

Senate Bill 318

In The Senate

January 29, 1981

Introduced and referred
to Committee on Labor
and Employment Relations.

February 11, 1981

Committee recommend bill
do not pass.

1 *Senate* BILL NO. 318
 2 INTRODUCED BY Bob Parnell
 3

4 A BILL FOR AN ACT ENTITLED: "AN ACT TO PROVIDE FOR THE
 5 POSTING OF SECURITY IN THE FORM OF A BOND, CASH DEPOSIT, OR
 6 OTHER MANNER PRESCRIBED BY THE WORKERS' COMPENSATION
 7 DIVISION FOR UNPAID PREMIUMS ON WORKERS' COMPENSATION
 8 INSURANCE; AMENDING SECTION 39-71-2303, MCA."
 9

10 BE IT ENACTED BY THE LEGISLATURE OF THE STATE OF MONTANA:

11 Section 1. Section 39-71-2303, MCA, is amended to
 12 read:

13 "39-71-2303. Manner of electing -- contract or policy
 14 of insurance -- payment of premium. The division shall
 15 prescribe the procedure by which employers may elect to be
 16 bound by compensation plan No. 3, the effective time of such
 17 election; and the manner in which such election is
 18 terminated for reasons other than default in payment of
 19 premiums. Every employer electing to be bound by
 20 compensation plan No. 3 shall receive from the division a
 21 contract or policy of insurance in a form approved by the
 22 division. The premium thereon shall be paid by the employer
 23 to the division at such times as the division shall
 24 prescribe, ~~and if the premium is not required to be prepaid,~~
 25 ~~the employer must provide initial security, which may be in~~

1 ~~the form of a bond, cash deposit, or such other manner as~~
 2 ~~may be prescribed by the division, for the period of~~
 3 ~~insurance running until the premium is payable. The proceeds~~
 4 ~~of such bonds, cash deposits, or other security and the~~
 5 ~~premiums shall be paid over by the division to the state~~
 6 ~~treasurer to the credit of the industrial insurance account~~
 7 ~~in the agency fund."~~

-End-

-2- INTRODUCED BILL
 SB 318