

UNIVERSITY OF WISCONSIN SYSTEM

Budget Summary							
Fund	2012-13 Base Year Doubled	2013-15 Governor	2013-15 Jt. Finance	Joint Finance Change to:			
				Governor		Base	
				Amount	Percent	Amount	Percent
GPR	\$2,249,806,800	\$2,431,154,000	\$2,247,320,900	-\$183,833,100	- 7.6%	-\$2,485,900	- 0.1%
FED	3,687,187,400	3,687,187,400	3,687,187,400	0	0.0	0	0.0
PR	5,622,643,800	5,834,833,800	5,835,106,600	272,800	0.0	212,462,800	3.8
SEG	<u>65,326,000</u>	<u>65,326,000</u>	<u>65,326,000</u>	<u>0</u>	<u>0.0</u>	<u>0</u>	<u>0.0</u>
TOTAL	\$11,624,964,000	\$12,018,501,200	\$11,834,940,900	-\$183,560,300	- 1.5%	\$209,976,900	1.8%

FTE Position Summary					
Fund	2012-13 Base	2014-15 Governor	2014-15 Jt. Finance	Joint Finance Change to:	
				Governor	2012-13 Base
GPR	18,432.76	18,445.76	18,432.76	-13.00	0.00
FED	5,602.60	5,602.60	5,602.60	0.00	0.00
PR	10,492.18	10,492.18	10,494.18	2.00	2.00
SEG	<u>148.42</u>	<u>148.42</u>	<u>148.42</u>	<u>0.00</u>	<u>0.00</u>
TOTAL	34,675.96	34,688.96	34,677.96	- 11.00	2.00

Budget Change Items

1. STANDARD BUDGET ADJUSTMENTS

GPR	\$20,789,500
PR	<u>7,881,800</u>
Total	\$28,671,300

Governor/Joint Finance: Adjust the base budget by \$10,375,700 GPR in 2013-14 and \$10,413,800 GPR in 2014-15 and \$3,940,900 PR annually for: (a) full funding of continuing position salaries and fringe benefits (\$9,550,500 GPR and \$3,940,900 PR annually); and (b) full funding of lease and directed moves costs (\$825,200 GPR in 2013-14 and \$863,300 GPR in 2014-15).

2. INCREASE GPR FUNDING [LFB Paper 676]

	Governor (Chg. to Base)	Jt. Finance (Chg. to Gov)	Net Change
GPR	\$89,444,500	- \$89,444,500	\$0

Governor: Provide \$32,388,500 in 2013-14 and \$57,056,000 in 2014-15 in the four appropriations shown below. In addition to the 2013-15 increases, the table shows the base funding for each appropriation and the percentage increase in each year of the biennium.

	2012-13 <u>Base</u>	Increase over Base		% Increase Over Prior Year	
		<u>2013-14</u>	<u>2014-15</u>	<u>2013-14</u>	<u>2014-15</u>
General Program Operations	\$884,145,600	\$31,688,000	\$55,982,000	3.6%	2.7%
State Laboratory of Hygiene	9,374,300	285,700	438,000	3.0	1.6
Veterinary Diagnostic Laboratory	5,018,200	165,100	253,100	3.3	1.7
UW System Administration	<u>7,089,000</u>	<u>249,700</u>	<u>382,900</u>	3.5	1.8
Total	\$905,627,100	\$32,388,500	\$57,056,000	3.6%	2.6%

The funding increases for the State Laboratory of Hygiene, Veterinary Diagnostic Laboratory, and UW System Administration have been allotted for salary and fringe benefit costs and would be used to provide compensation increases for employees. The \$87.7 million funding increase under the general program operations appropriation has not been allotted for specific purposes. However, the administration has indicated that the funding increase in the general program operations appropriation is similarly provided for compensation increases for UW employees.

