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SUBSTITUTE HOUSE BILL 2914

State of Washington 52nd Legislature 1992 Regular Session

By House Committee on Commerce & Labor (originally sponsored by Representatives Heavey, Sprenkle, Fuhrman, Wineberry, Jones, Vance, Lisk, Silver and O'Brien; by request of Employment Security Department)

Read first time 02/07/92.

- 1 AN ACT Relating to unemployment compensation administration;
- 2 amending RCW 50.13.040 and 50.16.010; and creating a new section.
- 3 BE IT ENACTED BY THE LEGISLATURE OF THE STATE OF WASHINGTON:
- 4 Sec. 1. RCW 50.13.040 and 1977 ex.s. c 153 s 4 are each amended to
- 5 read as follows:
- 6 (1) An individual shall have access to all records and information
- 7 concerning that individual held by the department of employment
- 8 security, unless the information is exempt from disclosure under RCW
- 9 42.17.310.
- 10 (2) An employing unit shall have access to its own records and to
- 11 any records and information relating to a benefit claim by an
- 12 individual if the employing unit is either the individual's last
- 13 employer or is the individual's base year employer.

- 1 (3) The commissioner may grant an employer access to claimant
- 2 <u>information or a claimant access to employer information if the access</u>
- 3 is necessary for the administration of this title.
- 4 (4) An employing unit shall have access to general summaries of
- 5 benefit claims by individuals whose benefits are chargeable to the
- 6 employing unit's experience rating or reimbursement account.
- 7 **Sec. 2.** RCW 50.16.010 and 1991 sp.s. c 13 s 59 are each amended to
- 8 read as follows:
- 9 There shall be maintained as special funds, separate and apart from
- 10 all public moneys or funds of this state an unemployment compensation
- 11 fund, an administrative contingency fund, and a federal interest
- 12 payment fund, which shall be administered by the commissioner
- 13 exclusively for the purposes of this title, and to which RCW 43.01.050
- 14 shall not be applicable. The unemployment compensation fund shall
- 15 consist of
- 16 (1) all contributions and payments in lieu of contributions
- 17 collected pursuant to the provisions of this title,
- 18 (2) any property or securities acquired through the use of moneys
- 19 belonging to the fund,
- 20 (3) all earnings of such property or securities,
- 21 (4) any moneys received from the federal unemployment account in
- 22 the unemployment trust fund in accordance with Title XII of the social
- 23 security act, as amended,
- 24 (5) all money recovered on official bonds for losses sustained by
- 25 the fund,
- 26 (6) all money credited to this state's account in the unemployment
- 27 trust fund pursuant to section 903 of the social security act, as
- 28 amended,

- 1 (7) all money received from the federal government as reimbursement
- 2 pursuant to section 204 of the federal-state extended compensation act
- 3 of 1970 (84 Stat. 708-712; 26 U.S.C. Sec. 3304), and
- 4 (8) all moneys received for the fund from any other source.
- 5 All moneys in the unemployment compensation fund shall be
- 6 commingled and undivided.
- 7 The administrative contingency fund shall consist of all interest
- 8 on delinquent contributions collected pursuant to this title, all fines
- 9 and penalties collected pursuant to the provisions of this title, all
- 10 sums recovered on official bonds for losses sustained by the fund, and
- 11 revenue received under RCW 50.24.014: PROVIDED, That all fees, fines,
- 12 forfeitures and penalties collected or assessed by a district court
- 13 because of the violation of a state law shall be remitted as provided
- 14 in chapter 3.62 RCW as now exists or is later amended. Moneys
- 15 available in the administrative contingency fund, other than money in
- 16 the special account created under RCW 50.24.014, shall be expended upon
- 17 the direction of the commissioner, with the approval of the governor,
- 18 whenever it appears to him or her that such expenditure is necessary
- 19 for:
- 20 (a) The proper administration of this title and no federal funds
- 21 are available for the specific purpose to which such expenditure is to
- 22 be made, provided, the moneys are not substituted for appropriations
- 23 from federal funds which, in the absence of such moneys, would be made
- 24 available.
- 25 (b) The proper administration of this title for which purpose
- 26 appropriations from federal funds have been requested but not yet
- 27 received, provided, the administrative contingency fund will be
- 28 reimbursed upon receipt of the requested federal appropriation.
- 29 (c) The proper administration of this title for which compliance
- 30 and audit issues have been identified that establish federal claims

- 1 requiring the expenditure of state resources and that do not allow the
- 2 use of federal resources for the resolution of compliance and audit
- 3 issues. This compliance resource shall be used to resolve federal
- 4 claims by: Substitution of existing nonfederal program resources, the
- 5 provision of services for eligible participants to federal grant
- 6 programs, or direct payment to the federal government.
- 7 First priority for the use of the compliance resource shall be to
- 8 provide services to eligible participants within the state. Second
- 9 priority shall be to provide nonfederal substitution costs through the
- 10 operation of programs with administrative contingency fund resources.
- 11 Last priority shall be the direct payment of funds to the federal
- 12 government for the resolution of audit or compliance issues.
- Money in the special account created under RCW 50.24.014 may only
- 14 be expended, after appropriation, for the purposes specified in RCW
- 15 74.09.035, 74.09.510, 74.09.520, and 74.09.700.
- 16 <u>NEW SECTION.</u> **Sec. 3.** If any part of this act is found to be
- 17 in conflict with federal requirements that are a prescribed condition
- 18 to the allocation of federal funds to the state, the conflicting part
- 19 of this act is inoperative solely to the extent of the conflict and
- 20 with respect to the agencies directly affected, and this finding does
- 21 not affect the operation of the remainder of this act in its
- 22 application to the agencies concerned. The rules under this act shall
- 23 meet federal requirements that are a necessary condition to the receipt
- 24 of federal funds by the state.