



LEGISLATIVE FISCAL OFFICE
Fiscal Note

Fiscal Note On: HB 497 HLS 99- 2187
Bill Text Version: REENGROSSED
Opp Chamb Action: w/ SEN FLOOR AMD
Sub Bill For:
Proposed Amd:

Date: June 3, 1999 10:28 AM
Author: DEWITT
Dept/Agy: Labor
Subject: Workers' Compensation
Analyst: Julie A. Samson

WORKERS COMPENSATION

(Constitutional Amendment) Provides methods for dissolution or sale of Louisiana Workers' Compensation Corporation

Present Constitution authorizes the legislature to create a private, nonprofit corporation to provide workers' compensation insurance and related services.

Proposed Constitutional Amendment retains present constitutional authorization, and provides for the exclusive methods of dissolution or sale of the corporation. Proposed constitutional amendment also prohibits the enacting of legislation applicable solely to the corporation which would impair its ability to provide Louisiana employers with a competitive workers' compensation insurance market.

Provides for submission of the proposed amendment to the voters at the gubernatorial primary election in 1999.

ESTIMATED FISCAL IMPACT:

Table with 7 columns: EXPENDITURES, 1999-00, 2000-01, 2001-02, 2002-03, 2003-04, 5 YEAR TOTAL. Rows include State General Fd., Agy. Self-Gen., Stat. Deds./Other, Federal Funds, Local Funds, and Annual Total. All values are \$0.

EXPLANATION OF ESTIMATES:

EXPENDITURES:

Proposed legislation would have no effect on potential state expenditures. This legislation provides a means for which the LWCC can be dissolved or sold. LWCC may not be dissolved or terminated by the repeal of statues enabling its creation of by the passage of other legislation. Exclusive power to dissolve or terminate rests solely with the commissioner of insurance or the corporation's policyholders. The corporation may not be sold without the prior consent of the legislature. Proposed legislation also prohibits the enacting of legislation applicable solely to the LWCC which would impair its ability to provide competitive workers' compensation coverage.

REVENUES:

There is no anticipated direct effect on revenues as a result of this measure.

Dual Referral Rules

Senate

13.5.1 >= \$500,000 Fiscal Cost per year

13.5.2 >= \$500,000 Tax or Fee Change per year

House

6.8(F) >= \$500,000 Fiscal Cost per year

6.8(G) >= \$500,000 Tax or Fee Increase or a Net Fee Decrease per year

Handwritten signature of Gregory V. Albrecht

Gregory V. Albrecht
CHIEF ECONOMIST