Under another budget provision, the Board of Regents and the UW-Madison Chancellor would be granted the authority to establish compensation plans for UW employees. If that provision is approved, the Joint Committee on Employment Relations would not approve a compensation plan for UW System employees and the UW System would not receive supplements from the compensation reserve.

Joint Finance: Delete funding. Instead, increase the amount of funding provided in the compensation reserves by \$89,444,500.

3. COMPENSATION PLANS [LFB Paper 676]

Governor: Authorize the Board of Regents to establish compensation plans for all UW System employees except those employees assigned to UW-Madison and authorize the UW-Madison Chancellor to establish compensation plans for all UW System employees assigned to UW-Madison. Delete the requirement that the Director of the Office of State Employment Relations submit a proposal for adjusting compensation and employee benefits for UW System employees to the Joint Committee on Employment Relations (JCOER). Delete four program

supplement appropriations to fund the cost of pay and related adjustments approved by the JCOER for UW System employees and related references. Under the bill, JCOER would not approve a compensation plan for UW System employees and the UW System would not receive supplements from the compensation reserve.

Specify that the Board of Regents should set the salaries of each UW System employee subject to the limitations included in the pay plans approved by the Board of Regents and the UW-Madison Chancellor, instead of the pay plan approved by JCOER under current law. Delete current law language limiting the Board of Regents' authority to increase employee salaries and a related report. Under current law, the Board of Regents may not increase employee salaries unless those increases conform to the pay plan approved by the JCOER, correct salary inequities, fund job reclassifications or promotions, or recognize competitive factors. The Board of Regents is required to submit an annual report to the Joint Finance Committee, the Secretary of the Department of Administration, and the Office of State Employment Relations regarding the amounts of salary increases granted to recognize competitive factors and the institutions at which those salary increases were granted.

In addition, define "continuous service" as service performed while employed by a state agency or the Board of Regents. The length of an employee's continuous service is used to determine the employee's annual allotment of leave (vacation) time and post-retirement health insurance premium credits.

Joint Finance: Delete provision.

4. DELAY THE EFFECTIVE DATE OF UW PERSONNEL SYSTEMS AND RELATED 2011 ACT 32 PROVISIONS

Joint Finance: Delay the effective date of provisions included in the 2011-13 biennial budget (Act 32) related to the implementation of new personnel systems for UW employees, the negotiation of contracts for UW employees represented by labor organizations by the Board of Regents and the UW-Madison Chancellor, and the exclusion of UW employees from state position reports until July 1, 2015. Under current law, the Board of Regents and the UW-Madison Chancellor may not implement the personnel systems unless they have been approved by the Joint Committee on Employment Relations (JCOER).

Under 2011 Act 32, the Board of Regents was authorized to establish a new personnel system for all UW employees except UW-Madison employees and the UW-Madison Chancellor was authorized to establish a new personnel system for all UW-Madison employees. Beginning on July 1, 2013, the UW System would have been exempted from all statutory Chapter 230 provisions and all UW employees would have been transferred from the state personnel system to the new personnel systems provided that those personnel systems had been approved by JCOER. In addition, collective bargaining units mirroring existing statewide collective bargaining units would have been created for UW employees other than UW-Madison employees and for UW-Madison employees effective July 1, 2013. On that date, the Board of Regents would have been authorized to bargain as the employer with UW System employees

other than UW-Madison employees who were members of bargaining units and UW-Madison would have been authorized to bargain contracts with UW-Madison employees who were members of bargaining units. Contracts negotiated by the Board of Regents and UW-Madison would have required approval by JCOER and the full Legislature consistent with contracts negotiated by the Office of State Employment Relations under current law. Act 32 also specified that UW System employees would no longer be counted in state positions reports beginning on July 1, 2013, but would remain state employees.

5. BASE BUDGET REDUCTION

GPR	- \$65,688,600
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Joint Finance: Reduce the UW System's GPR general program operations appropriation by \$32,844,300 annually.

