

Bill Summary
1st Session of the 58th Legislature

Bill No.:	SB 524
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Author:	Sen. Kirt
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Bill Analysis

SB 524 directs the Insurance Commissioner to develop and administer an assigned risk plan to provide workers' compensation insurance coverage to employers who are unable to procure coverage in the voluntary market. An employer must have been declined coverage by at least 2 unaffiliated insurers and provide such documentation to the Commissioner to qualify. The measure requires premiums to be actuarially sound, consistent with industry standards for classification and rate-making methodologies and calculated to enable the plan to be self-sustaining, and able to operate without subsidies from employers and insurers in the voluntary market. The measure authorizes the Commissioner to designate a third-party to carry the risk plan.

Prepared by: Kalen Taylor