

State of Misconsin 2021 - 2022 LEGISLATURE

LRB-5526/1 MED:emw&cjs

2021 BILL

1	$AN \ ACT \ \textit{to repeal} \ 102.11 \ (1) \ (am), \ 102.11 \ (1) \ (f) \ 1. \ and \ 102.39 \ (title); \ \textit{to renumber}$
2	102.05 (3), 102.15 (1) and 102.16 (1) (b); to renumber and amend 102.11 (1)
3	(f) 2. and 102.39; <i>to amend</i> 46.275 (4m), 46.277 (3r), 46.281 (1k), 46.2897 (3),
4	46.995 (3), 73.0301 (1) (d) 3m., 73.0301 (1) (e), 102.04 (1) (b) 1., 102.04 (1) (b) 2.,
5	102.05 (1), 102.05 (2), 102.11 (1) (intro.), 102.13 (1) (b) (intro.), 102.15 (title),
6	$102.17\ (1)\ (c),\ 102.17\ (1)\ (cg),\ 102.17\ (1)\ (cr),\ 102.18\ (2)\ (a),\ 102.18\ (3),\ 102.43\ (6)$
7	(b), 102.61 (1g) (a) 2., 102.80 (1) (d), 102.81 (4) (b) (intro.), 102.81 (4) (b) 2.,
8	102.81 (5), 102.82 (1), 108.227 (1) (f), 108.227 (1m) (intro.), 108.227 (3) (a) 3.,
9	108.227 (5) (a), 108.227 (5) (b) 1. and 108.227 (5) (b) 2.; to repeal and recreate
10	102.17 (1) (ct); and to create 73.0301 (1) (d) 15., 102.11 (1) (ap), 102.13 (1) (b)
11	6., 102.16 (1) (b) 2., 102.33 (2) (b) 7., 102.81 (4) (c) and 108.227 (1) (e) 16. of the

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statutes; relating to: various changes to the worker's compensation law,

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granting rule-making authority, and making an appropriation.

Analysis by the Legislative Reference Bureau

This bill makes various changes to the worker's compensation law, as administered by the Department of Workforce Development and the Division of Hearings and Appeals in the Department of Administration (DHA).

CLAIMS AND PAYMENTS

Maximum weekly compensation for permanent partial disability

The bill increases the maximum weekly compensation rate for permanent partial disability from \$362 to \$415 for injuries occurring before January 1, 2023, and to \$430 for injuries occurring on or after that date.

Part-time employment and wage expansion

Generally, under current law, when calculating average weekly earnings for purposes of worker's compensation benefit amounts, the the normal full-time workweek is used, and it is generally presumed that the normal full-time workweek is not less than 40 hours per week. Current law provides, however, that if an employee is a member of a regularly-scheduled class of part-time employees, average weekly earnings are determined using the hours and days established by the employer for that class, but not less than 24 hours. Current law also provides that the weekly temporary disability benefits for a part-time employee who restricts his or her availability in the labor market to part-time work and is not employed elsewhere may not exceed the average weekly wages of the part-time employment.

The bill replaces the provision in current law regarding employees who are members of a regularly-scheduled class of part-time employees with a provision that applies to employees who work less than full time. Under this provision, an injured employee's average weekly wage is calculated as the greater of 1) the hourly rate at the time of injury multiplied by the average number of hours worked per week for the 52 calendar weeks before his or her injury or 2) the actual average weekly earnings of the employee for the 52 calendar weeks before his or her injury. Weeks not worked are not counted under either calculation.

Under the bill, however, earnings are expanded to be based on full-time work if the employee shows that he or she is employed by another employer, by providing evidence of taxable earnings or evidence that the employee worked less than full time for a period of less than 12 months. An employer may rebut the employee's evidence of eligibility for temporary disability benefits based on full-time work by providing evidence that the employee chose to work less than full time.

Observers in examinations

The bill allows an employee to have an observer, chosen and provided by the employee, present during a medical examination that is requested by an employer or insurer following a claim for worker's compensation.

