the plan which that, when combined with work performed by the employee for any other employer for the same week, exceed exceeds 90 percent of the employee's average hours of work per week for the employer that creates the plan, as identified in the plan.

**SECTION 58.** 108.062 (15) of the statutes is amended to read:

108.062 (15) INVOLUNTARY TERMINATION. If in any week there are fewer than 20 2 employees who are included in a work-share program of any employer, the program terminates on the 2nd Sunday following the end of that week. This subsection does not apply to a work-share program to which sub. (20) applies.

**SECTION 59.** 108.062 (19) (intro.) of the statutes is renumbered 108.062 (19) and amended to read:

108.062 (19) SECRETARY MAY WAIVE COMPLIANCE. The secretary may do any of the following waive compliance with any requirement under this section if the secretary determines that doing so is necessary to permit continued certification of this
chapter for grants to this state under Title III of the federal Social Security Act, for
maximum credit allowances to employers under the federal Unemployment Tax Act,
or for this state to qualify for full federal financial participation in the cost of
administration of this section and financing of benefits to employees participating
in work-share programs under this section:

SECTION 60. 108.062 (19) (a) of the statutes is repealed.

SECTION 61. 108.062 (19) (b) of the statutes is repealed.

SECTION 62. 108.062 (20) of the statutes, as affected by 2021 Wisconsin Act 4,
is repealed.

SECTION 63. 108.065 (1e) (intro.) of the statutes is amended to read:

108.065 (1e) (intro.) Except as provided in subs. (2) and (3) to (3m), if there is
more than one employing unit that has a relationship to an employee, the
department shall determine which of the employing units is the employer of the
employee by doing the following:

SECTION 64. 108.065 (3m) of the statutes is created to read:

108.065 (3m) A private agency that serves as a fiscal agent or contracts with
a fiscal intermediary to serve as a fiscal agent to recipients of services under ch. 46,
47, or 51 may elect to be the employer of one or more employees providing those
services. As a condition of eligibility for election to be the employer of one or more
employees providing those services, the private agency shall notify in writing the
recipient of any such services of its election, for purposes of the unemployment
insurance law, to be the employer of any worker providing such services to the
recipient, and must be treated as the employer under 26 USC 3301 to 3311 for
purposes of federal unemployment taxes on the worker’s services.

SECTION 65. 108.07 (5) (am) (intro.) of the statutes is amended to read:
108.07 (5) (am) (intro.) Except as provided in sub. (7), whenever benefits which would otherwise be chargeable to the fund's balancing account are paid based on wages paid by an employer that is not subject to the contribution requirements of ss. 108.17 and 108.18, and the benefits are so chargeable under sub. (3) or s. 108.04 (1) (f) or (5), or 108.14 (8n) (e), or under s. 108.16 (6m) (e) for benefits specified in s. 108.16 (3) (b), the department shall charge the benefits as follows:

**SECTION 66.** 108.07 (5) (am) 1. of the statutes is amended to read:

108.07 (5) (am) 1. If no employer from which the claimant has base period wages is subject to the contribution requirements of ss. 108.17 and 108.18, the benefits shall be charged to the administrative account and paid from the appropriation under s. 20.445 (1) (gd) (wd).

**SECTION 67.** 108.07 (5) (am) 3. of the statutes is amended to read:

108.07 (5) (am) 3. If 2 or more employers from which the claimant has base period wages are not subject to the contribution requirements of ss. 108.17 and 108.18, and one or more employers from which the claimant has base period wages are subject to the contribution requirements of ss. 108.17 and 108.18, that percentage of the employee's benefits which would otherwise be chargeable to the fund's balancing account under sub. (3) or s. 108.04 (1) (f) or (5), or (5g), or under s. 108.16 (6m) (e) for benefits specified in s. 108.16 (3) (b), shall be charged to the administrative account and paid from the appropriation under s. 20.445 (1) (gd) (wd).

**SECTION 68.** 108.07 (6) of the statutes is amended to read:

108.07 (6) The department may initially charge benefits otherwise chargeable to the administrative account payable from the appropriation under s. 20.445 (1) (wd) as provided under this section to the fund's balancing account, and periodically
reimburse the charges to the balancing account from the administrative account appropriation under s. 20.445 (1) (wd).

**SECTION 69.** 108.09 (5) (b) of the statutes is amended to read:

108.09 (5) (b) All testimony at any hearing under this section shall be recorded by electronic means, but need not be transcribed unless either of the parties requests a transcript before expiration of that party’s right to further appeal under this section and pays a fee to the commission in advance, the amount of which shall be established by rule of the commission. When the commission provides a transcript to one of the parties upon request, the commission shall also provide a copy of the transcript to all other parties free of charge. The transcript fee collected shall be paid to the administrative account credited to the appropriation account under s. 20.427 (1) (g).

**SECTION 70.** 108.10 (intro.) of the statutes is amended to read:

**108.10 Settlemen**t of issues other than benefit claims. (intro.) Except as provided in s. 108.245 (3), in connection with any issue arising under this chapter as to the status or liability of an employing unit in this state, for which no review is provided under s. 108.09, 108.095, or 108.227 (5) and whether or not a penalty is provided in s. 108.24, the following procedure shall apply:

**SECTION 71.** 108.101 (5) of the statutes is created to read:

108.101 (5) Notwithstanding sub. (4), a final order or judgment of conviction for a crime entered by a court is binding on the convicted person in an action or proceeding under this chapter that relates to the criminal conviction. A person convicted of a crime is precluded from denying the essential allegations of the criminal offense that is the basis for the conviction in an action or proceeding under this chapter.
SECTION 72. 108.13 (4) (a) 2. of the statutes is amended to read:

108.13 (4) (a) 2. “Legal process” has the meaning given under 42 USC 659 (i) (5).

