## OKLAHOMA STATE SENATE CONFERENCE COMMITTEE REPORT

May 18, 2023

Mr. F	resident:
Mr. S	peaker:
The	Conference Committee, to which was referred
	<u>SB703</u>
Ву:	Murdock of the Senate and Newton of the House
Title	Administrative Workers' Compensation Act; modifying requirements for payments from Multiple Injury Trust Fund. Effective date. Emergency.
1.	That the House recede from all Amendments.  That the attached Conference Committee Substitute (Request #2217) be adopted.
	Respectfully submitted,
Muro How	rent Howard

HOUSE CONFEREES:

Conference Committee on Judicial - Civil

1	STATE OF OKLAHOMA
2	1st Session of the 59th Legislature (2023)
3	CONFERENCE COMMITTEE SUBSTITUTE
4	FOR ENGROSSED SENATE BILL NO. 703 By: Murdock of the Senate
5	and
6	Newton of the House
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8	CONFERENCE COMMITTEE SUBSTITUTE
9	An Act relating to the Administrative Workers' Compensation Act; amending 85A O.S. 2021, Section
LO	122, which relates to costs of administering act; modifying requirements for payments from Multiple Injury Trust Fund; modifying payment amounts; updating statutory reference; providing an effective
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12	date; and declaring an emergency.
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L 4	BE IT ENACTED BY THE PEOPLE OF THE STATE OF OKLAHOMA:
L5	SECTION 1. AMENDATORY 85A O.S. 2021, Section 122, is
L 6	amended to read as follows:
L7	Section 122. A. The Workers' Compensation Commission Revolving
18	Fund established by Section 28.1 of this title shall be used for the
L 9	costs of administering this act the Administrative Workers'
20	Compensation Act and for other purposes as authorized by law.
21	B. For the purpose of providing funds for the Workers'
22	Compensation Commission Revolving Fund, for the Workers'
23	Compensation Administrative Fund created in Section 401.1 of this
24	title, for the Multiple Injury Trust Fund created in Section 28 of

this title, and to fund other provisions within this title, the following tax rates shall apply:

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- 1. Each mutual or interinsurance association, stock company, 3 CompSource Mutual Insurance Company or other insurance carrier 4 5 writing workers' compensation insurance in this state shall pay to the Oklahoma Tax Commission an assessment at a rate of one percent 6 (1%) of all gross direct premiums written during each quarter of the 7 calendar year for workers' compensation insurance on risks located 8 9 in this state after deducting from such gross direct premiums, return premiums, unabsorbed portions of any deposit premiums, policy 10 dividends, safety refunds, savings and other similar returns paid or 11 credited to policyholders. Such payments to the Tax Commission 12 13 shall be made not later than the fifteenth day of the month following the close of each quarter of the calendar year in which 14 such gross direct premium is collected or collectible. 15 Contributions made by insurance carriers and CompSource Mutual 16 Insurance Company, under the provisions of this section, shall be 17 considered for the purpose of computing workers' compensation rates; 18 and 19
  - 2. When an employer is authorized to become a self-insurer, the Commission shall so notify the Tax Commission, giving the effective date of such authorization. The Tax Commission shall then assess and collect from the employers carrying their own risk an assessment at the rate of two percent (2%) of the total compensation for

permanent total disability awards, permanent partial disability awards and death benefits paid out during each quarter of the calendar year by the employers. Such assessment shall be payable by the employers and collected by the Tax Commission according to the provisions of this section regarding payment and collection of the assessment created in paragraph 1 of this subsection.

- C. It shall be the duty of the Tax Commission to collect the payments provided for in this title. The Tax Commission is hereby authorized to bring an action for the recovery of any delinquent or unpaid payments required in this section. The Tax Commission may also enforce payments by proceeding in accordance with the provisions of Section 98 of this title.
- D. The Tax Commission shall pay monthly to the State Treasurer to the credit of the Multiple Injury Trust Fund all monies collected under the provisions of this section less the annual amounts which shall be apportioned by the Oklahoma Tax Commission as follows:
- 1. Five Million Dollars (\$5,000,000.00) Five Million Five

  Hundred Thousand Dollars (\$5,500,000.00) shall be payable each

  fiscal year in equal monthly installments to the credit of the

  Workers' Compensation Commission Revolving Fund established in

  Section 28.1 of this title for the fiscal year ending June 30, 2016,

  Three Million Dollars (\$3,000,000.00) for the fiscal year ending

  June 30, 2017, and Four Million Dollars (\$4,000,000.00) for the

fiscal year ending June 30, 2020, and for all subsequent years to be used to implement the provisions of this title; and

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2. Four Million Dollars (\$4,000,000.00) shall be payable in equal monthly installments to the credit of the Workers' Compensation Administrative Fund established in Section 401.1 of this title for the fiscal year ending June 30, 2016, Three Million Five Hundred Thousand Dollars (\$3,500,000.00) for the fiscal year ending June 30, 2017, Three Million Five Hundred Thousand Dollars (\$3,500,000.00) for the fiscal year ending June 30, 2018, Three Million Dollars (\$3,000,000.00) for the fiscal year ending June 30, 2019, One Million Seven Hundred Fifty Thousand Dollars (\$1,750,000.00) for the fiscal year ending June 30, 2020, One Million Seven Hundred Fifty Thousand Dollars (\$1,750,000.00) shall be payable in equal monthly installments to the credit of the Workers' Compensation Administrative Fund established in Section 401.1 of this title for the fiscal year ending June 30, 2022 June 30, 2023, and for all subsequent years during the existence of the Court of Existing Claims and Two Hundred Fifty Thousand Dollars (\$250,000.00) payable in equal monthly installments to the fund for the fiscal year beginning July 1, 2023, and each subsequent fiscal year.

In the event that the fund in any one month is insufficient to make the required payments, the unpaid portion shall be paid as soon as funds become available.

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        E. Monies deposited in the Workers' Compensation Administrative
    Fund shall be used by the Workers' Compensation Court of Existing
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    Claims to implement provisions provided for in this title.
        E. F. The refund provisions of Sections 227 through 229 of
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    Title 68 of the Oklahoma Statutes shall be applicable to any
    payments made pursuant to this section. All unencumbered funds
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    remaining in the Workers' Compensation Administrative Fund on July
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    1, 2027, shall be transferred to the State Treasurer to be returned
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    to the Multiple Injury Trust Fund.
        SECTION 2. This act shall become effective July 1, 2023.
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        SECTION 3. It being immediately necessary for the preservation
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    of the public peace, health or safety, an emergency is hereby
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    declared to exist, by reason whereof this act shall take effect and
    be in full force from and after its passage and approval.
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Req. No. 2217 Page 5

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