1	STATE OF OKLAHOMA
2	1st Session of the 57th Legislature (2019)
3	SENATE BILL 701 By: Daniels
4	
5	
6	<u>AS INTRODUCED</u>
7	An Act relating to workers' compensation; amending Sections 2, as amended by Section 1, Chapter 150,
8 9	O.S.L. 2018, and 3, Chapter 208, O.S.L. 2013 (85A O.S. Supp. 2018, Sections 2 and 3), which relate to
10	the Administrative Workers' Compensation Act; modifying definitions; specifying application of the Administrative Workers' Compensation Act; amending
11	Section 6, Chapter 208, O.S.L. 2013, as amended by Section 1, Chapter 390, O.S.L. 2015 (85A O.S. Supp.
12	2018, Section 6), which relates to crimes in violation of the Administrative Workers' Compensation
13	Act; modifying certain notice requirement; amending Section 18, Chapter 208, O.S.L. 2013 (85A O.S. Supp.
14	2018, Section 18), which relates to billing and collection of fees for services; expanding methods of providing notice; amending Section 19, Chapter 208,
15	O.S.L. 2013, as amended by Section 4, H.J.R. No. 1096, O.S.L. 2014 (85A O.S. Supp. 2018, Section 19),
16	which relates to exempting certain communications from Open Meetings and Open Records Acts; providing
17	for confidentiality of certain communications; amending Section 22, Chapter 208, O.S.L. 2013 (85A
18 19	O.S. Supp. 2018, Section 22), which relates to administration of the Administrative Workers'
20	Compensation Act; modifying powers and duties of the Workers' Compensation Commission; amending Sections 28, Chapter 208, O.S.L. 2013, as last amended by
21	Section 1, Chapter 344, O.S.L. 2015, 29, Chapter 208, O.S.L. 2013 and 31, Chapter 208, O.S.L. 2013, as
22	amended by Section 3, Chapter 344, O.S.L. 2015, (85A O.S. Supp. 2018, Sections 28, 29 and 31), which
23	relate to the Multiple Injury Trust Fund; eliminating certain requirements for the administration or
24	disbursement of certain funds; modifying requirements for certain annual fees; modifying responsibility for
۲ ک	

1 administration of Multiple Injury Trust Fund; amending Sections 38 and 40, Chapter 208, O.S.L. 2013 2 (85A O.S. Supp. 2018, Sections 38 and 40), which relate to securing workers' compensation for 3 employees; changing certain rule-making authority; capping certain penalty; authorizing certain 4 collection proceedings; authorizing disclosure of information under certain circumstances; authorizing 5 proceeds of penalty to be awarded as certain compensation; amending Section 45, Chapter 208, 6 O.S.L. 2013, as amended by Section 2, Chapter 390, O.S.L. 2015 (85A O.S. Supp. 2018, Section 45), which 7 relates to disability; modifying temporary partial disability compensation; amending Section 60, Chapter 8 208, O.S.L. 2013 (85A O.S. Supp. 2018, Section 60), which relates to evaluation of permanent disability; 9 modifying reference to title of the director of the Commission; amending Sections 63, 67, 69, 71, 78, 80 10 and 82, Chapter 208, O.S.L. 2013 (85A O.S. Supp. 2018, Sections 63, 67, 69, 71, 78, 80 and 82), which 11 relate to notification and procedure after injury; making certain reports confidential and not subject 12 to the Oklahoma Open Records Act; modifying scope of review and compensation modification; expanding 13 methods for certain notice; modifying allowable venue for hearings; directing deposit of certain filing 14 fee; modifying procedure and requirements for review of compensation rulings; placing limitations on 15 review; modifying entity that certain claims are brought against; amending Section 90, Chapter 208, 16 O.S.L. 2013 (85A O.S. Supp. 2018, Section 90), which relates to bond or other deposit requirements; 17 limiting Supreme Court review unless certain requirements are met; amending Section 101, Chapter 18 208, O.S.L. 2013 (85A O.S. Supp. 2018, Section 101), which relates to certain reports and electronic data; 19 modifying time for implementation of electronic data interchange system; amending Section 152, Chapter 20 208, O.S.L. 2013 (85A O.S. Supp. 2018, Section 109), which relates to the workers' compensation counselor 21 or ombudsman program; eliminating the authority of the Commission to provide additional information 22 regarding program; amending Section 158, Chapter 208, O.S.L. 2013 (85A O.S. Supp. 2018, Section 115), which 23 relates to joint petitions for settlement; correcting references; amending Section 161, Chapter 208, O.S.L. 24 2013 (85A O.S. Supp. 2018, Section 118), which

- م

1 relates to fees; modifying scope of fee requirement; correcting statutory references; amending Section 2 163, Chapter 208, O.S.L. 2013 (85A O.S. Supp. 2018, Section 120), which relates to inquiries about 3 compensation claims; modifying scope of certain requests; correcting statutory reference; amending 4 Section 164, Chapter 208, O.S.L. 2013 (85A O.S. Supp. 2018, Section 121), which relates to the Advisory 5 Council on Workers' Compensation; modifying duties of the Council; amending Section 165, Chapter 208, 6 O.S.L. 2013, as amended by Section 4, Chapter 344, O.S.L. 2015 (85A O.S. Supp. 2018, Section 122), which 7 relates to tax rates and distribution of certain funds; modifying certain apportionment and funding 8 amount; amending Section 166, Chapter 208, O.S.L. 2013 (85A O.S. Supp. 2018, Section 123), which 9 relates to perjury; establishing exception to certain filing requirement; amending Section 167, Chapter 10 208, O.S.L. 2013, as amended by Section 7, Chapter 169, O.S.L. 2014 (85A O.S. Supp. 2018, Section 124), 11 which relates to transfers from the Workers' Compensation Court; modifying transfer; amending 12 Sections 121, 125, 126, 133, 134, 135, 137, 139, 141, 142, 143, 144 and 148, Chapter 208, O.S.L. 2013 (85A 13 O.S. Supp. 2018, Sections 300, 304, 305, 312, 313, 314, 316, 318, 320, 321, 322, 323 and 327), which 14 relate to the Workers' Compensation Arbitration Act; updating statutory references; amending Section 169, 15 Chapter 208, O.S.L. 2013 (85A O.S. Supp. 2018, Section 400), which relates to the Workers' 16 Compensation Court of Existing Claims; eliminating the authority of the Workers' Compensation Commission 17 to appoint administrative law judges to assist the Court when vacancies occur on the Court; eliminating 18 procedure whereby rulings of the Court are appealable to the Commission; eliminating certain duty of 19 administrative law judges; repealing Section 15, Chapter 208, O.S.L. 2013 (85A O.S. Supp. 2018, 20 Section 15), which relates to reports regarding funding needs for the Workers' Compensation Fraud 21 Investigation Unit; repealing Section 25, Chapter 208, O.S.L. 2013 (85A O.S. Supp. 2018, Section 25), 22 which relates to annual publication of aggregate information; updating statutory references; repealing 23 Section 57, Chapter 208, O.S.L. 2013 (85A O.S. Supp. 2018, Section 57), which relates to scheduled 24 treatment appointments; repealing Sections 107, 108,

1 109, 110, as amended by Section 4, Chapter 390, O.S.L. 2015, 111, 112, as amended by Section 5, 2 Chapter 390, O.S.L. 2015, 113, 114, 115, 116, 117, 118, as amended by Section 6, Chapter 390, O.S.L. 3 2015, 119 and 120, Chapter 208, O.S.L. 2013 (85A O.S. Supp. 2018, Sections 200, 201, 202, 203, 204, 205, 4 206, 207, 208, 209, 210, 211, 212 and 213), which relate to the Oklahoma Employee Injury Benefit Act; 5 providing an effective date; and declaring an emergency. 6 7 8 BE IT ENACTED BY THE PEOPLE OF THE STATE OF OKLAHOMA: 9 Section 2, Chapter 208, O.S.L. SECTION 1. AMENDATORY 10 2013, as amended by Section 1, Chapter 150, O.S.L. 2018 (85A O.S. 11 Supp. 2018, Section 2), is amended to read as follows: 12 Section 2. As used in the Administrative Workers' Compensation 13 Act: 14 1. "Actually dependent" means a surviving spouse, a child or 15 any other person who receives one-half (1/2) or more of his or her 16 support from the employee; 17 2. "Carrier" means any stock company, mutual company, or 18 reciprocal or interinsurance exchange authorized to write or carry 19 on the business of workers' compensation insurance in this state. 20 Whenever required by the context, the term "carrier" shall be deemed 21 to include duly qualified self-insureds or self-insured groups; 22 3. "Case management" means the ongoing coordination, by a case 23 manager, of health care services provided to an injured or disabled 24 worker, including but not limited to systematically monitoring the _ _

1	treatment rendered and the medical progress of the injured or		
2	disabled worker; ensuring that any treatment plan follows all		
3	appropriate treatment protocols, utilization controls and practice		
4	parameters; assessing whether alternative health care services are		
5	appropriate and delivered in a cost-effective manner based upon		
6	acceptable medical standards; and ensuring that the injured or		
7	disabled worker is following the prescribed health care plan;		
8	4. "Case manager" means a person who is a registered nurse with		
9	a current, active unencumbered license from the Oklahoma Board of		
10	Nursing, or possesses one or more of the following certifications		
11	which indicate the individual has a minimum number of years of case		
12	management experience, has passed a national competency test and		
13	regularly obtains continuing education hours to maintain		
14	certification:		
15	a. Certified Disability Management Specialist (CDMS),		
16	b. Certified Case Manager (CCM),		
17	c. Certified Rehabilitation Registered Nurse (CRRN),		
18	d. Case Manager - Certified (CMC),		
19	e. Certified Occupational Health Nurse (COHN), or		
20	f. Certified Occupational Health Nurse Specialist (COHN-		
21	S);		
22	5. "Certified workplace medical plan" means an organization of		
23	health care providers or any other entity, certified by the State		
24	Commissioner of Health, that is authorized to enter into a		

Req. No. 338

1 contractual agreement with an employer, group self-insurance 2 association plan, an employer's workers' compensation insurance 3 carrier, third-party administrator or an insured to provide medical 4 care under the Administrative Workers' Compensation Act. Certified 5 plans shall only include plans which provide medical services and 6 payment for services on a fee-for-service basis to medical 7 providers;

8 6. "Child" means a natural or adopted son or daughter of the 9 employee under eighteen (18) years of age; or a natural or adopted 10 son or daughter of an employee eighteen (18) years of age or over 11 who is physically or mentally incapable of self-support; or any 12 natural or adopted son or daughter of an employee eighteen (18) 13 years of age or over who is actually dependent; or any natural or 14 adopted son or daughter of an employee between eighteen (18) and 15 twenty-three (23) years of age who is enrolled as a full-time 16 student in any accredited educational institution. The term "child" 17 includes a posthumous child, a child legally adopted or one for whom 18 adoption proceedings are pending at the time of death, an actually 19 dependent stepchild or an actually dependent acknowledged child born 20 out of wedlock;

7. "Claimant" means a person who claims benefits for an injury or occupational disease pursuant to the provisions of the Administrative Workers' Compensation Act;

24

8. "Commission" means the Workers' Compensation Commission;

Req. No. 338

1 9. "Compensable injury" means damage or harm to the a. 2 physical structure of the body, or prosthetic 3 appliances, including eyeqlasses, contact lenses, or 4 hearing aids, caused solely as the result of either an 5 accident, cumulative trauma or occupational disease 6 arising out of the course and scope of employment. An 7 "accident" means an event involving factors external 8 to the employee that: 9 was unintended, unanticipated, unforeseen, (1)10 unplanned and unexpected, 11 occurred at a specifically identifiable time and (2)12 place, 13 occurred by chance or from unknown causes, and (3) 14 was independent of sickness, mental incapacity, (4) 15 bodily infirmity or any other cause. 16 b. "Compensable injury" does not include: 17 injury to any active participant in assaults or (1)18 combats which, although they may occur in the 19 workplace, are the result of non-employment-20 related hostility or animus of one, both, or all 21 of the combatants and which assault or combat 22 amounts to a deviation from customary duties; 23 provided, however, injuries caused by horseplay 24 _ _

1		shall not be considered to be compensable
2		injuries, except for innocent victims,
3	(2)	injury incurred while engaging in or performing
4	(2)	
		or as the result of engaging in or performing any
5		recreational or social activities for the
6		employee's personal pleasure,
7	(3)	injury which was inflicted on the employee at a
8		time when employment services were not being
9		performed or before the employee was hired or
10		after the employment relationship was terminated,
11	(4)	injury where the accident was caused by the use
12		of alcohol, illegal drugs, or prescription drugs
13		used in contravention of physician's orders. If $_{\overline{ au}}$
14		a biological specimen is collected within twenty-
15		four (24) hours of <u>the employee</u> being injured or
16		reporting an injury, an <u>or if at any time after</u>
17		the injury a biological specimen is collected by
18		the Oklahoma Office of the Chief Medical Examiner
19		if the injured employee does not survive at least
20		twenty-four (24) hours after the accident and the
21		employee tests positive for intoxication, an
22		illegal controlled substance, or a legal
23		controlled substance used in contravention to a
24		treating physician's orders, or refuses to
<u></u> ч		

Req. No. 338

undergo the drug and alcohol testing, there shall be a rebuttable presumption that the injury was caused by the use of alcohol, illegal drugs, or prescription drugs used in contravention of physician's orders. This presumption may only be overcome if the employee proves by clear and convincing evidence that his or her state of intoxication had no causal relationship to the injury,

10 (5) any strain, degeneration, damage or harm to, or 11 disease or condition of, the eye or 12 musculoskeletal structure or other body part 13 resulting from the natural results of aging, 14 osteoarthritis, arthritis, or degenerative 15 process including, but not limited to, 16 degenerative joint disease, degenerative disc 17 disease, degenerative 18 spondylosis/spondylolisthesis and spinal 19 stenosis, or 20 (6) any preexisting condition except when the 21 treating physician clearly confirms an

identifiable and significant aggravation incurred

in the course and scope of employment.

23

22

1

2

3

4

5

6

7

8

9

24

- 1c.The definition of "compensable injury" shall not be2construed to limit or abrogate the right to recover3for mental injuries as described in Section 13 of this4title, heart or lung injury or illness as described in5Section 14 of this title, or occupational diseases as6described in Section 65 of this title.
- A compensable injury shall be established by medical
 evidence supported by objective findings as defined in
 paragraph 31 of this section.
- e. The injured employee shall prove by a preponderance of
 the evidence that he or she has suffered a compensable
 injury.
- 13f.Benefits shall not be payable for a condition which14results from a non-work-related independent15intervening cause following a compensable injury which16causes or prolongs disability, aggravation, or17requires treatment. A non-work-related independent18intervening cause does not require negligence or19recklessness on the part of a claimant.
- 20 g. An employee who suffers a compensable injury shall be 21 entitled to receive compensation as prescribed in this 22 act. Notwithstanding other provisions of law, if it 23 is determined that a compensable injury did not occur,
- 24

1 2

the employee shall not be entitled to compensation under this act;

³ 10. "Compensation" means the money allowance payable to the ⁴ employee or to his or her dependents and includes the medical ⁵ services and supplies provided for in Section 50 of this title and ⁶ funeral expenses;

7 11. "Consequential injury" means injury or harm to a part of 8 the body that is a direct result of the injury or medical treatment 9 to the part of the body originally injured in the claim. The 10 Commission shall not make a finding of a consequential injury unless 11 it is established by objective medical evidence that medical 12 treatment for such part of the body is required;

13 12. "Continuing medical maintenance" means medical treatment 14 that is reasonable and necessary to maintain claimant's condition 15 resulting from the compensable injury or illness after reaching 16 maximum medical improvement. Continuing medical maintenance shall 17 not include diagnostic tests, surgery, injections, counseling, 18 physical therapy, or pain management devices or equipment;

19 13. "Course and scope of employment" means an activity of any 20 kind or character for which the employee was hired and that relates 21 to and derives from the work, business, trade or profession of an 22 employer, and is performed by an employee in the furtherance of the 23 affairs or business of an employer. The term includes activities 24 conducted on the premises of an employer or at other locations

Req. No. 338

1 designated by an employer and travel by an employee in furtherance 2 of the affairs of an employer that is specifically directed by the 3 employer. This term does not include:

- 4 an employee's transportation to and from his or her a. 5 place of employment,
- 6 b. travel by an employee in furtherance of the affairs of 7 an employer if the travel is also in furtherance of 8 personal or private affairs of the employee,
- 9 any injury occurring in a parking lot or other common с. 10 area adjacent to an employer's place of business 11 before the employee clocks in or otherwise begins work 12 for the employer or after the employee clocks out or 13 otherwise stops work for the employer, or
- 14 d. any injury occurring while an employee is on a work 15 break, unless the injury occurs while the employee is 16 on a work break inside the employer's facility and the 17 work break is authorized by the employee's supervisor;

14. "Cumulative trauma" means an injury to an employee that is 19 caused by the combined effect of repetitive physical activities 20 extending over a period of time in the course and scope of 21 employment. Cumulative trauma shall not mean fatique, soreness or 22 general aches and pain that may have been caused, aggravated, 23 exacerbated or accelerated by the employee's course and scope of 24 employment. Cumulative trauma shall have resulted directly and _ _

Req. No. 338

18

¹ independently of all other causes and the employee shall have ² completed at least one hundred eighty (180) days of continuous ³ active employment with the employer;

⁴ 15. "Death" means only death resulting from compensable injury ⁵ as defined in paragraph 9 of this section;

⁶ 16. "Disability" means incapacity because of compensable injury ⁷ to earn, in the same or any other employment, substantially the same ⁸ amount of wages the employee was receiving at the time of the ⁹ compensable injury;

10 17. "Drive-away operations" includes every person engaged in 11 the business of transporting and delivering new or used vehicles by 12 driving, either singly or by towbar, saddle-mount or full-mount 13 method, or any combination thereof, with or without towing a 14 privately owned vehicle;

15 "Employee" means any person, including a minor, in the 18. a. 16 service of an employer under any contract of hire or 17 apprenticeship, written or oral, expressed or implied, 18 but excluding one whose employment is casual and not 19 in the course of the trade, business, profession, or 20 occupation of his or her employer and excluding one 21 who is required to perform work for a municipality or 22 county or the state or federal government on having 23 been convicted of a criminal offense or while 24 incarcerated. "Employee" shall also include a member _ _

of the Oklahoma National Guard while in the performance of duties only while in response to state orders and any authorized voluntary or uncompensated worker, rendering services as a firefighter, peace officer or emergency management worker. Travel by a policeman, fireman, or a member of a first aid or rescue squad, in responding to and returning from an emergency, shall be deemed to be in the course of employment.

