

CIRCULAR LETTER 2992- SEPTEMBER 27, 2006

TO: Members of the Bureau

FROM: Donna Knepper

RE: Proceedings of the Wisconsin Rating Committee Item Number 3875 Professional Employer Organizations (PEOs) Wisconsin Basic Manual Rule IX (E)

The Wisconsin Worker's Compensation Advisory Council (WCAC) formed a subcommittee to address issues and concerns unique to the PEO industry. Pursuant to the request of the WCAC PEO Subcommittee and the State Legislature, the Rating Committee has adopted the following extension on the effective date of the changes to the Basic Manual Rule IX (E) regarding PEOs for filing with the OCI:

So that the filed changes for the Basic Manual Rule IX (E) to take effect on January 1, 2007 will not adversely affect the work of the WCAC PEO Subcommittee, the Office of the Commissioner of Insurance has approved the extension of the effective date of the change to Rule IX (E) up to the date of January 1, 2008. Further, Rule IX (E) will be modified as necessary to assure compliance with any approved changes to Chapter 102 of the Wisconsin Statutes addressing PEOs, employee leasing organizations and leasing agreements.

WCRB will provide updates as necessary. Questions can be directed to Tad Cleveland at (262) 796-4586 or Donna Knepper at (262) 796-4576.