

HOUSE BILL ANALYSIS

HB 1330

Brief Description: *Modifying the administration of the responsibilities of self-insurers.*

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House Financial Institutions & Insurance Committee*

BACKGROUND: *Employers covered by industrial insurance law must insure their responsibilities under the law by self-insuring or by purchasing insurance from the Department of Labor and Industries. Employers that self-insure must meet statutory requirements.*

An employer who self-insures may reinsure up to 80 percent of its liabilities with any company authorized to transact reinsurance in Washington. The reinsurer may not participate in the administration of the employer's self-insurance program.

SUMMARY: *A subsidiary, holding company, or affiliated legal entity of a reinsurer of a self-insurer's liability under industrial insurance law may participate in the administration of the self-insurance program if the subsidiary, holding company, or affiliated legal entity does not provide reinsurance.*

Fiscal Note: *Not Requested.*

Effective Date: *Ninety days after adjournment of the session in which the bill passes.*

Rulemaking: *Not Addressed.*