6. TUITION AND ALLOCABLE SEGREGATED FEE FREEZE [LFB Paper 675]

Joint Finance: Prohibit the Board of Regents from charging resident undergraduate students enrolled in a UW institution or UW Colleges campus in the 2013-14 and 2014-15 academic years more in tuition than it charged resident undergraduate students enrolled in that institution or UW Colleges campus in the 2012-13 academic year. In addition, require the Board of Regents to ensure that the allocable segregated fees charged to students enrolled in a UW institution or UW Colleges campus in the 2013-14 and 2014-15 academic years do not exceed the allocable segregated fees charged to students enrolled in that institution or UW Colleges campus in the 2012-13 academic year.

7. DEBT SERVICE REESTIMATE [LFB Paper 164]

GPR	\$42,413,200
PR	39,046,800
Total	\$81,460,000

Governor/Joint Finance: Provide \$16,579,400 GPR and \$10,840,100 PR in 2013-14 and \$25,833,800 GPR and \$28,206,700 PR in 2014-15 to reestimate debt service costs. Annual base level funding for debt service is \$219,276,300 GPR and \$127,182,200 PR.

8. INCENTIVE GRANTS [LFB Paper 677]

	Governor (Chg. to Base)	Jt. Finance (Chg. to Gov)	Net Change
GPR	\$20,000,000	- \$20,000,000	\$0

Governor: Provide \$10,000,000 annually in a new biennial appropriation for incentive grants. Specify that the Board of Regents would award grants from this appropriation to UW institutions to fund the following: (a) economic development programs; (b) programs that have as their objective the development of an educated and skilled workforce; and (c) programs to improve the affordability of postsecondary education for resident undergraduates.

Economic development programs would be defined as programs or activities that: (a) have the primary purpose of encouraging the establishment and growth of business in this state, including the creation and retention of jobs; and (b) receive funding from the state or federal government through state appropriations and provides financial assistance, tax benefits, or direct services to specific industries, businesses, local governments, or organizations.

Programs that have as their objective the development of an educated and skilled workforce would include those that: (a) would increase the number of degrees awarded in fields for which the occupational demand is high or in fields that are jointly determined to be high-demand fields by the Department of Workforce Development and the Wisconsin Technical College System Board; (b) would increase the number of opportunities available to students to gain work experience in their fields through internships or cooperative work experiences; and (c) increase or enhance research development.

Programs to improve the affordability of postsecondary education for resident students would include those that: (a) reduce the time required to obtain a degree; (b) increase the opportunities available for high school pupils to earn credit toward a postsecondary degree; and (c) improve the transfer of credit between institutions of higher education.

Require the Board of Regents to submit a plan for the establishment of the incentive grant program to the Secretary of the Department of Administration (DOA) for his or her approval within 90 days after the effective date of the bill. Require that the plan include: (a) application procedures and procedures and criteria for awarding grants; (b) a plan to establish performance goals and accountability measures for each grant recipient; (c) a plan to track and report program results reported by grant recipients; and (d) an acknowledgment that the amounts awarded are not base building. In addition, require the Board of Regents to submit an annual report to the DOA Secretary on the programs that have been awarded an incentive grant. Require that the report include the goals, results, and budget for each program as well as a systemwide summary of this information.

Joint Finance: Delete the GPR funding provided and instead require the Board of Regents to allocate \$11,250,000 in each year of the biennium from its program revenue appropriation for general program operations to the incentive grant program. In addition, modify the statutory language related to the incentive grant program as follows: (1) specify that grants awarded for the creation or expansion of programs, courses, or services could be awarded for a period of up to three years; (2) permit the Board of Regents to award grants to programs that would increase the number of bachelor's, master's, and doctoral degrees awarded in fields for which occupational demand is high or in fields that the Department of Workforce Development (DWD) and the Board, instead of DWD and the Wisconsin Technical College System Board, jointly determine to be high-demand fields; (3) delete the requirement that the Board of Regents submit an annual report on the incentive grant program to the DOA Secretary and instead require the Board of Regents and the UW-Madison Chancellor to include the goals, results, and budget for each program that was awarded funds through the incentive grant program and a summary of this information in the annual accountability reports submitted to the Governor and Legislature; and (4) require that Board submit the plan for the establishment of the incentive grant program to the

Joint Finance Committee, in addition to the DOA Secretary, for its approval through a 14-day passive review process, as well as approval by the DOA Secretary.

