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## SUBSTITUTE HOUSE BILL 1755

State of Washington 65th Legislature 2017 Regular Session

**By** House Labor & Workplace Standards (originally sponsored by Representative Manweller)

READ FIRST TIME 02/16/17.

- 1 AN ACT Relating to notice to state fund employers for certain
- 2 workers' compensation third-party settlements; and amending RCW
- 3 51.24.090.
- 4 BE IT ENACTED BY THE LEGISLATURE OF THE STATE OF WASHINGTON:
- 5 **Sec. 1.** RCW 51.24.090 and 1995 c 199 s 5 are each amended to
- 6 read as follows:
  7 (1) Any compromise or settlement of the third party cause of
- 8 action by the injured worker or beneficiary which results in less 9 than the entitlement under this title is void unless made with the
- of that the entitlement under this title is void unless made with the
- 10 written approval of the department or self-insurer(( $\div$  PROVIDED,
- 11 That)). For a state fund claim, the department shall provide
- 12 reasonable ongoing notice to the employer of the status of any
- 13 <u>compromise or settlement negotiations between the injured worker or</u>
- 14 beneficiary and the department, for the employer's information. For a
- 15 state fund claim, notice to the employer is not required if the costs
- 16 of the claim or claims are no longer included in the calculation of
- 17 the employer's experience factor used to determine premiums; or if
- 18 the employer cannot be located, is no longer in business, or requests
- 19 that they not receive ongoing notice after the department provides
- 20 timely notice of the settlement process to the employer. For the
- 21 purposes of this chapter, "entitlement" means benefits and

p. 1 SHB 1755

1 compensation paid and estimated by the department to be paid in the 2 future.

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(2) If a compromise or settlement is void because of subsection (1) of this section, the department or self-insurer may petition the court in which the action was filed for an order assigning the cause of action to the department or self-insurer. If an action has not been filed, the department or self-insurer may proceed as provided in chapter 7.24 RCW.

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p. 2 SHB 1755