

BILL SUMMARY
1st Session of the 57th Legislature

Bill No.: HB 1985
Version: FULLPCS1
Request Number: 7725
Author: Rep. Lepak
Date: 2/27/2019
Impact: Per OMES:
Estimated Impact:
\$56,225 - \$168,675

Research Analysis

HB1985, as proposed committee substitute, creates the Educators' Professional Liability Insurance Program for all public and charter school employees. The program will cover up to \$2 million in liability coverage per occurrence. HB1985 directs the Office of Management and Enterprise Services (OMES) to administer the program. Further, OMES may contract with an insurer, create a self-insured risk pool, or some combination of the two, in order to insure the program. HB1985 directs the Legislature to annually appropriate to the program in order to cover costs of associated premiums. Finally, HB1985 creates requirements for schools, OMES, and the Department of Education to notify employees of their automatic participation in the program upon employment.

Prepared By: Anna Rouw

Fiscal Analysis

Per OMES:

The figures listed below are an estimate which carry with them a very wide range. OMES would need to verify data and competitively bid to get a more accurate number. However, based on the limited information we have and with some assumptions, we have developed this breakdown:

Total Revenue Available To School Districts (2018 OCAS School District Revenue Report):
\$5,622,499,168

Premium Cost per \$1,000 of Revenue:
1st Quartile: \$0.00 Median: \$0.01
3rd Quartile: \$0.03 Average: \$0.01
Market Basket: \$0.01

Results for a Consolidated Professional Educator Liability program:

At \$0.03 per \$1,000 of Revenue: \$168,675
At \$0.01 per \$1,000 of Revenue: \$56,225

Number of Education Employees: 83,000
Costs per employee: \$0.68- \$2.03

Prepared By: Cole Stout

Other Considerations

None.

© 2019 Oklahoma House of Representatives, see Copyright Notice at www.okhouse.gov