1 ENGROSSED SENATE BILL NO. 1333 By: Hall of the Senate 2 and 3 Caldwell (Trey) of the House 4 5 An Act relating to workers' compensation; amending 85 6 O.S. 2021, Section 380, which relates to the Volunteer Firefighter Group Insurance Pool; 7 establishing transfer of the Pool to the Office of Management and Enterprise Services (OMES); requiring 8 certain funds to remain with CompSource Mutual 9 Insurance Company; providing for purchase of certain insurance for certain volunteer fire departments; allowing OMES to contract with certain entity or hire 10 personnel; construing provision; directing premium payment by certain state entities; increasing 11 contributions to certain premium; establishing reporting and notice requirements; prohibiting 12 certain financial information from use for certain bid determinations; providing for premium increases 13 of certain amount per annum; updating statutory language; updating statutory reference; creating the 14 Volunteer Firefighter Group Insurance Pool Revolving Fund; providing fund purpose; establishing source of 15 fund; providing for codification; providing for recodification; providing an effective date; and 16 declaring an emergency. 17 18 BE IT ENACTED BY THE PEOPLE OF THE STATE OF OKLAHOMA: 19 20 SECTION 1. 85 O.S. 2021, Section 380, is AMENDATORY amended to read as follows: 21 Section 380. A. 1. Volunteer Except as provided for in 22 subsections E though I of this section, volunteer fire departments 23

organized pursuant to state law may obtain workers' compensation

insurance for volunteer firefighters through the Volunteer Firefighter Group Insurance Pool pursuant to requirements established by CompSource Mutual Insurance Company which shall administer the Pool. For the premium set by CompSource Mutual Insurance Company, the state shall provide Fifty-five Dollars (\$55.00) per firefighter per year. Except as otherwise provided by subsection D of this section, the total amount paid by the state shall not exceed Three Hundred Twenty Thousand Three Hundred Thirty-eight Dollars (\$320,338.00) per year or so much thereof as may be necessary to fund the Volunteer Firefighter Group Insurance Pool.

- 2. CompSource Mutual Insurance Company shall collect the premium from state agencies, public trusts, and other instrumentalities of the state. Any funds received by CompSource Mutual Insurance Company from any state agency, public trust, or other instrumentality for purposes of workers' compensation insurance pursuant to this section shall be deposited to the credit of the Volunteer Firefighter Group Insurance Pool. CompSource Mutual Insurance Company shall collect premiums, pay claims, and provide for excess insurance as needed.
- B. CompSource Mutual Insurance Company shall <u>electronically</u>
 report, annually, to the Governor, the Speaker of the Oklahoma House
 of Representatives, and the President Pro Tempore of the State
 Senate the number of enrollees in the Volunteer Firefighter Group
 Insurance Pool, and the amount of any anticipated surplus or

- deficiency of the Pool; and shall also provide to the Governor, the

 Speaker of the Oklahoma House of Representatives and the President

 Pro Tempore of the State Senate sixty (60) days days' advance notice

 of any proposed change in rates for the Volunteer Firefighter Group

 Insurance Pool.
 - C. The amount of claims paid, claim expenses, underwriting losses, loss ratio, or any other financial aspect of the Volunteer Firefighter Group Insurance Pool shall not be considered when determining or considering bids for the amount of any premiums, rates, or expenses owed by, or any discounts, rebates, dividends, or other financial benefits owed to any other policyholder of CompSource Mutual Insurance Company.
 - D. Except as otherwise provided by law, any increase in the state payment rate for volunteer firefighters under the Volunteer Firefighter Group Insurance Pool shall not exceed five percent (5%) per annum. Any proposed change in rates for the Volunteer Firefighter Group Insurance Pool must be approved by the Board of Directors of CompSource Mutual Insurance Company with notice provided pursuant to subsection B of this section. CompSource Mutual Insurance Company shall not increase premiums for the Volunteer Firefighter Group Insurance Pool more than once per annum.
 - E. 1. The provisions of subsections A through D of this section shall apply only to workers' compensation claims for

- volunteer firefighters incurred prior to the effective date of this
 act.
- 2. Not later than the effective date of this act, the Volunteer 3 4 Firefighter Group Insurance Pool shall be transferred to the Office 5 of Management and Enterprise Services Comprehensive Professional Risk Management Program. Provided, existing reserves from the Pool 6 7 shall remain with CompSource Mutual Insurance Company for the purpose of managing claims incurred prior to the effective date of 8 9 this act. All claims incurred on and after the effective date of 10 this act shall be administered by the Office of Management and
- 3. OMES may contract with a third-party administrator or hire
 not more than two full-time personnel for the purposes of
 administering the Pool.
 - 4. Nothing in this section shall be construed to permit OMES to administer workers' compensation to a paid fire department as such term is defined in Section 29-104.1 of Title 11 of the Oklahoma Statutes.
- F. 1. Volunteer fire departments organized pursuant to state
 law may obtain workers' compensation insurance for volunteer
 firefighters through the Volunteer Firefighter Group Insurance Pool
 pursuant to requirements established by the Office of Management and
 Enterprise Services Comprehensive Professional Risk Management
 Program.

