

House Bill 2822

Sponsored by Representative EVANS (at the request of Jeff Glodt)

SUMMARY

The following summary is not prepared by the sponsors of the measure and is not a part of the body thereof subject to consideration by the Legislative Assembly. It is an editor's brief statement of the essential features of the measure **as introduced**.

Permits State Accident Insurance Fund Corporation to evaluate risk corporation has insured for employers during past three years and reduce premium corporation charges employer to reflect reductions or mitigations in risk that result from agreement between employer and corporation. Permits corporation to specify in agreement with person that owns new business or that assumes ownership of existing business conditions under which corporation will charge person reduced premium rate for probationary period during which corporation evaluates person's adherence to terms of agreement.

A BILL FOR AN ACT

1
2 Relating to the premium rate setting authority of the State Accident Insurance Fund Corporation.

3 **Be It Enacted by the People of the State of Oregon:**

4 **SECTION 1. Section 2 of this 2019 Act is added to and made a part of ORS chapter 656.**

5 **SECTION 2. The State Accident Insurance Fund Corporation, in setting premium rates**
6 **for workers' compensation insurance, may:**

7 (1) Evaluate the risk the corporation has insured for employers during the past three
8 years and reduce the premium the corporation charges an employer to reflect reductions or
9 mitigations in the risk that result from an agreement between the employer and the corpo-
10 ration.

11 (2) Specify in an agreement with a person that owns a new business or that assumes
12 ownership of an existing business conditions under which the corporation will charge the
13 person a reduced premium rate for a probationary period during which the corporation
14 evaluates the person's adherence to the terms of the agreement. If the person adheres to
15 the agreement, the corporation may extend the reduced premium rate for an additional pe-
16 riod. If during the probationary period the person does not adhere to the agreement, the
17 corporation may rescind the reduced premium rate and may charge a premium rate that
18 reflects the corporation's assessment of the risk the person presents.
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NOTE: Matter in **boldfaced** type in an amended section is new; matter [*italic and bracketed*] is existing law to be omitted. New sections are in **boldfaced** type.