9. CARBONE CANCER CENTER [LFB Paper 678]

	Governor (Chg. to Base)	Jt. Finance (Chg. to Gov)	Net Change
GPR	\$3,750,000	- \$3,750,000	\$0

Governor: Provide \$3,750,000 in 2013-14 in a new biennial appropriation for translational imaging research and require that the funds provided be used for costs incurred by the University of Wisconsin Carbone Cancer Center related to translational imaging research, research imaging and scanning, research imaging equipment, and the Wisconsin Oncology Network. Require the center to submit a plan to the Secretary of the Department of Administration (DOA) for raising an additional \$3,750,000 from federal, private, and other sources for the same purposes. Prohibit the release of funds from the appropriation unless the DOA Secretary approves the Center's fundraising plan.

Joint Finance: Delete the GPR funding provided and the related appropriation and instead require the Board of Regents to allocate \$3,750,000 in the 2013-15 biennium from its program revenue appropriation for general program operations for translational imaging research, research imaging and scanning, research imaging equipment, and the Wisconsin Oncology Network. Specify that the funds allocated for this purpose should be funds that would have otherwise been allocated to the UW System and not to any UW institution or the UW-Extension. Prohibit the Board from expending the funds allocated for this purpose unless an equivalent amount of funding from federal, private, or other sources has been received. In addition, require the Board to submit a plan for the expenditure of the funds allocated for translational imaging research, research imaging and scanning, research imaging equipment, and the Wisconsin Oncology Network to the Joint Finance Committee for its approval under a 14-day passive review process.

10. FUNDING FOR MEDICAL SCHOOL PROGRAMS [LFB Paper 679]

	Governor (Chg. to Base)	Jt. Finance (Chg. to Gov)	Net Change
GPR	\$3,000,000	- \$3,000,000	\$0

Governor: Provide \$1,500,000 annually in the UW System's GPR general program operations appropriation and require the Board of Regents to allocate that amount for the Wisconsin Academy for Rural Medicine (WARM) and the Training in Urban Medicine and Public Health Program (TRIUMPH) at the University of Wisconsin School of Medicine and Public Health.

Joint Finance: Delete the GPR funding provided and, instead, require the Board of Regents to allocate \$1,500,000 in each year of the 2013-15 biennium from its program revenue appropriation for general program operations to the WARM and TRIUMPH programs.

11. FLEXIBLE OPTION [LFB Paper 680]

	Governor		Jt. Finance		Net Change	
	(Chg. to Base)		(Chg. to Gov)			
	Funding	Positions	Funding	Positions	Funding	Positions
GPR	\$1,950,000	13.00	-\$1,950,000	- 13.00	\$0	0.00

Governor: Provide \$650,000 in 2013-14 and \$1,300,000 in 2014-15 and 6.5 positions beginning in 2013-14 and an additional 6.5 positions beginning in 2014-15 to increase the number of courses and programs offered through the new flexible option platform. Flexible option degree programs are targeted to adult learners and are self-paced and competency-based. Through these programs, students can be awarded credit for demonstrating college-level competencies learned through coursework, independently, or through employment. Beginning in fall, 2013, students will be able to enroll five degree programs and one certificate program offered through the flexible option.

Joint Finance: Delete the GPR funding and positions provided and, instead, require the Board of Regents to allocate \$650,000 in 2013-14 and \$1,300,000 in 2014-15 from its program revenue appropriation for general program operations to fund the UW Flexible Option initiative.