11

15

16

17

18

Enterprise Services (OMES).

4 <u>re</u> 5 <u>ii</u>

2. OMES shall collect a premium of One Hundred Twenty Dollars (\$120.00) per firefighter per year from state agencies, public trusts, and other instrumentalities of the state. Any funds received by OMES from any state agency, public trust, or other instrumentality for purposes of workers' compensation insurance pursuant to this section shall be deposited to the credit of the Volunteer Firefighter Group Insurance Pool. OMES shall collect premiums, pay claims, and provide for excess insurance as needed.

G. OMES shall electronically report, annually, to the Governor, the Speaker of the House of Representatives, and the President Pro

Tempore of the Senate the number of enrollees in the Volunteer

Firefighter Group Insurance Pool, and the amount of any anticipated surplus or deficiency of the Pool; and shall also provide to the Governor, the Speaker of the House of Representatives, and the President Pro Tempore of the Senate sixty (60) days' advance notice of any proposed change in rates for the Volunteer Firefighter Group Insurance Pool.

H. The amount of claims paid, claim expenses, underwriting

losses, loss ratio, or any other financial aspect of the Volunteer

Firefighter Group Insurance Pool shall not be considered when

determining or considering bids for the amount of any premiums,

rates, or expenses owed by, or any discounts, rebates, dividends, or

other financial benefits owed to any other policyholder of OMES.

- I. Except as otherwise provided by law, any increase in the state payment rate for volunteer firefighters under the Volunteer Firefighter Group Insurance Pool shall not exceed five percent (5%) per annum. Any proposed change in rates for the Volunteer Firefighter Group Insurance Pool must be approved by the Director of the Office of Management and Enterprise Services with notice provided pursuant to subsection G of this section. OMES shall not increase premiums for the Volunteer Firefighter Group Insurance Pool more than once per annum.
 - <u>J.</u> For purposes of this section, the term "volunteer fire departments" includes those volunteer fire departments which have authorized voluntary or uncompensated workers rendering services as firefighters and are created by statute pursuant to Section 592 of Title 18 of the Oklahoma Statutes, Sections 29-201 through <u>29-204</u> <u>29-206</u> of Title 11 of the Oklahoma Statutes, and those defined by Section 351 of Title 19 of the Oklahoma Statutes.
 - SECTION 2. NEW LAW A new section of law to be codified in the Oklahoma Statutes as Section 85.71 of Title 74, unless there is created a duplication in numbering, reads as follows:

There is hereby created in the State Treasury a revolving fund for the Office of Management and Enterprise Services (OMES) to be designated the "Volunteer Firefighter Group Insurance Pool Revolving Fund". The fund shall be a continuing fund, not subject to fiscal year limitations, and shall consist of all monies received by OMES

1 from appropriations provided for the purpose of administering the Volunteer Firefighter Group Insurance Pool in the event that no 2 other funds are available. All monies accruing to the credit of the 3 fund are hereby appropriated and may be budgeted and expended by 4 5 OMES for the purpose provided for in this section. Expenditures from the fund shall be made upon warrants issued by the State 6 Treasurer against claims filed as prescribed by law with the 7 Director of the Office of Management and Enterprise Services for 9 approval and payment. SECTION 3. 85 O.S. 2021, Section 380, as 10 RECODIFICATION amended by Section 1 of this act, shall be recodified as Section 11 85.70 of Title 74 of the Oklahoma Statutes, unless there is created 12 13 a duplication in numbering. This act shall become effective July 1, 2024. SECTION 4. 14 SECTION 5. It being immediately necessary for the preservation 15 of the public peace, health or safety, an emergency is hereby 16 17 declared to exist, by reason whereof this act shall take effect and be in full force from and after its passage and approval. 18 19 20 21 22 23

1	Passed the Senate the 5th day of March, 2024.
2	
3	
4	Presiding Officer of the Senate
5	Passed the House of Representatives the day of,
6	2024.
7	
8	
9	Presiding Officer of the House of Representatives
LO	
L1	
L2	
L3	
L 4	
L5	
L 6	
L 7	
18	
L9	
20	
21	
22	
23	
24	