SECTION 73. 108.14 (2m) of the statutes is amended to read:

108.14 (2m) In the discharge of their duties under this chapter an appeal tribunal, commissioner, or other authorized representative of the department or commission may administer oaths to persons appearing before them, take depositions, certify to official acts, and by subpoenas, served in the manner in which circuit court subpoenas are served, compel attendance of witnesses and the production of books, papers, documents, and records necessary or convenient to be used by them in connection with any investigation, hearing, or other proceeding under this chapter. A party’s attorney of record may issue a subpoena to compel the attendance of a witness or the production of evidence. A subpoena issued by an attorney must be in substantially the same form as provided in s. 805.07 (4) and must be served in the manner provided in s. 805.07 (5). The attorney shall, at the time of issuance, send a copy of the subpoena to the appeal tribunal or other representative of the department responsible for conducting the proceeding. However, in any investigation, hearing, or other proceeding involving the administration of oaths or the use of subpoenas under this subsection due notice shall be given to any interested party involved, who shall be given an opportunity to appear and be heard at any such proceeding and to examine witnesses and otherwise participate therein. Witness fees and travel expenses involved in proceedings under this chapter may be allowed by the appeal tribunal or representative of the department at rates specified by department rules, and shall be paid from the administrative account appropriation under s. 20.445 (1) (n).
SECTION 74. 108.14 (3m) of the statutes is amended to read:

108.14 (3m) In any court action to enforce this chapter the department, the commission, and the state may be represented by any licensed attorney who is an employee of the department or the commission and is designated by either of them for this purpose or at the request of either of them by the department of justice. If the governor designates special counsel to defend, in behalf of the state, the validity of this chapter or of any provision of Title IX of the social security act 42 USC 1101 to 1111, the expenses and compensation of the special counsel and of any experts employed by the department in connection with that proceeding may be charged to the administrative account appropriation under s. 20.445 (1) (wd). If the compensation is being determined on a contingent fee basis, the contract is subject to s. 20.9305.

SECTION 75. 108.14 (7) (c) of the statutes is repealed.

SECTION 76. 108.14 (8n) (a) of the statutes is amended to read:

108.14 (8n) (a) The department shall enter into a reciprocal arrangement which is approved by the U.S. secretary of labor pursuant to section under 26 USC 3304 (a) (9) (B) of the internal revenue code, to provide more equitable benefit coverage for individuals whose recent work has been covered by the unemployment insurance laws of 2 or more jurisdictions.

SECTION 77. 108.14 (8n) (e) of the statutes is amended to read:

108.14 (8n) (e) The department shall charge this state's share of any benefits paid under this subsection to the account of each employer by which the employee claiming benefits was employed in the applicable base period, in proportion to the total amount of wages he or she earned from each employer in the base period, except that if s. 108.04 (1) (f), (5), (5g), (7) (a), (c), (cg), (e), (L), (q), (s), or (t), (7m) or (8) (a)
or (b) to (c), 108.07 (3), (3r), or (5) (am) 2., or 108.133 (3) (f) would have applied to
employment by such an employer who is subject to the contribution requirements of
ss. 108.17 and 108.18, the department shall charge the share of benefits based on
employment with that employer to the fund’s balancing account, or, if s. 108.04 (1)
(f) or (5), or (5g) or 108.07 (3) would have applied to an employer that is not subject
to the contribution requirements of ss. 108.17 and 108.18, the department shall
charge the share of benefits based on that employment in accordance with s. 108.07
(5) (am) 1. and 2. The department shall also charge the fund’s balancing account with
any other state’s share of such benefits pending reimbursement by that state.

SECTION 78. 108.14 (12) (a) to (d) of the statutes are consolidated, renumbered
108.14 (12) (am) and amended to read:

108.14 (12) (am) Consistently with the provisions of pars. (8) and (9) of section
303 (a) of Title III of the federal social security act, 42 USC 503 (a) (8) and (9), the
department shall expend all moneys received in the federal administrative financing
account from any federal agency under said Title III shall be expended 42 USC ch.
7 subch. III solely for the purposes and in the amounts found necessary by said that
agency for the proper and efficient administration of this chapter.  (b) Consistently
with said provisions of said Title III, any The department shall replace, within a
reasonable time, any such moneys, that were received prior to before July 1, 1941,
and remaining remained unencumbered on said that date, or that were received on
or after said that date, which, because of any action or contingency, have been if the
moneys are lost or have been expended for purposes other than, or in amounts in
excess of, those found necessary by said the federal agency for the proper
administration of this chapter, shall be replaced within a reasonable time.  This
paragraph is the declared policy of this state, as enunciated by the 1941 legislature,
and shall be implemented as further provided in this subsection.  

(c) If it is believed that any amount of money thus received has been thus is lost or improperly expended, the department, on its own motion or on notice from said the federal agency, shall promptly investigate and determine the matter and shall, depending on the nature of its determination, take such steps as it may deem considers necessary to protect the interests of the state.  

(d) If it is finally determined that moneys thus received have been thus lost or improperly expended, then the department shall either make the necessary replacement from those moneys in the administrative account specified in s. 108.20 (2m) the appropriation under s. 20.445 (1) (wd) or shall submit, at the next budget hearings conducted by the governor and at the budget hearings conducted by the next legislature convened in regular session, a request that the necessary replacement be made by an appropriation from the general fund.

**SECTION 79.** 108.14 (12) (e) of the statutes is renumbered 108.14 (12) (bm) and amended to read:

> 108.14 (12) (bm) This subsection shall not be construed to relieve this state of any obligation existing prior to its enactment before July 1, 1941, with respect to moneys received prior to before July 1, 1941, pursuant to said Title III under 42 USC ch. 7 subch. III.

