## CERTIFICATION OF ENROLLMENT

# HOUSE BILL 2098

Chapter 110, Laws of 1997

55th Legislature 1997 Regular Session

LONGSHORE AND HARBOR WORKERS' COMPENSATION INSURANCE PLAN--EXTENSION AND ADMINISTRATION

EFFECTIVE DATE: 4/21/97

Passed by the House March 13, 1997 Yeas 96 Nays 0

## CLYDE BALLARD

# Speaker of the House of Representatives

Passed by the Senate April 9, 1997 Yeas 43 Nays 4

#### CERTIFICATE

I, Timothy A. Martin, Chief Clerk of the House of Representatives of the State of Washington, do hereby certify that the attached is **HOUSE BILL 2098** as passed by the House of Representatives and the Senate on the dates hereon set forth.

BRAD OWEN

TIMOTHY A. MARTIN

President of the Senate

FILED

Chief Clerk

April 21, 1997 - 4:27 p.m.

Approved April 21, 1997

GARY LOCKE

Secretary of State State of Washington

Governor of the State of Washington

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## HOUSE BILL 2098

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Passed Legislature - 1997 Regular Session

State of Washington 55th Legislature 1997 Regular Session

By Representative L. Thomas

Read first time 02/20/97. Referred to Committee on Financial Institutions & Insurance.

- 1 AN ACT Relating to longshore and harbor workers' compensation
- 2 insurance; amending RCW 48.22.070; repealing 1995 c 327 s 2, 1993 c 177
- 3 s 3, & 1992 c 209 s 6 (uncodified); and declaring an emergency.
- 4 BE IT ENACTED BY THE LEGISLATURE OF THE STATE OF WASHINGTON:
- 5 **Sec. 1.** RCW 48.22.070 and 1993 c 177 s 1 are each amended to read 6 as follows:
- 7 (1) ((Before July 1, 1992,)) The commissioner shall adopt rules
- 8 establishing a reasonable plan to insure that workers' compensation
- 9 coverage as required by the United States longshore and harbor workers'
- 10 compensation act, 33 U.S.C. Secs. 901 through 950, and maritime
- 11 employer's liability coverage incidental to the workers' compensation
- 12 coverage is available to those unable to purchase it through the normal
- 13 insurance market. This plan shall require the participation of all
- 14 authorized insurers writing primary or excess United States longshore
- 15 and harbor workers' compensation insurance in the state of Washington
- 16 and the Washington state industrial insurance fund as defined in RCW
- 17 51.08.175 which is authorized to participate in the plan and to make
- 18 payments in support of the plan in accordance with this section. Any
- 19 underwriting losses or surpluses incurred by the plan shall be

- 1 <u>determined</u> by the governing committee of the plan and shall be shared
- 2 by plan participants in accordance with the following ratios: The
- 3 state industrial insurance fund, fifty percent; and authorized insurers
- 4 writing primary or excess United States longshore and harbor workers'
- 5 compensation insurance, fifty percent.
- 6 (2) The Washington state industrial insurance fund may obtain or
- 7 provide reinsurance coverage for the plan created under subsection (1)
- 8 of this section the terms of which shall be negotiated between the
- 9 state fund and the plan. This coverage shall not be obtained or
- 10 provided if the commissioner determines that the premium to be charged
- 11 would result in unaffordable rates for coverage provided by the plan.
- 12 In considering whether excess of loss coverage premiums would result in
- 13 unaffordable rates for workers' compensation coverage provided by the
- 14 plan, the commissioner shall compare the resulting plan rates to those
- 15 provided under any similar pool or plan of other states ((in existence
- 16 prior to July 1, 1992)).
- 17 (3) An applicant for plan insurance, a person insured under the
- 18 plan, or an insurer, affected by a ruling or decision of the manager or
- 19 committee designated to operate the plan may appeal to the commissioner
- 20 for resolution of a dispute. In adopting rules under this section, the
- 21 commissioner shall require that the plan use generally accepted
- 22 actuarial principles for rate making.
- 23 <u>NEW SECTION.</u> **Sec. 2.** 1995 c 327 s 2, 1993 c 177 s 3, & 1992 c 209
- 24 s 6 (uncodified) are each repealed.
- 25 <u>NEW SECTION.</u> **Sec. 3.** This act is necessary for the immediate
- 26 preservation of the public peace, health, or safety, or support of the
- 27 state government and its existing public institutions, and takes effect
- 28 immediately.

Passed the House March 13, 1997.

Passed the Senate April 9, 1997.

Approved by the Governor April 21, 1997.

Filed in Office of Secretary of State April 21, 1997.