Payment of proceeds of claims against third parties

Current law provides that when an employee sustains a work injury or dies as a result of a work injury and the employee, the employee's personal representative, or another person entitled to bring action maintains an action in tort against a third party for the injury or death, the proceeds of the claim are to be divided pursuant to a formula detailed under current law. Under that formula, after deducting the reasonable cost of collection, one-third of the remainder is in all cases to be paid to the injured employee, personal representative, or other person entitled. Current law also provides that if an injured employee or dependent receives compensation from the employee's employer or a third party in such an action and the employee received payments from DWD due to the employer being an uninsured employer, the employee or dependent must reimburse DWD for the full amount of the payments up to the amount recovered from the third party.

The bill modifies the latter provision such that if an injured employee or dependent receives compensation from the employee's employer or a third party in such an action and the employee received payments from DWD due to the employer being an uninsured employer, the employee or dependent must reimburse DWD in accordance with the formula described above.

COVERAGE; LIABILITY

Employers subject to worker's compensation law; withdrawal

Current law generally provides that, with certain exceptions, every person who usually employs three or more employees for services performed in this state is subject to the worker's compensation law and provides that a covered employer who has not usually employed three employees in every calendar quarter in a calendar year may file a notice with DWD to withdraw from coverage under the law. The bill provides that any person who *at any time* employs three or more employees for services performed in this state is subject to the worker's compensation law and specifies that a person becomes subject to that law on the day on which the person employs three or more employees for services performed in this state. The bill provides that an employer who has not employed three employees in every calendar quarter in a calendar year may file a notice with DWD to withdraw from coverage under the law.

Current law also provides that an employer who has had no employee at any time within a continuous period of two years shall be deemed to have effected withdrawal, which shall be effective on the last day of such period. The bill clarifies that this provision applies to farm employers.

Long-term care providers; clarification

The bill makes clarifications regarding individuals who perform services for persons receiving long-term care benefits under certain long-term care programs and who do not otherwise have worker's compensation coverage for those services to confirm that they are considered to be employees, for worker's compensation purposes, of the entities providing financial management services for the persons receiving the benefits.

PROGRAM ADMINISTRATION

Confidential records; disclosure to certain agencies

Under current law, subject to a number of exceptions, certain records of DWD, DHA, or the Labor and Industry Review Commission that reveal information about injured employees are confidential and not subject to disclosure under the public records law or a subpoena. The bill creates another exception for records requested by the Department of Health Services, a county department of social services, or a county department of human services if the request is limited to the name and address of the employee who is the subject of the record, the name and address of the employee, and any financial information about that employee contained in the record.

Other changes

The bill makes various other changes regarding the administration of the worker's compensation law, including:

1. Granting explicit rule-making authority to DWD to carry out the worker's compensation law.

2. Expressly providing that DWD may conduct alternative dispute resolution activities for certain cases.

3. Transferring from DWD to DHA the authority to grant licenses for non-attorneys to appear in worker's compensation cases.

4. An adjustment to DWD's worker's compensation appropriation and position authority.

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:

1	SECTION 1. 46.275 (4m) of the statutes is amended to read:
2	46.275 (4m) Worker's compensation coverage. An individual who is
3	performing services for a person receiving long-term care benefits under this section
4	on a self-directed basis and who does not otherwise have worker's compensation
5	coverage for those services is considered, for purposes of worker's compensation
6	coverage, to be an employee of the entity that is providing financial management
7	services for that person.
8	SECTION 2. 46.277 (3r) of the statutes is amended to read:

1 46.277 (**3r**) WORKER'S COMPENSATION COVERAGE. An individual who is 2 performing services for a person receiving long-term care benefits under this section 3 on a self-directed basis and who does not otherwise have worker's compensation 4 coverage for those services is considered, for purposes of worker's compensation 5 <u>coverage</u>, to be an employee of the entity that is providing financial management 6 services for that person.

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SECTION 3. 46.281 (1k) of the statutes is amended to read:

8 46.281 (1k) WORKER'S COMPENSATION COVERAGE. An individual who is 9 performing services for a person receiving the Family Care benefit, or benefits under 10 Family Care Partnership, on a self-directed basis and who does not otherwise have 11 worker's compensation coverage for those services is considered, for purposes of 12 worker's compensation coverage, to be an employee of the entity that is providing 13 financial management services for that person.