**SECTION 80.** 108.14 (16) of the statutes is amended to read:

> 108.14 (16) The department shall have duplicated or printed, and shall distribute without charge, such employment security any reports, studies and forms, records, decisions, regulations, rules, or other materials, including the text of this chapter and, the handbook under sub. (23), and other instructional or explanatory pamphlets for employers or workers, as that it deems necessary for
public information or for the proper administration of this chapter; but the The department may collect a reasonable charge, which shall be credited to the administrative appropriation account under s. 20.445 (1) (wd), for any such item the cost of which is not fully covered by federal administrative grants.

**SECTION 81.** 108.14 (18) of the statutes is renumbered 108.19 (1e) (e) and amended to read:

108.19 (1e) (e) No later than the end of the month following each quarter in which the department expends moneys derived from assessments levied under s. 108.19 (1e) this subsection, the department shall submit a report to the council on unemployment insurance describing the use of the moneys expended and the status at the end of the quarter of any project for which moneys were expended.

**SECTION 82.** 108.14 (23) (d) of the statutes is repealed.

**SECTION 83.** 108.14 (26) of the statutes is amended to read:

108.14 (26) The department shall prescribe by rule a standard affidavit form that may be used by parties to appeals under ss. 108.09, 108.095, and 108.10 and shall make the form available to employers and claimants. The form shall be sufficient to qualify as admissible evidence in a hearing under this chapter if the authentication is sufficient and the information set forth by the affiant is admissible, but its use by a party does not eliminate the right of an opposing party to cross examine the affiant concerning the facts asserted in the affidavit.

**SECTION 84.** 108.141 (1) (h) of the statutes is amended to read:

108.141 (1) (h) “State law” means the unemployment insurance law of any state, that has been approved by the U.S. secretary of labor under section 26 USC 3304 of the internal revenue code.

**SECTION 85.** 108.141 (3g) (a) 3. b. of the statutes is amended to read:
108.141 (3g) (a) 3. b. The gross average weekly remuneration for the work exceeds the claimant’s weekly benefit rate plus any supplemental unemployment benefits, as defined in section 26 USC 501 (c) (17) (D) of the internal revenue code, then payable to the claimant;

SECTION 86. 108.141 (7) (a) of the statutes is amended to read:

108.141 (7) (a) The department shall charge the state’s share of each week of extended benefits to each employer’s account in proportion to the employer’s share of the total wages of the employee receiving the benefits in the employee’s base period, except that if the employer is subject to the contribution requirements of ss. 108.17 and 108.18 the department shall charge the share of extended benefits to which s. 108.04 (1) (f), (5), (5g), (7) (a), (c), (cg), (e), (L), (q), (s), or (t), (7m) or (8) (a) or (b) to (c), 108.07 (3), (3r), or (5) (am) 2., or 108.133 (3) (f) applies to the fund’s balancing account.

SECTION 87. 108.141 (7) (b) of the statutes is amended to read:

108.141 (7) (b) The department shall charge the full amount of extended benefits based on employment for a government unit to the account of the government unit, except that if s. 108.04 (5), (5g), or (7) applies and the government unit has elected contribution financing the department shall charge one-half of the government unit’s share of the benefits to the fund’s balancing account.

SECTION 88. 108.145 of the statutes is amended to read:

108.145 Disaster unemployment assistance. The department shall administer under s. 108.14 (9m) the distribution of disaster unemployment assistance to workers in this state who are not eligible for benefits whenever such assistance is made available by the president of the United States under 26 42 USC 5177 (a). In determining eligibility for assistance and the amount of assistance
payable to any worker who was totally self-employed during the first 4 of the last 5
most recently completed quarters preceding the date on which the worker claims
assistance, the department shall not reduce the assistance otherwise payable to the
worker because the worker receives one or more payments under the social security
act (42 USC 301 et seq.) ch. 7, for the same week that the worker qualifies for such
assistance.

SECTION 89. 108.15 (3) (d) of the statutes is amended to read:

108.15 (3) (d) If a government unit elects contribution financing for any
calendar year after the first calendar year it becomes newly subject to this chapter,
it shall be liable to reimburse the fund for any benefits based on prior employment.
If a government unit terminates its election of contribution financing, ss. 108.17 and
108.18 shall apply to employment in the prior calendar year, but after all benefits
based on such prior employment have been charged to its contribution account any
balance remaining in such account shall be transferred to the fund’s balancing
account.

SECTION 90. 108.151 (2) (d) of the statutes is amended to read:

108.151 (2) (d) Sections 108.17 and 108.18 shall apply to all prior employment,
but after all benefits based on prior employment have been charged to any account
it has had under s. 108.16 (2) any balance remaining therein shall be transferred to
the fund’s balancing account as if s. 108.16 (6) (c) or (6m) (d) applied.

SECTION 91. 108.151 (7) (c) of the statutes is amended to read:

108.151 (7) (c) The fund’s treasurer shall determine the total amount due from
employers electing reimbursement financing under this section that is uncollectible
as of June 30 of each year, but not including any amount that the department
determined to be uncollectible prior to January 1, 2004. No amount may be
treated as uncollectible under this paragraph unless the department has exhausted all reasonable remedies for collection of the amount, including liquidation of the assurance required under sub. (4). The department shall charge the total amounts so determined to the uncollectible reimbursable benefits account under s. 108.16 (6w). Whenever, as of June 30 of any year, this account has a negative balance of $5,000 or more, the treasurer shall, except as provided in par. (i), determine the rate of an assessment to be levied under par. (b) for that year, which shall then become payable by all employers that have elected reimbursement financing under this section as of that date.

**SECTION 92.** 108.151 (7) (f) of the statutes is amended to read:

> 108.151 (7) (f) If any employer would otherwise be assessed an amount less than $10 $20 for a calendar year, the department shall, in lieu of requiring that employer to pay an assessment for that calendar year, apply the amount that the employer would have been required to pay to the other employers on a pro rata basis.

