

**Proposed 2009 Session Legislation**

**Agency Name & No:** Administration 6101

**Priority Number:** 003 **Filename:** \6101\21-003

**Short Title:** Allow the Department of Administration to determine workers' compensation policy structure for state agencies

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**1. Purpose:**

Amend 39-71-403, MCA to allow DOA to determine the workers' compensation policy structure for all state agency policyholders. A centralized management approach will increase overall efficiency and help lower costs for all state agency policyholders.

**2. Background:**

Currently Montana State Fund works with the 38 individual workers' compensation policyholders in state government. DOA worked with a national rating agency to estimate that substantial cost savings would result if it would provide centralized management services to all state policyholders.

**3. Fiscal Impact by Fund Type:** *This impact should be as specific as possible.*

Unable to determine at this time; however, premium reductions would occur, along with greater volume discounts.

**4. Summary Checklist [Check & complete all that apply]--**

- Housekeeping Only       Federal Requirement       Audit Recommendation (Audit No.)        Major Legislation
- Anticipated to be Controversial Legislation       Bill Draft has been included in Legislation Submittal (if available)
- Supports Submitted EPP Item Number        Local Government Fiscal Impact
- Increases FTE, or       Decreases FTE by      List FTE amount and program
- Increases Existing Revenue       Tax       Fee       Penalty [amount in #3]
- Decreases Existing Revenue       Tax       Fee       Penalty [amount in #3]
- Establishes New Revenue       Tax       Fee       Penalty [amount in #3]
- Leg. has been Submitted in Previous Legislative Sessions (list priority no, LC no, or bill no):
- Legislation would affect other state agencies (list):
- Special Interest Groups Affected (list):
- Other: