

STATE OF NEW YORK

4725

2017-2018 Regular Sessions

IN SENATE

February 24, 2017

Introduced by Sen. SEWARD -- (at request of the State Comptroller) --
read twice and ordered printed, and when printed to be committed to
the Committee on Labor

AN ACT to amend the workers' compensation law, in relation to eliminat-
ing unconstitutional language relating to the pre-audit of expendi-
tures from the state insurance fund by the state comptroller

The People of the State of New York, represented in Senate and Assem-
bly, do enact as follows:

1 Section 1. Section 88 of the workers' compensation law, as amended by
2 chapter 635 of the laws of 1996, is amended to read as follows:

3 § 88. Administration expenses. The entire expense of administering the
4 state insurance fund shall be paid out of such fund which shall not be
5 considered an agency or a fund of the state for the purposes of section
6 four of the state finance law. The portion of such expenses applicable
7 and chargeable to the disability benefits fund shall be determined on an
8 equitable basis with due allowance for the division of overhead
9 expenses. There shall be submitted to the director of the budget quar-
10 terly financial statements on a calendar year basis. In no case shall
11 the amount of administrative expenditures so authorized for an entire
12 year from the workers' compensation fund exceed twenty-five per centum
13 of the earned premiums for such insurance for that year. In no case
14 shall the amount of administrative expenditures authorized for the disa-
15 bility benefits fund for an entire year exceed twenty-five per centum of
16 the premiums earned by that fund for such insurance for that year. [~~No~~
17 ~~payment, expenditure or refund out of the state insurance fund shall be~~
18 ~~subject to pre-audit by the department of audit and control as provided~~
19 ~~by section one hundred eleven of the state finance law.~~] All appoint-
20 ments to positions in the state insurance fund shall be made subject to
21 civil service requirements.

22 § 2. This act shall take effect immediately.

EXPLANATION--Matter in italics (underscored) is new; matter in brackets
[-] is old law to be omitted.

LBD00487-01-7