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SECTION 4. 46.2897 (3) of the statutes is amended to read:

15 46.2897 (3) WORKER'S COMPENSATION COVERAGE. An individual who is 16 performing services for a person participating in the self-directed services option 17 and who does not otherwise have worker's compensation coverage for those services 18 is considered, for purposes of worker's compensation coverage, to be an employee of 19 the entity that is providing financial management services for that person.

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SECTION 5. 46.995 (3) of the statutes is amended to read:

46.995 (3) An individual who is performing services for a person receiving long-term care benefits under any children's long-term support waiver program on a self-directed basis and who does not otherwise have worker's compensation coverage for those services is considered, for purposes of worker's compensation

<u>coverage</u>, to be an employee of the entity that is providing financial management
 services for that person.

SECTION 6. 73.0301 (1) (d) 3m. of the statutes is amended to read:
73.0301 (1) (d) 3m. A license or certificate issued by the department of
workforce development under s. 102.17 (1) (e), 103.275 (2) (b), 103.34 (3) (c), 103.91
(1), 103.92 (3), 104.07 (1) or (2), or 105.13 (1).

7 **SECTION 7.** 73.0301 (1) (d) 15. of the statutes is created to read:

8 73.0301 (1) (d) 15. A license issued by the division of hearings and appeals
9 under s. 102.17 (1) (c).

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SECTION 8. 73.0301 (1) (e) of the statutes is amended to read:

"Licensing department" means the department of 11 73.0301 **(1)** (e) 12administration; the division of hearings and appeals; the department of agriculture, 13trade and consumer protection; the board of commissioners of public lands; the 14department of children and families; the ethics commission; the department of 15financial institutions; the department of health services; the department of natural 16 resources; the department of public instruction; the department of safety and 17professional services; the department of workforce development; the office of the 18 commissioner of insurance; or the department of transportation.

SECTION 9. 102.04 (1) (b) 1. of the statutes is amended to read:

102.04 (1) (b) 1. Every person who usually at any time employs 3 or more
employees for services performed in this state, whether in one or more trades,
businesses, professions, or occupations, and whether in one or more locations. <u>A</u>
person who employs 3 or more employees for services performed in this state becomes
subject to this chapter on the day on which the person employs 3 or more such
employees.

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1	SECTION 10. 102.04 (1) (b) 2. of the statutes is amended to read:
2	102.04 (1) (b) 2. Every person who usually employs less fewer than 3
3	employees, provided the person has paid wages of \$500 or more in any calendar
4	quarter for services performed in this state. Such employer <u>a person</u> shall become
5	subject <u>to this chapter</u> on the 10th day of the month next succeeding such quarter.
6	SECTION 11. 102.05 (1) of the statutes is amended to read:
7	102.05 (1) <u>WITHDRAWAL. (a)</u> An employer, including a person engaged in
8	farming who has become subject to this chapter, who has had no employee at any time
9	within a continuous period of 2 years shall be deemed to have effected withdrawal,
10	which shall be effective on the last day of such <u>that 2-year</u> period. An
11	(b) 1. If an employer who has not usually, in every calendar quarter in a
12	<u>calendar year,</u> employed 3 employees and who has not paid wages of at least \$500 for
13	employment in this state in every calendar quarter in a calendar year<u>, the employer</u>
14	may file a withdrawal notice with the department, which withdrawal shall take
15	effect 30 days after the date of such filing or at such later date as is specified in the
16	notice. Such employer may again become subject to this chapter as provided by s.
17	<u>102.04 (1) (b) and (e). This subdivision shall not apply to farmers.</u>
18	(c) If an employer who is subject to this chapter only because the employer
19	elected to become subject to this chapter under sub. (2) cancels or terminates his or
20	her contract for the insurance of compensation under this chapter, that employer is

deemed to have effected withdrawal, which shall be effective on the day after the
contract is canceled or terminated.

23 SECTION 12. 102.05 (2) of the statutes is amended to read:

24 102.05 (2) <u>ELECTION.</u> Any employer who shall enter <u>enters</u> into a contract for
 25 the insurance of compensation, or against liability therefor, shall be deemed thereby

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to have elected to accept the provisions of this chapter, and such election shall include farm laborers, domestic servants and employees not in the course of a trade, business, profession or occupation of the employer if such intent is shown by the terms of the policy. Such election shall remain in force until withdrawn in the manner provided in sub. (1) (c).

