

1 ENGROSSED SENATE  
2 BILL NO. 1996

By: Coffee of the Senate  
and  
Benge of the House

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6  
7 [ workers' compensation - requiring certain  
8 partnership - noncodification -  
9 effective date ]  
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11 BE IT ENACTED BY THE PEOPLE OF THE STATE OF OKLAHOMA:

12 SECTION 1. NEW LAW A new section of law not to be  
13 codified in the Oklahoma Statutes reads as follows:

14 A. The purpose of this act is to create a private enterprise  
15 company to emerge with adequate capital, reserves, investment and  
16 pricing methodologies to assure an ongoing market for workers'  
17 compensation with a customer centric service philosophy.

18 B. Notwithstanding any other provision of law, CompSource  
19 Oklahoma shall enter into a public-private partnership with a  
20 private enterprise company for the transitioning of CompSource  
21 Oklahoma into a privately owned company. Such transition shall be  
22 completed no later than five (5) years from the effective date of  
23 this act.  
24

1 C. CompSource shall bifurcate the claims and associated  
2 reserves existing on or prior to the effective date of this act from  
3 the business and associated claims occurring after the effective  
4 date of this act.

5 D. A private enterprise company shall manage the bifurcated  
6 businesses utilizing free enterprise principles and pursuant to two  
7 separate but related service contracts to include, but not be  
8 limited to, performance obligations as follows:

9 1. INFORCE RUNOFF CONTRACT

- 10 a. Manage claims in existence on or before the effective  
11 date of this act for purposes of expediting the  
12 processing of claims, reducing litigation cost and  
13 advancing rehabilitation for and reemployment of  
14 injured workers;
- 15 b. Implement technology solutions to improve efficiency;
- 16 c. Manage reserve runoff for purposes of capturing  
17 potential redundancies while assuring a stable pricing  
18 environment in a financially secure company; and
- 19 d. Systematically pay dividends to existing customers  
20 using financially prudent methodologies for the  
21 financial stability of the combined company.

22 2. NEW BUSINESS CONTRACT

- 23 a. Manage claims filed after the effective date of this  
24 act;