- b. The term "employee" shall not include:
- 11 any person for whom an employer is liable under (1)12 any Act of Congress for providing compensation to 13 employees for injuries, disease or death arising 14 out of and in the course of employment including, 15 but not limited to, the Federal Employees' 16 Compensation Act, the Federal Employers' 17 Liability Act, the Longshore and Harbor Workers' 18 Compensation Act and the Jones Act, to the extent 19 his or her employees are subject to such acts, 20 (2) any person who is employed in agriculture, 21 ranching or horticulture by an employer who had a 22 gross annual payroll in the preceding calendar 23 year of less than One Hundred Thousand Dollars 24 (\$100,000.00) wages for agricultural, ranching or

Req. No. 338

_ _

1

2

3

4

5

6

7

8

9

10

horticultural workers, or any person who is employed in agriculture, ranching or horticulture who is not engaged in operation of motorized machines. This exemption applies to any period of time for which such employment exists, irrespective of whether or not the person is employed in other activities for which the exemption does not apply. If the person is employed for part of a year in exempt activities and for part of a year in nonexempt activities, the employer shall be responsible for providing workers' compensation only for the period of time for which the person is employed in nonexempt activities, (3) any person who is a licensed real estate sales

16 associate or broker, paid on a commission basis, 17 any person who is providing services in a medical (4) 18 care or social services program, or who is a 19 participant in a work or training program, 20 administered by the Department of Human Services, 21 unless the Department is required by federal law 22 or regulations to provide workers' compensation 23 for such person. This division shall not be 24 construed to include nursing homes, _ _

Req. No. 338

1

2

3

4

5

6

7

8

9

10

11

12

13

14

15

1	(5)	any person employed by an employer with five or
2		fewer total employees, all of whom are related
3		within the second degree by blood or marriage to
4		the employer, if the employer is a natural person
5		or a general or limited partnership, or an
6		incorporator of a corporation if the corporation
7		is the employer, all of whom are dependents
8		living in the household of the employer, or all
9		of whom are a combination of such relatives and
10		dependents. In the event the employer is not a
11		natural person, such relative shall be related
12		within the second degree by blood or marriage to
13		a person who owns fifty percent (50%) or more of
14		the employer or such dependent shall live in the
15		household of a person who owns fifty percent
16		(50%) or more of the employe,
17	(6)	any person employed by an employer which is a
18		youth sports league which qualifies for exemption
19		from federal income taxation pursuant to federal
20		law,
21	(7)	sole proprietors, members of a partnership,

(7) sole proprietors, members of a partnership,
individuals who are party to a franchise
agreement as set out by the Federal Trade
Commission franchise disclosure rule, 16 CFR

느ㅋ

436.1 through 436.11, members of a limited liability company who own at least ten percent (10%) of the capital of the limited liability company or any stockholder-employees of a corporation who own ten percent (10%) or more stock in the corporation, unless they elect to be covered by a policy of insurance covering benefits under the Administrative Workers' Compensation Act,

- (8) any person providing or performing voluntary service who receives no wages for the services other than meals, drug or alcohol rehabilitative therapy, transportation, lodging or reimbursement for incidental expenses except for volunteers specifically provided for in subparagraph a of this paragraph,
- 17 (9) a person, commonly referred to as an owner-18 operator, who owns or leases a truck-tractor or 19 truck for hire, if the owner-operator actually 20 operates the truck-tractor or truck and if the 21 person contracting with the owner-operator is not 22 the lessor of the truck-tractor or truck. 23 Provided, however, an owner-operator shall not be 24 precluded from workers' compensation coverage _ _

1

2

3

4

5

6

7

8

9

10

11

12

13

14

15

16

under the Administrative Workers' Compensation Act if the owner-operator elects to participate as a sole proprietor,

4 (10)a person referred to as a drive-away owner-5 operator who privately owns and utilizes a tow 6 vehicle in drive-away operations and operates 7 independently for hire, if the drive-away owner-8 operator actually utilizes the tow vehicle and if 9 the person contracting with the drive-away owner-10 operator is not the lessor of the tow vehicle. 11 Provided, however, a drive-away owner-operator 12 shall not be precluded from workers' compensation 13 coverage under the Administrative Workers' 14 Compensation Act if the drive-away owner-operator 15 elects to participate as a sole proprietor, and 16 (11)any person who is employed as a domestic servant 17 or as a casual worker in and about a private home 18 or household, which private home or household had 19 a gross annual payroll in the preceding calendar 20 year of less than Fifty Thousand Dollars 21 (\$50,000.00) for such workers; 22 19. "Employer" means a natural person, partnership,

association, limited liability company, corporation, and the legal representatives of a deceased employer, or the receiver or trustee

1

2

3

1 of a person, partnership, association, corporation, or limited 2 liability company, departments, instrumentalities and institutions 3 of this state and divisions thereof, counties and divisions thereof, 4 public trusts, boards of education and incorporated cities or towns 5 and divisions thereof, employing a person included within the term 6 "employee" as defined in this section. Employer may also mean the 7 employer's workers' compensation insurance carrier, if applicable. 8 Except as provided otherwise, this act applies to all public and 9 private entities and institutions. Employer shall not include a 10 qualified employer with an employee benefit plan as provided under 11 the Oklahoma Employee Injury Benefit Act in Sections 200 through 213 12 of this title;

13 20. "Employment" includes work or labor in a trade, business, 14 occupation or activity carried on by an employer or any authorized 15 voluntary or uncompensated worker rendering services as a 16 firefighter, peace officer or emergency management worker;

17 21. "Evidence-based" means expert-based, literature-supported 18 and outcomes validated by well-designed randomized trials when such 19 information is available and which uses the best available evidence 20 to support medical decision making;

21 22. "Gainful employment" means the capacity to perform
22 employment for wages for a period of time that is not part-time,
23 occasional or sporadic;

24

Req. No. 338

1 23. "Impaired self-insurer" means a private self-insurer or 2 group self-insurance association that fails to pay its workers' 3 compensation obligations, or is financially unable to do so and is 4 the subject of any proceeding under the Federal Bankruptcy Reform 5 Act of 1978, and any subsequent amendments or is the subject of any 6 proceeding in which a receiver, custodian, liquidator, 7 rehabilitator, trustee or similar officer has been appointed by a 8 court of competent jurisdiction to act in lieu of or on behalf of 9 the self-insurer; 10 "Incapacity" means inadequate strength or ability to 24. 11 perform a work-related task; 12 25. "Insurance Commissioner" means the Insurance Commissioner 13 of the State of Oklahoma; 14 "Insurance Department" means the Insurance Department of 26. 15 the State of Oklahoma; 16 27. "Major cause" means more than fifty percent (50%) of the 17 resulting injury, disease or illness. A finding of major cause 18 shall be established by a preponderance of the evidence. A finding 19 that the workplace was not a major cause of the injury, disease or 20 illness shall not adversely affect the exclusive remedy provisions 21 of this act and shall not create a separate cause of action outside 22 this act; 23 24 _ _

Req. No. 338

1	28.	"Max	imum medical improvement" means that no further
2	material	impro	ovement would reasonably be expected from medical
3	treatment	t or '	the passage of time;
4	29.	"Med	ical services" means those services specified in
5	Section S	50 of	this title;
6	30.	"Mis	conduct" shall include the following:
7		a.	unexplained absenteeism or tardiness,
8		b.	willful or wanton indifference to or neglect of the
9			duties required,
10		с.	willful or wanton breach of any duty required by the
11			employer,
12		d.	the mismanagement of a position of employment by
13			action or inaction,
14		e.	actions or omissions that place in jeopardy the
15			health, life, or property of self or others,
16		f.	dishonesty,
17		g.	wrongdoing,
18		h.	violation of a law, or
19		i.	a violation of a policy or rule adopted to ensure
20			orderly work or the safety of self or others;
21	31.	a.	(1) "Objective findings" are those findings which
22			cannot come under the voluntary control of the
23			patient.
24 27			

- 1 (2) When determining permanent disability, a (a) 2 physician, any other medical provider, an 3 administrative law judge, the Commission or 4 the courts shall not consider complaints of 5 pain. 6 (b) For the purpose of making permanent 7 disability ratings to the spine, physicians 8 shall use criteria established by the most 9 current edition of the American Medical 10 Association "Guides to the Evaluation of 11 Permanent Impairment". 12 Objective evidence necessary to prove (3) (a) 13 permanent disability in occupational hearing 14 loss cases may be established by medically 15 recognized and accepted clinical diagnostic 16 methodologies, including, but not limited 17 to, audiological tests that measure air and 18 bone conduction thresholds and speech 19 discrimination ability.
- 20 (b) Any difference in the baseline hearing 21 levels shall be confirmed by subsequent 22 testing; provided, however, such test shall 23 be given within four (4) weeks of the 24 initial baseline hearing level test but not

2

3

4

5

1

before five (5) days after being adjusted for presbycusis.

b. Medical opinions addressing compensability and permanent disability shall be stated within a reasonable degree of medical certainty;

G 32. "Official Disability Guidelines" or "ODG" means the current edition of the Official Disability Guidelines and the ODG Treatment in Workers' Comp as published by the Work Loss Data Institute;

9 33. "Permanent disability" means the extent, expressed as a 10 percentage, of the loss of a portion of the total physiological 11 capabilities of the human body as established by competent medical 12 evidence and based on the current edition of the American Medical 13 Association guides to the evaluation of impairment, if the 14 impairment is contained therein;

15 34. "Permanent partial disability" means a permanent disability 16 or loss of use after maximum medical improvement has been reached 17 which prevents the injured employee, who has been released to return 18 to work by the treating physician, from returning to his or her pre-19 injury or equivalent job. All evaluations of permanent partial 20 disability must be supported by objective findings;

21 35. "Permanent total disability" means, based on objective 22 findings, incapacity, based upon accidental injury or occupational 23 disease, to earn wages in any employment for which the employee may 24 become physically suited and reasonably fitted by education,

_ _

¹ training, experience or vocational rehabilitation provided under ² this act. Loss of both hands, both feet, both legs, or both eyes, ³ or any two thereof, shall constitute permanent total disability;

36. "Preexisting condition" means any illness, injury, disease,
or other physical or mental condition, whether or not work-related,
for which medical advice, diagnosis, care or treatment was
recommended or received preceding the date of injury;

8 37. "Pre-injury or equivalent job" means the job that the 9 claimant was working for the employer at the time the injury 10 occurred or any other employment offered by the claimant's employer 11 that pays at least one hundred percent (100%) of the employee's 12 average weekly wage;

13 38. "Private self-insurer" means a private employer that has 14 been authorized to self-insure its workers' compensation obligations 15 pursuant to this act, but does not include group self-insurance 16 associations authorized by this act, or any public employer that 17 self-insures pursuant to this act;

¹⁸ 39. "Prosthetic" means an artificial device used to replace a ¹⁹ part or joint of the body that is lost or injured in an accident or ²⁰ illness covered by this act;

40. "Scheduled member" or "member" means hands, fingers, arms, legs, feet, toes, and eyes. In addition, for purposes of the Multiple Injury Trust Fund only, "scheduled member" means hearing impairment;

Req. No. 338

41. "Scientifically based" involves the application of rigorous, systematic, and objective procedures to obtain reliable and valid knowledge relevant to medical testing, diagnoses and treatment; is adequate to justify the general conclusions drawn; and has been accepted by a peer-review journal or approved by a panel of independent experts through a comparably rigorous, objective, and scientific review;

8 42. "State average weekly wage" means the state average weekly 9 wage determined by the Oklahoma Employment Security Commission in 10 the preceding calendar year. If such determination is not 11 available, the Commission shall determine the wage annually after 12 reasonable investigation;

¹³ 43. "Subcontractor" means a person, firm, corporation or other ¹⁴ legal entity hired by the general or prime contractor to perform a ¹⁵ specific task for the completion of a work-related activity;

¹⁶ 44. "Surgery" does not include an injection, or the forcing of ¹⁷ fluids beneath the skin, for treatment or diagnosis;

¹⁸ 45. "Surviving spouse" means the employee's spouse by reason of ¹⁹ a legal marriage recognized by the State of Oklahoma or under the ²⁰ requirements of a common law marriage in this state, as determined ²¹ by the Workers' Compensation Commission;

46. "Temporary partial disability" means an injured employee who is temporarily unable to perform his or her job, but may perform alternative work offered by the employer;

Req. No. 338

_ _

¹ 47. "Time of accident" or "date of accident" means the time or ² date of the occurrence of the accidental incident from which ³ compensable injury, disability, or death results; and

4 48. "Wages" means money compensation received for employment at 5 the time of the accident, including the reasonable value of board, 6 rent, housing, lodging, or similar advantage received from the 7 employer and includes the amount of tips required to be reported by 8 the employer under Section 6053 of the Internal Revenue Code and the 9 regulations promulgated pursuant thereto or the amount of actual 10 tips reported, whichever amount is greater.

SECTION 2. AMENDATORY Section 3, Chapter 208, O.S.L. 2013 (85A O.S. Supp. 2018, Section 3), is amended to read as follows:

14 Section 3. A. Every employer and every employee, unless 15 otherwise specifically provided in this act, shall be subject and 16 bound to the provisions of the Administrative Workers' Compensation 17 Act. However, nothing shall pay or provide benefits according to 18 the provisions of this act for the accidental injury or death of an 19 employee arising out of and in the course of his or her employment, 20 without regard to fault for such injury, if the employee's contract 21 of employment was made in this state or if the injury occurred 22 within this state. If an employee makes a claim for an injury in 23 another jurisdiction and a final adjudication is entered in the 24 case, the employee is precluded from a right of action under the _ _

Req. No. 338

1	Administrative Workers' Compensation Act of this state. If the
2	employee makes a claim or brings an action in this state prior to a
3	final adjudication in another jurisdiction, any receipt of benefits
4	in the other jurisdiction shall not bar the claim or action in this
5	state; provided, however, in no event shall the Workers'
6	Compensation Commission grant benefits that duplicate benefits paid
7	by the employer or the employer's insurance carrier in the other
8	jurisdiction. Nothing in this act shall be construed to conflict
9	with any valid Act of Congress governing the liability of employers
10	for injuries received by their employees.
11	B. This act The State of Oklahoma accepts the provisions of the
12	Acts of Congress designated as 40 U.S.C., Section 3172, formerly 40
13	U.S.C., Section 290, and hereby extends the territorial jurisdiction
14	of the Administrative Workers' Compensation Act of this state to all
15	lands and premises within the exterior boundaries of this state
16	which the federal government of the United States of America owns or
17	holds by deed or act of cession, and to all purchases, projects,
18	buildings, constructions, improvements and property within the
19	exterior boundaries of this state belonging to the federal
20	government of the United States of America, in the same manner and
21	to the same extent as if the premises were under the exclusive
22	jurisdiction of this state, subject only to the limitations placed
23	thereon by the Acts of Congress.
24	

스ㄱ

1 C. The Administrative Workers' Compensation Act shall apply 2 only to claims for injuries and death based on accidents which occur 3 on or after the effective date of this act February 1, 2014. 4 C. D. The Workers' Compensation Code in effect before the 5 effective date of this act February 1, 2014, shall govern all rights 6 in respect to claims for injuries and death based on accidents 7 occurring before the effective date of this act February 1, 2014. 8 SECTION 3. AMENDATORY Section 6, Chapter 208, O.S.L. 9 2013, as amended by Section 1, Chapter 390, O.S.L. 2015 (85A O.S. 10 Supp. 2018, Section 6), is amended to read as follows: 11 Section 6. A. 1. a. Any person or entity who makes any material 12 false statement or representation, who willfully and knowingly omits 13 or conceals any material information, or who employs any device, 14 scheme, or artifice, or who aids and abets any person for the 15 purpose of: 16 (1)obtaining any benefit or payment, 17 increasing any claim for benefit or payment, or (2)18 obtaining workers' compensation coverage under (3) 19 this act, 20 shall be guilty of a felony punishable pursuant to Section 1663 21 of Title 21 of the Oklahoma Statutes. 22 b. A material false statement or representation includes, 23 but is not limited to, attempting to obtain treatment 24 _ _

Req. No. 338

1or compensation for body parts that were not injured2in the course and scope of employment.3c. Fifty percent (50%) of any criminal fine imposed and4collected under this section shall be paid and5allocated in accordance with applicable law to the6Workers' Compensation Commission Revolving Fund7administered by the Commission.

8 2. Any person or entity with whom any person identified in 9 division (1) of subparagraph a of paragraph 1 of this subsection has 10 conspired to achieve the proscribed ends shall, by reason of such 11 conspiracy, be guilty as a principal of a felony.

B. A Except for forms submitted through the Electronic Data
 Interchange system employed by the Commission pursuant to Section
 101 of this title, copy of division (1) of subparagraph a of
 paragraph 1 of subsection A of this section shall be included on all
 forms prescribed by the Commission for the use of injured employees
 claiming benefits and for the use of employers in responding to
 employees' claims under this act.

C. Where the Commission or the Attorney General finds that a violation of division (1) of subparagraph a of paragraph 1 of subsection A of this section has been committed, or that any other criminal violations in furtherance of this act were committed, the chair of the Commission or the Attorney General shall refer the

24

¹ matter for appropriate action to the prosecuting attorney having ² criminal jurisdiction over the matter.

3 D. 1. a. There shall be established within the Office of the 4 Attorney General a Workers' Compensation Fraud Investigation Unit, 5 funded by the Commission. The Attorney General shall appoint a 6 Director of the Workers' Compensation Fraud Investigation Unit, who 7 may also serve as the director of any other designated insurance 8 fraud investigation division within the Attorney General's office. 9 b. (1) The Unit shall investigate workers' compensation 10 fraud, any additional criminal violations that 11 may be related to workers' compensation fraud, 12 and any other insurance fraud matters as may be 13 assigned at the discretion of the Attorney 14 General. 15 (2)The Attorney General shall designate the 16 personnel assigned to the Unit, who, on meeting 17 the qualifications established by the Oklahoma 18 Council on Law Enforcement Education and 19 Training, shall have the powers of specialized 20 law enforcement officers of the State of Oklahoma 21 for the purpose of conducting investigations 22 under this subparagraph. Personnel hired as 23 specialized law enforcement officers shall have a 24 minimum of three (3) years of certified law _ _

1 enforcement experience or its equivalent in 2 national or military law enforcement experience 3 as approved by the Oklahoma Council on Law 4 Enforcement Education and Training. 5 2. The Attorney General and his or her deputies and assistants 6 and the Director of the Workers' Compensation Fraud Investigation 7 Unit and his or her deputies and assistants shall be vested with the 8 power of enforcing the requirements of this section. 9 3. It shall be the duty of the Unit to assist the Attorney 10 General in the performance of his or her duties. The Unit shall 11 determine the identity of employees in this state who have violated 12 division (1) of subparagraph a of paragraph 1 of subsection A of 13 this section and report the violation to the Office of the Attorney 14 General and the Commission. The Attorney General shall report the 15 violation to the prosecuting attorney having jurisdiction over the 16 matter. 17 4. a. In the course of any investigation being conducted by

18 the Unit, the Attorney General and his or her deputies 19 and assistants and the Director and his or her 20 deputies and assistants shall have the power of 21 subpoena and may:

- (1) subpoena witnesses,
- 23 (2) administer oaths or affirmations and examine any 24 individual under oath, and

22

1		(3) require and compel the production of records,
2		books, papers, contracts, and other documents.
3	b.	The issuance of subpoenas for witnesses shall be
4		served in the same manner as if issued by a district
5		court.
6	с.	(1) Upon application by the commissioner or the
7		Director of the Unit, the district court located in
8		the county where a subpoena was served may issue an
9		order compelling an individual to comply with the
10		subpoena to testify.
11		(2) Any failure to obey the order of the court may be
12		punished as contempt.
13	d.	If any person has refused in connection with an
14		investigation by the Director to be examined under
15		oath concerning his or her affairs, then the Director
16		is authorized to conduct and enforce by all
17		appropriate and available means any examination under
18		oath in any state or territory of the United States in
19		which any officer, director, or manager may then
20		presently be to the full extent permitted by the laws
21		of the state or territory.
22	e.	In addition to the punishments described in paragraph
23		1 of subsection A of this section, any person
24		providing false testimony under oath or affirmation in

Req. No. 338

1 this state as to any matter material to any 2 investigation or hearing conducted under this 3 subparagraph, or any workers' compensation hearing, 4 shall upon conviction be guilty of perjury. 5 5. Fees and mileage of the officers serving the subpoenas and 6 of the witnesses in answer to subpoenas shall be as provided by law. 7 6. a. Every carrier or employer who has reason to suspect 8 that a violation of division (1) of subparagraph a of 9 paragraph 1 of subsection A of this section has 10 occurred shall be required to report all pertinent 11 matters to the unit. 12 b. No carrier or employer who makes a report for a 13 suspected violation of division (1) of subparagraph a 14 of paragraph 1 of subsection A of this section by an 15 employee shall be liable to the employee unless the 16 carrier or employer knowingly and intentionally 17 included false information in the report. 18 Any carrier or employer who willfully and с. (1)19 knowingly fails to report a violation under 20 division (1) of subparagraph a of paragraph 1 of 21 subsection A of this section shall be quilty of a 22 misdemeanor and on conviction shall be punished 23 by a fine not to exceed One Thousand Dollars 24 (\$1,000.00). _ _

Req. No. 338

 1
 (2) Fifty percent (50%) of any criminal fine imposed

 2
 and collected under this subparagraph shall be

 3
 paid and allocated in accordance with applicable

 4
 law to the fund administered by the Workers'

 5
 Compensation Commission Revolving Fund.

 6
 d. Any employee may report suspected violations of

/ division (1) of subparagraph a of paragraph 1 of 8 subsection A of this section. No employee who makes a 9 report shall be liable to the employee whose suspected 10 violations have been reported.