**SECTION 93.** 108.151 (7) (i) of the statutes is created to read:

> 108.151 (7) (i) In lieu of or in addition to assessing employers as provided in par. (b), the fund’s treasurer may apply amounts set aside in the fund’s balancing account under s. 108.155 (2) (a) to amounts determined to be uncollectible under par. (c) by transferring those amounts to the account under s. 108.16 (6w). The fund’s treasurer may not act under this paragraph whenever the balance remaining of the amount set aside under s. 108.155 (2) (a) is less than $1,750,000 and may not act to reduce the amount set aside below that amount.

**SECTION 94.** 108.152 (1) (d) of the statutes is amended to read:

> 108.152 (1) (d) If the Indian tribe or tribal unit is an employer prior to the effective date of an election, ss. 108.17 and 108.18 shall apply to all employment
prior to before the effective date of the election, but after all benefits based on prior
employment have been charged to any account that it has had under s. 108.16 (2),
the department shall transfer any positive balance or charge any negative balance
remaining therein to the fund’s balancing account as if s. 108.16 (6) (c) and (6m) (d)
applied.

SECTION 95. 108.155 (2) (a) and (d) of the statutes are amended to read:
108.155 (2) (a) On October 2, 2016, the fund’s treasurer shall set aside
$2,000,000 in the fund’s balancing account for accounting purposes. On an ongoing
basis, the fund’s treasurer shall tally the amounts allocated to reimbursable
employers’ accounts under s. 108.04 (13) (d) 4. c. and all amounts transferred to the
account under s. 108.16 (6w) as provided in s. 108.151 (7) (i) and shall deduct those
amounts from the amount set aside plus any interest calculated thereon.

(d) If the department assesses reimbursable employers under par. (c), the
department shall determine the amount of assessments to be levied as provided in
sub. (3), and the fund’s treasurer shall notify reimbursable employers that the
assessment will be imposed. Except as provided in sub. (3) (c), the assessment shall
be payable by each reimbursable employer that is subject to this chapter as of the
date the assessment is imposed. Assessments imposed under this section shall be
credited to the fund’s balancing account.

SECTION 96. 108.16 (5) (c) of the statutes is amended to read:
108.16 (5) (c) While the state has an account in the “Unemployment Trust
Fund,” public deposit insurance charges on the fund’s balances held in banks,
savings banks, savings and loan associations, and credit unions in this state, the
premiums on surety bonds required of the fund’s treasurer under this section, and
any other expense of administration otherwise payable from the fund’s interest
earnings, shall be paid from the administrative account appropriation under s. 20.445 (1) (n) or (ne).

SECTION 97. 108.16 (6) (k) of the statutes is amended to read:

108.16 (6) (k) All payments to the fund from the administrative account as authorized under s. 108.20 (2m) appropriation under s. 20.445 (1) (wd).

SECTION 98. 108.16 (6) (m) of the statutes is amended to read:

108.16 (6) (m) Any amounts transferred to the balancing account from the unemployment interest payment fund under s. 108.19 (1m) (f).

SECTION 99. 108.16 (6m) (a) of the statutes is amended to read:

108.16 (6m) (a) The benefits thus chargeable under sub. (7) (a) or (b) or s. 108.04 (1) (f), (5), (5g), (7) (h) (u), (7m), (8) (a) or (b) to (c), (13) (c) or (d) or (16) (e), 108.07 (3), (3r), (5) (am) 2. and (bm) 3. a., (5m), and (6), 108.133 (3) (f), 108.14 (8n) (e), 108.141, 108.15, 108.151, or 108.152 or sub. (6) (e) or (7) (a) and (b).

SECTION 100. 108.16 (6m) (j) of the statutes is created to read:

108.16 (6m) (j) Any amount transferred to the account under sub. (6w) as provided in s. 108.151 (7) (i).

SECTION 101. 108.16 (6w) of the statutes is amended to read:

108.16 (6w) The department shall maintain within the fund an uncollectible reimbursable benefits account to which the department shall credit all amounts received from employers under s. 108.151 (7) and all amounts transferred from the fund’s balancing account as provided in s. 108.151 (7) (i).

SECTION 102. 108.16 (6x) of the statutes is amended to read:

108.16 (6x) The department shall charge to the uncollectible reimbursable benefits account the amount of any benefits paid from the fund’s balancing account that are reimbursable under s. 108.151 but for which the department does not receive
reimbursement after the department exhausts all reasonable remedies for collection of the amount.

**SECTION 103.** 108.16 (8) (f) of the statutes is amended to read:

108.16 (8) (f) The successor shall take over and continue the transferor’s account, including its positive or negative balance and all other aspects of its experience under this chapter in proportion to the payroll assignable to the transferred business and the liability of the successor shall be proportioned to the extent of the transferred business. The transferor and the successor shall be jointly and severally liable for any amounts owed by the transferor to the fund and to the administrative account under this chapter at the time of the transfer, but a successor under par. (c) is not liable for the debts of the transferor except in the case of fraud or malfeasance.

**SECTION 104.** 108.16 (9) (a) of the statutes is amended to read:

108.16 (9) (a) Consistently with section 26 USC 3305 of the internal revenue code, relating to federal instrumentalities which are neither wholly nor partially owned by the United States nor otherwise specifically exempt from the tax imposed by section under 26 USC 3301 of the internal revenue code:

1. Any contributions required and paid under this chapter for 1939 or any subsequent year by any such instrumentality, including any national bank, shall be refunded to such instrumentality in case this chapter is not certified with respect to such year under s. 26 USC 3304 of said code.

2. No national banking association which is subject to this chapter shall be required to comply with any of its provisions or requirements under this chapter, to the extent that such compliance would be contrary to s. 26 USC 3305 of said code.

**SECTION 105.** 108.161 (title) of the statutes is amended to read:
108.161 (title) Federal administrative financing account; Reed Act distributions.

