

ETF 4

CERTIFICATE

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

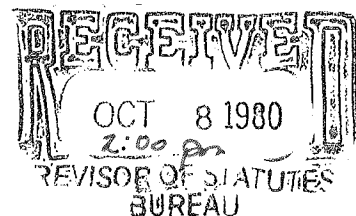
TO ALL WHOM THESE PRESENTS SHALL COME, GREETINGS"

I, Gary I. Gates, Secretary of the Department of Employee Trust Funds, and custodian of the official records of said department do hereby certify that the annexed amendments to rules relating to due dates and requirements for reports and remittances for the various programs administered by this department were duly approved and adopted by the Group Insurance Board on April 29, 1980, and the Employee Trust Funds Board on September 25, 1980.

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

IN TESTIMONY WHEREOF, I have hereunto set my hand at the Capitol, in the City of Madison, this 6th day of October, 1980.

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



12-1-80

Order of the Employe Trust Funds Board and
Group Insurance Board
Amending, Repealing, Renumbering and Amending Rules

Relating to rules concerning due dates for reports and remittances to the
Department of Employe Trust Funds.

Analysis Prepared by the Department of Employe Trust Funds

The amendments to ETF 4.01 are necessary to enable the department to comply with changes in federal regulations governing OASDHI deposits as proposed in an amendment to H.R. 3236. The repeal and recreation of ETF 4.02 (1) (a) and (b) and creation of ETF 4.02 (1) (c) - (f) establishes due dates for group insurance and retirement reports from state and local units of government; extends the due date for group life insurance reports and remittances from local units of government to the last working day of the month, and changes the reporting for Social Security coverage from quarterly to monthly and interprets sections 40.15 (1), 40.16 (1), 40.32, 41.04 (2) (e), and 42.41 (4), Stats. The repeal of ETF 4.02 (4) removes a provision for accepting late reports without penalty which was subject to arbitrary interpretation. ETF 4.02 (6) is renumbered and amended to liberalize the provisions concerning the postmark date as evidence of timely receipt of reports.

Pursuant to the authority vested in the Employe Trust Fund Board by sections 40.43, 40.62, 41.04 (2) (e), 42.41 (4), Stats, and Chapter 280, Laws of 1975, and in the Group Insurance Board by sections 40.10 (2), 40.15 (1) and 40.16 (1), Stats., the Employe Trust Funds Board and the Group Insurance Board hereby amend, repeal, renumber and amend rules interpreting sections 40.42, 40.62, 41.04 (2) (e), 42.41 (4), 40.15 (1) and 40.16 (1) Stats. as follows:

Section ETF 4.01 (1) (a) and (b) of the Wis. Adm. Code are amended to read:

(a) Prepare and transmit a coverage report or reports to the department for each calendar ~~quarter-year-for-OASDHI-coverage-and-monthly-for-other-types-of-~~ coverage month. Such reports shall be in the form prescribed by and in accordance with instructions from the department.

(b) Remit to the department, with the respective coverage reports required under paragraph (a), the employe and employer contributions or deposits, premiums, payments on the accrued liability or other amount payable to the department for the calendar ~~quarter-or~~ month covered by the report.

Section ETF 4.02 (1) of the Wis. Adm. Code is repealed and recreated to read:

(a) Reports and remittances from state departments required in the administration of group health insurance pursuant to subchapter II of chapter 40, Wis Stats., are due no later than the 20th day of the calendar month for the following month's coverage.

(b) Reports and remittances from state departments required in the administration of group life and income continuation insurance pursuant to subchapter II of chapter 40 are due no later than the 20th day of the calendar month for coverage in that month.

(c) Reports and remittances for group life insurance for local units of government are due no later than the last working day, excluding Saturdays, Sundays and holidays, of the calendar month for coverage in that month.

(d) Reports and remittances from state departments required in the administration of subchapter I of chapter 41 are due on the 20th day of the calendar month following the reporting period.

(e) Reports and remittances from all reporting officials required in the administration of subchapter VI of chapter 40 are due on the 15th day of the calendar month following the reporting period.

(f) Reports and remittances other than those specified in paragraphs (a) through (e) are due on the last working day, excluding Saturdays, Sundays and holidays, of the calendar month following the end of the reporting period.

Section ETF 4.02 (2) of the Wis. Adm. Code is amended to read:

(2) Except as provided in subsection (3) ~~and (4)~~, any report or remittance not received within the period specified in subsection (1) shall be subject to the charges and interest calculated in accordance with the provisions of section 40.62, Wis Stats. In addition the employer shall be subject to and transmit the federal interest penalty on any contributions due on any OASDHI adjustment report which is determined by the federal government to be delinquent.