E. 1. For the purpose of imposing criminal sanctions or a fine for violation of the duties of this act, the prosecuting attorney shall have the right and discretion to proceed against any person or organization responsible for such violations, both corporate and individual liability being intended by this act.

16 2. The prosecuting attorney of the district to whom a suspected 17 violation of subsection A of this section, or any other criminal 18 violations that may be related thereto, have been referred shall, 19 for the purpose of assisting him or her in such prosecutions, have 20 the authority to appoint as special deputy prosecuting attorneys 21 licensed attorneys-at-law in the employment of the Unit or any other 22 designated insurance fraud investigation division within the 23 Attorney General's office. Such special deputy prosecuting 24 attorneys shall, for the purpose of the prosecutions to which they _ _

Req. No. 338

1 are assigned, be responsible to and report to the prosecuting
2 attorney.

F. Notwithstanding any other provision of law, investigatory files as maintained by the Attorney General's office and by the Unit shall be deemed confidential and privileged. The files may be made open to the public once the investigation is closed by the Director of the Workers' Compensation Fraud Investigation Unit with the consent of the Attorney General.

G. The Attorney General, with the cooperation and assistance of
 the Commission, is authorized to establish rules as may be necessary
 to carry out the provisions of this section.

H. Nothing in this section shall be deemed to create a civil cause of action.

I. The Except for forms submitted through the Electronic Data Interchange system employed by the Commission pursuant to Section 16 <u>101 of this title</u>, Commission shall include a statement on all forms 17 for notices and instructions to employees, employers, carriers and 18 third-party administrators that any person who commits workers' 19 compensation fraud, upon conviction, shall be guilty of a felony 20 punishable by imprisonment, a fine or both.

If an injured employee is charged with workers' compensation fraud, any pending workers' compensation proceeding, including benefits, shall be stayed after the preliminary hearing is concluded and the claimant is bound over and shall remain stayed until the

Req. No. 338

¹ final disposition of the criminal case. All notice requirements
² shall continue during the stay.

3 K. J. If the Attorney General's Office is in compliance with 4 the discovery provisions of Section 258 of Title 22 of the Oklahoma 5 Statutes, medical records created for the purpose of treatment and 6 medical opinions obtained during the investigation shall be 7 admissible at the preliminary hearing without the appearance of the 8 medical professional creating such records or opinions. However, 9 when material evidence dispositive to the issues of whether there 10 was probable cause the crime was committed and whether the defendant 11 committed the crime, was not included in a report or opinion 12 admitted at preliminary hearing, but might be presented at a 13 pretrial hearing by a medical professional who created such report 14 or opinion, the judge may, upon the motion of either party, order 15 the appearance of the medical professional creating such report or 16 opinion. Questions of fact regarding the conduct of the defendant 17 that conflict with the findings of the medical professional 18 evaluating the defendant shall not constitute material evidence. In 19 the event of such motion, notice shall be given to the Attorney 20 General's Workers Compensation Fraud and Investigation and 21 Prosecution Unit. A hearing shall be held and, if the motion is 22 granted, the evidence shall not be presented fewer than five (5) 23 days later.

24

1 L. K. Any person or entity who, in good faith and exercising 2 due care, reports suspected workers' compensation fraud or insurance 3 fraud, or who allows access to medical records or other information 4 pertaining to suspected workers' compensation or insurance fraud, by 5 persons authorized to investigate a report concerning the workers' 6 compensation and insurance fraud, shall have immunity from any civil 7 or criminal liability for such report or access. Any such person or 8 entity shall have the same immunity with respect to participation in 9 any judicial proceeding resulting from such reports. For purposes 10 of any civil or criminal proceeding, there shall be a presumption of 11 good faith of any person making a report, providing medical records 12 or providing information pertaining to a workers' compensation or 13 insurance fraud investigation by the Attorney General, and 14 participating in a judicial proceeding resulting from a subpoena or 15 a report.

SECTION 4. AMENDATORY Section 18, Chapter 208, O.S.L. 2013 (85A O.S. Supp. 2018, Section 18), is amended to read as follows:

Section 18. A. No hospital, physician, or other health care provider shall bill or attempt to collect any fee or any portion of a fee for services rendered to an employee due to a work-related injury or report to any credit-reporting agency any failure of the employee to make the payment, when a claim for compensation has been filed under this act and the hospital, physician, or health care

Reg. No. 338

1 provider has received actual notice given in writing by the employee 2 or the employee's representative. Actual notice shall be deemed 3 received by the hospital, physician, or health care provider five 4 (5) days after mailing by certified mail or sending by facsimile, 5 electronic mail or other electronic means with receipt of 6 confirmation by the employee or his or her representative to the 7 hospital, physician, or health care provider. 8 в. The notice shall include: 9 1. The name of the employer; 10 2. The name of the insurer, if known; 11 3. The name of the employee receiving the services; 12 4. The general nature of the injury, if known; and 13 5. Where a claim has been filed, the claim number, if known. 14 When an injury or bill is found to be noncompensable under С. 15 this act, the hospital, physician, or other health care provider 16 shall be entitled to pursue the employee for any unpaid portion of 17 the fee or other charges for authorized services provided to the 18 employee. Any applicable statute of limitations for an action for 19 the fees or other charges shall be tolled from the time notice is 20 given to the hospital, physician, or other health care provider 21 until a determination of noncompensability in regard to the injury 22 which is the basis of the services is made, or if there is an 23 appeal, until a final determination of noncompensability is rendered 24 and all appeal deadlines have passed. _ _

Req. No. 338

D. This section shall not avoid void, modify, or amend any other section or subsection of this act.

E. An order by the Commission under this section shall stay all
 proceedings for collection.

5 SECTION 5. Section 19, Chapter 208, O.S.L. AMENDATORY 6 2013, as amended by Section 4, H.J.R. No. 1096, O.S.L. 2014 (85A 7 O.S. Supp. 2018, Section 19), is amended to read as follows: 8 Section 19. A. There is hereby created the Oklahoma Workers' 9 Compensation Commission, an executive agency of the State of 10 Oklahoma, which shall have the exclusive responsibility and duty to 11 carry out the provisions of this act the Administrative Workers' 12 Compensation Act, except as otherwise provided.

13 Β. The Commission shall consist of three (3) full-time 14 commissioners, each of whom must have been involved in the workers' 15 compensation field for at least three (3) years, appointed by the 16 Governor: one of whom is chosen from a slate of three selected by 17 the Speaker of the House of Representatives, with all three 18 confirmed by the Senate. The term of each appointee shall be six 19 (6) years to administer the provisions of this act. The Governor 20 may request a subsequent slate of nominees from the Speaker of the 21 House of Representatives if a suitable nominee is not found. Any or 22 all of the commissioners may be reappointed for additional six-year 23 terms upon reconfirmation by the Senate. However, the initial 24 commissioners shall serve staggered terms of two (2), four (4), and

스ㄱ

Req. No. 338

1 six (6) years, respectively, as determined by the Governor. If the 2 Legislature is not in session at the time of appointment, the 3 appointment shall be subject to confirmation by the Senate upon 4 convening of the next regular session of the Legislature. 5 Membership on the Commission shall be a full-time position and no 6 commissioner shall have any other employment, unless authorized or 7 excused by law. Each commissioner shall receive a salary equal to 8 that paid to a district judge of this state; provided however, the 9 commissioners shall not receive any increase in salary as a result 10 of the provisions of Section 1 of this resolution.

11 C. The Commission shall have the authority to adopt reasonable 12 rules within its respective areas of responsibility including the 13 rules of procedure for administrative hearings, after notice and 14 public hearing, for effecting the purposes of this act the 15 Administrative Workers' Compensation Act, in accordance with the 16 Oklahoma Administrative Procedures Act. All rules, upon adoption, 17 shall be published and be made available to the public and, if not 18 inconsistent with the law, shall be binding in the administration of 19 this act the Administrative Workers' Compensation Act.

D. The principal office of the Commission shall be situated in the City of Oklahoma City in quarters assigned by the Office of Management and Enterprise Services. The Commission shall maintain and keep open, during reasonable business hours, the office in Oklahoma City, for the transaction of business, at which office its

Req. No. 338

¹ official records and papers shall be kept. The Commission or any ² commissioner may hold hearings in any city of this state.

E. The Governor shall appoint one of the commissioners to be chair of the Commission. In addition to other duties, the chair of the Commission shall have the following powers and duties:

I. To organize, direct and develop the administrative work of the administrative law judges, including but not limited to docketing, clerical, technical and financial work and establishment of hours of operation;

10 2. To employ administrative staff for the Commission, within 11 budgetary limitation; and

12 3. Such other duties and responsibilities authorized by law or 13 as the Commission may prescribe.

F. All appeals or disputes arising from actions of the
Commission shall be governed by provisions of this act the
Administrative Workers' Compensation Act and the Commission shall
not be subject to the provisions of the Oklahoma Administrative
Procedures Act, except as provided in this act the Administrative
Workers' Compensation Act.

G. When any commissioner of the Commission is disqualified for any reason to hear and participate in the determination of any matter pending before the Commission, the Governor shall appoint a qualified person to hear and participate in the decision on the particular matter. The special commissioner so appointed shall have

Req. No. 338

1 all authority and responsibility with respect to the particular 2 matter before the Commission as if the person were a regular 3 commissioner of the Commission but shall have no authority or 4 responsibility with respect to any other matter before the 5 Commission. A person appointed as a special commissioner of the 6 Commission under the provisions of this subsection shall be entitled 7 to receive a per diem equal to the annual salary of the 8 commissioners prorated for the number of days he or she serves in 9 the capacity of a special commissioner of the Commission. 10 Furthermore, when a vacancy on the Commission occurs or is certain 11 to occur, the position shall be filled pursuant to the provisions of 12 this section. 13 H. Communications, whether in person, by electronic medium or 14 in writing, that reflect the pre-decisional deliberations of the 15 Commissioners among each other or with Commission staff, and which 16 occur while exercising their quasi-judicial duties such as reviewing 17 decisions or awards made by the administrative law judges of the 18 Commission pursuant to Section 78 of this title or reviewing 19 arbitration awards pursuant to Section 322 and Section 323 of this 20 title, shall not be subject to requirements of the Oklahoma Open 21 Meeting Act or Oklahoma Open Records Act, shall be confidential and 22 shall be considered protected deliberative communications. 23 24 _ _

1	SECTION 6.	AMENDATORY Section 22, Chapter 208, O.S.L.
2	2013 (85A O.S.	Supp. 2018, Section 22), is amended to read as
3	follows:	
4	Section 22	. A. 1. For the purpose of administering the
5	provisions of	this act <u>title</u> , the Workers' Compensation Commission
6	is authorized:	
7	a.	to make rules necessary for the administration and
8		operation of the Commission,
9	b.	to appoint and fix the compensation of temporary
10		technical assistants, medical and legal advisers,
11		clerical assistants and other officers and employees,
12		and
13	с.	to make such expenditures, including those for
14		personal service, rent, books, periodicals, office
15		equipment, and supplies, and for printing and binding
16		as may be necessary.
17	2. a.	Before The Commission shall vote on any substantive
18		change to any form and the effective date of such
19		substantive change.
20	<u>b.</u>	The Commission shall comply with the Administrative
21		Procedures Act applicable to the filing and
22		publication requirements for rules before the
23		adoption, prescription, amendment, modification, or
24		repeal of any rule, regulation, or form, the

Req. No. 338

1	Commission shall give at least thirty (30) days'
2	notice of its intended action.
3	b.The notice shall include a statement of the terms or substance
4	of the intended action or description of the subjects and issues
5	involved, and the time, place, and manner in which interested
6	persons may present their views thereon.
7	c.The notice shall be mailed to any person specified by law or
8	who shall have requested advance notice of rule-making proceedings.
9	3. The Commission shall afford all interested persons a
10	reasonable opportunity to submit written data, views, or arguments,
11	and, if the Commission in its discretion shall so direct, oral
12	testimony or argument.
13	4. Each rule, regulation, or form adopted by the Commission
14	shall be effective twenty (20) days after adoption unless a later
15	date is specified by law or in the rule itself.
16	5. All expenditures of the Commission in the administration of
17	this act shall be allowed and paid from the Workers' Compensation
18	Fund on the presentation of itemized vouchers approved by the
19	Commission.
20	B. 1. The Commission may appoint as many persons as may be
21	necessary to be administrative law judges and in addition may
22	appoint such examiners, investigators, medical examiners, clerks,
23	and other employees as it deems necessary to effectuate the
24	provisions of this act <u>title</u> .
_ ·	

1 2. Employees appointed under this subsection shall receive an 2 annual salary to be fixed by the Commission.

C. Additionally, the Commission shall have the following powers and duties:

1. To hear and approve compromise settlements;

2. To review and approve own-risk applications and group selfinsurance association applications, except for those established
pursuant to Section 85.58A of Title 74 of the Oklahoma Statutes;

9 3. To monitor own-risk, self-insurer and group self-insurance 10 programs, in accordance with the rules of the Commission, except for 11 <u>those established pursuant to Section 85.58A of Title 74 of the</u> 12 Oklahoma Statutes;

4. To contract with an appropriate state governmental entity, insurance carrier or approved service organization to process, investigate and pay valid claims against an impaired self-insurer which fails, due to insolvency or otherwise, to pay its workers' compensation obligations, charges for which shall be paid from the proceeds of security posted with the Commission as provided in

¹⁹ Section 38 of this act;

5. To establish a toll-free telephone number in order to
 provide information and answer questions about the Commission;
 6. To hear and determine claims concerning disputed medical

- ²³ bills;
- 24

5

Req. No. 338

7. To promulgate necessary rules for administering this act <u>title</u> and develop uniform forms and procedures for use by administrative law judges. Such rules shall be reviewable by the Legislature;

⁵ 8. To invest funds on behalf of the Multiple Injury Trust Fund; ⁶ 9. To appoint a Commission Mediator to conduct informal ⁷ sessions to attempt to resolve assigned disputes; and

8 9. To establish a petty cash fund in an amount not to exceed 9 Five Hundred Dollars (\$500.00) to be used for the purpose of making 10 change for persons purchasing printed or electronic materials from 11 the Commission, paying fees and fines, and transacting other such 12 business with the Commission. The fund shall be established and 13 replenished from any monies available to the Commission for 14 operating expenses and it shall be administered pursuant to the 15 requirements of Section 195 of Title 62 of the Oklahoma Statutes; 16 and

17 10. Such other duties and responsibilities authorized by law.
 18 D. It shall be the duty of an administrative law judge, under
 19 the rules adopted by the Commission, to hear and determine claims
 20 for compensation and to conduct hearings and investigations and to
 21 make such judgments, decisions, and determinations as may be
 22 required by any rule or judgment of the Commission.

- 23
- 24
- ᅩ╶

1 SECTION 7. AMENDATORY Section 28, Chapter 208, O.S.L. 2 2013, as last amended by Section 1, Chapter 344, O.S.L. 2015 (85A 3 O.S. Supp. 2018, Section 28), is amended to read as follows: 4 Section 28. A. There are established within the Office of the 5 State Treasurer two separate funds: 6 1. The "Multiple Injury Trust Fund"; and 7 2. The "Self-insurance Guaranty Fund". 8 B. Except as provided in Section 97 of this title, no money 9 shall be appropriated from these funds for any purpose except for 10 the use and benefit, or at the direction, of the Oklahoma Workers' 11 Compensation Commission. 12 C. Except as provided in Section 96 of this title, all funds 13 established under this section shall be administered, disbursed, and 14 invested under the direction of the Commission and the State 15 Treasurer. 16 D. All incomes derived through investment of the Multiple 17 Injury Trust Fund shall be credited as investment income to the fund 18 that participated in the investment. 19 E. C. No monies deposited to these funds shall be subject to 20 any deduction, tax, levy, or any other type of assessment. 21 F. D. If the balance in the Multiple Injury Trust Fund becomes 22 insufficient to fully compensate those employees to whom it is 23 obligated, payment shall be suspended until such time as the 24 _ _

¹ Multiple Injury Trust Fund is capable of meeting its obligations,
² paying all arrearages, and restoring normal benefit payments.

G. E. On the effective maturity dates of each investment, the
 investment shall be transferred to the State Treasurer for deposit
 into the Multiple Injury Trust Fund created in this section.

H. <u>F.</u> Unless provided otherwise in the Administrative Workers'
 Compensation Act, all fines and penalties assessed under the
 Administrative Workers' Compensation Act shall be deposited into the
 Workers' Compensation Commission Revolving Fund. Any monies
 remaining in the Workers' Compensation Fund on June 30, 2015, shall
 be transferred to the Workers' Compensation Commission Revolving
 Fund.

SECTION 8. AMENDATORY Section 29, Chapter 208, O.S.L. (85A O.S. Supp. 2018, Section 29), is amended to read as follows:

Section 29. A. Each carrier writing compensation insurance in this state shall pay to the Commission at the time of securing a license to transact business in this state an annual application fee of One Thousand Dollars (\$1,000.00) for the privilege of qualifying with the Commission for the writing of compensation insurance.

B. Each self-insurer shall pay to the Commission <u>an annual</u> application fee of One Thousand Dollars (\$1,000.00) at the time it is approved to self-insure the obligations under this act.

24

C. The Commission may assess Each third-party administrators administrator and marketing firm shall pay to the Commission an annual fee of One Thousand Dollars (\$1,000.00).

D. Fees required pursuant to this section shall be deposited
 into the Workers' Compensation Commission Revolving Fund.

SECTION 9. AMENDATORY Section 31, Chapter 208, O.S.L.
2013, as amended by Section 3, Chapter 344, O.S.L. 2015 (85A O.S.
Supp. 2018, Section 31), is amended to read as follows:

9 Section 31. A. The Multiple Injury Trust Fund shall be derived 10 from the following additional sources:

11 1. As soon as practicable after January 1 of each year, the 12 commissioners of the Workers' Compensation Commission shall 13 establish an assessment rate applicable to each mutual or 14 interinsurance association, stock company, CompSource Oklahoma, or 15 other insurance carrier writing workers' compensation insurance in 16 this state, each employer carrying its own risk, and each group 17 self-insurance association, for amounts for purposes of computing 18 the assessment authorized by this section necessary to pay the 19 annual obligations of the Multiple Injury Trust Fund determined on 20 or before December 31 of each year by the MITF Director, provided 21 for in subsection P of this section, to be outstanding for the next 22 calendar year, and to pay the allocations provided for in subsection 23 I of this section. The rate shall be equal for all parties required 24 to pay the assessment. If CompSource begins operating as a mutual

Req. No. 338

_ _

1 insurance company, the Board of Directors for CompSource Mutual 2 Insurance Company shall have the power to disapprove the rate 3 established by the MITF Director until the Multiple Injury Trust 4 Fund repays in full the amount due on any loan from CompSource 5 Mutual Insurance Company or its predecessor CompSource Oklahoma. Ιf 6 the MITF Director and CompSource have not agreed on the assessment 7 rate within thirty (30) days, the Commission shall set an assessment 8 rate sufficient to cover all foreseeable obligations of the Multiple 9 Injury Trust Fund, including interest and principal owed by the Fund 10 on any loan. The rate in effect on the effective date of this act 11 shall remain effective through June 30, 2014;

12 2. The Oklahoma Tax Commission shall assess and collect from 13 any uninsured employer a temporary assessment at the rate of five 14 percent (5%) of the total compensation for permanent total 15 disability awards, permanent partial disability awards, and death 16 benefits paid out during each quarter of the calendar year by the 17 employers;

18 3. The assessments shall be paid to the Tax Commission. 19 Insurance carriers, self-insurers, group self-insurance associations 20 and CompSource Oklahoma shall pay the assessment in four equal 21 installments not later than the fifteenth day of the month following 22 the close of each quarter of the calendar year of the assessment. 23 Assessments shall be determined based upon gross direct written 24 premiums, normal premiums or actual paid losses of the paying party, _ _

Req. No. 338

as applicable, during the calendar quarter for which the assessment is due. Uninsured employers shall pay the assessment not later than the fifteenth day of the month following the close of each quarter of the calendar year of the assessment. For purposes of this section, "uninsured employer" means an employer required by law to carry workers' compensation insurance but who has failed or neglected to do so.

