

**FILED**

**Jane Dee Hull  
Secretary of State**

State of Arizona  
Senate  
Forty-second Legislature  
Second Regular Session  
1996

CHAPTER 129

**SENATE BILL 1244**

AN ACT

ESTABLISHING A WORKERS' COMPENSATION GROUP SELF-INSURANCE STUDY COMMITTEE.

1 Be it enacted by the Legislature of the State of Arizona:

2 Section 1. Workers' compensation group self-insurance study  
3 committee

4 A. A workers' compensation group self-insurance study committee is  
5 established consisting of:

6 1. Three members of the senate who are appointed by the president of  
7 the senate, not more than two of whom are from the same political party.

8 2. Three members of the house of representatives who are appointed by  
9 the speaker of the house of representatives, not more than two of whom are  
10 from the same political party.

11 3. The director of the department of insurance, or the director's  
12 designee.

13 4. The director of the state compensation fund, or the director's  
14 designee.

15 5. The director of the industrial commission, or the director's  
16 designee.

17 6. An employer or a representative of an employer that purchases  
18 workers' compensation coverage from an insurance carrier for its employees  
19 who is appointed by the governor.

20 7. An employer or a representative of an employer that provides  
21 self-insurance for its employees who is appointed by the governor.

1           8. A representative of an insurance carrier that provides workers'  
2 compensation coverage who is appointed by the governor.

3           9. A representative of an organization of employees who is appointed  
4 by the governor.

5           10. A representative of a trade association who is appointed by the  
6 governor.

7           B. The unexcused absence of a member for more than three consecutive  
8 meetings is justification for removal. If the member is removed, notice  
9 shall be given of the removal pursuant to section 38-292, Arizona Revised  
10 Statutes.

11          C. Vacancies shall be filled by appointment of a qualified person by  
12 the person entitled to make the appointment pursuant to subsection A of this  
13 section.

14          D. The committee may use the expertise and services of legislative  
15 staff and the staff of the industrial commission.

16          E. Members of the committee are not eligible to receive compensation  
17 or reimbursement of expenses.

18          F. The committee shall:

19           1. Review workers' compensation group self-insurance in other states  
20 and make recommendations based on the review.

21           2. Review and make recommendations regarding the authorization of  
22 workers' compensation group self-insurance in this state for trade  
23 associations.

24           3. Review and make recommendations regarding the authorization of  
25 workers' compensation group self-insurance in this state for groups other  
26 than trade associations.

27           4. Review and make recommendations regarding other alternative options  
28 to the current rating bureau system that could be made available to trade  
29 associations and other employer groups, such as competitive rating, loss cost  
30 rating, pooling or self-rating programs.

31           5. Submit a report containing the committee's study results and  
32 recommendations to the president of the senate, the speaker of the house of  
33 representatives and the governor by December 15, 1996.

34          Sec. 2. Delayed repeal

35          Section 1 of this act is repealed from and after December 31, 1996.

APPROVED BY THE GOVERNOR APRIL 9, 1996.

FILED IN THE OFFICE OF THE SECRETARY OF STATE APRIL 10, 1996