12. TRANSFER PR FUNDS TO WHEG-UW PROGRAM UNDER HEAB

Joint Finance: Transfer \$58,345,400 in 2013-14 from the UW System's program revenue appropriation for general program operations to a new program revenue appropriation under the Higher Educational Aids Board for the Wisconsin higher education grant (WHEG) program for UW students. [See "Higher Educational Aids Board."]

13. PLAN FOR FUNDING INITIATIVES AND TRANSFER WITH PR APPROPRIATION BALANCES

Joint Finance: Require the Board of Regents to submit a plan to the Joint Committee on Finance identifying the sources of the program revenues that would be transferred to the Higher Education Aids Board and that would be allocated to each of the following: (1) the incentive grant program; (2) the Carbone cancer center; (3) the WARM and TRIUMPH programs at the UW School of Medicine and Public Health; and (4) the UW Flexible Option initiative. Require the Board of Regents to submit the plan within 90 days of the effective date of the bill, and specify that the plan is subject to approval by the Joint Committee on Finance under a 14-day passive review process.

14. CALCULATION OF AND LIMITS ON UW PR BALANCES [LFB Paper 675]

Joint Finance: Require the Board of Regents to develop a methodology for the calculation of program revenue balances and reserves, expressed in both dollars and as percentages of total annual expenses, for the UW System as a whole and for individual UW institutions and the UW-Extension. Require the Board of Regents to submit its proposed methodology to the Joint Legislative Audit Committee by September 1, 2013, for approval, modification, or disapproval.

In addition, require the Board of Regents to submit the following to the Joint Committee on Finance by January 1, 2014, for approval through a 14-day passive review process: (1) proposed limits on program revenue account balances for the UW System as a whole and for each individual UW institution and the UW-Extension and proposed reports related to those limits; (2) proposed policies regarding the annual distribution of tuition and fee revenue and state general purpose revenue to each institution and the UW-Extension; and (3) proposed policies regarding the expenditure of tuition and fee revenues and state general purpose revenue by each institution and the UW-Extension.

15. ADJUST PR GENERAL PROGRAM OPERATIONS APPROPRIATION TO REFLECT 2012-13 OPERATING LEVELS

PR	\$165,261,400
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Governor/Joint Finance: Provide \$82,630,700 annually to reflect increases in tuition revenue and revenues from self-supporting operations that occurred during the 2011-13 biennium. The UW System's program revenue general program operations appropriation is an "all moneys received" appropriation, meaning that all revenues may be spent regardless of the amount shown in the appropriation schedule.

16. STATE LABORATORY OF HYGIENE IMPLIED CONSENT TESTING

	Funding	Positions
PR	\$272,800	2.00

Joint Finance: Require the Board of Regents to transfer \$136,400 in 2013-14 and 2014-15 from the UW System's program revenue appropriation for general program operations to the program revenue appropriation for alcohol and drug testing under the state's implied consent laws at the State Laboratory of Hygiene. Under the implied consent laws, any person who drives or operates a motor vehicle on public highways is deemed to have consented to the testing of his or her breath, urine, or blood for alcohol, controlled substances, and other drugs. In addition, provide a corresponding amount of PR funding and create 2.0 two-year project positions under the State Laboratory of Hygiene beginning in the 2013-14 fiscal year.

17. CORE GENERAL EDUCATION COURSES TRANSFER AGREEMENT [LFB Paper 681]

Governor: Require the Board of Regents and the Wisconsin Technical College System (WTCS) Board to enter into and implement an agreement that identifies core general education

