## **WEST VIRGINIA LEGISLATURE**

#### **2020 REGULAR SESSION**

Enrolled

### Senate Bill 545

BY SENATOR TARR

[Passed March 4, 2020; in effect from passage]



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AN ACT to amend and reenact §23-2C-16 of the Code of West Virginia, 1931, as amended,
 relating to authorizing the Insurance Commissioner to transfer moneys from the Insurance
 Commission Fund, also known as the Commissioner's Operating Fund, into the Workers'
 Compensation Old Fund to reduce any deficit balance of the Old Fund.

Be it enacted by the Legislature of West Virginia:

ARTICLE 2C. EMPLOYERS' MUTUAL INSURANCE COMPANY.

#### §23-2C-16. Administration of Old Fund, Uninsured Employer Fund, Self-Insured Employer Guaranty Risk Pool, Self-Insured Employer Security Risk Pool, and Private Carrier Guaranty Fund.

1 (a) Notwithstanding any provision of this code to the contrary, the company shall be the 2 initial third-party administrator of the Old Fund, Uninsured Employer Fund, Self-Insured Employer 3 Guaranty Risk Pool, Self-Insured Employer Security Risk Pool, and Private Carrier Guaranty Fund 4 from the termination of the commission and thereafter for a term of at least six months but not 5 more than three years pursuant to an agreement to be entered into between the Insurance Commissioner and the company prior to the termination of the commission. The company shall 6 7 be paid a reasonable fee for services provided. The company's administrative duties may include, 8 but not be limited to, receipt of all claims, processing said claims, providing for the payment of 9 said claims through the State Treasurer's office or other applicable state agency, and ensuring, 10 through the selection and assignment of counsel, that claims decisions are properly defended. 11 The administration of said funds thereafter shall be subject to the procedures set forth §5A-3-1 et 12 seq. of this code.

(b) The Insurance Commissioner shall review claims determined to be payable from said
funds and may contest the determination pursuant to the provisions of §23-5-1 *et seq.* of this
code.

16 (c) The Insurance Commissioner may conduct or cause to be conducted an annual audit17 to be performed on said funds.

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(d) The Insurance Commissioner may contract or employ counsel to perform legal services related solely to the collection of moneys due the Old Fund, including the collection of moneys due the Old Fund and enforcement of repayment agreements entered into for the collection of moneys due on or before June 30, 2005, in any administrative proceeding and in any state or federal court.

(e) During the fiscal years beginning July 1, 2019, and July 1, 2020, the Insurance
Commissioner may, in his or her discretion, transfer special revenue moneys contained in the
Insurance Commission Fund to the Old Fund in any fiscal year in which the Insurance
Commissioner has determined, and an independent auditor has attested thereto, that a deficit
balance existed in the Old Fund for the prior fiscal year.

The Joint Committee on Enrolled Bills hereby certifies that the foregoing bill is correctly enrolled. Chairman, Sepate Committee Chairman, House Committee 50 1. 12 Originated in the Senate. Ç In effect from passage. J..." Cart Clerk of the Senate Clerk of the House of Delegates lai President of the Senate The second Speaker of the House of Delegates The within 12 approved this the 24th Day of March Governor

#### PRESENTED TO THE GOVERNOR

MAR 1 3 2020

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