

REVENUE: No revenue impact

FISCAL: No fiscal impact

Action: Do Pass
Vote: 4 - 0 - 1
Yeas: George, Monnes Anderson, Prozanski, Rosenbaum
Nays: 0
Exc.: Telfer
Prepared By: Jeremy Sarant, Administrator
Meeting Dates: 4/29

WHAT THE MEASURE DOES: Authorizes State Accident Insurance Fund Corporation (SAIF) to accept letter of credit or similar instrument to secure payment of premiums.

ISSUES DISCUSSED:

- Impact of nonpayment of premiums on workers' compensation coverage

EFFECT OF COMMITTEE AMENDMENT: No amendment.

BACKGROUND: Under current law, SAIF may require an employer to secure payment of premiums by either deposit of funds equal to six months' premiums or by obtaining a surety bond.