HB 2123 - H AMD 812

By Representative Reykdal

SCOPE AND OBJECT 05/23/2011

On page 11, after line 3, insert the following: 1 2 "PART 3. PROHIBITING DEDUCTIONS OF WORKERS' COMPENSATION 3 PREMIUMS AND OTHER COSTS FROM WAGES AND EARNINGS 4 5 6 **sec. 301.** RCW 51.16.140 and 1989 c 385 s 3 are each amended to 7 read as follows: 8 (((1) Every employer who is not a self-insurer shall deduct from ⁹ the pay of each of his or her workers one half of the amount he or she ¹⁰ is required to pay, for medical benefits within each risk ¹¹ classification. Such amount shall be periodically determined by the ¹² director and reported by him or her to all employers under this title: ¹³ PROVIDED, That the state governmental unit shall pay the entire amount ¹⁴ into the medical aid fund for volunteers, as defined in RCW 51.12.035, ¹⁵ and the state apprenticeship council shall pay the entire amount into ¹⁶ the medical aid fund for registered apprentices or trainees, for the ¹⁷ purposes of RCW 51.12.130. The deduction under this section is not ¹⁸ authorized for premiums assessed under RCW 51.16.210. 19 (2))) It shall be unlawful for the employer((, unless specifically 20 authorized by this title,)) to deduct or obtain any part of the 21 premium or other costs required to be by him or her paid from the 22 wages or earnings of any of his or her workers, and the making of or 23 attempt to make any such deduction shall be a gross misdemeanor. 24 25 sec. 302. RCW 51.32.073 and 1989 c 385 s 4 are each amended to 26 read as follows: 27

(((1) Except as provided in subsection (2) of this section,)) Each 1 2 employer shall ((retain from the earnings of each worker)) remit to 3 the department that amount as shall be fixed from time to time by the 4 director, the basis for measuring ((said)) that amount to be 5 determined by the director. ((The money so retained shall be matched 6 in an equal amount by each employer, and all)) Such moneys shall be 7 remitted to the department in such manner and at such intervals as the 8 department directs and shall be placed in the supplemental pension 9 fund((: PROVIDED, That the state apprenticeship council shall pay the 10 entire amount into the supplemental pension fund for registered 11 apprentices or trainees during their participation in supplemental and 12 related instruction classes)). The moneys so collected shall be used 13 exclusively for the additional payments from the supplemental pension 14 fund prescribed in this title and for the amount of any increase 15 payable under the provisions of RCW 51.32.075, as now or hereafter 16 amended, and shall be no more than necessary to make such payments on 17 a current basis. The department may require a self-insurer to make 18 any additional payments which are payable from the supplemental 19 pension fund and thereafter such self-insurer shall be reimbursed 20 therefrom.

21 ((2) None of the amount assessed for the supplemental pension 22 fund under RCW 51.16.210 may be retained from the earnings of workers 23 covered under RCW 51.16.210.))

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25 Sec. 303. RCW 51.32.242 and 2008 c 280 s 3 are each amended to 26 read as follows:

(((1) Except as provided in subsection (2) of this section,)) Each self-insured employer shall ((retain from the earnings of each of its workers)) remit to the department that amount as shall be fixed from time to time by the director, the basis for measuring ((said)) that amount to be determined by the director. These moneys shall only be ((retained from employees and)) remitted to the department in such amount and at such intervals as the department directs and shall be 34 placed in the self-insured employer overpayment reimbursement fund.

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1 The moneys so collected shall be used exclusively for reimbursement to 2 the reserve fund and to self-insured employers for benefits overpaid 3 during the pendency of board or court appeals in which the self-4 insured employer prevails and has not recovered, and shall be no more 5 than necessary to make such payments on a current basis.

6 (((2) None of the amount assessed for the employer overpayment 7 reimbursement fund under this section may be retained from the 8 earnings of workers covered under RCW 51.16.210.))

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10 **Sec. 304.** RCW 51.32.370 and 1994 c 265 s 4 are each amended to 11 read as follows:

(1) The department shall conduct research on chemically related illnesses, which shall include contracting with recognized medical research institutions. The department shall develop an implementation plan for research based on sound scientific research criteria, such as double blind studies, and shall include adequate provisions for peer review, and submit the plan to the ((worker's [workers'])) workers' compensation advisory committee for review and approval. Following papproval of the plan, all specific proposals for projects under the plan shall be submitted for review to a scientific advisory committee, established to provide scientific oversight of research projects, and to the workers' compensation advisory committee. The department shall include a research project that encourages regional cooperation in addressing chemically related illness.

(2) Expenditures for research projects shall be within legislative appropriations from the medical aid fund, with self-insured employers and the state fund each paying a pro rata share, based on the number of worker hours, of the authorized expenditures. ((For the purposes of this subsection only, self insured employers may deduct from the pay of each of their employees one half of the share charged to the employer for the expenditures from the medical aid fund.))

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33 <u>NEW SECTION.</u> **Sec. 305.** Sections 301 through 304 of this act take 34 effect January 1, 2013."

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Renumber the remaining parts and sections consecutively, correct any internal references accordingly, and correct the title.

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EFFECT: Prohibits deductions of certain premiums and other costs from employee wages beginning January 1, 2013.

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