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SECTION 13. 102.05 (3) of the statutes is renumbered 102.05 (1) (b) 2.

7 **SECTION 14.** 102.11 (1) (intro.) of the statutes is amended to read:

102.11 (1) (intro.) The average weekly earnings for temporary disability, 8 9 permanent total disability, or death benefits for injury in each calendar year on or 10 after January 1, 1982, shall be not less than \$30 nor more than the wage rate that 11 results in a maximum compensation rate of 110 percent of the state's average weekly 12earnings as determined under s. 108.05 as of June 30 of the previous year. The 13average weekly earnings for permanent partial disability shall be not less than \$30 14and, for permanent partial disability for injuries occurring on or after March 2, 2016, 15and before January 1, 2017, not more than \$513, resulting in a maximum 16 compensation rate of \$342, and, for permanent partial disability for injuries 17occurring on or after January 1, 2017, and before the effective date of this subsection 18 [LRB inserts date], not more than \$543, resulting in a maximum compensation 19 rate of \$362; for permanent partial disability for injuries occurring on or after the 20effective date of this subsection [LRB inserts date], and before January 1, 2023, 21not more than \$622.50, resulting in a maximum compensation rate of \$415; and for 22permanent partial disability for injuries occurring on or after January 1, 2023, not 23more than \$645, resulting in a maximum compensation rate of \$430. Between such $\mathbf{24}$ limits the average weekly earnings shall be determined as follows:

25 SECTION 15. 102.11 (1) (am) of the statutes is repealed.

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1 **SECTION 16.** 102.11 (1) (ap) of the statutes is created to read: $\mathbf{2}$ 102.11 (1) (ap) 1. Except as provided in subd. 2., in the case of an employee who 3 works less than full time, average weekly earnings shall be calculated by whichever 4 of the following is greater: 5a. The actual average weekly earnings of the employee for the 52 calendar weeks before his or her injury, except that calendar weeks within which no work was 6 7 performed shall not be considered. 8 b. The employee's hourly earnings on the date of injury multiplied by the 9 average number of hours worked in that employment for the 52 calendar weeks 10 before his or her injury, except that calendar weeks within which no work was 11 performed shall not be considered. 12 2. An employee may, subject to subd. 3., demonstrate that he or she is eligible 13 for temporary disability benefits based on full-time work rather than part-time 14 work as provided in subd. 1. a. by providing evidence of qualifying taxable earnings 15with an employer other than the employer liable for the employee's injury or 16 demonstrating that the employee has worked less than full time for less than 12

months before the date of the employee's injury. If the employee so demonstrates,
the employee's average weekly wage shall be calculated using the normal full-time
workweek established by the employer under par. (a).

3. An employer may rebut the employee's evidence of eligibility for temporary
disability benefits based on full-time work under subd. 2. by providing evidence that
the employee chose to work less than full time. Such evidence of a choice to restrict
employment to less than full time may include a written statement signed by the
employee or an employment application that indicates an hour or shift preference.
SECTION 17. 102.11 (1) (f) 1. of the statutes is repealed.

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1 SECTION 18. 102.11 (1) (f) 2. of the statutes is renumbered 102.11 (1) (f) and 2 amended to read:

102.11 (1) (f) The weekly temporary disability benefits for a part-time
employee who restricts his or her availability in the labor market to part-time work
and is not employed elsewhere, or who has worked less than full time for 12 months
or longer before the employee's injury, may not exceed the average weekly wages of
the part-time employment.