courses totaling not fewer than 30 credits that will be transferable between and within each institution participating in the agreement. Define core general education courses as those courses generally required for an undergraduate degree that are prerequisites or otherwise in addition to the courses required for an undergraduate degree in a specific course of study. The agreement shall establish policies ensuring that, beginning in the 2014-15 academic year, credits for completing the courses identified by the agreement will be transferable without loss of credit towards graduation or toward completion of a specific course of study. Provide that the Wisconsin Association of Independent Colleges and Universities (WAICU), on behalf of its constituent institutions, and the governing boards of tribally controlled colleges in this state may be parties to the agreement. Require the Board of Regents and the WTCS Board to ensure that WAICU and the governing boards of the tribally controlled colleges have the opportunity to participate in the agreement. Specify that the courses identified in the agreement be included in the computer-based credit transfer system maintained by the Board of Regents. Require the Board of Regents to include a description of the agreement and a summary of the Board's implementation of the agreement in the annual accountability report submitted by the Board to the Governor and the Legislature beginning with the report for the 2014-15 academic year.

Joint Finance: Delete the requirement that credits for completing the courses identified by the agreement be transferable without loss of credit toward graduation or toward completion of a specific course of study and, instead, require that those credits be transferable and satisfy general education requirements at the receiving institution or college.

18. ELIGIBILITY OF VETERANS FOR TUITION AND FEE REMISSIONS [LFB Paper 682]

Governor: Provide that a veteran who would otherwise be eligible to receive tuition and fee remissions but was not a resident of this state at the time of his or her entry into the Armed Forces would be eligible to receive tuition and fee remissions if he or she has been verified by the Department of Veterans Affairs (DVA) as being a resident of this state for at least five consecutive years. In addition, specify that the state from which a veteran entered service would be irrelevant in determining the veteran's state of residence at the time of entry into service. Under current law, a veteran is eligible to receive tuition and fee remissions if he or she has been verified by DVA as being all of the following: (a) a resident of this state for the purpose of receiving state veterans benefits; (b) a resident at the time of his or her entry into the Armed Forces; and (c) having qualifying military service.

The bill would also require that a veteran maintain a cumulative grade point average of at least 2.0 to remain eligible for tuition and fee remissions. This requirement would apply beginning in the first semester after the effective date of the bill.

Joint Finance: Modify the provision extending eligibility for tuition and fee remissions to veterans who have resided in this state for at least five consecutive years to specify that a veteran must have resided in this state for at least five consecutive years immediately preceding the beginning of any semester or session for which the veteran registers at an institution to be eligible for a remission. In addition, delay the effective date of the requirement that a veteran

maintain a cumulative grade point average of at least 2.0 to remain eligible for tuition and fee remissions until the first semester beginning after January 1, 2014.

19. ELIGIBILITY OF CHILDREN AND SPOUSES OF CERTAIN VETERANS FOR TUITION AND FEE REMISSIONS [LFB Paper 683]

Governor: Provide that the child, spouse, or unremarried surviving spouse of a deceased or disabled veteran who would be eligible for tuition and fee remissions under current law if the veteran had been a resident of this state at the time of his or her entry into the Armed Forces would be eligible to receive tuition and fee remissions if the veteran resided in this state for at least five consecutive years. In addition, specify that the state from which a veteran entered service would be irrelevant in determining the veteran's state of residence at the time of entry into service. Under current law, the children and unremarried surviving spouse of a deceased veteran are eligible for tuition and fee remissions if the veteran: (a) was a state resident at the time of entry into the service; (b) served under honorable conditions; (c) either died on active duty, died on inactive duty for training purposes, or died as the result of a service-related disability; and (d) was a resident of this state at the time of death. The children and spouse of a disabled veteran are eligible for tuition and fee remissions if the veteran: (a) was a state resident at the time of entry into service; (b) served under honorable conditions; and (c) has been awarded at least a 30% service-connected disability rating by the U.S. Department of Veterans Affairs.

In addition, eliminate the time limitations on the receipt of tuition and fee remissions by the spouses of disabled veterans and the unremarried surviving spouses of deceased veterans. Under current law, a spouse may only receive tuition and fee remissions during the first ten years after the eligible veteran received the service-connected disability rating and an unremarried surviving spouse may only receive tuition and fee remissions during the first ten years after the veteran died or the first ten years after the youngest child that the spouse had with the veteran reaches or would have reached 18 years of age.

