H-3583.1	

## HOUSE BILL 2431

State of Washington 56th Legislature 2000 Regular Session

By Representatives Clements, B. Chandler, Lisk and Pflug
Read first time 01/13/2000. Referred to Committee on Commerce & Labor.

- AN ACT Relating to competitive industrial insurance; adding a new section to chapter 51.04 RCW; creating new sections; and providing an
- 3 expiration date.
- 4 BE IT ENACTED BY THE LEGISLATURE OF THE STATE OF WASHINGTON:
- 5 <u>NEW SECTION.</u> **Sec. 1.** The purpose of this act is to:
- 6 (1) Provide all employers in this state with a choice of insurance 7 carriers from whom industrial insurance may be purchased;
- 8 (2) Provide employers and their employees the benefits of a 9 competitive industrial insurance system;
- 10 (3) Provide workers the benefits of safety systems developed by 11 private enterprise, as well as those provided by government;
- 12 (4) Provide private industry in this state the opportunity to 13 engage in industrial insurance business, with government regulation;
- 14 (5) Eliminate a government monopoly with respect to choices for 15 small employers; and
- 16 (6) Increase the operating skills of this state's government-run 17 industrial insurance program by introducing competition into the
- 18 business of workers' compensation insurance.

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- 1 <u>NEW SECTION.</u> **Sec. 2.** A new section is added to chapter 51.04 RCW
- 2 to read as follows:
- 3 Effective January 1, 2002, employers subject to this title may
- 4 purchase industrial insurance coverage from any insurer holding a
- 5 certificate of authority under Title 48 RCW and certified by the
- 6 department of labor and industries to provide industrial insurance in
- 7 this state.
- 8 <u>NEW SECTION.</u> **Sec. 3.** (1) A task force on competitive industrial
- 9 insurance is established to develop proposed legislation to implement
- 10 section 2 of this act. The task force shall report its recommendations
- 11 to the legislature by January 1, 2001.
- 12 (2) The task force shall consist of the following:
- 13 (a) Two members of the senate, one from each major caucus to be
- 14 appointed by the president of the senate;
- 15 (b) Two members of the house of representatives, one from each
- 16 major caucus to be appointed jointly by the co-speakers of the house of
- 17 representatives;
- 18 (c) A representative of employers, a representative of workers, a
- 19 representative of the insurance industry, a representative of the
- 20 Washington state bar association, and a representative of the
- 21 Washington state medical association, each of whom shall be appointed
- 22 jointly by the president of the senate and the co-speakers of the house
- 23 of representatives.
- 24 (3) Voting procedures of the task force shall include the
- 25 following:
- 26 (a) Except as provided in (b) of this subsection, each task force
- 27 member shall have one vote.
- 28 (b) The task force may add up to three members ex officio, who
- 29 shall have the right to speak and make motions, but shall have no vote.
- 30 (c) The actions and recommendations of the task force must be
- 31 approved by a majority of the task force's voting members.
- 32 (4) The task force shall employ staff as necessary to carry out its
- 33 mission.
- 34 (5) The task force members shall receive no compensation.
- 35 Legislative members shall be reimbursed for their travel expenses as
- 36 provided in RCW 44.04.120. Other members of the task force shall be
- 37 reimbursed for travel expenses as provided in RCW 43.03.050 and

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- 1 43.03.060. All expenses of the task force, including travel, shall be
- 2 paid jointly by the senate and the house of representatives.
- 3 (6) This section expires July 1, 2001.

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