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SECTION 19. 102.13 (1) (b) (intro.) of the statutes is amended to read:

9 102.13 (1) (b) (intro.) An employer or insurer who requests that an employee 10 submit to reasonable examination under par. (a) or (am) shall tender to the employee, 11 before the examination, all necessary expenses including transportation expenses. 12The employee is entitled to have a physician, chiropractor, psychologist, dentist, 13physician assistant, advanced practice nurse prescriber, or podiatrist provided by 14 himself or herself present at the examination and to receive a copy of all reports of 15the examination that are prepared by the examining physician, chiropractor, 16 psychologist, podiatrist, dentist, physician assistant, advanced practice nurse 17prescriber, or vocational expert immediately upon receipt of those reports by the 18 employer or worker's compensation insurer. The employee is entitled to have one 19 observer provided by himself or herself present at the examination. The employee 20is also entitled to have a translator provided by himself or herself present at the 21examination if the employee has difficulty speaking or understanding the English 22language. The employer's or insurer's written request for examination shall notify 23the employee of all of the following:

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SECTION 20. 102.13 (1) (b) 6. of the statutes is created to read:

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1 102.13 (1) (b) 6. The employee's right to have one observer provided by himself $\mathbf{2}$ or herself present at the examination. 3 **SECTION 21.** 102.15 (title) of the statutes is amended to read: 4 102.15 (title) Rules of procedure; transcripts. 5**SECTION 22.** 102.15 (1) of the statutes is renumbered 102.15 (1) (b). **SECTION 23.** 102.16 (1) (b) of the statutes is renumbered 102.16 (1) (b) 1. 6 7 **SECTION 24.** 102.16 (1) (b) 2. of the statutes is created to read: 8 102.16 (1) (b) 2. The department may conduct alternative dispute resolution 9 activities for a case involving an employee who is not represented by an attorney with 10 respect to which no application has been filed under s. 102.17 (1) (a) 1. or with respect to which an application has been filed, regardless of whether the application is ready 11 12 to be scheduled for a hearing. 13 **SECTION 25.** 102.17 (1) (c) of the statutes is amended to read: 14102.17 (1) (c) 1. Any party shall have the right to be present at any hearing, 15in person or by attorney or any other agent, and to present such testimony as may 16 be pertinent to the controversy before the division. No person, firm, or corporation, 17other than an attorney at law who is licensed to practice law in the state, may appear 18 on behalf of any party in interest before the division or any member or employee of 19 the division assigned to conduct any hearing, investigation, or inquiry relative to a 20 claim for compensation or benefits under this chapter, unless the person is 18 years 21of age or older, does not have an arrest or conviction record, subject to ss. 111.321, 22111.322 and 111.335, is otherwise gualified, and has obtained from the department 23division a license with authorization to appear in matters or proceedings before the 24division. Except as provided under pars. (cm), (cr), and (ct), the license shall be 25issued by the department division under rules promulgated by the department

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division. The department division shall maintain in its office a current list of persons to whom licenses have been issued.

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3 2. Any license issued under subd. 1. may be suspended or revoked by the 4 department division for fraud or serious misconduct on the part of an agent, may be 5 denied, suspended, nonrenewed, or otherwise withheld by the department division 6 for failure to pay court-ordered payments as provided in par. (cm) on the part of an 7 agent, and may be denied or revoked if the department of revenue certifies under s. 8 73.0301 that the applicant or licensee is liable for delinquent taxes or if the 9 department determines of workforce development certifies under par. (ct) s. 108.227 10 that the applicant or licensee is liable for delinquent unemployment insurance 11 contributions. Before suspending or revoking the license of the agent on the grounds 12of fraud or misconduct, the department division shall give notice in writing to the agent of the charges of fraud or misconduct and shall give the agent full opportunity 1314 to be heard in relation to those charges. In denving, suspending, restricting, refusing 15to renew, or otherwise withholding a license for failure to pay court-ordered 16 payments as provided in par. (cm), the department division shall follow the 17procedure provided in a memorandum of understanding entered into under s. 18 49.857.

19 3. Unless otherwise suspended or revoked, a license issued under subd. 1. shall 20be in force from the date of issuance until the June 30 following the date of issuance 21and may be periodically renewed by the department from time to time division, but 22each renewed license shall expire on the June 30 following the issuance of the 23renewed license.

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SECTION 26. 102.17 (1) (cg) of the statutes is amended to read:

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1 102.17 (1) (cg) 1. Except as provided in subd. 2m., the department division shall 2 require each applicant for a license under par. (c) who is an individual to provide the 3 department division with the applicant's social security number, and shall require 4 each applicant for a license under par. (c) who is not an individual to provide the 5 department division with the applicant's federal employer identification number, 6 when initially applying for or applying to renew the license.