The bill would also require that the spouse, unremarried surviving spouse, or child of an eligible veteran maintain a cumulative grade point average of at least 2.0 to remain eligible for tuition and fee remissions. This requirement would apply beginning in the first semester after the effective date of the bill.

Joint Finance: Delete the provision that would have extended eligibility for tuition and fee remissions to the child, spouse, or unremarried surviving spouse of a deceased or disabled veteran who has resided in this state for at least five consecutive years. In addition, delay the effective date of the requirement that the child, spouse, or unremarried spouse of an eligible veteran maintain a cumulative grade point average of at least 2.0 to remain eligible for tuition and fee remissions until the first semester beginning after January 1, 2014.

20. PARTICIPATION IN THIRD-PARTY ENTITIES OFFERING TELECOMMUNICATIONS SERVICES

Governor: Modify current law to permit the Board of Regents, a UW institution or UW

Colleges campus, or the UW-Extension to serve as a member, shareholder, or partner in or with certain additional third-party entities that offer, resell, or provide telecommunications services to the general public or to any other public or private entity. The Board of Regents, UW institutions, UW Colleges campuses, and the UW-Extension would be permitted to serve as a member, shareholder, or partner in or with such third-party entities that satisfy one of the following conditions: (1) the third-party entity advances research or higher education and the Board, UW institution, UW Colleges campus, or UW-Extension served as a member, shareholder, or partner in or with the third-party entity on February 1, 2013; or (2) the Secretary of the Department of Administration issues a determination that the third-party entity advances research or higher education prior to the Board of Regents, UW institution, UW Colleges campus, or UW-Extension serving as a member, shareholder, or partner. Provide that the Board of Regents, a UW institution or UW Colleges campus, or the UW-Extension may use the services of such third-party entities that satisfy the conditions in par. (1) or (2) above. Modify current law to permit the Board of Regents, a UW institution or UW Colleges campus, or the UW-Extension to participate in the operations of, or provide telecommunications services or technical support services to, those third-party entities that satisfy the conditions in par. (1) or (2) above but only in connection with the use of services offered by those third-party entities. Specify that the definition of "third-party entity" does not include WiscNet.

Under current law, the Board of Regents, a UW institution or UW Colleges campus, or the UW-Extension may be a member, shareholder, or partner in or with any third-party entity that offers, resells, or provides telecommunications services to the general public or to any public or private entity only if one of the following applies: (1) the third-party entity does not offer, resell, or provide telecommunications services that it did not offer, resell, or provide on June 15, 2011, and the third-party entity does not offer, resell, or provide telecommunications services to a private entity, to the general public, or to a public entity other than a university or a university-affiliated research facility or a facility approved by the Joint Committee on Finance related to the Building Community Capacity Through Broadband project grant, that the third-party entity was not serving on June 15, 2011; or (2) the third-party entity or other person is comprised entirely of universities and university-affiliated research facilities. In addition, the Board of Regents is prohibited from offering, reselling, or providing telecommunications services that are available from a private telecommunications carrier to the general public or to any other public or private entity.

Joint Finance: Modify the provision to permit the Board of Regents, a UW institution, a UW Colleges campus, and the UW-Extension to serve as a member, shareholder, or partner in, or with, only third-party entities whose primary purpose is to advance the academic research of higher education establishments instead of third-party entities that advance research or higher education as under the Governor's provision. Specify that the Board of Regents, a UW institution, a UW Colleges campus, or the UW-Extension may provide telecommunications services for the purpose of interconnection to, or provide technical support to, qualifying third-party entities instead of provide telecommunications services or technical support services to, qualifying third-party entities as under the Governor's provision. Define "interconnection" as linking with a third-party network for the mutual exchange of traffic and define "third-party entity" as including Broadband Optical Research, Education and Sciences Network, Internet2,

and the Northern Tier Network Consortium, but not including WiscNet or its affiliates, successors, or assigns.

