LIEU TAX ON WORKERS' COMPENSATION INSURANCE PREMIUMS

DESCRIPTION

The lieu tax on workers' compensation insurance premiums is a tax on the premiums paid by employers to insurance carriers for workers' compensation insurance. The state requires most employers to obtain such insurance so that employees and their families are provided financial protection from industrial injuries or death. The tax rate is 3% of net premiums, and revenues are used for the administrative expenses of the Industrial Commission.

TAX YIELD

Fiscal Year	Net Collections
1997-98	$15,413,800
1998-99 Est.	$17,468,216

DISTRIBUTION: Administrative Fund

There were no changes enacted to this tax in 1999.

Click here to return to contents page