



Mel Carnahan
Governor

Missouri Department of Labor and Industrial Relations

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MEMORANDUM

TO: All Workers' Compensation Insurance Companies, Self-Insured
Employers, Group Funds, and Third Party Administrators

FROM: Jay Angoff, Director
Missouri Department of Insurance
David D. Mitchem, Acting Director
Missouri Department of Labor and Industrial Relations

DATE: December 23, 1996

RE: **Rescinded and Inoperative**
Workers' Compensation Administration Tax and
Second Injury Fund Surcharge Change for 1997

Pursuant to Section 287.715 of the Revised Statutes of Missouri (RSMo), it has been determined that the 3% Second Injury Fund Surcharge has been abated at a rate of 1/2 resulting in a 1.5% surcharge for the 1997 calendar year.

In a related matter, pursuant to Section 287.690, RSMo, it has been determined that there will be a 50% abatement of the Workers' Compensation Administration Tax for calendar year 1997. The Workers' Compensation Administration Tax shall be set at 1% for the 1997 calendar year, which will apply to all policies issued or renewed effective January 1, 1997 - December 31, 1997. The 1% administrative tax in effect for 1996 will continue for 1997, with initial estimated payments made March 1, 1997, and each quarter thereafter, with a final adjustment payment on June 1, 1998.