8 a. The assessment authorized in this section shall be 9 determined using a rate equal to the proportion that 10 the sum of the outstanding obligations of the Multiple 11 Injury Trust Fund as determined pursuant to paragraph 12 1 of this subsection and the allocations provided for 13 in subsection I of this section bear to the combined 14 gross direct written premiums of all such insurers; 15 all actual paid losses of all individual self-16 insureds; and the normal premium of all group self-17 insurance associations, for the year period from 18 January 1 to December 31 preceding the assessment. 19 For purposes of this subsection: b. 20 (1)"actual paid losses" means all medical and 21 indemnity payments, including temporary 22 disability, permanent disability, and death 23 benefits, and excluding loss adjustment expenses 24 and reserves, and _ _

1 2

(2) "normal premium" means a standard premium less any discounts;

4. By April 15 of each year, the Insurance Commissioner, the
 MITF Director and each individual and group self-insured shall
 provide the Commission with such information as the Commission may
 determine is necessary to effectuate the purposes of this section;

7 5. Each mutual or interinsurance association, stock company, 8 CompSource Oklahoma, or other insurance carrier writing workers' 9 compensation insurance in this state, and each employer carrying its 10 own risk, including each group self-insurance association, shall be 11 notified by the Commission in writing of the rate for the assessment 12 on or before May 1 of each year in which a rate is determined. The 13 rate determined by the Commission shall be in effect for four 14 calendar quarters beginning July 1 following determination by the 15 Commission; and

6. a. No mutual or interinsurance association, stock
company, CompSource Oklahoma, or other insurance
carrier writing workers' compensation insurance in
this state may be assessed in any year an amount
greater than six percent (6%) of the gross direct
written premiums of that insurer.

- b. No employer carrying its own risk may be assessed in
 any year an amount greater than six percent (6%) of
- 24

- the total actual paid losses of that individual selfinsured.
- 3 c. No group self-insurance association may be assessed in 4 any year an amount greater than six percent (6%) of 5 the normal premium of that group self-insurance 6 association.
- 7d. If the maximum assessment does not provide in any one8year an amount sufficient to make all necessary9payments for obligations of the Multiple Injury Trust10Fund and for the allocations provided for in11subsection I of this section, the unpaid portion shall12be paid as soon thereafter as funds become available.

B. The Multiple Injury Trust Fund is hereby authorized to
 receive and expend monies appropriated by the Legislature.

15 C. It shall be the duty of the Tax Commission to collect the 16 payments provided for in this act. The Tax Commission is hereby 17 authorized to bring an action for the recovery of any delinquent or 18 unpaid payments required in this section.

D. Any mutual or interinsurance association, stock company, or other insurance company, which is subject to regulation by the Insurance Commissioner, or CompSource Oklahoma, failing to make payments required in this act promptly and correctly, and failing to report payment of the same to the Insurance Commission within ten (10) days of payment shall be subject to administrative penalties as

Req. No. 338

¹ allowed by law, including but not limited to a fine in the amount of ² Five Hundred Dollars (\$500.00) or an amount equal to one percent ³ (1%) of the unpaid amount, whichever is greater, to be paid to the ⁴ Insurance Commissioner.

5 Any employer carrying its own risk, or group self-insurance Ε. 6 association failing to make payments required in this act promptly 7 and correctly, and failing to report payment of the same to the 8 Commission within ten (10) days of payment shall be subject to 9 administrative penalties as allowed by law, including but not 10 limited to a fine in the amount of Five Hundred Dollars (\$500.00) or 11 an amount equal to one percent (1%) of the unpaid amount, whichever 12 is greater, to be paid to the Commission.

13 On or before the first day of April of each year, the F. 1. 14 State Treasurer shall advise the Commission, the MITF Director and 15 the Tax Commission of the amount of money held as of March 1 of that 16 year by the State Treasurer to the credit of the Multiple Injury 17 Trust Fund. On or before the first day of November of each year, 18 the State Treasurer shall advise the Commission, the MITF Director 19 and the Tax Commission of the amount of money held as of October 1 20 of that year by the State Treasurer to the credit of the Multiple 21 Injury Trust Fund.

22 2. Until such time as the Multiple Injury Trust Fund fully 23 satisfies any loan obligation payable to CompSource Mutual Insurance 24

ᅩᄀ

Company or its predecessor CompSource Oklahoma, the State Treasurer shall:

3 advise the Chief Executive Officer of CompSource on or a. 4 before the first day of April of the money held as of 5 March 1 of that year by the State Treasurer to the 6 credit of the Multiple Injury Trust Fund, and 7 advise the Chief Executive Officer of CompSource on or b. 8 before the first day of November of the money held as 9 of October 1 of that year by the State Treasurer to 10 the credit of the Multiple Injury Trust Fund.

11 G. Eighty percent (80%) of all sums held by the State Treasurer 12 to the credit of the Multiple Injury Trust Fund may by order of the 13 MITF Director be invested in or loaned on the pledge of any of the 14 securities in which a state bank may invest the monies deposited 15 therein by the State Treasurer; or may be deposited in state or 16 national banks or trust companies upon insured time deposit bearing 17 interest at a rate no less than currently being paid upon insured 18 savings accounts in the institutions. As used in this section, 19 "insured" means insurance as provided by an agency of the federal 20 government. All such securities or evidence of indebtedness shall 21 be placed in the hands of the State Treasurer, who shall be the 22 custodian thereof, who shall collect the principal and interest when 23 due, and pay the same into the Multiple Injury Trust Fund. The 24 State Treasurer shall pay by vouchers drawn on the Multiple Injury _ _

Req. No. 338

¹ Trust Fund for the making of such investments, when signed by the ² MITF Director, upon delivery of such securities or evidence of ³ indebtedness to the State Treasurer. The MITF Director may sell any ⁴ of such securities, the proceeds thereof to be paid over to the ⁵ State Treasurer for the Multiple Injury Trust Fund.

H. The refund provisions of Sections 227 through 229 of Title
68 of the Oklahoma Statutes shall be applicable to any payments made
to the Multiple Injury Trust Fund. Refunds shall be paid from and
out of the Multiple Injury Trust Fund.

I. The Tax Commission shall pay, monthly, to the State Treasurer to the credit of the Multiple Injury Trust Fund all monies collected pursuant to the provisions of this section. The State Treasurer shall pay out of the Multiple Injury Trust Fund only upon the order and direction of the Workers' Compensation Commission acting under the provisions hereof.

J. The Commission shall promulgate rules as the Commission
 deems necessary to effectuate the provisions of this section.

18 K. The Insurance Commissioner shall promulgate rules relating 19 to insurers as defined in Title 36 of the Oklahoma Statutes, as the 20 Insurance Commissioner deems necessary to effectuate the provisions 21 of this section.

L. The MITF Director shall have authority to fulfill all
 payment obligations of the Multiple Injury Trust Fund.

24

Req. No. 338

M. The Multiple Injury Trust Fund may enter into an agreement
 with any reinsurer licensed to sell reinsurance by the Insurance
 Commissioner pursuant to a competitive process administered by the
 Director of Central Purchasing in the Office of Management and
 Enterprise Services.

N. Any dividend, rebate, or other distribution, payable by
CompSource Oklahoma or any other workers' compensation insurance
carrier, to a state agency policyholder shall be paid to the State
Treasurer, and shall be credited as follows:

10 1. In the event of failure of the Multiple Injury Trust Fund to 11 meet all lawful obligations, the monies shall be credited to the 12 Multiple Injury Trust Fund and shall be used by the Multiple Injury 13 Trust Fund to meet all lawful obligations of the Multiple Injury 14 Trust Fund; and

15 2. Otherwise, all future dividends made by CompSource Oklahoma 16 or any workers' compensation insurance carrier, on behalf of state 17 agencies, shall be deposited to the credit of the General Revenue 18 Fund of the State Treasury.

O. The Workers' Compensation Commission shall be charged with
 the administration and protection of the Multiple Injury Trust Fund.

P. The person serving as the Administrator of the Multiple Injury Trust Fund on the date of passage and approval of this act shall serve as the initial MITF Director, provided such person is serving as the Administrator of the Multiple Injury Trust Fund on

Req. No. 338

_ _

¹ the effective date of this act. The MITF Director shall be ² appointed by and serve at the pleasure of the Governor.

³ Q. P. Any party interested shall have a right to bring a
⁴ proceeding in the Supreme Court to review an award of the Commission
⁵ affecting such Multiple Injury Trust Fund, in the same manner as is
⁶ provided by law with reference to other awards by the Commission.

⁷ R. The State Treasurer shall allocate to the Commission out of ⁸ the Multiple Injury Trust Fund sufficient funds for administration ⁹ expenses thereof in amounts to be fixed and approved by the

Administrator for the Multiple Injury Trust Fund, unless rejected by the Commission.

SECTION 10. AMENDATORY Section 38, Chapter 208, O.S.L. 32013 (85A O.S. Supp. 2018, Section 38), is amended to read as follows:

Section 38. A. An employer shall secure compensation to employees under this act in one of the following ways:

17 1. By insuring and keeping insured the payment of compensation 18 with any stock corporation, mutual association, or other concerns 19 authorized to transact the business of workers' compensation 20 insurance in this state. When an insurer issues a policy to provide 21 workers' compensation benefits under the provisions of this act, it 22 shall file a notice with the Workers' Compensation Commission 23 containing the name, address, and principal occupation of the 24 employer, the number, effective date, and expiration date of the _ _

Req. No. 338

¹ policy, and such other information as may be required by the ² Commission. The notice shall be filed by the insurer within thirty ³ (30) days after the effective date of the policy. Any insurer who ⁴ does not file the notice required by this paragraph shall be subject ⁵ to a fine by the Commission of not more than One Thousand Dollars ⁶ (\$1,000.00);

7 2. By obtaining and keeping in force guaranty insurance with 8 any company authorized to do guaranty business in this state. Each 9 company that issues workers' compensation guaranty insurance shall 10 file a copy of the contract with the Commission within thirty (30) 11 days after the effective date of the contract. Any company that 12 does not file a copy of the contract as required by this paragraph 13 shall be subject to a fine by the Commission of not more than One 14 Thousand Dollars (\$1,000.00);

15 3. By furnishing satisfactory proof to the Commission of the 16 employer's financial ability to pay the compensation. The 17 Commission, under Under rules adopted by the Insurance Department 18 Commission, the Commission shall require any employer that has: 19 less than one hundred employees or less than One a. 20 Million Dollars (\$1,000,000.00) in net assets to: 21 deposit with the Commission securities, an (1)22 irrevocable letter of credit or a surety bond 23 payable to the state, in an amount determined by 24 the Commission which shall be at least an average _ _

1	of the yearly claims for the last three (3)
2	years, or
3	(2) provide proof of excess coverage with such terms
4	and conditions as is commensurate with their
5	ability to pay the benefits required by the
6	provisions of this act, and
7	b. one hundred or more employees and One Million Dollars
8	(\$1,000,000.00) or more in net assets to:
9	(1) secure a surety bond payable to the state, or an
10	irrevocable letter of credit, in an amount
11	determined by the Commission which shall be at
12	least an average of the yearly claims for the
13	last three (3) years, or
14	(2) provide proof of excess coverage with terms and
15	conditions that are commensurate with their
16	ability to pay the benefits required by the
17	provisions of this act;
18	4. By forming a group self-insurance association consisting of
19	two or more employers which shall have a common interest and which
20	shall have entered into an agreement to pool their liabilities under
21	the Administrative Workers' Compensation Act. Such agreement shall
22	be subject to rules of the Commission. Any employer, upon
23	application to become a member of a group self-insurance
24	association, shall file with the Commission a notice, in such form

Req. No. 338

¹ as prescribed by the Commission, acknowledging that the employer ² accepts joint and several liability. Upon approval by the ³ Commission of such application for membership, said member shall be ⁴ a qualified self-insured employer; or

5 5. By any other security as may be approved by the Commission
6 and the Insurance Department.

7 Β. The Commission may waive the requirements of this section in 8 an amount which is commensurate with the ability of the employer to 9 pay the benefits required by the provisions of this act. 10 Irrevocable letters of credit required by this subsection shall 11 contain such terms as may be prescribed by the Commission and shall 12 be issued for the benefit of the state by a financial institution 13 whose deposits are insured by the Federal Deposit Insurance 14 Corporation.

C. An employer who does not fulfill the requirements of this section is not relieved of the obligation to pay compensation under this act. The security required under this section, including any interest, shall be maintained by the Commission as provided in this act until each claim for benefits is paid, settled, or lapses under this act, and costs of administration of such claims are paid.

D. Failure on the part of any employer to secure the payment of compensation provided in this act shall have the effect of enabling the Commission to assert the rights of an injured employee against the employer.

Req. No. 338

E. Any employer that knowingly provides false information to the Commission for purposes of securing or maintaining a selfinsurance permit shall be guilty of a felony and subject to a maximum fine of Ten Thousand Dollars (\$10,000.00).

5 SECTION 11. AMENDATORY Section 40, Chapter 208, O.S.L. 6 2013 (85A O.S. Supp. 2018, Section 40), is amended to read as 7 follows:

8 Section 40. A. 1. Any employer who fails to secure 9 compensation required under this act, upon conviction, shall be 10 guilty of a misdemeanor and subject to a fine of up to Ten Thousand 11 Dollars (\$10,000.00) to be deposited in the Workers' Compensation 12 Commission Revolving Fund.

13 2. This subsection shall not affect any other liability of the 14 employer under this act.

15 Β. 1. Whenever the Workers' Compensation Commission has reason 16 to believe that any employer required to secure the payment of 17 compensation under this act has failed to do so, the Commission 18 shall serve on the employer a proposed judgment declaring the 19 employer to be in violation of this act and containing the amount, 20 if any, of the civil penalty to be assessed against the employer 21 under paragraph 5 of this subsection.

22 2. a. An employer may contest a proposed judgment of the
 23 Commission issued under paragraph 1 of this subsection
 24 by filing with the Commission, within twenty (20) days

Req. No. 338

_ _

1 of receipt of the proposed judgment, a written request
2 for a hearing.

- b. The request for a hearing does not need to be in any particular form but shall specify the grounds on which the person contests the proposed judgment, the proposed assessment, or both.
- 7 с. If a written request for hearing is not filed with the 8 Commission within the time specified in subparagraph a 9 of this paragraph, the proposed judgment, the proposed 10 penalty, or both, shall be a final judgment of the 11 Commission and shall not be subject to further review 12 by any court, except if the employer shows good cause 13 why it did not timely contest the judgment or penalty. 14 d. A proposed judgment by the Commission under this 15 section shall be prima facie correct, and the burden 16 is on the employer to prove that the proposed judgment 17 is incorrect.
- 18 3. a. If the employer alleges that a carrier has contracted 19 to provide it workers' compensation insurance coverage 20 for the period in question, the employer shall include 21 the allegation in its request for hearing and shall 22 name the carrier.

b. The Commission shall promptly notify the carrier of the employer's allegation and of the date of hearing.

Req. No. 338

3

4

5

6

1 The carrier shall promptly, and no later than five (5) с. 2 days before the hearing, respond in writing to the 3 employer's allegation by providing evidence of 4 coverage for the period in question or by 5 affirmatively denying the employer's allegation. 6 4. Hearings under this section shall be procedurally conducted 7 as provided in Sections 69 through 78 of this act title. 8 5. The Commission may assess a fine against an employer who 9 fails to secure the payment of compensation in an amount up to One 10 Thousand Dollars (\$1,000.00) per day of violation payable to the 11 Workers' Compensation Revolving Fund, but not to exceed a total of 12 Fifty Thousand Dollars (\$50,000.00) for the first violation. 13 6. If an employer fails to secure the payment of compensation 14 or pay any civil penalty assessed against the employer after a 15 judgment issued under this section has become final by operation of 16 law or on appeal, the Commission may petition the Oklahoma County 17 District Court or the district court of the county where the 18 employer's principal place of business is located for an order 19 enjoining the employer from engaging in further employment until 20 such time as the employer secures the payment of compensation or 21 makes full payment of all civil penalties. 22 7. Upon any penalty becoming final under this section, the

23 Commission may institute collection proceedings independently or in 24 district court including, but not limited to, an asset hearing,

1	garnishment of income and wages, judgment lien against personal or
2	business property, or an intercept of an employer's income tax
3	refund consistent with Section 205.2 of Title 68 of the Oklahoma
4	Statutes.
5	8. Information subject to subsections A or B of Section 4-508
6	of Title 40 of the Oklahoma Statutes may be disclosed to employees
7	of the Commission for purposes of investigation and enforcement of
8	workers' compensation coverage requirements pursuant to this title,
9	and any such information shall be admissible in any hearing before
10	an administrative law judge of the Commission.
11	SECTION 12. AMENDATORY Section 45, Chapter 208, O.S.L.
12	2013, as amended by Section 2, Chapter 390, O.S.L. 2015 (85A O.S.
13	Supp. 2018, Section 45), is amended to read as follows:
14	Section 45. A. Temporary Total Disability. 1. If the injured
15	employee is temporarily unable to perform his or her job or any
16	alternative work offered by the employer, he or she shall be
17	entitled to receive compensation equal to seventy percent (70%) of
18	the injured employee's average weekly wage, but not to exceed
19	seventy percent (70%) of the state average weekly wage, for one
20	hundred four (104) weeks. Provided, there shall be no payment for
21	the first three (3) days of the initial period of temporary total
22	disability. If an administrative law judge finds that a
23	consequential injury has occurred and that additional time is needed
24 2 -	to reach maximum medical improvement, temporary total disability may

Req. No. 338

1 continue for a period of not more than an additional fifty-two (52)
2 weeks. Such finding shall be based upon a showing of medical
3 necessity by clear and convincing evidence.

4 2. When the injured employee is released from active medical 5 treatment by the treating physician for all body parts found by the 6 Commission to be injured, or in the event that the employee, without 7 a valid excuse, misses three consecutive medical treatment 8 appointments, fails to comply with medical orders of the treating 9 physician, or otherwise abandons medical care, the employer shall be 10 entitled to terminate temporary total disability by notifying the 11 employee, or if represented, his or her counsel. If, however, an 12 objection to the termination is filed by the employee within ten 13 (10) days of termination, the Commission shall set the matter within 14 twenty (20) days for a determination if temporary total disability 15 compensation shall be reinstated. The temporary total disability 16 shall remain terminated unless the employee proves the existence of 17 a valid excuse for his or her failure to comply with medical orders 18 of the treating physician or his or her abandonment of medical care. 19 The administrative law judge may appoint an independent medical 20 examiner to determine if further medical treatment is reasonable and 21 necessary. The independent medical examiner shall not provide 22 treatment to the injured worker, unless agreed upon by the parties. 23 в. Temporary Partial Disability.