SECTION 106. 108.161 (1) and (1m) of the statutes are consolidated, renumbered 108.161 (1) and amended to read:

108.161 (1) The fund's treasurer shall maintain within the fund an employment security “federal administrative financing account” and shall credit thereto all amounts credited to the fund pursuant to the federal employment security administrative financing act (of 1954) and section 903 of the federal social security act, as amended. (1m) The treasurer of the fund shall also credit to said account under 42 USC 1101 to 1103 and all federal moneys credited to the fund pursuant to under sub. (8).

SECTION 107. 108.161 (2) of the statutes is amended to read:

108.161 (2) The requirements of said section 903 42 USC 1103 shall control any appropriation, withdrawal, and use of any moneys in said the federal administrative financing account.

SECTION 108. 108.161 (3) of the statutes is amended to read:

108.161 (3) Consistently with this chapter and said section 903, such 42 USC 1103, moneys in the federal administrative financing account shall be used solely for benefits or employment security administration by the department, including unemployment insurance, employment service, apprenticeship programs, and related statistical operations.

SECTION 109. 108.161 (3e) of the statutes is amended to read:

108.161 (3e) Notwithstanding sub. (3), any moneys allocated under section 903 of the federal Social Security Act, as amended, 42 USC 1103 for federal fiscal years 2000 and 2001 and the first $2,389,107 of any distribution received by this state
under section 903 of that act 42 USC 1103 in federal fiscal year 2002 shall be used solely for unemployment insurance administration.

SECTION 110. 108.161 (4) of the statutes is amended to read:

108.161 (4) Moneys in the federal administrative financing account shall be encumbered and spent for employment security administrative purposes only pursuant to, and after the effective date of, a specific legislative appropriation enactment that does all of the following:

(a) Stating States for which such purposes and in what amounts the appropriation is being made to the administrative account created by s. 108.20.

(b) Directing Directs the fund's treasurer to transfer the appropriated amounts to the administrative account the appropriation account under s. 20.445 (1) (n) only as and to the extent that they are currently needed for such expenditures, and directing directs that there shall be restored to the federal administrative financing account created by sub. (1) any amount thus transferred which has ceased to be needed or available for such expenditures.

(c) Specifying Specifies that the appropriated amounts are available for obligation solely within the 2 years beginning on the appropriation law's date of enactment. This paragraph does not apply to the appropriations under s. 20.445 (1) (nd) and (ne) or to any amounts expended from the appropriation under s. 20.445 (1) (nb) from moneys transferred to this state on March 13, 2002, pursuant to section 903 (d) of the federal Social Security Act 42 USC 1103 (d).

(d) Limiting Limits the total amount which may be obligated during any fiscal year to the aggregate of all amounts credited under sub. (1), including amounts credited pursuant to sub. (8), reduced at the time of any obligation by the sum of the moneys obligated and charged against any of the amounts credited.
SECTION 111. 108.161 (5) and (6) of the statutes are consolidated, renumbered 108.161 (5m) and amended to read:

108.161 (5m) The total of the amounts thus appropriated under sub. (4) for use in any fiscal year shall in no event exceed the moneys available for such use hereunder under this section, considering the timing of credits hereunder under this section and the sums already spent or appropriated or transferred or otherwise encumbered hereunder. (6) under this section. The fund's treasurer shall keep a record of all such times and amounts; shall charge transactions and shall do all of the following:

(a) Charge each sum against the earliest credits duly available therefor; shall include:

(b) Include any sum thus that has been appropriated but not yet spent hereunder under this section in computing the fund's net balance as of the close of any month, in line with the federal requirement that any such sum shall, until spent, be considered part of the fund; and shall certify:

(c) Certify the relevant facts whenever necessary hereunder.

SECTION 112. 108.161 (7) of the statutes is amended to read:

108.161 (7) If any moneys appropriated hereunder under this section are used to buy and hold suitable land, with a view to the future construction of an and to build a suitable employment security building thereon, and if such land is later sold or transferred to other use, the proceeds of such sale (or the value of such land when transferred) shall be credited to the federal administrative financing account created by sub. (1) except as otherwise provided in ss. 13.48 (14) and 16.848.

SECTION 113. 108.161 (8) of the statutes is amended to read:
108.161 (8) If any sums are appropriated and spent hereunder under this section to buy land and to build a suitable employment security building thereon, or to purchase information technology hardware and software, then any federal moneys thereafter credited to the fund or paid to the department by way of gradual reimbursement of such employment security capital expenditures, or in lieu of the estimated periodic amounts which would otherwise, in the absence of such expenditures, be federally granted for the rental of substantially equivalent quarters, shall be credited to the federal administrative financing account established by sub. (1), consistently with any federal requirements applicable to the handling and crediting of such moneys.

Section 114. 108.161 (9) of the statutes is amended to read:

108.161 (9) Any land and building or office quarters acquired under this section shall continue to be used for employment security purposes. Realty or quarters may not be sold or transferred to other use if prior action is taken under s. 13.48 (14) (am) or 16.848 (1) and may not be sold or transferred without the governor’s approval. The proceeds from the sale, or the value of realty or quarters upon transfer, shall be credited to the federal administrative financing account established in sub. (1) or credited to the fund established in s. 108.20 appropriate appropriation account under s. 20.445, or both as determined by the department in accordance with federal requirements. Equivalent substitute rent-free quarters may be provided, as federally approved. Amounts credited under this subsection shall be used solely to finance employment security quarters according to federal requirements.

Section 115. 108.162 (7) of the statutes is amended to read:
108.162 (7) Any amount appropriated under s. 20.445 (1) (na) which has not been obligated shall be available for employment security local office building projects, consistent with this section and ss. 108.161 and 108.20.

**SECTION 116.** 108.17 (2m) of the statutes is amended to read:

108.17 (2m) When a written statement of account is issued to an employer by the department, showing as duly credited a specified amount received from the employer under this chapter as having been credited, no other form of state receipt therefor is required.

