

January 20, 2017

The Honorable Jason Chaffetz Chairman House Committee on Oversight and Government Reform 2157 Rayburn House Office Building Washington, DC 20515-6143

Dear Congressman Chaffetz:

Thank you for the opportunity to engage with you and your committee to find impactful reforms of government to foster better stewardship at all levels and allow the private sector economy to flourish.

As state policy-makers, we are consistently contacted by constituents and business leaders about the cost of compliance of unfunded mandates and burdensome federal regulations. When developing policy solutions at the state level, we are continually stymied by federal rules preventing us from solving important problems. The most common area of burdensome regulations arise out of requirements tied to federal funding.

We have felt the effects of federal government's use of this cooperative federalism to lure nonfederal entities into accepting federal dollars only to tie their hands with additional unfunded mandates and "strings attached" regulations. This insidious use of federal funds has resulted in the loss of local control, increased cost for compliance and delivery of services, and expanded the size and scope of bureaucracy at all levels to the detriment of the private sector and taxpayers.

We would generally request that funding delegated back to the states be free from costly and burdensome restrictions so that Wisconsinites can achieve better schools, roads, and services for the dollar. More specifically, the following areas present the biggest opportunities for relief:

The EPA's Administration of the Clean Air Act
The EPA's Administration of the Clean Water Act
The EPA's Administration of the Clean Power Plan
Davis-Bacon Prevailing Wage
Federal Transit Union Protections
HUD Mandates on Composition of Neighborhoods
Title 9 Mandates for Schools
Every Student Succeeds Act (ESSA)
Nutrition Standards in the School Lunch Program
Dodd-Frank Regulations
TANF Implementation Restrictions
Medicaid & SNAP Administration Restrictions
Wood Heater Restrictions
Federal Unemployment Law Restrictions

By no means is this an exhaustive list but the issues presented are perpetual problems which negatively impact Wisconsinites in our children's schools, our morning commutes, when starting or growing our businesses, and when trying to find the money to make ends meet in an economy stifled by regulation and unfunded mandates. We are encouraged by the potential for real reforms to come from Washington which would unshackle state and local officials to realize substantive savings and provide relief to taxpayers who have shouldered the tax burden of an over-bearing federal government.

A final area on which we have been working in Wisconsin pertains to the 150+ federal welfare programs that flow through the states for administration. We request that Congress block grant this funding to Wisconsin. This would allow significant reduction in the federal bureaucracy and provide us the flexibility and freedom to implement policies that greater encourage work for those receiving public benefits.

As we move forward with our legislative session here in Wisconsin, we will continue examine more closely the real costs and impacts of specific unfunded mandates, federal regulations, and the requirements attached to federal funding sent to the states.

Should you have any questions or need further information please send correspondence to <u>Sen.Craig@legis.wisconsin.gov</u> or call (608) 266-5400 or <u>Sen.Kapenga@legis.wisconsin.gov</u> or (608) 266-9174. We look forward to continuing this dialog and partnership to foster better stewardship of tax dollars and allow our private sector economy to reach its highest potential.

Sincerely,

Senator David Craig

Chairman

Senate Committee on Financial Service, Constitution & Federalism

Senator Chris Kapenga

Chris Capen

Chairman

Senate Committee on Public Benefit, Licensing & State-Federal Relations