

CERTIFICATION OF ENROLLMENT  
**ENGROSSED SUBSTITUTE HOUSE BILL 1431**

Chapter 281, Laws of 1995

54th Legislature  
1995 Regular Session

RETIREMENT SYSTEMS--CREDITING OF RECOVERED FUNDS

EFFECTIVE DATE: 7/1/95

Passed by the House April 19, 1995  
Yeas 97 Nays 0

CLYDE BALLARD

**Speaker of the  
House of Representatives**

Passed by the Senate April 10, 1995  
Yeas 43 Nays 0

JOEL PRITCHARD

**President of the Senate**

Approved May 9, 1995

MIKE LOWRY

**Governor of the State of Washington**

CERTIFICATE

I, Timothy A. Martin, Chief Clerk of the House of Representatives of the State of Washington, do hereby certify that the attached is **ENGROSSED SUBSTITUTE HOUSE BILL 1431** as passed by the House of Representatives and the Senate on the dates hereon set forth.

TIMOTHY A. MARTIN

**Chief Clerk**

FILED

May 9, 1995 - 3:43 p.m.

**Secretary of State  
State of Washington**

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ENGROSSED SUBSTITUTE HOUSE BILL 1431

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AS AMENDED BY THE SENATE

Passed Legislature - 1995 Regular Session

State of Washington                      54th Legislature                      1995 Regular Session

By House Committee on Appropriations (originally sponsored by Representative Silver; by request of Department of Retirement Systems)

Read first time 02/28/95.

1            AN ACT Relating to department of retirement system expenses;  
2 amending RCW 41.50.255; providing an effective date; and declaring an  
3 emergency.

4 BE IT ENACTED BY THE LEGISLATURE OF THE STATE OF WASHINGTON:

5            **Sec. 1.** RCW 41.50.255 and 1993 sp.s. c 24 s 916 are each amended  
6 to read as follows:

7            The director is authorized to pay from the interest earnings of the  
8 trust funds of the public employees' retirement system, the teachers'  
9 retirement system, the Washington state patrol retirement system, the  
10 Washington judicial retirement system, the judges' retirement system,  
11 or the law enforcement officers' and fire fighters' retirement system  
12 lawful obligations of the appropriate system for legal expenses and  
13 medical expenses which expenses are primarily incurred for the purpose  
14 of protecting the appropriate trust fund or are incurred in compliance  
15 with statutes governing such funds.

16            The term "legal expense" includes, but is not limited to, legal  
17 services provided through the legal services revolving fund, fees for  
18 expert witnesses, travel expenses, fees for court reporters, cost of  
19 transcript preparation, and reproduction of documents.

1       The term "medical costs" includes, but is not limited to, expenses  
2 for the medical examination or reexamination of members or retirees,  
3 the costs of preparation of medical reports, and fees charged by  
4 medical professionals for attendance at discovery proceedings or  
5 hearings.

6       (~~During the period from July 1, 1993, until June 30, 1995,~~) The  
7 director may also pay from the interest earnings of the trust funds  
8 specified in this section costs incurred in investigating fraud and  
9 collecting overpayments, including expenses incurred to review and  
10 investigate cases of possible fraud against the trust funds and  
11 collection agency fees and other costs incurred in recovering  
12 overpayments. Recovered funds must be returned to the appropriate  
13 trust funds.

14       NEW SECTION.   **Sec. 2.**   This act is necessary for the immediate  
15 preservation of the public peace, health, or safety, or support of the  
16 state government and its existing public institutions, and shall take  
17 effect July 1, 1995.

      Passed the House April 19, 1995.

      Passed the Senate April 10, 1995.

      Approved by the Governor May 9, 1995.

      Filed in Office of Secretary of State May 9, 1995.