2. If an applicant who is an individual fails to provide the applicant's social security number to the department <u>division</u> or if an applicant who is not an individual fails to provide the applicant's federal employer identification number to the department <u>division</u>, the department <u>division</u> may not issue or renew a license under par. (c) to or for the applicant unless the applicant is an individual who does not have a social security number and the applicant submits a statement made or subscribed under oath or affirmation as required under subd. 2m.

14 2m. If an applicant who is an individual does not have a social security number, 15 the applicant shall submit a statement made or subscribed under oath or affirmation 16 to the department division that the applicant does not have a social security number. 17 The form of the statement shall be prescribed by the department division. A license 18 issued in reliance upon a false statement submitted under this subdivision is invalid.

19 3. The department of workforce development division may not disclose any 20 information received under subd. 1. to any person except to the department of 21 revenue for the sole purpose of requesting certifications under s. 73.0301, the 22 department of workforce development for the sole purpose of requesting 23 certifications under s. 108.227, or the department of children and families for 24 purposes of administering s. 49.22.

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SECTION 27. 102.17 (1) (cr) of the statutes is amended to read:

1	102.17 (1) (cr) The department division shall deny an application for the
2	issuance or renewal of a license under par. (c), or revoke such a license already issued,
3	if the department of revenue certifies under s. 73.0301 that the applicant or licensee
4	is liable for delinquent taxes. Notwithstanding par. (c), an action taken under this
5	paragraph is subject to review only as provided under s. 73.0301 (5) and not as
6	provided in ch. 227.
7	SECTION 28. 102.17 (1) (ct) of the statutes is repealed and recreated to read:
8	102.17 (1) (ct) The division shall deny an application for the issuance or
9	renewal of a license under par. (c), or revoke such a license already issued, if the
10	department certifies under s. 108.227 that the applicant or licensee is liable for
11	delinquent contributions, as defined in s. 108.227 (1) (d). Notwithstanding par. (c),
12	an action taken under this paragraph is subject to review only as provided under s.
13	108.227 (5) and not as provided in ch. 227.
14	SECTION 29. 102.18 (2) (a) of the statutes is amended to read:
15	102.18 (2) (a) The department shall have and maintain on its staff such
16	examiners as are necessary to hear and decide claims for compensation described in
17	s. 102.16 (1) (b) $\underline{1.}$ and to assist in the effective administration of this chapter.
18	SECTION 30. 102.18 (3) of the statutes is amended to read:
19	102.18 (3) A party in interest may petition the commission for review of an
20	examiner's decision awarding or denying compensation if the department, the
21	division, or the commission receives the petition within 21 days after the department
22	or the division mailed a copy of the examiner's findings and order to the last-known
23	addresses of the parties in interest. The commission shall dismiss a petition that is
24	not filed within those 21 days unless the petitioner shows that the petition was filed
25	late for a reason that was beyond the petitioner's control. If no petition is filed within

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1 those 21 days, the findings or order shall be considered final unless set aside, $\mathbf{2}$ reversed, or modified by the examiner within that time. If the findings or order are 3 set aside by the examiner, the status shall be the same as prior to the setting aside 4 of the findings or order that were set aside. If the findings or order are reversed or $\mathbf{5}$ modified by the examiner, the time for filing a petition commences on the date on which notice of the reversal or modification is mailed to the last-known addresses 6 7 of the parties in interest. The commission shall either affirm, reverse, set aside, or 8 modify the findings or order, in whole or in part, or direct the taking of additional 9 evidence. The commission's action shall be based on a review of the evidence 10 submitted.

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SECTION 31. 102.33 (2) (b) 7. of the statutes is created to read:

12 102.33 (2) (b) 7. The requester is the department of health services, a county 13 department of social services under s. 46.215 or 46.22, or a county department of 14 human services under s. 46.23, and the request is limited to the name and address 15 of the employee who is the subject of the record, the name and address of the 16 employee's employer, and any financial information about that employee contained 17 in the record.

18 **SECTION 32.** 102.39 (title) of the statutes is repealed.

19 SECTION 33. 102.39 of the statutes is renumbered 102.15 (1) (a) and amended
20 to read:

102.15 (1) (a) <u>The department may promulgate rules as necessary to carry out</u>
<u>its duties and functions under this chapter.</u> The provisions of s. 103.005 relating to
the adoption, publication, modification, and court review of rules or general orders
of the department shall apply to all rules promulgated or general orders adopted
under this chapter.

