

**Bill Summary**  
1<sup>st</sup> Session of the 57<sup>th</sup> Legislature

<b>Bill No.:</b>	<b>SB 199</b>
<b>Version:</b>	<b>INT</b>
<b>Request No.:</b>	<b>85</b>
<b>Author:</b>	<b>Sen. Thompson</b>
<b>Date:</b>	<b>01/08/2019</b>

**Bill Analysis**

SB 199 strikes language allowing rebates as defined by the Workers' Compensation Assessment Rebate Fund from the calculation determining the financial condition of an insurer. The measure also repeals sections of law authorizing the creation and maintenance of the Workers' Compensation Assessment Rebate Fund and the rebate related to the Fund.

Prepared by: Kalen Taylor

**OKLAHOMA TAX COMMISSION**

REVENUE IMPACT STATEMENT  
FIRST REGULAR SESSION, FIFTY-SEVENTH OKLAHOMA LEGISLATURE

DATE OF IMPACT STATEMENT: February 1, 2019

BILL NUMBER: SB 199 STATUS AND DATE OF BILL: Introduced 01/08/2019

AUTHORS: House n/a Senate Thompson

TAX TYPE (S): Multiple Injury Trust Fund SUBJECT: Repeal

PROPOSAL: Amendatory and Repealer

The proposed amendments outlined in Section 1 of the measure affect provisions which are not administered by the Oklahoma Tax Commission.

Section 2 of the measure proposes repeal of Sections 6101 and 6102 of Title 68 which provide for a rebate<sup>1</sup> of Multiple Injury Trust Fund assessments paid to the Tax Commission by insurance carriers writing workers' compensation insurance in Oklahoma, and self-insured employers, including group self-insurance associations.

EFFECTIVE DATE: Emergency – Upon passage and approval

REVENUE IMPACT:

Insert dollar amount (plus or minus) of the expected change in state revenues due to this proposed legislation.

FY 19: None  
FY 20: Unknown at this time

Feb. 1, 2019  
DATE

Rick Miller  
DIVISION DIRECTOR

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2-1-2019  
DATE

Huan Gong  
HUAN GONG, ECONOMIST

2-1-19  
DATE

Jonny Munt  
FOR THE COMMISSION

*The estimated revenue impact provided herein is an estimate of the potential impact on the collection or apportionment of tax revenues affected by the proposed legislation. It is not intended to be an estimate of the overall fiscal impact on the state budget if the proposed legislation is enacted.*

<sup>1</sup> The rebate equals two-thirds of the assessment amounts actually paid.

**ATTACHMENT TO REVENUE IMPACT—SB 199 [Introduced] Prepared February 1, 2019**

The proposed amendments outlined in Section 1 of the measure affect provisions which are not administered by the Oklahoma Tax Commission.

Section 2 of the measure proposes repeal of Sections 6101 and 6102 of Title 68 which provide for a rebate<sup>2</sup> of Multiple Injury Trust Fund assessments paid to the Tax Commission by insurance carriers writing workers' compensation insurance in Oklahoma, and self-insured employers, including group self-insurance associations. The rebates are funded from individual income tax collections. Under current law, rebate applications for assessments paid in the 2018 calendar year could be filed beginning January 1, 2019 which are not eligible for payment until after July 1 of this year. For FY 18, \$48,177,294 in Multiple Injury Trust Fund assessments were paid to the Oklahoma Tax Commission. Assuming timely filed applications, the rebates associated with these assessments equal \$32,129,000. Due to unknown factors including the measure's effective date, the effect of the repeal on the 2019 rebates has not been determined at this time and therefore the impact to individual income tax collections is unknown for FY 20.

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<sup>2</sup> The rebate equals two-thirds of the assessment amounts actually paid.