Section ETF 4.02 (3) of the Wis. Adm. Code is amended to read:

(3) Whenever the 15th or 20th day of the calendar month referred to in ~~ETF-4.02~~ sub. (1) ~~(a)~~ falls on a Saturday, Sunday or holiday on which state offices are closed, a report or a remittance received on the next succeeding working day will be deemed to have been received on a timely basis.

Section ETF 4.02 (4) of the Wis. Adm. Code is repealed.


Section ETF 4.02 (5) of the Wis. Adm. Code is renumbered 4.02 (4).

Section 4.02 (6) of the Wis. Adm. Code is renumbered 4.02 (5) and as renumbered amended to read:

(5) Postmarks on envelopes or packages containing reports or remittances shall ~~not~~ be deemed evidence of timely receipt of such reports and remittances providing such postmark is dated no later than 3 days prior to the due date and is received no later than 5 days after the due date.

The amendments in this order shall take effect as provided in s. 227.026

(1) (intro.), Stats..



Gary I. Gates, Secretary
Department of Employe Trust Funds

Assumptions Used In Arriving at Fiscal Estimate (cont'd.)

The foregoing contributions were derived from a wage base of \$22,900 for 1979 and a combined employe and employer contribution rate of 12.26%. The wage base for 1980 is \$25,900 which will probably have only a minimal effect on the total amount of contributions. However, the combined employe and employer contribution rate is scheduled to increase to 13.3% beginning January 1, 1981. For fiscal year 1980-81, therefore, contributions are assumed to increase by 4%. Thus quarterly state and local Social Security contributions are projected to be as follows:

State	-	\$25,858,704	X	1.04	=	\$26,893,052
Local	-	\$66,969,555	X	1.04	=	<u>69,648,337</u>
Total						\$96,541,389

Assuming that both state and local funds are invested to the maximum extent, the annual loss of interest because of the changed federal requirements for Social Security deposits is estimated as follows:

State	\$	896,436
Local		<u>2,321,612</u>
Total	\$	3,218,048

FISCAL ESTIMATE WORKSHEET

1979 Session

Detailed Estimate of Annual Fiscal Effect
AD-MBA-22 (Rev. 11/79)

ORIGINAL UPDATED
 CORRECTED SUPPLEMENTAL

LRB or Bill No./Adm. Rule No.
ETF 4.01 & ETF 4.02

Amendment No.

Subject

Change in Coverage Report Requirements of the Department of Employee Trust Funds

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

II. Annualized Costs: Note: Treat fiscal costs like a "checkbook": increased costs reduce available funds (-); decreased costs increase available funds (+).	Annualized fiscal impact on State funds from	
	Increased Costs	Decreased Costs
A. State Costs by Category		
Salaries and Fringes	\$ -	\$ +
Staff Support Costs	-	+
Other State Costs	-	+
Local Assistance	-	+
Aids to Individuals or Organizations	-	+
TOTAL State Costs by Category	\$ -	\$ +
B. State Costs by Source of Funds		
GPR	\$ -	\$ +
FED	-	+
PRO/PRS	-	+
SEG/SEG-S	-	+
C. FTE Position Changes	Increased Pos. + ()	Decreased Pos. - ()
III. State Revenues--Complete this only when proposal will increase or decrease state revenues, such as taxes, license fees, etc.	Decreased Rev.	Increased Rev.
GPR Taxes	\$ -	\$ +
GPR Earned	482,283	+
FED	276,998	+
PRO/PRS	-	+
SEG/SEG-S	137,155	+
TOTAL State Revenues	\$ - 896,436	\$ +

Net Annualized Fiscal Impact on State & Local Funds

State	Annual Increases	Annual Decreases	Local	Annual Increases	Annual Decreases
Total Costs	\$ -	\$ +	Total Costs	\$ -	\$ +
Total Revenues	+	-896,436	Total Revenues	+	-2,321,612
NET Impact on State Funds	\$ (+)	(-) 896,436	NET Impact on Local Funds	\$ (+)	(-) 2,321,612

Agency

Department of Employee Trust Funds

Authorized Signature/Telephone No.

[Signature] 266-0301

Date

2/12/80



State of Wisconsin \ DEPARTMENT OF EMPLOYE TRUST FUNDS

Gary I. Gates
Secretary

201 EAST WASHINGTON AVENUE
MADISON, WISCONSIN 53702
TELEPHONE 266-3285
AREA CODE 608

October 3, 1980

IN REPLY REFER TO:

Orlan Prestegard
Revisor of Statutes
411 West, State Capitol
Madison, WI 53702

Dear Mr. Prestegard

Enclosed is a Certificate and two copies of an Order Amending Rules. A certified copy of this order has also been forwarded to the Secretary of State.

Sincerely

A handwritten signature in cursive script that reads "Gary I. Gates".

Gary I. Gates, Secretary
Department of Employee Trust Funds

GIG/lrj
Enclosure

