

1995 ASSEMBLY BILL 492

- July 24, 1995 Introduced by Representatives OURADA, SERATTI, HANDRICK, LINTON, OTT and HASENOHRL, cosponsored by Senators DRZEWIECKI, BRESKE and SCHULTZ. Referred to Committee on Insurance, Securities and Corporate Policy.
- 1 AN ACT to create 626.34 of the statutes; relating to: a worker's compensation

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loss management incentive pilot program.

Analysis by the Legislative Reference Bureau

The worker's compensation bureau, which is made up of insurers that write worker's compensation insurance, classifies employment activities by compensation risk for the purpose of establishing worker's compensation insurance premium rates and establishes the rates. This bill requires the worker's compensation bureau to develop and implement a loss management incentive pilot program that would apply to employment activities in at least 2 classifications for which the worker's compensation insurance premium rates equal 10% or more of payroll, including the classifications to which such employment activities as logging, lumbering and tree pruning are assigned. The program must provide for a worker's compensation premium rebate of not less than 5% at the end of a policy term for an employer that participates in the program.

The people of the state of Wisconsin, represented in senate and assembly, do enact as follows:

3 **SECTION 1.** 626.34 of the statutes is created to read:

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626.34 Loss management incentive pilot program. The bureau shall

5 develop and implement a loss management incentive program for the compensation

6 risks in at least 2 classifications for which the approved rates under this chapter

7 equal 10% or more of payroll, including the classifications to which logging,

lumbering, tree pruning or other arboreal activities are assigned under s. 626.32 (2).
Notwithstanding s. 626.25 (2), the program shall provide for a premium rebate of not
less than 5% at the end of a policy term for an employer that participates in the
program. The program is subject to the rate filing and approval requirements under
this chapter. This section does not apply after June 30, 2000.

- 2 -

(END)