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1	SECTION 34. 102.43 (6) (b) of the statutes is amended to read:
2	102.43 (6) (b) In the case of an employee whose average weekly earnings are
3	calculated under s. 102.11 (1) (a) (ap) 2., wages received from other employment held
4	by the employee when the injury occurred shall be considered in computing actual
5	wage loss from the employer in whose employ the employee sustained the injury as
6	provided in this paragraph. If an employee's average weekly earnings are calculated
7	under s. 102.11 (1) (a) (ap) 2., wages received from other employment held by the
8	employee when the injury occurred shall be offset against those average weekly
9	earnings and not against the employee's actual earnings in the employment in which
10	the employee was engaged at the time of the injury.
11	SECTION 35. 102.61 (1g) (a) 2. of the statutes is amended to read:
12	102.61 (1g) (a) 2. The employee was performing part-time employment at the
13	time of the injury, the employee's average weekly wage for compensation purposes
14	is calculated under s. 102.11 (1) (f) 1. or 2. (ap) 2., and that average weekly wage
15	exceeds the employee's gross average weekly wage for the part-time employment.
16	SECTION 36. 102.80 (1) (d) of the statutes is amended to read:
17	102.80 (1) (d) Amounts collected from employees or dependents of employees
18	under s. 102.81 (4) (b) and (c).
19	SECTION 37. 102.81 (4) (b) (intro.) of the statutes is amended to read:
20	102.81 (4) (b) (intro.) If the employee or dependent receives compensation from
21	the employee's employer or a 3rd party liable under s. 102.29 , pay to the department
22	the lesser of the following:
23	SECTION 38. 102.81 (4) (b) 2. of the statutes is amended to read:
24	102.81 (4) (b) 2. The amount after attorney fees and costs that the employee
25	or dependent received from the employer or 3rd party .

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SECTION 39. 102.81 (4) (c) of the statutes is created to read: 1 $\mathbf{2}$ 102.81 (4) (c) If the employee or dependent receives compensation from a 3rd 3 party that is liable under s. 102.29, pay to the department the proceeds as specified 4 under s. 102.29 (1) (b). 5**SECTION 40.** 102.81 (5) of the statutes is amended to read: 6 102.81 (5) The department of justice may bring an action to collect the a 7 payment under sub. (4) (b) or (c). 8 **SECTION 41.** 102.82 (1) of the statutes is amended to read: 9 102.82 (1) Except as provided in sub. (2) (ar), an uninsured employer shall 10 reimburse the department for any payment made under s. 102.81 (1) to or on behalf 11 of an employee of the uninsured employer or to an employee's dependents and for any 12expenses paid by the department in administering the claim of the employee or 13 dependents, less amounts repaid by the employee or dependents under s. 102.81 (4) 14 (b) or (c). The reimbursement owed under this subsection is due within 30 days after the date on which the department notifies the uninsured employer that the 1516 reimbursement is owed. Interest shall accrue on amounts not paid when due at the 17rate of 1 percent per month. 18 **SECTION 42.** 108.227 (1) (e) 16. of the statutes is created to read: 19 108.227 (1) (e) 16. A license issued by the division of hearings and appeals 20 under s. 102.17 (1) (c). 21**SECTION 43.** 108.227 (1) (f) of the statutes is amended to read: 22"Licensing department" means the department of 108.227 **(1)** (f) 23administration; the division of hearings and appeals; the department of agriculture, 24trade and consumer protection; the board of commissioners of public lands; the 25department of children and families; the ethics commission; the department of 2021 - 2022 Legislature - 18 -