- 24
- Req. No. 338

1 1. If the injured employee is temporarily unable to perform his 2 or her job, but may perform alternative work offered by the 3 employer, he or she shall be entitled to receive compensation equal 4 to the greater of seventy percent (70%) of the difference between 5 the injured employee's average weekly wage before the injury and his 6 or her weekly wage for performing alternative work after the injury, 7 but only if his or her weekly wage for performing the alternative 8 work is less than the temporary total disability rate. The injured 9 employee's actual earnings plus temporary partial disability 10 compensation shall not exceed the temporary total disability rate. 11 2. Compensation under this subsection may not exceed fifty-two 12 (52) weeks.

13 3. If the employee refuses to perform the alternative work 14 offered by the employee, he or she shall not be entitled to benefits 15 under subsection A of this section or under this section.

C. Permanent Partial Disability.

17 A permanent partial disability award or combination of 1. 18 awards granted an injured worker may not exceed a permanent partial 19 disability rating of one hundred percent (100%) to any body part or 20 to the body as a whole. The determination of permanent partial 21 disability shall be the responsibility of the Commission through its 22 administrative law judges. Any claim by an employee for 23 compensation for permanent partial disability must be supported by 24 competent medical testimony of a medical doctor, osteopathic _ _

Req. No. 338

16

1 physician, or chiropractor, and shall be supported by objective 2 medical findings, as defined in this act. The opinion of the 3 physician shall include employee's percentage of permanent partial 4 disability and whether or not the disability is job-related and 5 caused by the accidental injury or occupational disease. Α 6 physician's opinion of the nature and extent of permanent partial 7 disability to parts of the body other than scheduled members must be 8 based solely on criteria established by the current edition of the 9 American Medical Association's "Guides to the Evaluation of 10 Permanent Impairment". A copy of any written evaluation shall be 11 sent to both parties within seven (7) days of issuance. Medical 12 opinions addressing compensability and permanent disability must be 13 stated within a reasonable degree of medical certainty. Any party 14 may submit the report of an evaluating physician.

15 2. Permanent partial disability shall not be allowed to a part 16 of the body for which no medical treatment has been received. Α 17 determination of permanent partial disability made by the Commission 18 or administrative law judge which is not supported by objective 19 medical findings provided by a treating physician who is a medical 20 doctor, doctor of osteopathy, chiropractor or a qualified 21 independent medical examiner shall be considered an abuse of 22 discretion.

23 3. The examining physician shall not deviate from the Guides
 24 except as may be specifically provided for in the Guides.

Req. No. 338

_ _

4. In cases of permanent partial disability, the compensation shall be seventy percent (70%) of the employee's average weekly wage, not to exceed Three Hundred Twenty-three Dollars (\$323.00) per week, for a term not to exceed a total of three hundred fifty (350) weeks for the body as a whole.

6 5. Except pursuant to settlement agreements entered into by the 7 employer and employee, payment of a permanent partial disability 8 award shall be deferred and held in reserve by the employer or 9 insurance company if the employee has reached maximum medical 10 improvement and has been released to return to work by his or her 11 treating physician, and then returns to his pre-injury or equivalent 12 job for a term of weeks determined by dividing the total dollar 13 value of the award by seventy percent (70%) of the employee's 14 average weekly wage.

a. The amount of the permanent partial disability award
shall be reduced by seventy percent (70%) of the
employee's average weekly wage for each week he works
in his pre-injury or equivalent job.

b. If, for any reason other than misconduct as defined in
Section 2 of this act title, the employer terminates
the employee or the position offered is not the preinjury or equivalent job, the remaining permanent
partial disability award shall be paid in a lump sum.
If the employee is discharged for misconduct, the

Req. No. 338

1

2

employer shall have the burden to prove that the employee engaged in misconduct.

3 If the employee refuses an offer to return to his preс. 4 injury or equivalent job, the permanent partial 5 disability award shall continue to be deferred and 6 shall be reduced by seventy percent (70%) of the 7 employee's average weekly wage for each week he 8 refuses to return to his pre-injury or equivalent job. 9 d. Attorney fees for permanent partial disability awards, 10 as approved by the Commission, shall be calculated 11 based upon the total permanent partial disability 12 award and paid in full at the time of the deferral. 13 Assessments pursuant to Sections 31, 98, 112 and 165 e. 14 122 of this act title shall be calculated based upon 15 the amount of the permanent partial disability award 16 and shall be paid at the time of the deferral.

17 6. Previous Disability: The fact that an employee has suffered 18 previous disability or received compensation therefor shall not 19 preclude the employee from compensation for a later accidental 20 personal injury or occupational disease. In the event there exists 21 a previous permanent partial disability, including a previous non-22 work-related injury or condition which produced permanent partial 23 disability and the same is aggravated or accelerated by an 24 accidental personal injury or occupational disease, compensation for _ _

Req. No. 338

¹ permanent partial disability shall be only for such amount as was ² caused by such accidental personal injury or occupational disease ³ and no additional compensation shall be allowed for the preexisting ⁴ disability or impairment. Any such reduction shall not apply to ⁵ temporary total disability, nor shall it apply to compensation for ⁶ medical treatment.

7 If workers' compensation benefits have previously been a. 8 awarded through settlement or judicial or 9 administrative determination in Oklahoma, the 10 percentage basis of the prior settlement or award 11 shall conclusively establish the amount of permanent 12 partial disability determined to be preexisting. If 13 workers' compensation benefits have not previously 14 been awarded through settlement or judicial or 15 administrative determination in Oklahoma, the amount 16 of preexisting permanent partial disability shall be 17 established by competent evidence. 18 b. In all cases, the applicable reduction shall be 19 calculated as follows: 20 (1)if the preexisting impairment is the result of 21 injury sustained while working for the employer 22

against whom workers' compensation benefits are currently being sought, any award of compensation shall be reduced by the current dollar value

Req. No. 338

23

24

_ _

1 attributable under the Administrative Workers' 2 Compensation Act to the percentage of permanent 3 partial disability determined to be preexisting. 4 The current dollar value shall be calculated by 5 multiplying the percentage of preexisting 6 permanent partial disability by the compensation 7 rate in effect on the date of the accident or 8 injury against which the reduction will be 9 applied, and

(2) in all other cases, the employer against whom benefits are currently being sought shall be entitled to a credit for the percentage of preexisting permanent partial disability.

No payments on any permanent partial disability order shall begin until payments on any preexisting permanent partial disability orders have been completed.

17 8. The whole body shall represent a maximum of three hundred
18 fifty (350) weeks.

9. The permanent partial disability rate of compensation for amputation or permanent total loss of use of a scheduled member specified in Section 46 of this act <u>title</u> shall be seventy percent (70%) of the employee's average weekly wage, not to exceed Three Hundred Twenty-three Dollars (\$323.00), multiplied by the number of weeks set forth for the member in Section 46 of this act <u>title</u>,

Req. No. 338

10

11

12

13

¹ regardless of whether the injured employee is able to return to his
² or her pre-injury or equivalent job.

3 10. An injured employee who is eligible for permanent partial 4 disability under this subsection shall be entitled to receive 5 vocational rehabilitation services provided by a technology center 6 or public secondary school offering vocational-technical education 7 courses, or a member institution of The Oklahoma State System of 8 Higher Education, which shall include retraining and job placement 9 to restore the employee to gainful employment. Vocational 10 rehabilitation services or training shall not extend for a period of 11 more than fifty-two (52) weeks.

12

D. Permanent Total Disability.

13 In case of total disability adjudged to be permanent, 1. 14 seventy percent (70%) of the employee's average weekly wages, but 15 not in excess of the state's average weekly wage, shall be paid to 16 the employee during the continuance of the disability until such 17 time as the employee reaches the age of maximum Social Security 18 retirement benefits or for a period of fifteen (15) years, whichever 19 is longer. In the event the claimant dies of causes unrelated to 20 the injury or illness, benefits shall cease on the date of death. 21 Provided, however, any person entitled to revive the action shall 22 receive a one-time lump-sum payment equal to twenty-six (26) weeks 23 of weekly benefits for permanent total disability awarded the 24 claimant. If more than one person is entitled to revive the claim, _ _

Req. No. 338

1 the lump-sum payment shall be evenly divided between or among such 2 persons. In the event the Commission awards both permanent partial 3 disability and permanent total disability benefits, the permanent 4 total disability award shall not be due until the permanent partial 5 disability award is paid in full. If otherwise qualified according 6 to the provisions of this act, permanent total disability benefits 7 may be awarded to an employee who has exhausted the maximum period 8 of temporary total disability even though the employee has not 9 reached maximum medical improvement.

10 2. The Workers' Compensation Commission shall annually review 11 the status of any employee receiving benefits for permanent total 12 disability against the last employer. The Commission shall require 13 the employee to annually file an affidavit under penalty of perjury 14 stating that he or she is not and has not been gainfully employed 15 and is not capable of gainful employment. Failure to file such 16 affidavit shall result in suspension of benefits; provided, however, 17 reinstatement of benefits may occur after proper hearing before the 18 Commission.

E. 1. The Workers' Compensation Commission shall hire or contract for a Vocational Rehabilitation Director to oversee the vocational rehabilitation program of the Commission.

22 2. The Vocational Rehabilitation Director shall help injured
 23 workers return to the work force. If the injured employee is unable
 24 to return to his or her pre-injury or equivalent position due to

1 permanent restrictions as determined by the treating physician, upon 2 the request of either party, the Vocational Rehabilitation Director 3 shall determine if it is appropriate for a claimant to receive 4 vocational rehabilitation training or services, and will oversee 5 such training. If appropriate, the Vocational Rehabilitation 6 Director shall issue administrative orders, including, but not 7 limited to, an order for a vocational rehabilitation evaluation for 8 any injured employee unable to work for at least ninety (90) days. 9 In addition, the Vocational Rehabilitation Director may assign 10 injured workers to vocational rehabilitation counselors for 11 coordination of recommended services. The cost of the services 12 shall be paid by the employer. All administrative orders are 13 subject to appeal to the full Commission.

¹⁴ 3. There shall be a presumption in favor of ordering vocational ¹⁵ rehabilitation services or training for an eligible injured employee ¹⁶ under the following circumstances:

a. if the employee's occupation is truck driver or
laborer and the medical condition is traumatic brain
injury, stroke or uncontrolled vertigo,
b. if the employee's occupation is truck driver or
laborer performing high-risk tasks and the medical
condition is seizures,

c. if the employee's occupation is manual laborer and the medical condition is bilateral wrist fusions,

Req. No. 338

- 1 d. if the employee's occupation is assembly-line worker 2 and the medical condition is radial head fracture with 3 surgical excision,
- e. if the employee's occupation is heavy laborer and the
 medical condition is myocardial infarction with
 congestive heart failure,
- f. if the employee's occupation is heavy manual laborer and the medical condition is multilevel neck or back fusions greater than two levels,
- 10 g. if the employee's occupation is laborer performing 11 overhead work and the medical condition is massive 12 rotator cuff tears, with or without surgery,
- h. if the employee's occupation is heavy laborer and the
 medical condition is recurrent inguinal hernia
 following unsuccessful surgical repair,
- 16 i. if the employee's occupation is heavy manual laborer 17 and the medical condition is total knee replacement or 18 total hip replacement,
- j. if the employee's occupation is roofer and the medical condition is calcaneal fracture, medically or surgically treated,
- 22 k. if the employee's occupation is laborer of any kind 23 and the medical condition is total shoulder 24 replacement,

느ㄱ

Req. No. 338

- 1 l. if the employee's occupation is laborer and the 2 medical condition is amputation of a hand, arm, leg, 3 or foot,
- m. if the employee's occupation is laborer and the
 medical condition is tibial plateau fracture, pilon
 fracture,
- 7 n. if the employee's occupation is laborer and the 8 medical condition is ankle fusion or knee fusion,
- 9 o. if the employee's occupation is driver or heavy 10 equipment operator and the medical condition is 11 unilateral industrial blindness, or
- p. if the employee's occupation is laborer and the medical condition is 3-, 4-, or 5-level positive discogram of the cervical spine or lumbar spine, medically treated.

16 4. Upon the request of either party, or by order of an 17 administrative law judge, the Vocational Rehabilitation Director 18 shall assist the Workers' Compensation Commission in determining if 19 it is appropriate for a claimant to receive vocational 20 rehabilitation training or services. If appropriate, the 21 administrative law judge shall refer the employee to a qualified 22 expert for evaluation of the practicability of, need for and kind of 23 rehabilitation services or training necessary and appropriate in 24 order to restore the employee to gainful employment. The cost of _ _

Req. No. 338

1 the evaluation shall be paid by the employer. Following the 2 evaluation, if the employee refuses the services or training ordered 3 by the administrative law judge, or fails to complete in good faith 4 the vocational rehabilitation training ordered by the administrative 5 law judge, then the cost of the evaluation and services or training 6 rendered may, in the discretion of the administrative law judge, be 7 deducted from any award of benefits to the employee which remains 8 unpaid by the employer. Upon receipt of such report, and after 9 affording all parties an opportunity to be heard, the administrative 10 law judge shall order that any rehabilitation services or training, 11 recommended in the report, or such other rehabilitation services or 12 training as the administrative law judge may deem necessary, 13 provided the employee elects to receive such services, shall be 14 provided at the expense of the employer. Except as otherwise 15 provided in this subsection, refusal to accept rehabilitation 16 services by the employee shall in no way diminish any benefits 17 allowable to an employee.

18 5. The administrative law judge may order vocational 19 rehabilitation before the injured employee reaches maximum medical 20 improvement, if the treating physician believes that it is likely 21 that the employee's injury will prevent the employee from returning 22 to his or her former employment. In granting early benefits for 23 vocational rehabilitation, the Commission shall consider temporary 24 restrictions and the likelihood that such rehabilitation will return _ _

¹ the employee to gainful employment earlier than if such benefits are ² granted after the permanent partial disability hearing in the claim.

6. Vocational rehabilitation services or training shall not extend for a period of more than fifty-two (52) weeks. A request for vocational rehabilitation services or training shall be filed with the Commission by an interested party not later than sixty (60) days from the date of receiving permanent restrictions that prevent the injured employee from returning to his or her pre-injury or equivalent position.

10 7. If rehabilitation requires residence at or near the facility 11 or institution which is away from the employee's customary 12 residence, reasonable cost of the employee's board, lodging, travel, 13 tuition, books and necessary equipment in training shall be paid for 14 by the insurer in addition to weekly compensation benefits to which 15 the employee is otherwise entitled under the Administrative Workers' 16 Compensation Act.

17 8. During the period when an employee is actively and in good 18 faith being evaluated or participating in a retraining or job 19 placement program for purposes of evaluating permanent total 20 disability status, the employee shall be entitled to receive 21 benefits at the same rate as the employee's temporary total 22 disability benefits for an additional fifty-two (52) weeks. All 23 tuition related to vocational rehabilitation services shall be paid 24 by the employer or the employer's insurer on a periodic basis _ _

Req. No. 338

¹ directly to the facility providing the vocational rehabilitation ² services or training to the employee. The employer or employer's ³ insurer may deduct the amount paid for tuition from compensation ⁴ awarded to the employee.

F. Disfigurement.

5

If an injured employee incurs serious and permanent
disfigurement to any part of the body, the Commission may award
compensation to the injured employee in an amount not to exceed
Fifty Thousand Dollars (\$50,000.00).

10 2. No award for disfigurement shall be entered until twelve 11 (12) months after the injury.

An injured employee shall not be entitled to compensation under this subsection if he or she receives an award for permanent partial disability to the same part of the body.

G. Benefits for a single-event injury shall be determined by the law in effect at the time of injury. Benefits for a cumulative trauma injury or occupational disease or illness shall be determined by the law in effect at the time the employee knew or reasonably should have known that the injury, occupational disease or illness was related to work activity. Benefits for death shall be determined by the law in effect at the time of death.

SECTION 13. AMENDATORY Section 60, Chapter 208, O.S.L.
23 2013 (85A O.S. Supp. 2018, Section 60), is amended to read as
24 follows:

Req. No. 338

1 Section 60. The Physician Advisory Committee may recommend the 2 adoption of a method or system to evaluate permanent disability that 3 shall deviate from, or be used in place of or in combination with 4 the Guides. Such recommendation shall be made to the Workers' 5 Compensation Commission which may adopt the recommendation in part 6 or in whole. The adopted method or system shall be submitted by the 7 Executive Director of the Commission to the Governor, the Speaker of 8 the House of Representatives and the President Pro Tempore of the 9 Senate within the first ten (10) legislative days of a regular 10 session of the Legislature. Such method or system so submitted 11 shall be subject to disapproval by joint or concurrent resolution of 12 the Legislature during the legislative session in which submitted. 13 If disapproved, the existing method of determining permanent partial 14 disability shall continue in effect. If the Legislature takes no 15 action on the method or system submitted by the Executive Director, 16 the method or system shall become operative thirty (30) days 17 following the adjournment of the Legislature. 18

SECTION 14. AMENDATORY Section 63, Chapter 208, O.S.L. 2013 (85A O.S. Supp. 2018, Section 63), is amended to read as follows:

Section 63. A. Within ten (10) days after the date of receipt of notice or of knowledge of injury or death, the employer shall send to the <u>Workers' Compensation</u> Commission a report setting forth: 1. The name, address, and business of the employer;

Req. No. 338

1

2. The name, address, and occupation of the employee;

3. The cause and nature of the injury or death;

4. The year, month, day, approximately when, and the particular locality where, the injury or death occurred; and

5. Such other information as the Commission may require.

B. Additional reports with respect to the injury and of the
 condition of the employee shall be sent by the employer to the
 Commission at such time and in such manner as the Commission may
 prescribe. However, an employer may refuse to provide any
 information that it deems privileged or confidential.

11 C. Any report provided for in subsection A or B of this section 12 shall not be evidence of any fact stated in the report in any 13 proceeding with respect to the injury or death on account of which 14 the report is made. Any such report shall be kept confidential and 15 shall not be open to public inspection; provided, however, such 16 report shall be made available immediately upon request of the 17 injured employee named in the report, the injured employee's legal 18 representative or any prosecutorial authority, at such time as an 19 employee's first notice of claim for compensation shall be filed.

D. The mailing of any report in a stamped envelope, properly addressed, within the time prescribed in subsection A or B of this section, shall be in compliance with this section. In addition, the Commission shall establish a means of electronic delivery of any report or other information required by this section.

Req. No. 338

E. 1. Any employer who after notice refuses to send any report required by this section shall be subject to a civil penalty in an amount of Five Hundred Dollars (\$500.00) for each refusal.

Whenever the employer has failed or refused to comply as
provided in this section, the Commission may serve on the employer a
proposed judgment declaring the employer to be in violation of this
act and containing the amount, if any, of the civil penalty to be
assessed against the employer under this section.

9 An employer may contest a proposed judgment of the F. 10 Commission issued under subsection E of this section by filing with 11 the Commission, within twenty (20) days of receipt of the proposed 12 judgment, a written request for a hearing. If a written request for 13 hearing is not filed with the Commission within this time, the 14 proposed judgment, proposed penalty, or both, shall be a final 15 judgment of the Commission. The request for a hearing does not need 16 to be in any particular form but shall specify the grounds on which 17 the person contests the proposed judgment, the proposed assessment, 18 or both. A proposed judgment by the Commission under this section 19 shall be prima facie correct, and the burden is on the employer to 20 prove that the proposed judgment is incorrect.

G. Hearings conducted under this section shall proceed as provided in Sections 69 through 78 of this act title.

H. If an employer fails to pay any civil penalty assessed against the employer after a judgment issued under this section has

Req. No. 338

¹ become final by operation of law, the Commission may petition the ² district court of the county where the employer's principal place of ³ business is located for an order enjoining the employer from ⁴ engaging in further employment or conduct of business until such ⁵ time as the employer makes all required reports and pays all civil ⁶ penalties.

