HOUSE AMENDMENT NO.__1__
TO
HOUSE AMENDMENT NO.__2__

Offered By

_____   _____

1   AMEND House Amendment No.__2___ to Senate Committee Substitute for Senate Bill No. 526,

2   Page _1____, Line _11__, by deleting all of said line and inserting in lieu thereof the following:

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4   "loss benefits under subsection 11 of section 287.220.

5   287.957. The experience rating plan shall contain reasonable eligibility standards, provide

6   adequate incentives for loss prevention, and shall provide for sufficient premium differentials so as

7   to encourage safety. The uniform experience rating plan shall be the exclusive means of providing

8   prospective premium adjustment based upon measurement of the loss-producing characteristics of an

9   individual insured. An insurer may submit a rating plan or plans providing for retrospective

10   premium adjustments based upon an insured's past experience. Such system shall provide for

11   retrospective adjustment of an experience modification and premiums paid pursuant to such

12   experience modification where a prior reserved claim produced an experience modification that

13   varied by greater than fifty percent from the experience modification that would have been

14   established based on the settlement amount of that claim. The rating plan shall prohibit an

15   adjustment to the experience modification of an employer if the total medical cost does not exceed

16   [one thousand dollars] twenty percent of the current split point of primary and excess losses under

17   the uniform experience rating plan, and the employer pays all of the total medical costs and there is

18   no lost time from the employment, other than the first three days or less of disability under

19   subsection 1 of section 287.160, and no claim is filed. An employer opting to utilize this provision

20   maintains an obligation to report the injury under subsection 1 of section 287.380.

21   287.975. 1. The advisory organization shall file with the director every pure premium rate,

22   every manual of rating rules, every rating schedule and every change or amendment, or modification

23   of any of the foregoing, proposed for use in this state no more than thirty days after it is distributed

24   to members, subscribers or others.

25   2. The advisory organization which makes a uniform classification system for use in setting

26   rates in this state shall collect data for two years after January 1, 1994, on the payroll differential

27   between employers within the construction group of code classifications, including, but not limited

28   to, payroll costs of the employer and number of hours worked by all employees of the employer

29   engaged in construction work. Such data shall be transferred to the department of insurance,

30   financial institutions and professional registration in a form prescribed by the director of the

31   department of insurance, financial institutions and professional registration, and the department shall

32   compile the data and develop a formula to equalize premium rates for employers within the

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1   construction group of code classifications based on such payroll differential within three years after

2   the data is submitted by the advisory organization.

3   3. The formula to equalize premium rates for employers within the construction group of

4   code classifications established under subsection 2 of this section shall be the formula in effect on

5   January 1, 1999. This subsection shall become effective on January 1, 2014.

6   4. For the purposes of calculating the premium credit under the Missouri contracting

7   classification premium adjustment program, an employer within the construction group of code

8   classifications may submit to the advisory organization the required payroll record information for

9   the first, second, third, or fourth calendar quarter of the year prior to the workers' compensation

10   policy beginning or renewal date, provided that the employer clearly indicates for which quarter the

11   payroll information is being submitted."; and"; and

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13   Further amend said bill by amending the title, enacting clause, and intersectional references

14   accordingly.

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