

BILL SUMMARY
2nd Session of the 54th Legislature

Bill No.:	HB 2909
Version:	INT
Request Number:	9470
Author:	Rep. Brumbaugh
Date:	2/5/2014
Impact:	\$0

Research Analysis

HB 2909, as introduced, modifies the comprehensive professional risk management program by removing Workers' Compensation Insurance from the list of exempt insurance programs.

Prepared By: Kyle Meade

Fiscal Analysis

On January 1, 2015, CompSource will become a private mutual insurance company. Once CompSource goes private, agencies must seek competitive quotes for Workers' Compensation Insurance (WC). Any agency with WC premiums in excess of \$50,000 desiring to obtain competitive quotes is subject to The Central Purchasing Act; this requires the agency to work through Central Purchasing to issue a Request for Proposal (RFP) to obtain quotes. The Central Purchasing Department does not have on staff an individual with the experience or expertise to create a RFP for the placement of insurance. This will place a great deal of strain on the Central Purchasing Department. The Risk Management Department has the experience and expertise on staff to create RFP specifications for the placement of insurance including WC; by striking this language in the Risk Management statute, The Risk Management Department will be able to assist The Central Purchasing Department and any agency interested in obtaining competitive quotes for its Workers' Compensation Insurance. Office of Management and Enterprise Services (OMES) officials indicate the measure will have no measurable fiscal impact.

Prepared By: Mark Tygret

Other Considerations

None.