**SECTION 117.** 108.17 (3) of the statutes is amended to read:

108.17 (3) If an employing unit makes application to the department to adjust an alleged overpayment by the employer of contributions or interest under this chapter, and files such an application within 3 years after the close of the calendar year in which such payment was made, the department shall determine under s. 108.10 as to the existence and whether and to what extent of any such overpayment, and said section shall apply to such determination exists. Except as provided in sub. (3m), the department shall allow an employer a credit for any amount determined under s. 108.10 to have been erroneously paid by the employer, without interest, against its future contribution payments; or, if the department finds it impracticable to allow the employer such a credit, it shall refund the overpayment to the employer, without interest, from the fund or the administrative account, as the case may be appropriate appropriation under s. 20.445.

**SECTION 118.** 108.17 (3m) of the statutes is amended to read:

108.17 (3m) If an appeal tribunal or the commission issues a decision under s. 108.10 (2), or a court issues a decision on review under s. 108.10 (4), in which it is
determined that an amount has been erroneously paid by an employer, the
department shall, from the administrative account appropriation under s. 20.445 (1)
(wd), credit the employer with interest at the rate of 0.75 percent per month or
fraction thereof on the amount of the erroneous payment. Interest shall accrue from
the month which the erroneous payment was made until the month in which it is
either used as a credit against future contributions or refunded to the employer.

SECTION 119. 108.18 (3) (c) of the statutes is amended to read:

108.18 (3) (c) Permitting the employer to pay such lower rate is consistent with
the relevant conditions then applicable to additional credit allowance for such year
under section 26 USC 3303 (a) of the federal unemployment tax act, any other
provision to the contrary notwithstanding.

SECTION 120. 108.18 (7) (a) 1. of the statutes is amended to read:

108.18 (7) (a) 1. Except as provided in pars. (b) to (i), any employer may make
payments to the fund during the month of November in excess of those required by
this section and s. 108.19 (4), (1e), and (1f). Each payment shall be credited to the
employer’s account for the purpose of computing the employer’s reserve percentage
as of the immediately preceding computation date.

SECTION 121. 108.18 (7) (h) of the statutes is amended to read:

108.18 (7) (h) The department shall establish contributions, other than those
contributions required by this section and assessments required under s. 108.19 (4),
(1e), and (1f) and contributions other than those submitted during the month of
November or authorized under par. (f) or (i) 2., as a credit, without interest, against
future contributions payable by the employer or shall refund the contributions at the
employer’s option.

SECTION 122. 108.19 (title) of the statutes is repealed and recreated to read:
108.19 (title) **Special assessments.**

**SECTION 123.** 108.19 (1) of the statutes is renumbered 108.19 (1) (a) and amended to read:

108.19 (1) (a) Each employer subject to this chapter shall regularly contribute to the administrative account at the rate of two-tenths of one percent per year on its payroll, except that the department may prescribe at the close of any fiscal year such lower rates of contribution under this section subsection, to apply to classes of employers throughout the ensuing fiscal year, as will in the department’s judgment adequately finance the administration of this chapter, and as will in the department’s judgment fairly represent the relative cost of the services rendered by the department to each such class.

**SECTION 124.** 108.19 (1) (d) of the statutes is created to read:

108.19 (1) (d) Assessments under this subsection shall be credited to the appropriation account under s. 20.445 (1) (wc).

**SECTION 125.** 108.19 (1e) (a) of the statutes is amended to read:

108.19 (1e) (a) Except as provided in par. (b), each employer, other than an employer that finances benefits by reimbursement in lieu of contributions under s. 108.15, 108.151, or 108.152 shall, in addition to other contributions payable under s. 108.18 and this section, pay an assessment to the administrative account for each year prior to before the year 2010 equal to the lesser of 0.01 percent of its payroll for that year or the solvency contribution that would otherwise be payable by the employer under s. 108.18 (9) for that year.

**SECTION 126.** 108.19 (1e) (cm) of the statutes is created to read:

108.19 (1e) (cm) Assessments under this subsection shall be credited to the appropriation under s. 20.445 (1) (wh).
**SECTION 127.** 108.19 (1e) (d) of the statutes is amended to read:

108.19 (1e) (d) The department may expend the moneys received from assessments levied under this subsection in the amounts authorized under s. 20.445 (1) (gh) (wh) for the renovation and modernization of unemployment insurance information technology systems, specifically including development and implementation of a new system and reengineering of automated processes and manual business functions.

**SECTION 128.** 108.19 (1f) (a) of the statutes is amended to read:

108.19 (1f) (a) Except as provided in par. (b), each employer, other than an employer that finances benefits by reimbursement in lieu of contributions under s. 108.15, 108.151, or 108.152 shall, in addition to other contributions amounts payable under s. 108.18 and this section, pay an assessment for each year equal to the lesser of 0.01 percent of its payroll for that year or the solvency contribution that would otherwise be payable by the employer under s. 108.18 (9) for that year.

(d) Assessments under this paragraph subsection shall be deposited in the unemployment program integrity fund.

**SECTION 129.** 108.19 (1f) (c) of the statutes is amended to read:

108.19 (1f) (c) Notwithstanding par. (a), the department may, if it finds that the full amount of the levy is not required to effect the purposes specified in sub. (1s) s. 108.20 (2) (b) for any year, prescribe a reduced levy for that year and in such case shall publish in the notice under par. (b) the rate of the reduced levy.

