
SUBSTITUTE HOUSE BILL 3057

State of Washington

58th Legislature

2004 Regular Session

By House Committee on Commerce & Labor (originally sponsored by Representatives Conway, Wood, McCoy, Kenney, Condotta and Chase; by request of Department of Labor & Industries)

READ FIRST TIME 02/06/04.

1 AN ACT Relating to conforming the social security offset provisions
2 of Title 51 RCW to the modified federal social security retirement age;
3 and amending RCW 51.32.220.

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

5 **Sec. 1.** RCW 51.32.220 and 1982 c 63 s 19 are each amended to read
6 as follows:

7 (1) For persons ((~~under the age of sixty five~~)) receiving
8 compensation for temporary or permanent total disability pursuant to
9 the provisions of this chapter ((~~51.32 RCW~~)), such compensation shall
10 be reduced by an amount equal to the benefits payable under the federal
11 old-age, survivors, and disability insurance act as now or hereafter
12 amended not to exceed the amount of the reduction established pursuant
13 to 42 U.S.C. Sec. 424a. However, such reduction shall not apply when
14 the combined compensation provided pursuant to this chapter ((~~51.32~~
15 ~~RCW~~)) and the federal old-age, survivors, and disability insurance act
16 is less than the total benefits to which the federal reduction would
17 apply, pursuant to 42 USC 424a. Where any person described in this
18 section refuses to authorize the release of information concerning the
19 amount of benefits payable under said federal act the department's

1 estimate of said amount shall be deemed to be correct unless and until
2 the actual amount is established and no adjustment shall be made for
3 any period of time covered by any such refusal.

4 (2) Any reduction under subsection (1) of this section shall be
5 effective the month following the month in which the department or
6 self-insurer is notified by the federal social security administration
7 that the person is receiving disability benefits under the federal old-
8 age, survivors, and disability insurance act: PROVIDED, That in the
9 event of an overpayment of benefits the department or self-insurer may
10 not recover more than the overpayments for the six months immediately
11 preceding the date the department or self-insurer notifies the worker
12 that an overpayment has occurred: PROVIDED FURTHER, That upon
13 determining that there has been an overpayment, the department or self-
14 insurer shall immediately notify the person who received the
15 overpayment that he or she shall be required to make repayment pursuant
16 to this section and RCW 51.32.230.

17 (3) Recovery of any overpayment must be taken from future temporary
18 or permanent total disability benefits or permanent partial disability
19 benefits provided by this title. In the case of temporary or permanent
20 total disability benefits, the recovery shall not exceed twenty-five
21 percent of the monthly amount due from the department or self-insurer
22 or one-sixth of the total overpayment, whichever is the lesser.

23 (4) No reduction may be made unless the worker receives notice of
24 the reduction prior to the month in which the reduction is made.

25 (5) In no event shall the reduction reduce total benefits to less
26 than the greater amount the worker may be entitled to under this title
27 or the federal old-age, survivors, and disability insurance act.

28 (6) The director, pursuant to rules adopted in accordance with the
29 procedures provided in the administrative procedure act, chapter 34.05
30 RCW, may exercise his or her discretion to waive, in whole or in part,
31 the amount of any overpayment where the recovery would be against
32 equity and good conscience.

33 (7) (~~The amendment in~~) Subsection (1) of this section (~~by~~
34 ~~chapter 63, Laws of 1982 raising the age limit during which the~~
35 ~~reduction shall be made from age sixty two to age sixty five shall~~
36 ~~apply with respect~~) applies to:

37 (a) Workers under the age of sixty-two whose effective entitlement
38 to total disability compensation begins before January 2, 1983;

1 (b) Workers under the age of sixty-five whose effective entitlement
2 to total disability compensation begins after January 1, 1983; and
3 (c) Workers who will become sixty-five years of age on or after the
4 effective date of this section.

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