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1	financial institutions; the department of health services; the department of natural
2	resources; the department of public instruction; the department of revenue; the
3	department of safety and professional services; the office of the commissioner of
4	insurance; or the department of transportation.
5	SECTION 44. 108.227 (1m) (intro.) of the statutes is amended to read:
6	108.227 (1m) GENERAL PROVISIONS. (intro.) The department shall promulgate
7	rules specifying procedures to be used before taking action under sub. (3) (b) or s.
8	102.17 (1) (ct), 103.275 (2) (bt), 103.34 (10) (d), 103.91 (4) (d), 103.92 (8), 104.07 (7),
9	or 105.13 (4) with respect to a person whose license or credential is to be denied, not
10	renewed, discontinued, suspended, or revoked, including rules with respect to all of
11	the following:
12	SECTION 45. 108.227 (3) (a) 3. of the statutes is amended to read:
13	108.227 (3) (a) 3. Upon the request of any person whose license or certificate
14	has been previously revoked or denied under s. 102.17 (1) (ct), 103.275 (2) (bt), 103.34
15	(10) (d), 103.91 (4) (d), 103.92 (8), 104.07 (7), or 105.13 (4), reinstate the license or
16	certificate if the applicant is not liable for delinquent contributions.
17	SECTION 46. 108.227 (5) (a) of the statutes is amended to read:
18	108.227 (5) (a) The department of workforce development shall conduct a
19	hearing requested by a license holder or applicant for a license or license renewal or
20	continuation under sub. (2) (b) 1. b., or as requested under s. $\frac{102.17 (1) (ct)}{103.275}$
21	(2) (bt), 103.34 (10) (d), 103.91 (4) (d), 103.92 (8), 104.07 (7), or 105.13 (4), to review
22	a certification or determination of contribution delinquency that is the basis of a
23	denial, suspension, or revocation of a license or certificate in accordance with this
24	section or an action taken under s. 102.17 (1) (ct), 103.275 (2) (bt), 103.34 (10) (d),

25 $103.91\ (4)\ (d),\ 103.92\ (8),\ 104.07\ (7),\ or\ 105.13\ (4).$ A hearing under this paragraph 2021 – 2022 Legislature BILL

1 is limited to questions of mistaken identity of the license or certificate holder or $\mathbf{2}$ applicant and of prior payment of the contributions that the department of workforce 3 development certified or determined the license or certificate holder or applicant 4 owes the department. At a hearing under this paragraph, any statement filed by the 5department of workforce development, the licensing department, or the supreme 6 court, if the supreme court agrees, may be admitted into evidence and is prima facie 7 evidence of the facts that it contains. Notwithstanding ch. 227, a person entitled to 8 a hearing under this paragraph is not entitled to any other notice, hearing, or review, 9 except as provided in sub. (6). 10 **SECTION 47.** 108.227 (5) (b) 1. of the statutes is amended to read:

11 108.227 (5) (b) 1. Issue a nondelinguency certificate to a license holder or an 12 applicant for a license or license renewal or continuation if the department 13 determines that the license holder or applicant is not liable for delinquent 14 contributions. For a hearing requested in response to an action taken under s. 102.17 (1) (ct), 103.275 (2) (bt), 103.34 (10) (d), 103.91 (4) (d), 103.92 (8), 104.07 (7), or 105.13 1516 (4), the department shall grant a license or certificate or reinstate a license or 17certificate if the department determines that the applicant for or the holder of the 18 license or certificate is not liable for delinquent contributions, unless there are other 19 grounds for denying the application or revoking the license or certificate.

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SECTION 48. 108.227 (5) (b) 2. of the statutes is amended to read:

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

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(bt), 103.34 (10) (d), 103.91 (4) (d), 103.92 (8), 104.07 (7), or 105.13 (4), the department
of workforce development shall provide notice to the license or certificate holder or
applicant that the department of workforce development has affirmed its
determination of contribution delinquency.

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SECTION 49. Nonstatutory provisions.

6 (1) All rules promulgated by the department of workforce development in effect 7 on the effective date of this subsection that are primarily related to licenses issued 8 under s. 102.17 (1) (c), as determined by the secretary of administration, remain in 9 effect until their specified expiration dates or until amended or repealed by the 10 administrator of the division of hearings and appeals in the department of 11 administration.

12

SECTION 50. Fiscal changes.

(1) In the schedule under s. 20.005 (3) for the appropriation to the department
of workforce development under s. 20.445 (1) (ra), the dollar amount for fiscal year
2021-22 is increased by \$10,000 to increase the authorized FTE positions for the
department by 0.2 SEG position for the performance of services for the worker's
compensation division.

18

(END)