SECTION 15. AMENDATORY Section 67, Chapter 208, O.S.L. 2013 (85A O.S. Supp. 2018, Section 67), is amended to read as follows:

Section 67. A. 1. Except as otherwise provided in this section, notice of disability resulting from an occupational disease or cumulative trauma shall be the same as in cases of accidental injury.

14 2. Written notice shall be given to the employer of an
15 occupational disease or cumulative trauma by the employee, or a
16 representative of the employee in the case of incapacity or death,
17 within six (6) months after the first distinct manifestation of the
18 disease or cumulative trauma or within six (6) months after death.

B. An award or denial of award of compensation for an occupational disease or cumulative trauma may be reviewed and compensation increased, reduced, or terminated where previously awarded, or awarded where previously denied, only on proof of fraud or undue influence or of change of condition, and then only on application by a party in interest made not later than one (1) year

Req. No. 338

¹ after the denial of award or, where compensation has been awarded, ² after the award or the date when the last payment was made under the ³ award, except in cases of silicosis or asbestosis, where the statute ⁴ of limitations shall be two (2) years.

5 SECTION 16. AMENDATORY Section 69, Chapter 208, O.S.L. 6 2013 (85A O.S. Supp. 2018, Section 69), is amended to read as 7 follows:

⁸ Section 69. A. Time for Filing.

9 1. A claim for benefits under this act, other than an 10 occupational disease, shall be barred unless it is filed with the 11 Commission within one (1) year from the date of the injury. Ιf 12 during the one-year period following the filing of the claim the 13 employee receives no weekly benefit compensation and receives no 14 medical treatment resulting from the alleged injury, the claim shall 15 be barred thereafter. For purposes of this section, the date of the 16 injury shall be defined as the date an injury is caused by an 17 accident as set forth in paragraph 9 of Section 2 of this act title. 18 2. a. A claim for compensation for disability on account of 19 injury which is either an occupational disease or 20 occupational infection shall be barred unless filed 21 with the Workers' Compensation Commission within two 22 (2) years from the date of the last injurious exposure 23 to the hazards of the disease or infection.

24

1 A claim for compensation for disability on account of b. 2 silicosis or asbestosis shall be filed with the 3 Commission within one (1) year after the time of 4 disablement, and the disablement shall occur within 5 three (3) years from the date of the last injurious 6 exposure to the hazard of silicosis or asbestosis. 7 с. A claim for compensation for disability on account of 8 a disease condition caused by exposure to X-rays, 9 radioactive substances, or ionizing radiation only 10 shall be filed with the Commission within two (2) 11 years from the date the condition is made known to an 12 employee following examination and diagnosis by a 13 medical doctor.

A claim for compensation on account of death shall be barred unless filed with the Commission within two (2) years of the date of such a death.

17 4. If within six (6) months after the filing of a claim for 18 compensation no bona fide request for a hearing has been made with 19 respect to the claim, the claim may, on motion and after hearing, be 20 dismissed with prejudice.

B. Time for Filing Additional Compensation.

1. In cases in which any compensation, including disability or medical, has been paid on account of injury, a claim for additional compensation shall be barred unless filed with the Commission within

Req. No. 338

21

1 one (1) year from the date of the last payment of disability
2 compensation or two (2) years from the date of the injury, whichever
3 is greater later.

4 2. The statute of limitations provided in this subsection shall 5 not apply to claims for the replacement of medicine, crutches, 6 ambulatory devices, artificial limbs, eyeglasses, contact lenses, 7 hearing aids, and other apparatus permanently or indefinitely 8 required as the result of a compensable injury, when the employer or 9 carrier previously furnished such medical supplies, but replacement 10 of such items shall not constitute payment of compensation so as to 11 toll the statute of limitations.

12 C. A claim for additional compensation shall specifically state 13 that it is a claim for additional compensation. Documents which do 14 not specifically request additional benefits shall not be considered 15 a claim for additional compensation.

D. If within six (6) months after the filing of a claim for additional compensation no bona fide request for a hearing has been made with respect to the claim, the claim shall be dismissed without prejudice to the refiling of the claim within the limitation period specified in subsection B of this section.

E. Failure to File. Failure to file a claim within the period prescribed in subsection A or B of this section shall not be a bar to the right to benefits hereunder unless objection to the failure is made at the first hearing on the claim in which all parties in ¹ interest have been given a reasonable notice and opportunity to be ² heard by the Commission.

F. Persons under Disability.

I. Notwithstanding any statute of limitation provided for in this act, when it is established that failure to file a claim by an injured employee or his or her dependents was induced by fraud, the claim may be filed within one (1) year from the time of the discovery of the fraud.

9 2. Subsections A and B of this section shall not apply to a 10 mental incompetent or minor so long as the person has no guardian or 11 similar legal representative. The limitations prescribed in 12 subsections A and B of this section shall apply to the mental 13 incompetent or minor from the date of the appointment of a guardian 14 or similar legal representative for that person, and when no 15 guardian or similar representative has been appointed, to a minor on 16 reaching the age of majority.

G. A latent injury or condition shall not delay or toll the
 limitation periods specified in this section. This subsection shall
 not apply to the limitation period for occupational diseases
 specified in paragraph 2 of subsection A of this section.

SECTION 17. AMENDATORY Section 71, Chapter 208, O.S.L. 22 2013 (85A O.S. Supp. 2018, Section 71), is amended to read as 23 follows:

24

3

Req. No. 338

1 Section 71. A. Notice. Within ten (10) days after a claim for 2 compensation has been filed, the Workers' Compensation Commission 3 shall notify the employer and any other interested person of the 4 filing of the claim. 5 в. Investigation - Hearing. 6 1. The Commission shall assign the claim to an administrative 7 law judge who shall hold a hearing on application of any interested 8 party, or on its own motion.

9 2. An application for a hearing shall clearly set forth the
 10 specific issues of fact or law in controversy and the contentions of
 11 the party applying for the hearing.

12 3. If any party is not represented by a lawyer, the
 13 administrative law judge shall define the issues to be heard.

If a hearing on the claim is ordered, the administrative law judge shall give the claimant and other interested parties ten (10) days' notice of the hearing served personally on the claimant and other parties, or by registered mail, facsimile, electronic mail or by other electronic means with receipt of confirmation. The hearing shall may be held in Tulsa or Oklahoma County any county of this state, as determined by the Commission.

5. The award, together with the statement of the findings of fact and other matters pertinent to the issues, shall be filed with the record of the proceedings, and a copy of the award shall

24

1 immediately be sent to the parties in or to counsels of record, if
2 any.

- C. Evidence and Construction.
- 4 1. a. At the hearing the claimant and the employer may each 5 present evidence relating to the claim. Evidence may 6 be presented by any person authorized in writing for 7 such purpose. The evidence may include verified 8 medical reports which shall be accorded such weight as 9 may be warranted when considering all evidence in the 10 case.
- b. Any determination of the existence or extent of
 physical impairment shall be supported by objective
 and measurable physical or mental findings.
- 14 2. When deciding any issue, administrative law judges and the 15 Commission shall determine, on the basis of the record as a whole, 16 whether the party having the burden of proof on the issue has 17 established it by a preponderance of the evidence.
- 18 3. Administrative law judges, the Commission, and any reviewing 19 courts shall strictly construe the provisions of this act.

20 4. In determining whether a party has met the burden of proof 21 on an issue, administrative law judges and the Commission shall 22 weigh the evidence impartially and without giving the benefit of the 23 doubt to any party.

24

3

D. Judgment. The judgment denying the claim or making the award shall be filed in the office of the Commission, and a copy shall be sent by registered mail, facsimile, electronic mail or by other electronic means with receipt of confirmation to the claimant and to the employer or to their attorneys.

E. No compensation for disability of an injured employee shall
be payable for any period beyond his or her death; provided,
however, an award of compensation for disability may be made after
the death of the injured employee for the period of disability
preceding death.

SECTION 18. AMENDATORY Section 78, Chapter 208, O.S.L. 2013 (85A O.S. Supp. 2018, Section 78), is amended to read as follows:

14 Section 78. A. Any party feeling aggrieved by the judgment, 15 decision, or award made by the administrative law judge may, within 16 ten (10) days of issuance, appeal to the Workers' Compensation 17 Commission. After hearing arguments, the Commission may reverse or 18 modify the decision only if it determines that the decision was 19 against the clear weight of the evidence or contrary to law. All 20 such proceedings of the Commission shall be recorded by a court 21 reporter, if requested by any party. Any judgment of the Commission 22 which reverses a decision of the administrative law judge shall 23 contain specific findings relating to the reversal.

24

B. The appellant shall pay a filing fee of One Hundred Seventy five Dollars (\$175.00) to the Commission at the time of filing his
 or her appeal. The fee shall be deposited in the Workers'
 Compensation <u>Commission Revolving</u> Fund.

5 C. The judgment, decision or award of the Commission shall be 6 final and conclusive on all questions within its jurisdiction 7 between the parties unless an action is commenced in the Supreme 8 Court of this state to review the judgment, decision or award within 9 twenty (20) days of being sent to the parties. Any judgment, 10 decision or award made by an administrative law judge shall be 11 stayed until all appeal rights have been waived or exhausted. The 12 Supreme Court may modify, reverse, remand for rehearing, or set 13 aside the judgment or award only if it was:

14

17

21

_ _

1. In violation of constitutional provisions;

15 2. In excess of the statutory authority or jurisdiction of the 16 Commission;

- 3. Made on unlawful procedure;
- 18 4. Affected by other error of law;

19 5. Clearly erroneous in view of the reliable, material, 20 probative and substantial competent evidence;

6. Arbitrary or capricious;

22 7. Procured by fraud; or

23 8. Missing findings of fact on issues essential to the 24 decision.

Req. No. 338

1 This action shall be commenced by filing with the Clerk of the 2 Supreme Court a certified copy of the judgment, decision or award of 3 the Commission attached to the petition by the complaint which shall 4 specify why the judgment, decision or award is erroneous or illegal. 5 The proceedings shall be heard in a summary manner and shall have 6 precedence over all other civil cases in the Supreme Court, except 7 preferred Corporation Commission appeals. The Supreme Court shall 8 require the appealing party to file within forty-five (45) days from 9 the date of the filing of an appeal or a judgment appealed from, a 10 transcript of the record of the proceedings before the Commission, 11 or such later time as may be granted by the Supreme Court on 12 application and for good cause shown. The action shall be subject 13 to the law and practice applicable to other civil actions cognizable 14 in the Supreme Court.

15 A fee of One Hundred Dollars (\$100.00) per appeal to the D. 16 Supreme Court shall be paid to the Commission and deposited in the 17 Workers' Compensation Fund as costs for preparing, assembling, 18 indexing and transmitting the record for appellate review. This fee 19 shall be paid by the party taking the appeal. If more than one 20 party to the action files an appeal from the same judgment, decision 21 or award, the fee shall be paid by the party whose petition in error 22 commences the principal appeal.

- 23
- 24
- **۲** ک

SECTION 19. AMENDATORY Section 80, Chapter 208, O.S.L. 2 2013 (85A O.S. Supp. 2018, Section 80), is amended to read as 3 follows:

4 Section 80. A. Except where a joint petition settlement has 5 been approved, the Workers' Compensation Commission may reopen for 6 review any compensation judgment, award, or decision. Such review 7 based on a change of physical condition may be done at any time 8 within six (6) months of termination of the compensation period 9 fixed in the original compensation judgment or award from the date 10 of the last order in which monetary benefits or active medical 11 treatment was provided, on the Commission's own motion or on the 12 application of any party in interest, on the ground of a change in 13 physical condition or on proof of erroneous wage rate and unless 14 filed within such period of time shall be forever barred. On 15 review, the Commission may make a judgment or award terminating, 16 continuing, decreasing, or increasing for the future the 17 compensation previously awarded, subject to the maximum limits 18 provided for in this act title. An order denying an application to 19 reopen a claim shall not extend the period of time set out in this 20 section for reopening the case. A failure to comply with a medical 21 treatment plan ordered by the Commission shall bar the reopening of 22 a claim.

B. The review and subsequent judgment or award shall be made in accordance with the procedure prescribed in Sections 69 through 78

1 of this act title. No review shall affect any compensation paid 2 under a prior order, judgment or award.

C. The Commission may correct any clerical error in any compensation judgment or award within one (1) year from the date of its issuance.

D. Aging and the effects of aging on a compensable injury are
 not to be considered in determining whether there has been a change
 in physical condition. Aging or the effect of aging on a
 compensable injury shall not be considered in determining permanent
 disability under this section or any other section in this act.
 SECTION 20. AMENDATORY Section 82, Chapter 208, O.S.L.

12 2013 (85A O.S. Supp. 2018, Section 82), is amended to read as 13 follows:

Section 82. A. 1. a. Fees for legal services rendered in a claim shall not be valid unless approved by the <u>Workers'</u> Compensation Commission.

17 An attorney representing an injured employee may only b. 18 recover attorney fees up to ten percent (10%) of any 19 temporary total disability or temporary partial 20 disability compensation and twenty percent (20%) of 21 any permanent partial disability, permanent total 22 disability, or death compensation awarded to an 23 injured employee by the Commission from a controverted 24 claim. If the employer makes a written offer to _ _

Req. No. 338

settle permanent partial disability, permanent total disability, or death compensation and that offer is rejected, the employee's attorney may not recover attorney fees in excess of thirty percent (30%) of the difference between the amount of any award and the settlement offer.

- 7 (1) Attorney fees may not be collected for recovery
 8 on noncontroverted claims.
 - (2) Attorney fees shall not be awarded on medical benefits or services.
- 11 (3) The fee for legal services rendered by an 12 attorney representing an employee in connection 13 with a change of physician requested by the 14 injured employee, controverted by the employer, 15 and awarded by the Commission, shall be Two 16 Hundred Dollars (\$200.00).
 - (4) Attorney fees may include not more than ten percent (10%) of the value, or reasonable estimate thereof, of vocational rehabilitation services.
- 21 c. A "controverted claim" means that there has been a 22 contested hearing before the Commission over whether 23 there has been a compensable injury or whether the 24 employee is entitled to temporary total disability,

1

2

3

4

5

6

9

10

17

18

19

20

_ _

1 temporary partial disability, permanent partial 2 disability, permanent total disability, or death 3 compensation. A request for a change in physician 4 shall not trigger a controverted claim for purposes of 5 recovering any attorney fees except the fees under 6 division 3 of subparagraph b of this paragraph. A 7 controverted claim shall not exist if the employee or 8 his or her representative has withheld pertinent 9 information in his or her possession related to the 10 claim from the employer or has violated the provisions 11 of Section 6 of this act title.

12 2. Any person who or entity that brings a controverted claim 13 against the State Treasurer, as a custodian of the Multiple Injury 14 Trust Fund, shall provide notice of the claim to the Commission. 15 Thereafter, the Commission shall direct fees for legal services be 16 paid from the Fund, in addition to any compensation award. The fees 17 shall be authorized only on the difference between the amount of 18 compensation controverted and the amount awarded from the Fund.

In any case where attorney fees are allowed by the
 Commission, the limitations expressed in subparagraph b of paragraph
 1 of this subsection shall apply.

4. Medical providers may voluntarily contract with the attorney for the employee to recover disputed charges, and the provider may charge a reasonable fee for the cost of collection.

Req. No. 338

B. An attorney representing an employee under this act may not recover fees for services except as expressly provided in this section.

SECTION 21. AMENDATORY Section 90, Chapter 208, O.S.L.
 2013 (85A O.S. Supp. 2018, Section 90), is amended to read as
 follows:

Section 90. <u>A.</u> The Workers' Compensation Commission may
 require any employer to make a deposit or bond with the Commission
 to secure the prompt and convenient payment of compensation, and
 payments shall be made on judgment of the Commission.

11 B. No proceeding to reverse, vacate or modify any order, 12 decision or award of the Commission en banc or administrative law 13 judge of the Commission wherein compensation has been awarded to an 14 injured employee shall be entertained by the Supreme Court unless 15 the Executive Director of the Commission shall take a written 16 undertaking to the claimant executed on the part of the respondent 17 or insurance carrier, or both the respondent and insurance carrier, 18 with one or more sureties to be approved by the Executive Director, 19 to the effect that the appellant shall pay the amount of the award 20 rendered therein, together with interest thereon from the date of 21 the award by the administrative law judge of the Commission and all 22 costs of the proceeding, or on the further order of the Commission 23 en banc or administrative law judge of the Commission after the 24 appeal has been decided by the Supreme Court, except that

Req. No. 338

_ _

¹ <u>municipalities and other political subdivisions of this state are</u> ² exempt from making such written undertakings.

³ SECTION 22. AMENDATORY Section 101, Chapter 208, O.S.L.
⁴ 2013 (85A O.S. Supp. 2018, Section 101), is amended to read as
⁵ follows:

6 Section 101. A. On or before the first day of July each year, 7 the Workers' Compensation Commission shall prepare, make public and 8 submit a report for the prior calendar year to the Governor, the 9 President Pro Tempore of the Senate, the Speaker of the House of 10 Representatives, and each member of the Legislature, containing a 11 statement of the number of awards made and the causes of the 12 accidents leading to the injuries for which the awards were made, 13 total work load data of the administrative law judges, including a 14 detailed report of the work load and judgments written by each 15 judge, a detailed statement of the expenses of the Commission, 16 together with any other matter which the Commission deems proper to 17 report.

B. After public hearing and consultation with representatives
of employers, insurance carriers, and employees, the Commission
shall implement, with the assistance of the Insurance Commissioner,
by July 1, 2014, an electronic data interchange (EDI) system that
provides relevant data concerning the Oklahoma workers' compensation
system and the delivery of benefits to injured workers <u>on a time</u>
frame to be reasonably determined by the Commission.

Req. No. 338

1 С. To assist the Commission in developing and implementing the 2 EDI system, there is hereby created the Oklahoma Workers' 3 Compensation Electronic Data Interchange Advisory Committee. Within 4 thirty (30) days of the effective date of this act, the The Governor 5 shall appoint five persons to serve as members of the advisory 6 committee, one of whom shall be selected by the Governor as chair. 7 The chair shall provide adequate notice of meetings of the advisory 8 committee and public hearings as required by law.

9 SECTION 23. AMENDATORY Section 152, Chapter 208, O.S.L. 10 2013 (85A O.S. Supp. 2018, Section 109), is amended to read as 11 follows:

Section 109. A. The Workers' Compensation Commission shall establish a workers' compensation counselor or ombudsman program to assist injured workers, employers and persons claiming death benefits in obtaining benefits under this act. A special effort shall be made to equip counselors or ombudsmen with sufficient resources to assist injured workers through the system without the necessity of retaining legal representation.

B. Workers' compensation counselors or ombudsmen shall provide information to injured workers; investigate complaints; communicate with employers, insurance carriers, self-insurers, and health care providers; provide informational seminars and workshops on workers' compensation for medical providers, insurance adjustors, and

24

1 employee and employer groups; and develop informational materials
2 for employees, employers and medical providers.

3 C. The Commission shall mail a notice to the injured worker 4 within ten (10) days of the filing of an Employer's First Notice of 5 Injury. The notice shall advise the injured worker of the 6 availability of the services of the Commission's counselor or 7 ombudsman program and of the availability of mediation and other 8 forms of alternative dispute resolution to assist the injured 9 worker. The Commission shall provide additional information as the 10 Commission may determine necessary.

D. The Commission shall develop a program that provides for annual training for own-risk employers and claims representatives handling workers' compensation claims in Oklahoma. The training shall include information about the alternative dispute resolution program, including counselor and ombudsman programs, mediation, and other services provided by the Commission.