**SECTION 130.** 108.19 (1m) of the statutes is renumbered 108.19 (1m) (a) and amended to read:

108.19 (1m) (a) Each employer subject to this chapter as of the date a rate is established under this subsection shall pay an assessment to the unemployment
interest payment fund at a rate established by the department sufficient to pay interest due on advances from the federal unemployment account under Title XII of the federal social security act, 42 USC 1321 to 1324. The rate established by the department for employers who finance benefits under s. 108.15 (2), 108.151 (2), or 108.152 (1) shall be 75 percent of the rate established for other employers. The amount of any employer’s assessment shall be the product of the rate established for that employer multiplied by the employer’s payroll of the previous calendar year as taken from quarterly employment and wage reports filed by the employer under s. 108.205 (1) or, in the absence of the filing of such reports, estimates made by the department.

(d) Each assessment made under this subsection is due within 30 days after the date the department issues the assessment. If the

(f) The department shall use amounts collected from employers under this subsection to pay interest due on advances from the federal unemployment account under 42 USC 1321 to 1324. If the amounts collected exceed the amounts needed to pay that interest for a given year, the department shall use any the excess to pay interest owed in subsequent years on advances from the federal unemployment account. If the department determines that additional interest obligations are unlikely, the department shall transfer the excess to the fund’s balancing account of the fund, the unemployment program integrity fund, or both in amounts determined by the department.

SECTION 131. 108.19 (1m) (e) of the statutes is created to read:

108.19 (1m) (e) Assessments under this subsection shall be deposited in the unemployment interest payment fund.
**SECTION 132.** 108.19 (1n) of the statutes is renumbered 108.19 (1m) (b) and amended to read:

108.19 (1m) (b) The department shall publish as a class 1 notice under ch. 985 any rate established under sub. (1m) par. (a) within 10 days of after the date that the rate is established.

**SECTION 133.** 108.19 (1p) of the statutes is renumbered 108.19 (1m) (c) and amended to read:

108.19 (1m) (c) Notwithstanding sub. (1m) par. (a), an employer having a payroll of $25,000 or less for the preceding calendar year is exempt from any assessment under sub. (1m) this subsection.

**SECTION 134.** 108.19 (1q) of the statutes is renumbered 108.20 (3) and amended to read:

108.20 (3) **UNEMPLOYMENT INTEREST PAYMENT FUND.** There is created a separate, nonlapsible trust fund designated as the unemployment interest payment fund consisting of all amounts collected under sub. s. 108.19 (1m) (a) and all interest and penalties on those amounts collected under s. 108.22.

**SECTION 135.** 108.19 (1s) of the statutes is renumbered 108.20 (2), and 108.20 (2) (a) 2. and 3., as renumbered, are amended to read:

108.20 (2) (a) 2. Assessments levied and deposited into the unemployment program integrity fund under sub. (1f) s. 108.19 (1f).

3. Amounts transferred under sub. (1m) s. 108.19 (1m) (f).

**SECTION 136.** 108.19 (2) of the statutes is renumbered 108.19 (1) (b) and amended to read:

108.19 (1) (b) If the department finds, at any time within a fiscal year for which it has prescribed lower contribution rates to the administrative account than the
maximum rate permitted under sub. (1) par. (a), that such lower rates will not adequately finance the administration of this chapter or are excessive for that purpose, the department may by general rule prescribe a new schedule of rates in no case exceeding the specified maximum to apply under this section subsection for the balance of the fiscal year.

**SECTION 137.** 108.19 (2m) of the statutes is renumbered 108.19 (1) (c) and amended to read:

108.19 (1) (c) Within the limit specified by sub. (1) under par. (a), the department may by rule prescribe at any time as to any period any such rate or rates or schedule as it deems necessary and proper hereunder under this subsection. Unless thus prescribed, no such rate or rates or schedule shall apply under sub. (1) or (2) par. (a) or (b).

**SECTION 138.** 108.19 (3) of the statutes is repealed.

**SECTION 139.** 108.19 (4) of the statutes is renumbered 108.18 (1) (c) and amended to read:

108.18 (1) (c) If section 303 Notwithstanding par. (b), if 42 USC 503 (a) (5) of title III of the social security act and section 26 USC 3304 (a) (4) of the internal revenue code are amended to permit a state agency to use, in financing administrative expenditures incurred in carrying out its employment security functions, any part of the moneys collected or to be collected under the state unemployment insurance law, an employer’s contributions in partial or complete substitution for grants under title III 42 USC 501 to 506, then this chapter shall, by rule of the department, be modified in the manner and to the extent and within the limits necessary to permit such use by the department under this chapter; and the modifications shall become effective on the same date as such use becomes
permissible under the federal amendments the department may credit any portion of that part of an employer’s contributions to the appropriation under s. 20.445 (1) (wd).

SECTION 140. 108.20 of the statutes is repealed and recreated to read:

108.20 Segregated funds. (1) UNEMPLOYMENT ADMINISTRATION FUND. There is created a separate, nonlapsible trust fund designated as the unemployment administration fund consisting of moneys credited to the appropriation accounts under s. 20.445 (1) (wc), (wd), and (wh).

(2) UNEMPLOYMENT PROGRAM INTEGRITY FUND.

SECTION 141. 108.22 (1) (am) of the statutes is amended to read:

108.22 (1) (am) The interest, penalties, and tardy filing fees levied under pars. (a), (ac), (ad), and (af) shall be paid to the department and credited to the administrative account appropriation under s. 20.445 (1) (wd).

SECTION 142. 108.22 (1m) of the statutes is amended to read:

108.22 (1m) If any person owes any contributions, reimbursements or assessments under s. 108.15, 108.151, 108.152, 108.155, or 108.19 (1m), benefit overpayments, interest, fees, payments for forfeitures, other penalties, or any other amount to the department under this chapter and fails to pay the amount owed, the department has a perfected lien upon the right, title, and interest in all of the person’s real and personal property located in this state in the amount finally determined to be owed, plus costs. Except where creation of a lien is barred or stayed by bankruptcy or other insolvency law, the lien is effective upon the earlier of the date on which the amount is first due or the date on which the department issues a determination of the amount owed under this chapter and shall continue until the amount owed, plus costs and interest to the date of payment, is paid, except as
provided in sub. (8) (d). If a lien is initially barred or stayed by bankruptcy or other
insolvency law, it shall become effective immediately upon expiration or removal of
such bar or stay. The perfected lien does not give the department priority over
lienholders, mortgagees, purchasers for value, judgment creditors, and pledges
whose interests have been recorded before the department’s lien is recorded.

