# CERTIFICATION OF ENROLLMENT

# ENGROSSED HOUSE BILL 1353

Chapter 168, Laws of 1993

53rd Legislature 1993 Regular Session

WORKERS' COMPENSATION -- ASBESTOS DISEASE BENEFIT CLAIMS

EFFECTIVE DATE: 7/1/93

Passed by the House March 13, 1993 Yeas 93 Nays 0

# BRIAN EBERSOLE

Speaker of the
House of Representatives

Passed by the Senate April 15, 1993 Yeas 32 Nays 5

# CERTIFICATE

I, Alan Thompson, Chief Clerk of the House of Representatives of the State of Washington, do hereby certify that the attached is **ENGROSSED HOUSE BILL** 1353 as passed by the House of Representatives and the Senate on the dates hereon set forth.

JOEL PRITCHARD

ALAN THOMPSON

President of the Senate

Chief Clerk

Approved April 30, 1993

FILED

April 30, 1993 - 2:21 p.m.

MIKE LOWRY

Governor of the State of Washington

Secretary of State State of Washington

### ENGROSSED HOUSE BILL 1353

Passed Legislature - 1993 Regular Session

# State of Washington 53rd Legislature 1993 Regular Session

By Representatives G. Cole, Franklin, Heavey and King; by request of Department of Labor & Industries

Read first time 01/25/93. Referred to Committee on Commerce & Labor.

- 1 AN ACT Relating to asbestos disease benefits; amending RCW
- 2 51.12.102; creating a new section; providing an effective date; and
- 3 declaring an emergency.
- 4 BE IT ENACTED BY THE LEGISLATURE OF THE STATE OF WASHINGTON:
- 5 **Sec. 1.** RCW 51.12.102 and 1988 c 271 s 1 are each amended to read 6 as follows:
- 7 (1) The department shall furnish the benefits provided under this
- 8 title to any worker or beneficiary who may have a right or claim for
- 9 benefits under the maritime laws of the United States resulting from an
- 10 asbestos-related disease if (a) there are objective clinical findings
- 11 to substantiate that the worker has an asbestos-related claim for
- 12 occupational disease and (b) the worker's employment history has a
- 13 prima facie indicia of injurious exposure to asbestos fibers while
- 14 employed in the state of Washington in employment covered under this
- 15 title. The department shall render a decision as to the liable insurer
- 16 and shall continue to pay benefits until the liable insurer initiates
- 17 payments or benefits are otherwise properly terminated under this
- 18 title.

- (2) The benefits authorized under subsection (1) of this section 1 shall be paid from the medical aid fund, with the self-insurers and the 2 state fund each paying a pro rata share, based on number of worker 3 4 hours, of the costs necessary to fund the payments. For the purposes 5 of this subsection only, the employees of self-insured employers shall pay an amount equal to one-half of the share charged to the self-6 7 insured employer.
  - (3) If the department determines that the benefits paid under subsection (1) of this section are owed to the worker or beneficiary by a self-insurer or the state fund, then the self-insurer or state fund shall reimburse the medical aid fund for all benefits paid and costs incurred by the fund.
- 13 (4) If the department determines that the benefits paid under subsection (1) of this section are owed to the worker or beneficiary by 14 15 a federal program other than the federal social security, old age 16 survivors, and disability insurance act, 42 U.S.C. or an insurer under 17 the maritime laws of the United States:
- (a) The department shall pursue the federal program insurer on 18 19 behalf of the worker or beneficiary to recover from the federal program 20 insurer the benefits due the worker or beneficiary and on its own behalf to recover the benefits previously paid to the worker or 21 22 beneficiary and costs incurred;
- 23 (b) For the purpose of pursuing recovery under this subsection, the 24 department shall be subrogated to all of the rights of the worker or beneficiary receiving compensation under subsection (1) of this 25 26 section; and
- 27 (c) The department shall not pursue the worker or beneficiary for the recovery of benefits paid under subsection (1) of this section 29 unless the worker or beneficiary receives recovery from the federal program insurer, in addition to receiving benefits authorized under this section. The director may exercise his or her discretion to waive, in whole or in part, the recovery of any such benefits where the 32 33 recovery would be against equity and good conscience.
- 34 (d) Actions pursued against federal program insurers determined by 35 the department to be liable for benefits under this section may be prosecuted by special assistant attorneys general. The attorney 36 37 general shall select special assistant attorneys general from a list compiled by the department and the Washington state bar association. 38 39 The attorney general, in conjunction with the department and the

8

9

10

11

12

28

30

31

- Washington state bar association, shall adopt rules and regulations outlining the criteria and the procedure by which private attorneys may have their names placed on the list of attorneys available for appointment as special assistant attorneys general to litigate actions under this subsection. Attorneys' fees and costs shall be paid in conformity with applicable federal and state law. Any legal costs remaining as an obligation of the department shall be paid from the
- 9 (5) The provisions of subsection (1) of this section shall not 10 apply if the worker or beneficiary refuses, for whatever reason, to 11 assist the department in making a proper determination of coverage. If 12 a worker or beneficiary refuses to cooperate with the department, self-13 insurer, or federal program insurer by failing to provide information that, in the opinion of the department, is relevant in determining the 14 15 liable insurer, or if a worker refuses to submit to medical 16 examination, or obstructs or fails to cooperate with the examination, or if the worker or beneficiary fails to cooperate with the department 17 in pursuing benefits from the federal program insurer, the department 18 19 shall reject the application for benefits. No information obtained 20 under this section is subject to release by subpoena or other legal 21 process.
- (6) The amount of any third party recovery by the worker or 22 23 beneficiary shall be subject to a lien by the department to the full 24 extent that the medical aid fund has not been otherwise reimbursed by 25 another insurer. Reimbursement shall be made immediately to the medical aid fund upon recovery from the third party suit. 26 27 department determines that the benefits paid under subsection (1) of this section are owed to the worker or beneficiary by a federal program 28 29 insurer, the department shall not participate in the costs or 30 attorneys' fees incurred in bringing the third party suit.
- ((7) This section shall expire July 1, 1993.

8

medical aid fund.

- NEW SECTION. Sec. 2. This act applies to all claims without regard to the date of injury or date of filing of the claim.
- NEW SECTION. Sec. 3. This act is necessary for the immediate preservation of the public peace, health, or safety, or support of the state government and its existing public institutions, and shall take effect July 1, 1993.

p. 3 EHB 1353.SL

Passed the House March 13, 1993. Passed the Senate April 15, 1993. Approved by the Governor April 30, 1993. Filed in Office of Secretary of State April 30, 1993.