SECTION 24. AMENDATORY Section 158, Chapter 208, O.S.L. 8 2013 (85A O.S. Supp. 2018, Section 115), is amended to read as 9 follows:

Section 115. A. If the employee and employer shall reach an agreement for the full, final and complete settlement of any issue of a claim pursuant to this act, a form designated as "Joint Petition" shall be signed by both the employer and employee, or representatives thereof, and shall be approved by the Workers'

Req. No. 338

1 Compensation Commission or an administrative law judge, and filed 2 with the Workers' Compensation Commission. In cases in which the 3 employee is not represented by legal counsel, the Commission or an 4 administrative law judge shall have jurisdiction to approve a full, 5 final and complete settlement of any issue upon the filing of an 6 Employer's First Notice of Injury. There shall be no requirement 7 for the filing of an Employee's First Notice of Claim for 8 Compensation to effect such settlement in cases in which the 9 employee is not represented by legal counsel.

B. In the event all issues of a claim are not fully, finally and completely settled by a Joint Petition, the issues not settled by the parties and subject to the Commission's continuing jurisdiction must be noted by appendix to the Joint Petition or on a form created for such purpose by the Commission. The appendix must be signed by the parties and approved by the Commission as set forth herein.

C. In the absence of fraud, a Joint Petition shall be deemed binding upon the parties thereto and a final adjudication of all rights pursuant to this act or the workers' compensation law in effect at the time of the injury or final order of the Workers' Compensation <u>Court Commission</u>. An official record shall be made by an official Commission reporter of the testimony taken to effect the Joint Petition.

24

1 D. A good-faith effort shall be made on the part of any 2 insurance carrier, CompSource Oklahoma, or group self-insured plan 3 to notify an insured employer of the possibility of and terms of any 4 settlement of a workers' compensation case pursuant to this section. 5 Written comments or objections to settlements shall be filed with 6 the Commission and periodically shared with the management of the 7 applicable insurer. A written notice shall be made to all 8 policyholders of their right to a good-faith effort by their insurer 9 to notify them of any proposed settlement, if the policyholder so 10 chooses. 11 SECTION 25. Section 161, Chapter 208, O.S.L. AMENDATORY 12 2013 (85A O.S. Supp. 2018, Section 118), is amended to read as 13 follows: 14 Section 118. A. A At the time of commencement of a claim, a 15 fee of One Hundred Forty Dollars (\$140.00) per case, including any 16 Joint Petition, medical fee dispute, claim for discrimination or 17 retaliation, or claim for benefits under the Multiple Injury Trust 18 Fund authorized by this act title, shall be collected from the party 19 filing the claim by the Workers' Compensation Commission and. In 20 the event any award becomes final against an employer, such amount

²¹ <u>shall be</u> assessed as costs to be paid by the party against whom any

²² award becomes final, to and paid to the injured employee. The

²³ filing fee shall be deposited as follows:

- 24
- م

One Hundred Five Dollars (\$105.00) to the credit of the
 Workers' Compensation Commission Revolving Fund created by this act;

3 2. Ten Dollars (\$10.00) to the credit of the Attorney General's
 4 Workers' Compensation Fraud Unit Revolving Fund created by Section
 5 19.2 of Title 74 of the Oklahoma Statutes; and

3. Twenty-five Dollars (\$25.00) to the credit of the Workers'
 Compensation <u>Commission Revolving</u> Fund for purposes of implementing
 the provisions of this act, including strengthening and providing
 additional funding for the Attorney General's Workers' Compensation
 Fraud Unit, providing counseling services pursuant to the workers'
 compensation counselor or ombudsman program and safety in the
 workplace.

13 B. A fee of One Hundred Thirty Dollars (\$130.00) per action to 14 reopen any case pursuant to Section 32 of this act title shall be 15 collected by the Commission and assessed as costs to be paid by the 16 party that reopens the case. The fee collected pursuant to this 17 subsection shall be deposited to the credit of the Workers' 18 Compensation Commission Revolving Fund for purposes of implementing 19 the provisions of this act, including strengthening and providing 20 additional funding for the Attorney General's Workers' Compensation 21 Fraud Unit, providing counseling services pursuant to the workers' 22 compensation counselor or ombudsman program and safety in the 23 workplace.

- 24 2 -
- Req. No. 338

SECTION 26. AMENDATORY Section 163, Chapter 208, O.S.L. 2 2013 (85A O.S. Supp. 2018, Section 120), is amended to read as 3 follows:

4 Section 120. A. Except as otherwise provided by state or 5 federal law and subject to the provisions of this section, an 6 employer may inquire about previous workers' compensation claims 7 paid to an employee while the employee was employed by a previous 8 employer. If the employee fails to answer truthfully about any 9 previous permanent partial disability awards made pursuant to 10 workers' compensation claims, the employee shall be subject to 11 discharge by the employer.

12 1. All requests made to the Workers' Compensation Β. 13 Commission for information on prior workers' compensation claims 14 involving a worker, including written inquiries about prior claims 15 and requests to access a worker's compensation claim file, must be 16 in writing, on a form prescribed by the Commission, and accompanied 17 by a fee of One Dollar (\$1.00) per search request, not to exceed One 18 Dollar (\$1.00) per claims record of a particular worker. The fee 19 shall be deposited to the credit of the Workers' Compensation 20 Commission Revolving Fund. The form shall require identification of 21 the person requesting the information, and the person for whom a 22 search is being made if different from the requester. The form must 23 contain an affidavit signed by the requester under penalty of 24 perjury that the information sought is not requested for a purpose _ _

Req. No. 338

1 in violation of state or federal law. The form must be used by all 2 repositories of archived Court claim files. All request forms shall 3 be maintained by the Commission as a public record, together with a 4 record of a worker's written authorization permitting a search 5 indexed by the worker's social security number as required by 6 Section 3113 of Title 74 of the Oklahoma Statutes. The request 7 forms and authorizations shall be indexed alphabetically by the last 8 name of the worker.

9

2. This subsection shall not apply:

- a. to requests for claims information made by a public
 officer or by a public employee in the performance of
 his or her duties on behalf of a governmental entity
 or as may be allowed by law,
- b. to requests for claims information made by an insurer,
 self-insured employer, third-party claims
 administrator, or a legal representative thereof, when
 necessary to process or defend a workers' compensation
 claim,
- 19 c. when a worker or the worker's representative requests 20 review of the worker's claims information,
- 21 d. when the disclosure is made for educational or 22 research purposes and in such a manner that the 23 disclosed information cannot be used to identify any 24 worker who is the subject of a claim,

_ _

- e. to requests for claims information made by a health care or rehabilitation provider or the provider's legal representative when necessary to process payment of health care or rehabilitation services rendered to a worker, and
- 6 f. to requests for claims information made by an employer 7 or personnel service company, including but not 8 limited to an individual or entity, where the worker 9 executes a written authorization permitting the search 10 and designating the employer or personnel service 11 company as the worker's representative for that 12 purpose; however, nothing in this subparagraph shall 13 relieve the employer or personnel service company from 14 complying with the requirements of utilizing the form 15 set forth in paragraph 1 of this subsection.

SECTION 27. AMENDATORY Section 164, Chapter 208, O.S.L. 2013 (85A O.S. Supp. 2018, Section 121), is amended to read as follows:

Section 121. A. There is hereby created an Advisory Council on Workers' Compensation.

B. The voting membership of the Advisory Council shall consist of nine (9) members. Any member serving on the effective date of this section shall serve the remainder of his or her term. The this section shall serve the remainder of his or her term. The

ᅩᄀ

¹ chair of the Workers' Compensation Commission shall be an ex officio
² nonvoting member.

³ 1. The Governor shall appoint three members representing ⁴ employers in this state, one of whom shall be from a list of ⁵ nominees provided by the predominant statewide broad-based business ⁶ organization.

7 2. The Speaker of the House of Representatives shall appoint
8 three members representing employees in this state, one of whom
9 shall be from a list of nominees provided by the most representative
10 labor organization in the state.

3. The President Pro Tempore of the Senate shall appoint three members, two who are attorneys representing the legal profession in this state, one of whom shall be an attorney who practices primarily in the area of defense of workers' compensation claims, and one of whom shall be an attorney who primarily represents claimants, and a medical doctor or doctor of osteopathy actively engaged in the treatment of injured workers.

18 C. The term of office for appointees shall be as follows: 19 1. The term of office for three positions, one each appointed 20 by the Governor, the President Pro Tempore of the Senate and the 21 Speaker of the House of Representatives shall expire on January 1, 22 2015;

23 2. The term of office for three positions, one each appointed
24 by the Governor, the President Pro Tempore of the Senate and the

Req. No. 338

Speaker of the House of Representatives shall expire on January 1, 2 2016; and

3 3. The term of office for three positions, one each appointed
 4 by the Governor, the President Pro Tempore of the Senate and the
 5 Speaker of the House of Representatives shall expire on January 1,
 6 2017.

D. Thereafter, successors in office shall be appointed for a
 three-year term. Members shall be eligible to succeed themselves in
 office.

E. Any person appointed to fill a vacancy shall be appointed for the unexpired portion of the term.

F. The chair and the vice-chair of the Advisory Council shall
 be appointed by the Governor.

G. Members shall receive their traveling and other necessary
expenses incurred in the performance of their duties as provided in
the State Travel Reimbursement Act.

H. Meetings of the Advisory Council shall be quarterly or as
 called by the chair or upon petition by a majority of the voting
 members. The presence of five voting members constitutes a quorum.
 No action shall be taken by the Advisory Council without the
 affirmative vote of at least five members.

I. The Commission shall provide office supplies and personnel of the Commission to carry out any of the duties that have been entrusted to the Advisory Council.

Req. No. 338

1 The Advisory Council shall analyze and review the workers' J. 2 compensation system, the reports of the Commission, and trends in 3 the field of workers' compensation. The Advisory Council may 4 recommend improvements and proper responses to developing trends. 5 The Advisory Council shall report its findings annually to the 6 Governor, the Chief Justice of the Supreme Court, the President Pro 7 Tempore of the Senate, and the Speaker of the House of 8 Representatives.

9 K. In addition to other duties required by this section, the 10 Advisory Council shall consult with the <u>Court Commission</u> regarding 11 oversight of independent medical examiners as provided in Section 45 12 of this act title.

¹³ L. The Advisory Council shall review the Oklahoma Treatment ¹⁴ Guidelines as provided in the Workers' Compensation Code, and report ¹⁵ the findings of such review to the Commission as provided in this ¹⁶ act.

SECTION 28. AMENDATORY Section 165, Chapter 208, O.S.L.
2013, as amended by Section 4, Chapter 344, O.S.L. 2015 (85A O.S.
Supp. 2018, Section 122), is amended to read as follows:

Section 122. A. The Workers' Compensation Commission Revolving
Fund established by Section 2 28.1 of this act title shall be used
for the costs of administering this act and for other purposes as
authorized by law.

- 24
- Req. No. 338

B. For the purpose of providing funds for the Workers'
Compensation Commission Revolving Fund, for the Workers'
Compensation Administrative Fund created in Section 5 401.1 of this
act title, for the Multiple Injury Trust Fund created in Section 28
of this title, and to fund other provisions within this title, the
following tax rates shall apply:

7 1. Each mutual or interinsurance association, stock company, 8 CompSource Oklahoma or other insurance carrier writing workers' 9 compensation insurance in this state shall pay to the Oklahoma Tax 10 Commission an assessment at a rate of one percent (1%) of all gross 11 direct premiums written during each quarter of the calendar year for 12 workers' compensation insurance on risks located in this state after 13 deducting from such gross direct premiums, return premiums, 14 unabsorbed portions of any deposit premiums, policy dividends, 15 safety refunds, savings and other similar returns paid or credited 16 to policyholders. Such payments to the Tax Commission shall be made 17 not later than the fifteenth day of the month following the close of 18 each quarter of the calendar year in which such gross direct premium 19 is collected or collectible. Contributions made by insurance 20 carriers and CompSource Oklahoma, under the provisions of this 21 section, shall be considered for the purpose of computing workers' 22 compensation rates; and

23 2. When an employer is authorized to become a self-insurer, the 24 Commission shall so notify the Tax Commission, giving the effective

Req. No. 338

1 date of such authorization. The Tax Commission shall then assess 2 and collect from the employers carrying their own risk an assessment 3 at the rate of two percent (2%) of the total compensation for 4 permanent total disability awards, permanent partial disability 5 awards and death benefits paid out during each quarter of the 6 calendar year by the employers. Such assessment shall be payable by 7 the employers and collected by the Tax Commission according to the 8 provisions of this section regarding payment and collection of the 9 assessment created in paragraph 1 of this subsection.

10 C. It shall be the duty of the Tax Commission to collect the 11 payments provided for in this title. The Tax Commission is hereby 12 authorized to bring an action for the recovery of any delinquent or 13 unpaid payments required in this section. The Tax Commission may 14 also enforce payments by proceeding in accordance with the 15 provisions of Section 98 of this title.

D. The Tax Commission shall pay monthly to the State Treasurer to the credit of the Multiple Injury Trust Fund all monies collected under the provisions of this section less the annual amounts which shall be apportioned by the Oklahoma Tax Commission as follows:

1. <u>To be fulfilled first</u>, Five Million Dollars (\$5,000,000.00)
shall be payable in equal monthly installments to the credit of the
Workers' Compensation Commission Revolving Fund established in
Section 2 28.1 of this act title for the fiscal year ending June 30,
24 2016 2020, and Three Million Dollars (\$3,000,000.00) for the fiscal

Req. No. 338

¹ year ending June 30, 2017, and for all subsequent years to be used ² to implement the provisions of this title; and

3 2. Four Million Dollars (\$4,000,000.00) shall be payable in 4 equal monthly installments to the credit of the Workers' 5 Compensation Administrative Fund established in Section 5 401.1 of 6 this act title for the fiscal year ending June 30, 2016, Three 7 Million Five Hundred Thousand Dollars (\$3,500,000.00) for the fiscal 8 year ending June 30, 2017, Three Million Five Hundred Thousand 9 Dollars (\$3,500,000.00) for the fiscal year ending June 30, 2018, 10 Three Million Dollars (\$3,000,000.00) for the fiscal year ending 11 June 30, 2019, and Two Million Five Hundred Thousand Dollars 12 (\$2,500,000.00) for the fiscal year ending June 30, 2020. Monies 13 deposited in the Workers' Compensation Administrative Fund shall be 14 used by the Workers' Compensation Court of Existing Claims to 15 implement provisions provided for in this title.

E. The refund provisions of Sections 227 through 229 of Title 68 of the Oklahoma Statutes shall be applicable to any payments made pursuant to this section.

SECTION 29. AMENDATORY Section 166, Chapter 208, O.S.L. 20 2013 (85A O.S. Supp. 2018, Section 123), is amended to read as 21 follows:

22 Section 123. <u>A.</u> Any form, claim, answer or report to be filed 23 by any person with the Workers' Compensation Commission pursuant to 24 this act shall contain or be verified by a written declaration that,

Req. No. 338

1	to the best of the knowledge of the filing party, such form, claim,
2	answer or report is true and made under the penalty of perjury.
3	B. Notwithstanding subsection A of this section, submission of
4	any report by Electronic Data Interchange pursuant to the
5	requirements of Section 101 of this title is sufficient ipso facto
6	to establish that the trading partner making the filing declares to
7	the best of his or her knowledge that any information contained in
8	the report is true and made under the penalty of perjury.
9	SECTION 30. AMENDATORY Section 167, Chapter 208, O.S.L.
10	2013, as amended by Section 7, Chapter 169, O.S.L. 2014 (85A O.S.
11	Supp. 2018, Section 124), is amended to read as follows:
12	Section 124. A. 1. All unexpended funds, assets, property $_{m au}$
13	and records, personnel and any outstanding financial obligations and
14	encumbrances of the Workers' Compensation Court before February 1,
15	2014, are hereby shall be deemed transferred to the Workers'
16	Compensation Commission at such time as the Legislature no longer
17	appropriates funding to the Court independent of funding for the
18	Commission for the purpose of maintaining such assets or records.
19	The personnel transferred shall retain leave, sick and annual time
20	earned and any retirement and longevity benefits which have accrued
21	during their employment with the state. The salaries of employees
22	who are transferred shall not be reduced as a direct and immediate
23	result of the transfer. There shall be no reduction-in-force as a
24	result of the transfer.

ᅩᄀ

1 2. Any unexpended funds, including interest thereon, held by 2 the State Treasurer in an interest-bearing division special account 3 maintained by the Workers' Compensation Court before February 1, 4 2014, from which a self-insured employer's workers' compensation 5 obligations are paid following nonpayment by the self-insured 6 employer for any reason, including insolvency, shall be transferred 7 to the Workers' Compensation Commission. Such funds shall be 8 expended by the Commission only for the purpose of paying workers' 9 compensation obligations of the self-insured employer, and costs 10 related to the administration of such obligations, to the extent of 11 the availability of such funds.

B. 1. All unexpended funds, assets, property, and records and any outstanding financial obligations and encumbrances of the Workers' Compensation Self-insurance Guaranty Fund Board before February 1, 2014, are hereby transferred to the Self-insurance Guaranty Fund Board created in the Administrative Workers' Compensation Act.

18 2. Any unexpended funds, including interest thereon, held by 19 the State Treasurer in the Workers' Compensation Self-insurance 20 Guaranty Fund before February 1, 2014, shall be transferred to the 21 Self-insurance Guaranty Fund Board created by the Administrative 22 Workers' Compensation Act. Such funds shall be expended by the 23 Board only as authorized in the Administrative Workers' Compensation 24 Act.

Req. No. 338

1 3. Any claim existing or action or proceeding pending by, 2 against or before the Workers' Compensation Self-insurance Guaranty 3 Fund Board when the Board ceased existence may be continued as if 4 the Self-insurance Guaranty Fund Board was not created, or the Self-5 insurance Guaranty Fund Board may be substituted in the matter. The 6 Self-insurance Guaranty Fund Board shall be responsible and liable 7 for all liabilities and obligations of the Workers' Compensation 8 Self-insurance Guaranty Fund Board.

9 C. All property and records of the Physician Advisory Committee
 10 before February 1, 2014, are hereby transferred to the Physician
 11 Advisory Committee created in the Administrative Workers'
 12 Compensation Act.

D. All property and records of the Advisory Council on Workers' Compensation before February 1, 2014, are hereby transferred to the Advisory Council on Workers' Compensation created in the Administrative Workers' Compensation Act.

17 Ε. All unexpended funds, assets, property, records, personnel 18 and any outstanding financial obligations and encumbrances of the 19 Multiple Injury Trust Fund before February 1, 2014, are hereby 20 transferred to the Multiple Injury Trust Fund created in the 21 Administrative Workers' Compensation Act. The personnel transferred 22 shall retain leave, sick and annual time earned and any retirement 23 and longevity benefits which have accrued during their employment 24 with the state. The salaries of employees who are transferred shall _ _

Req. No. 338

¹ not be reduced as a direct and immediate result of the transfer.
² There shall be no reduction-in-force as a result of the transfer.

F. The Director of the Office of Management and Enterprise Services is hereby directed to coordinate the transfer of funds, allotments, purchase orders, outstanding financial obligations or encumbrances provided for in subsections A and E of this section, and the transfer of funds, outstanding financial obligations or encumbrances provided for in subsection B of this section.

9 SECTION 31. AMENDATORY Section 121, Chapter 208, O.S.L. 10 2013 (85A O.S. Supp. 2018, Section 300), is amended to read as 11 follows:

Section 300. Sections 121 300 through 149 328 of this act title shall be known and may be cited as the "Workers' Compensation Arbitration Act".