SECTION 143. 108.22 (8e) of the statutes is amended to read:

108.22 (8e) If the department determines a payment has been made to an
unintended recipient erroneously without fault on the part of the intended payee or
payee’s authorized agent, the department may issue the correct payment to the
intended payee if necessary, and may recover the amount of the erroneous payment
from the recipient under this section or s. 108.225 or 108.245. Any amount so
recovered shall be credited to the fund’s balancing account.

SECTION 144. 108.22 (10) of the statutes is amended to read:

108.22 (10) A private agency that serves as a fiscal agent under s. 46.2785 or
contracts with a fiscal intermediary to serve as a fiscal agent under s. 46.272 (7) (e)
or 47.035 as to any individual performing services for a person receiving long-term
support services under s. 46.272 (7) (b), 46.275, 46.277, 46.278, 46.2785, 46.286,
46.495, 51.42, or 51.437 or personal assistance services under s. 47.02 (6) (c) may be
found jointly and severally liable for the amounts owed by the person under this
chapter, if, at the time the person’s quarterly report is due under this chapter, the
private agency served as a fiscal agent for the person. The liability of the agency as
provided in this subsection survives dissolution, reorganization, bankruptcy,
receivership, assignment for the benefit of creditors, judicially confirmed extension
or composition, or any analogous situation of the person and shall be set forth in a
determination or decision issued under s. 108.10. An appeal or review of a
determination under this subsection shall not include an appeal or review of
determinations of amounts owed by the person. This subsection does not apply with
respect to a private agency that has made an election under s. 108.065 (3m).

**SECTION 145.** 108.223 (2) (b) of the statutes is amended to read:

108.223 (2) (b) The department shall enter into agreements with financial
institutions doing business in this state to operate the financial record matching
program under this section. An agreement shall require the financial institution to
participate in the financial record matching program by electing either the financial
institution matching option under sub. (3) or the state matching option under sub.
(4). The financial institution and the department may by mutual agreement make
changes to amend the agreement. A financial institution that wishes to choose a
different matching option shall provide the department with at least 60 days' notice.
The department shall furnish the financial institution with a signed copy of the
agreement.

**SECTION 146.** 108.23 of the statutes is amended to read:

**108.23 Preference of required payments.** In the event of an employer’s
dissolution, reorganization, bankruptcy, receivership, assignment for benefit of
creditors, judicially confirmed extension proposal or composition, or any analogous
situation including the administration of estates in circuit courts, the payments
required of the employer under this chapter shall have preference over all claims of
general creditors and shall be paid next after the payment of preferred claims for
wages. If the employer is indebted to the federal government for taxes due under the
federal unemployment tax act and a claim for the taxes has been duly filed, the
amount of contributions which should be paid to allow the employer the maximum
offset against the taxes shall have preference over preferred claims for wages and
shall be on a par with debts due the United States, if by establishing the preference 
the offset against the federal tax can be secured under s. 26 USC 3302 (a) (3) of the 
federal unemployment tax act.

SECTION 146. 108.24 (3) (a) 3. a. of the statutes is amended to read:

108.24 (3) (a) 3. a. Refrain from claiming or accepting benefits, participating 
in an audit or investigation by the department, or testifying in a hearing held under 
s. 108.09, 108.095, or 108.10.

SECTION 147. 108.24 (3) (a) 4. of the statutes is amended to read:

108.24 (3) (a) 4. Discriminates or retaliates against an individual because the 
individual claims benefits, participates in an audit or investigation by the 
department under this chapter, testifies in a hearing under s. 108.09, 108.095, or 
108.10, or exercises any other right under this chapter.

SECTION 148. Fiscal changes.

(1) The unencumbered balance in the appropriation account under s. 20.445 (1) 
(gg), 2019 stats., immediately before the effective date of the repeal of s. 20.445 (1) 
(gg), 2019 stats., and the unencumbered balance in the appropriation account under 
s. 20.445 (1) (gm), 2019 stats., immediately before the effective date of the repeal of 
s. 20.445 (1) (gm), 2019 stats., are transferred to the appropriation account under s. 
20.445 (1) (wd), as affected by this act.

(2) (a) The unencumbered balance in the appropriation account under s. 20.445 
(1) (gc) is transferred to the appropriation account under s. 20.445 (1) (wc).

(b) The unencumbered balance in the appropriation account under s. 20.445 (1) 
(gd) is transferred to the appropriation account under s. 20.445 (1) (wd).

(c) The unencumbered balance in the appropriation account under s. 20.445 (1) 
(gh) is transferred to the appropriation account under s. 20.445 (1) (wh).
**SECTION 150. Initial applicability.**

(1) The treatment of s. 108.02 (15) (k) 21. first applies to services performed on the effective date of this subsection.

(2) The treatment of s. 108.02 (10e) (c) first applies to determinations issued under s. 108.09 on the effective date of this subsection.

**SECTION 151. Effective dates.** This act takes effect on the first Sunday after publication, except as follows:

(1) The treatment of s. 16.48 (1) (a) (intro.), 1., 2., 3., 4., 5., and 6. and (b), (2), (3), and (4) takes effect on February 1, 2022.

(2) The treatment of ss. 108.02 (13) (k) and 108.065 (1e) (intro.) and (3m) takes effect on January 1, 2023.

(3) The creation of s. 108.02 (15) (k) 21. and SECTION 150 (1) of this act take effect on the first Sunday of the first year beginning after the date of publication.

(END)