In addition, beginning on January 1, 2014, prohibit the Board of Regents from all of the following: (1) employing any individuals who are also employed by WiscNet or its affiliates, successors, or assigns; (2) permitting WiscNet or its affiliates, successors, or assigns to occupy any facilities owned or leased by the Board of Regents; and (3) jointly owning any assets or property with WiscNet or its affiliates, successors, or assigns.

21. MEDICAL SCHOOL REPORTS

Governor/Joint Finance: Require the UW-Madison Medical School to submit a report annually by October 15 to the Governor and the Chief Clerk of each house of the Legislature providing the following information: (a) the number of students enrolled in rural and underserved urban medicine programs; (b) the medical specialties and residency locations of the students in those programs; and (c) the initial postresidency practice locations of the graduates of those programs. Define "rural or urban medicine program" to include the Wisconsin Academy for Rural Medicine, the Training in Urban Medicine and Public Health program, and any other rural or underserved urban medicine program established after the effective date of the bill.

In addition, combine a report that the medical school is currently required to submit biennially to the Governor and the Joint Committee on Finance with a report that the medical school is required to submit by October 15 of each even-numbered year to the Governor and the chief clerk of each house. The combined report would be submitted to the Governor, the Joint Committee on Finance, and the Chief Clerk of each house by October 15 of each even-numbered year and would include the following information: (a) minority student recruitment policies and programs and the number of minority students enrolled; (b) number and percentages of Wisconsin residents enrolled; (c) average faculty salaries compared to national averages; (d) development of cooperative educational programs with other institutions throughout this state; (e) placement of graduates of doctor of medicine and residency training programs; (f) the financial status of the family practice residency sites; (g) the number of family practice residents choosing to practice in medically underserved areas of the state upon graduation; and (h) the number of graduates entering family practice as a career.

22. DISCOVERY FARM GRANTS

Governor/Joint Finance: Change the source of funds for the discovery farm grants from the agricultural chemical cleanup fund to the agrichemical management fund.

23. DELETE OBSOLETE APPROPRIATION

Governor/Joint Finance: Delete the appropriation for the Special Task Force on UW Restructuring and Operational Flexibilities. Under current law, no funds can be encumbered from this appropriation after June 30, 2013.

24. ACCOUNTABILITY REPORTS

Joint Finance: Require the Board of Regents and the UW-Madison Chancellor to include the following additional information in the annual accountability reports submitted to the Governor and Legislature: (a) economic development programs undertaken; (b) the number of bachelor's, master's, and doctoral degrees awarded in fields for which the occupational demand is high or in fields that the Department of Workforce Development and the Board jointly determine to be high-demand fields; (c) the number of undergraduate and graduate students participating in internships or cooperative work experiences; (d) the number of high school pupils who have earned credit; and (e) a description of improvements made in the transfer of credit between institutions of higher education.

25. FEES FOR INTER-INSTITUTIONAL STUDENT GOVERNMENT ORGANIZATIONS

Joint Finance: Specify that the Board of Regents could provide students with the opportunity to pay an additional fee to support an inter-institutional student government organization but could not require students to pay such a fee.

26. REPORT ON FEES

Joint Finance: Require the Board of Regents to submit a report annually by October 15 to the Joint Finance Committee and the Joint Legislative Audit Committee listing all fees, including academic fees, tuition, segregated fees, and any other fees, that are charged to students at each institution and UW Colleges campus and the amount by which these fees have increased in each of the preceding five years.

27. CENTER FOR INVESTIGATIVE JOURNALISM

Joint Finance: Prohibit the Board of Regents from allowing the Wisconsin Center for Investigative Journalism to occupy any facilities owned or leased by the Board. In addition, specify that no UW System employee may perform any work related to the Wisconsin Center for Investigative Journalism as part of his or her duties as an employee.