SECTION 32. AMENDATORY Section 125, Chapter 208, O.S.L. 2013 (85A O.S. Supp. 2018, Section 304), is amended to read as follows:

Section 304. A. Except as otherwise provided in subsections B and C of this section and in the laws of this state outside of this act, a party to an agreement to arbitrate or to an arbitration proceeding may waive, or the parties may vary the effect of, the requirements of this act to the extent permitted by law.

B. Before a controversy arises that is subject to an agreement
 to arbitrate, a party to the agreement may not:

Req. No. 338

_ _

1. Waive or agree to vary the effect of the requirements of
 2 subsection A of Section 126 305, subsection A of Section 127 306,
 3 Section 128 307, subsection A or B of Section 138 317, Section 147
 4 326 or Section 149 328 of this act title;

5 2. Agree to unreasonably restrict the right to notice of the 6 initiation of an arbitration proceeding under Section 130 <u>309</u> of 7 this act <u>title</u>;

⁸ 3. Agree to unreasonably restrict the right to disclosure of
⁹ any facts by an arbitrator under Section 133 312 of this act title;

10 4. Waive the right of a party to an agreement to arbitrate to 11 be represented by a lawyer at any proceeding or hearing under 12 Section 137 316 of this act title; or

13 5. Agree to conduct arbitration proceedings outside of this 14 state.

C. A party to an agreement to arbitrate or to an arbitration proceeding may not waive, or the parties may not vary the effect of, the requirements of this section or subsection A or C of Section 124 <u>304</u>, Sections 128, 135 and 139 <u>307</u>, 314 and 318, subsection D or E of Section 141 <u>320</u>, Sections 143, 144 and 145 <u>322</u>, 323 and 324, or subsection A or B of Section 146 325 of this act title.

SECTION 33. AMENDATORY Section 126, Chapter 208, O.S.L. 22 2013 (85A O.S. Supp. 2018, Section 305), is amended to read as 23 follows:

24

Req. No. 338

Section 305. A. Except as otherwise provided in Section 150
 <u>107</u> of this act title, an application for judicial relief under this
 act shall be made by application and motion to the <u>Workers'</u>
 <u>Compensation</u> Commission and heard in the manner provided by law or
 rule of the Commission for making and hearing motions.

B. Unless a civil action involving the agreement to arbitrate
is pending, notice of an initial application and motion to the
Commission under this act shall be served in the manner provided by
law for the service of a summons in the filing of a civil action.
Otherwise, notice of the motion shall be given in the manner
provided by law or rule of court for serving motions in pending
cases.

SECTION 34. AMENDATORY Section 133, Chapter 208, O.S.L. (85A O.S. Supp. 2018, Section 312), is amended to read as follows:

Section 312. A. Before accepting appointment, an individual who is requested to serve as an arbitrator, after making a reasonable inquiry, shall disclose to the parties to the arbitration agreement, the parties to the arbitration proceeding, and any other arbitrators any known facts that a reasonable person would consider likely to affect the impartiality of the arbitrator in the arbitration proceeding, including but not limited to:

23 1. A financial or personal interest in the outcome of the 24 arbitration proceeding; and

Req. No. 338

_ _

2. An existing or past relationship with any of the parties to
 the agreement to arbitrate or the arbitration proceeding, their
 counsel or representatives, a witness, or another arbitrator.

B. An arbitrator has a continuing obligation to disclose to the
parties to the arbitration agreement, the arbitration proceeding,
and to any other arbitrators any facts that the arbitrator learns
after accepting appointment which a reasonable person would consider
likely to affect the impartiality of the arbitrator.

9 C. If an arbitrator discloses a conflict under subsection A or 10 B of this section, any party to the arbitration agreement or the 11 arbitration proceeding may have the arbitrator removed by filing a 12 notice of conflict with the Workers' Compensation Commission. If a 13 notice of conflict is not filed within ten (10) days of disclosure 14 of the conflict, the parties waive their rights to have any order or 15 award entered vacated under Section 144 323 of this act title. 16 SECTION 35. AMENDATORY Section 134, Chapter 208, O.S.L. 17 2013 (85A O.S. Supp. 2018, Section 313), is amended to read as 18 follows:

Section 313. If there is more than one arbitrator, the powers of an arbitrator shall be exercised by a majority of the arbitrators, but all of them shall conduct the hearing under Section 136 <u>315</u> of this act <u>title</u>.

- 23
- 24
- ᅩ╶

SECTION 36. AMENDATORY Section 135, Chapter 208, O.S.L. 2 2013 (85A O.S. Supp. 2018, Section 314), is amended to read as 3 follows:

Section 314. A. Arbitrators and arbitration organizations
 providing services under this act are immune from civil liability to
 the same extent as a judge of a court of this state acting in a
 judicial capacity.

⁸ B. The immunity afforded by this section supplements any
⁹ immunity under other law.

10 C. The failure of an arbitrator to make a disclosure required 11 by Section 133 312 of this act title shall not cause any loss of 12 immunity under this section.

D. An arbitrator or representative of an arbitration organization is not competent to testify in a judicial, administrative, or similar proceeding and may not be required to produce records as to any statement, conduct, decision, or ruling occurring during the arbitration proceeding, to the same extent as a judge of a court of this state acting in a judicial capacity. This subsection shall not apply to:

20 1. The extent necessary to determine the claim of an 21 arbitrator, arbitration organization, or representative of the 22 arbitration organization against a party to the arbitration 23 proceeding; or

24

Req. No. 338

2. A hearing on an application and motion to vacate an award under paragraphs 1 or 2 of subsection A of Section <u>144</u> <u>323</u> of this act <u>title</u> if the movant establishes prima facie that a ground for vacating the award exists.

5 If a person commences a civil action against an arbitrator, Ε. 6 arbitration organization, or representative of an arbitration 7 organization arising from the services of the arbitrator, 8 organization, or representative or if a person seeks to compel an 9 arbitrator or a representative of an arbitration organization to 10 testify or produce records in violation of subsection D of this 11 section, and the court decides that the arbitrator, arbitration 12 organization, or representative of an arbitration organization is 13 immune from civil liability or that the arbitrator or representative 14 of the organization is not competent to testify, the court shall 15 award to the arbitrator, organization, or representative reasonable 16 attorney fees and other reasonable expenses of litigation.

SECTION 37. AMENDATORY Section 137, Chapter 208, O.S.L. 8 2013 (85A O.S. Supp. 2018, Section 316), is amended to read as 9 follows:

Section 316. A. A party to an arbitration proceeding may be represented by a lawyer.

B. Each party shall be responsible for payment of his or her
 legal fees incurred during arbitration, except as provided for in
 Section <u>142</u> <u>321</u> of this act <u>title</u>.

Req. No. 338

_ _

C. The employee's attorney may not recover legal fees in excess of the limits described in Section 82 of this act title.

³ SECTION 38. AMENDATORY Section 139, Chapter 208, O.S.L.
⁴ 2013 (85A O.S. Supp. 2018, Section 318), is amended to read as
⁵ follows:

6 Section 318. If an arbitrator makes a pre-award ruling in favor 7 of a party, the party may request the arbitrator to incorporate the 8 ruling into an award under Section 140 319 of this act title. Α 9 prevailing party may make an application and motion to the 10 Commission for an expedited judgment to confirm the award under 11 Section 143 322 of this act title, in which case the Workers' 12 Compensation Commission shall summarily decide the motion. The 13 Commission shall issue a judgment to confirm the award unless the 14 court Commission vacates, modifies, or corrects the award under 15 Section 144 or 145 323 or 324 of this act title.

SECTION 39. AMENDATORY Section 141, Chapter 208, O.S.L. 2013 (85A O.S. Supp. 2018, Section 320), is amended to read as follows:

Section 320. A. On motion by a party to an arbitration proceeding, the arbitrator may modify or correct an award:

21 1. On a ground stated in paragraph 1 or 3 of subsection A of 22 Section 145 324 of this act title;

- 23
- 24
- ᅩ╶

1 2. Because the arbitrator has not made a final and definite 2 award upon a claim submitted by the parties to the arbitration 3 proceeding; or

4

20

_ _

3. To clarify the award.

⁵ B. A motion under subsection A of this section shall be made ⁶ and notice given to all parties within twenty (20) days after the ⁷ award is issued to the parties.

8 C. A party to the arbitration proceeding shall give notice of 9 any objection to the motion within ten (10) days after receipt of 10 the motion.

D. If a motion to the <u>Workers' Compensation</u> Commission is pending under Section 144 or 145 <u>323 or 324</u> of this act <u>title</u>, the Commission may submit the claim to the arbitrator to consider whether to modify or correct the award:

15 1. On a ground stated in paragraph 1 or 3 of subsection A of 16 Section 145 324 of this act title;

17 2. Because the arbitrator has not made a final and definite 18 award upon a claim submitted by the parties to the arbitration 19 proceeding; or

3. To clarify the award.

E. An award modified or corrected under this section is subject to Sections 143, 144 and 145 <u>322, 323 and 324</u> of this act <u>title</u>.

Req. No. 338

SECTION 40. AMENDATORY Section 142, Chapter 208, O.S.L. 2 2013 (85A O.S. Supp. 2018, Section 321), is amended to read as 3 follows:

Section 321. A. An arbitrator may award benefits set forth in
 Sections 45, 46, 47 and 51 of this act <u>title</u>.

B. An arbitrator may award reasonable attorney fees and other
 reasonable expenses of arbitration if the arbitrator finds that a
 party was not acting in good faith throughout the arbitration.

9 C. As to all remedies other than those authorized by 10 subsections A and B of this section, an arbitrator may order such 11 remedies as the arbitrator considers just and appropriate under the 12 circumstances of the arbitration proceeding. The fact that such a 13 remedy could not or would not be granted by the Workers' 14 Compensation Commission is not a ground for refusing to confirm an 15 award under Section 143 322 of this act title or for vacating an 16 award under Section 144 323 of this act title.

D. An arbitrator's expenses and fees, together with other
 expenses, shall be paid by the employer.

E. If an arbitrator awards relief under subsection A of this section, the arbitrator shall specify in the award the basis in fact justifying and the basis in law authorizing the award.

SECTION 41. AMENDATORY Section 143, Chapter 208, O.S.L.
23 2013 (85A O.S. Supp. 2018, Section 322), is amended to read as
24 follows:

Req. No. 338

1	Section 322. After a party to an arbitration proceeding
2	receives notice of an award, the party may make an application and
3	motion to the <u>Workers' Compensation</u> Commission for a judgment
4	confirming the award at which time the Commission shall issue a
5	confirming judgment unless the award is modified or corrected under
6	Section 141 or 145 <u>320 or 324</u> of this act <u>title</u> or is vacated under
7	Section 144 323 of this act title.
8	SECTION 42. AMENDATORY Section 144, Chapter 208, O.S.L.
9	2013 (85A O.S. Supp. 2018, Section 323), is amended to read as
10	follows:
11	Section 323. A. On an application and motion to the court by a
12	party to an arbitration proceeding, the <u>Workers' Compensation</u>
13	Commission shall vacate an award made in the arbitration proceeding
14	if:
15	1. The award was procured by corruption, fraud, or other undue
16	means;
17	2. There was:
18	a. evident partiality by an arbitrator appointed as a
19	neutral arbitrator,
20	b. corruption by an arbitrator, or
21	c. misconduct by an arbitrator prejudicing the rights of
22	a party to the arbitration proceeding;
23	3. An arbitrator refused to postpone the hearing upon showing
24 23	of sufficient cause for postponement, refused to consider evidence

¹ material to the controversy, or otherwise conducted the hearing ² contrary to Section 136 <u>315</u> of this act <u>title</u>, so as to prejudice ³ substantially the rights of a party to the arbitration proceeding;

4 4. An arbitrator exceeded his or her powers under this act;
5 5. The arbitration was conducted without proper notice of the
6 initiation of an arbitration as required in Section 130 309 of this
7 act title so as to prejudice substantially the rights of a party to
8 the arbitration proceeding; or

9 6. It is determined that an arbitrator did not disclose a
 10 conflict under Section 133 312 of this act title.

11 B. An application and motion under this section shall be filed 12 within thirty (30) days after the movant receives notice of the 13 award or within thirty (30) days after the movant receives notice of 14 a modified or corrected award, unless the movant alleges that the 15 award was procured by corruption, fraud, or other undue means, in 16 which case the motion shall be made within ninety (90) days after 17 the ground is known or by the exercise of reasonable care would have 18 been known by the movant.

19 C. If the Commission vacates an award it may order a rehearing.
20 If the award is vacated on a ground stated in paragraph 1, 2 or 6 of
21 subsection A of this section, the rehearing shall be before a new
22 arbitrator. If the award is vacated on a ground stated in paragraph
23 3, 4 or 5 of subsection A of this section, the rehearing may be
24 before the arbitrator who made the award or the arbitrator's

Req. No. 338

1 The arbitrator shall render the decision in the successor. 2 rehearing within the same time as that provided in subsection B of 3 Section 140 319 of this act title for an award. 4 D. If the Commission denies a motion to vacate an award, it 5 shall confirm the award unless a motion to modify or correct the 6 award is pending. 7 SECTION 43. AMENDATORY Section 148, Chapter 208, O.S.L. 8 2013 (85A O.S. Supp. 2018, Section 327), is amended to read as 9 follows: 10 Section 327. A. A party may appeal the following actions to 11 the district court as provided in Section 149 328 of this act title: 12 An order denying a motion to compel arbitration; 1. 13 2. An order granting a motion to stay arbitration; 14 3. An order confirming or denying confirmation of an award; 15 An order modifying or correcting an award; 4. 16 5. An order vacating an award without directing a rehearing; or 17 6. A final judgment entered under the Workers' Compensation 18 Arbitration Act. 19 Section 169, Chapter 208, O.S.L. SECTION 44. AMENDATORY 20 2013 (85A O.S. Supp. 2018, Section 400), is amended to read as 21 follows: 22 Section 400. A. The Workers' Compensation Court shall be 23 renamed the Workers' Compensation Court of Existing Claims for the 24 purpose of hearing disputes relating to claims that arise before _ _

Req. No. 338

February 1, 2014. The Court shall consist of the existing judges for the remainder of his or her term. Each judge of the Court shall continue to serve as the appointment to a designated numbered position on the Court. The positions shall be numbered one through ten. The terms of the judges by position number shall expire on the following dates:

- Position 1 shall expire 7-1-14.
 Position 2 shall expire 7-1-14.
 Position 3 shall expire 7-1-14.
 Position 4 shall expire 7-1-20.
- 11 Position 5 shall expire 7-1-20.
- 12 Position 6 shall expire 7-1-16.
- 13 Position 7 shall expire 7-1-16.
- Position 8 shall expire 7-1-20.
- 15 Position 9 shall expire 7-1-20.
- Position 10 shall expire 7-1-14.

Provided, judges who are serving unexpired terms on the Workers' Compensation Court on the effective date of this section shall serve on the Court created by this section until their respective terms expire as provided in this act. Thereafter, each position shall be dissolved. After a judge serves this term, such judge shall be eligible to reapply for an administrative law judge with the Workers' Compensation Commission.

24

When a vacancy on the Court occurs or is certain to occur, the Workers' Compensation Commission shall assign administrative law judges from the Commission to assist in the duties of the Workers' Compensation Court of Existing Claims.

⁵ B. A judge may be removed for cause by the Court on the
⁶ Judiciary prior to the expiration of his or her term.

7 C. Each judge shall receive a salary equal to that paid to a 8 district judge of this state, and shall devote full time to his or 9 her duties and shall not engage in the private practice of law 10 during the term in office.

D. The Court shall operate by the rules adopted by the Workers'
 Compensation Court prior to the effective date of this act.

E. The Court is hereby designated and confirmed as a court of record, with respect to any matter within the limits of its jurisdiction, and within such limits the judges thereof shall possess the powers and prerogatives of the judges of the other courts of record of this state, including the power to punish for contempt those persons who disobey a subpoena, or refuse to be sworn or to answer as a witness, when lawfully ordered to do so.

F. The principal office of the Court shall be situated in the City of Oklahoma City in quarters assigned by the Office of Management and Enterprise Services. The Court may hold hearings in any city of this state.

24

Req. No. 338

G. All county commissioners and presiding district judges of
 this state shall make quarters available for the conducting of
 hearings by a judge of the Court upon request by the Court.

H. Judges of the Workers' Compensation Court of Existing Claims
may punish for direct contempt pursuant to Sections 565, 565.1 and
566 of Title 21 of the Oklahoma Statutes.

7 I. The Court shall be vested with jurisdiction over all claims 8 filed pursuant to the Workers' Compensation Code. All claims so 9 filed shall be heard by the judge sitting without a jury. The Court 10 shall have full power and authority to determine all questions in 11 relation to payment of claims for compensation under the provisions 12 of the Workers' Compensation Code. The Court, upon application of 13 either party, shall order a hearing. Upon a hearing, either party 14 may present evidence and be represented by counsel. The decision of 15 the Court shall be final as to all questions of fact and law+ 16 provided, the decision of the Court may be appealed to the 17 Commission. The decision of the Court shall be issued within sixty 18 (60) days following the submission of the case by the parties. The 19 power and jurisdiction of the Court over each case shall be 20 continuing and it may, from time to time, make such modifications or 21 changes with respect to former findings or orders relating thereto 22 if, in its opinion, it may be justified.

J. Any appeal of an order by the Workers' Compensation Court of Existing Claims shall be heard by the Commission en banc. The

_ _

¹ Commission shall review the decision using an abuse of discretion ² standard of review. Orders by the Commission may be appealed in ³ accordance with Section 78 of this act.

4 K. To protect the integrity of the transition from the Workers' 5 Compensation Court to the administrative system created by this act, 6 and to protect all rights and privileges of parties to claims 7 adjudicated by the Workers' Compensation Court, the Commission shall 8 retain all remedies and responsibilities of the Workers' 9 Compensation Court for as long as cases involving claims for 10 compensation accruing before the effective date of this act but 11 filed thereafter or which were pending before or adjudicated by the 12 Workers' Compensation Court shall remain open.

13 L. K. For an injury occurring before the effective date of this 14 act February 1, 2014, all benefits and procedures to obtain benefits 15 shall be determined by the workers' compensation law of this state 16 in effect on the date of the injury. Administrative law judges of 17 the Commission shall enforce all final orders of the Workers' 18 Compensation Court in a manner to secure for all parties the due 19 process and equal protection guarantees of the Constitution of the 20 State of Oklahoma.

M. L. All accrued rights and penalties incurred pursuant to a final order of the Workers' Compensation Court shall be preserved. Administrative law judges of the Commission shall be authorized to issue orders and conduct legal proceedings to enforce all such

Req. No. 338

¹ accrued rights and penalties incurred. No accrued right, penalty ² incurred, or proceeding begun by virtue of a statute repealed by ³ this act shall be abrogated by the terms of this act.

SECTION 45. REPEALER Sections 15, 25 and 57, Chapter
 208, O.S.L. 2013 (85A O.S. Supp. 2018, Sections 15, 25 and 57), are
 hereby repealed.

7 SECTION 46. REPEALER Sections 107, 108, 109, 110, as 8 amended by Section 4, Chapter 390, O.S.L. 2015, 111, 112, as amended 9 by Section 5, Chapter 390, O.S.L. 2015, 113, 114, 115, 116, 117, 10 118, as amended by Section 6, Chapter 390, O.S.L. 2015, 119 and 120, 11 Chapter 208, O.S.L. 2013 (85A O.S. Supp. 2018, Sections 200, 201, 12 202, 203, 204, 205, 206, 207, 208, 209, 210, 211, 212 and 213), are 13 hereby repealed.

SECTION 47. This act shall become effective July 1, 2019. SECTION 48. It being immediately necessary for the preservation of the public peace, health or safety, an emergency is hereby declared to exist, by reason whereof this act shall take effect and be in full force from and after its passage and approval.

1/17/2019 10:51:31 AM

19

20

- 21
- 22
- 23
- 20
- 24
- ᅬᅬ

57-1-338

TEK