Washington State House of Representatives Office of Program Research



Local Government Committee

HB 2318

Brief Description: Addressing insurance coverage for water-sewer district commissioners.

Sponsors: Representatives Appleton, Griffey, Doglio and Haler.

Brief Summary of Bill

 Allows water-sewer districts, regardless of the number of customers the district has, to provide insurance coverage to its commissioners if it provides such coverage to employees.

Hearing Date: 1/11/18

Staff: Yvonne Walker (786-7841).

Background:

Water-sewer districts (districts), a type of special purpose district, were created to further public health and safety and to furnish water, sewerage, and drainage services.

Districts develop and operate systems of sewers and drainage and are authorized to create facilities, systems, and programs for the collection, interception, treatment, disposal, and control of pollution from wastewater. Districts may also fix rates and charges for services, enter into contracts, levy taxes, and issue bonds and instruments evidencing indebtedness. Water-sewer districts are governed by boards of elected commissioners consisting of three to seven members.

Insurance Coverage.

Upon approval its board of commissioners, an individual district may enter into a contract to provide health care and life insurance coverage for the benefit of its employees. In addition, if deemed expedient, two or more districts may jointly procure and pay for health care and life insurance for its employees.

House Bill Analysis - 1 - HB 2318

This analysis was prepared by non-partisan legislative staff for the use of legislative members in their deliberations. This analysis is not a part of the legislation nor does it constitute a statement of legislative intent.

A district with five thousand or more customers that provides health, group, or life insurance to its employees may also provide the same insurance coverage to its commissioners. However, the amount paid per commissioner cannot exceed the per person amount paid by the districts for its employees.

Summary of Bill:

In all instances, a district that provides health, group, or life insurance to its employees may also provide the same coverage to its commissioners. The requirement that a district needs to have five thousand or more customers is eliminated as a factor to providing insurance to its commissioners.

Appropriation: None.

Fiscal Note: Requested on January 8, 2018.

Effective Date: The bill takes effect 90 days after adjournment of the session in which the bill is passed.