

MINUTES OF THE COMMITTEE ON _	Labor and industry	
The meeting was called to order byRepresentative	e Arthur Douville	at
The meeting was called to order by	Chairperson	at
9:17 a.m./ p.xx . on February 26	, 19 <u>87</u> in room <u>526-S</u>	_ of the Capitol.
All members were present except: Representative R. D. Miller - Excused Representative Theo Cribbs - Excused		

Committee staff present:

Jerry Ann Donaldson, Research Department Jim Wilson, Revisor of Statutes' Office Juel Bennewitz, Secretary to the Committee

Conferees appearing before the committee:

Chairman Douville called the committee's attention to changes with respect to the balloon version of $\underline{\text{H.B. 2186}}$, $\underline{\text{attachment } \#1}$.

Representative Patrick made a motion to strike the words "objective and" from line 0662, page 18 of the corrected version and otherwise accept the corrected version of pages 18 and 20 as is. Representative Hensley seconded the motion. The motion carried. The chairman stated that the corrected version of pages 18 and 20 were now incorporated into H.B. 2186 as a result of the vote taken.

Chairman Douville called attention to line 0655, page 18, where the words "return to" had been replaced with "perform work in". Jim Wilson explained the changes made to the corrected balloon version of pages 18 and 20. The chairman then decided to address the bill with any possible changes, page by page.

On page 7 of the bill, Jim Wilson explained to the committee instances involving some of the community work service programs, such as the W.I.N. program and programs that are operated by SRS. Under the current statute, individuals required to perform certain types of work in community service situations must be provided either workers' compensation coverage or comparable coverage by the secretary. It had been understood that the whole medical provided by SRS was comparable coverage but that has been challenged in several cases and under the state self-insurance program, those cases have become workers' compensation cases pursuant to claimants. Secretary Harder conveyed a desire to have the definition of community service work expanded to include these kinds of community work experience programs. That would, at the end of line 0253, put these programs on the same level as a community work service situation. In a program administered by SRS, should they then file an election to have those people covered, it would be workers' compensation. If the election if not filed, then it is not workers' compensation.

A representative asked if that would increase the liability for SRS in case of an accident. He asked further if this would have the effect of "putting up a flag". Jim Wilson's response was that it would have the effect of excluding coverage unless an affirmative election were made.

Discussion ensued whether or not time would allow for this to be incorporated into the bill at this time but several alternatives were given.

Representative O'Neal proposed additional language to the balloon, page 7, line 0266, after the words "transportation costs" a comma be inserted "charges for medical records, awards and testimony" be added.

The chairman asked what the effect of this change would be. Representative O'Neal stated that it would make clear that the director has the power to determine reasonableness of the costs of treatment, attaining records and testimony. He further stated that there is a record of abuse by claimants' and respondents' counsel.

Being asked to do so, Representative O'Neal made a motion that this change of language be incorporated into the bill. Representative Bideau seconded the motion which passed on a voice vote.

CONTINUATION SHEET

MINUTE:	S OF TH	[E <u>House</u>	CO	MMITTEE ON	J <u>Labor and</u>	d Industry		
E 2	6 5 0.	. 1	0.17	4	February	26	100.	7
room -32	<u>0-5</u> , Sta	itehouse, at 📖	9:17	a.m. AXXX on _	rebluary	20		<u>/</u> .

Representative O'Neal made a motion to, on line 0304, strike the words, "obtaining the opinion" and on line 0305 strike the words "of such physician or for" and reinsert the previously stricken words "or treatment". (The language would then read: "the employee's choice for the purpose of examination, diagnosis or treatment".) Representative Hensley seconded and the motion passed.

On page 17, in the balloon, (23), line 3, Representative O'Neal made a motion to insert the word "upper" following the word "opposite". (That line would then read: "occuring in opposite upper extremities, whether".)

The motion was seconded by Representative Patrick and passed on a voice vote.

Regarding the review and modification section of the bill, beginning on page 28, line 115, Representative O'Neal suggested that the words incapacity or disability could be further explained by using the words physical impairment or work disability. Discussion followed and Representative Patrick suggested that, for consistency in the language, the words functional impairment and work disability (used in the corrected amendment on page 18) be used. Representative O'Neal made a motion to use the language suggested by Representative Patrick, who also seconded the motion which then passed.

Jim Wilson pointed out that Section 11 should be stricken from the bill starting on page 27. He stated that once all the new language at the top of page 28 was stricken from the bill, that was the policy change in that section. Representative Hensley made a motion to strike section 11. Representative Bideau seconded the motion which then passed.

Representative Whiteman asked for clarification of the word "amount" on page 31, #5. After discussion, she made a motion that the words "of compensation" be inserted following "amount". The motion was seconded by Representative Green and passed by the committee.

Representative O'Neal discussed the portion of the bill, on page 31 in the balloon, referring to the section on attorney fees stating that, "The director shall review all claims of attorneys for services rendered", etc. He proposed that instead of all claims, contested or otherwise, that concentration be on review of attorney fees when there is a settlement, lump sum or other, rather than those that have been litigated where compensation is being paid. Representative Bideau pointed out that lump sum settlements can occur after a contested hearing but the only ones excluded from review are awards paid weekly over 415 weeks. Representative O'Neal put his concern in the form of a conceptual motion which was seconded by Representative Whiteman and passed by the committee.

Representative O'Neal made a motion to strike the new language in lines 0314, 0315 and 0316, page 34, stating, "Knowledge of a physician who examined or treated the employee on behalf of the employer shall be attributed to the employer." Chairman Douville asked the basis for this. The response was that there should be some knowledge on the part of the employer. An employee may be sent by the employer to a physician for a physical not knowing that there is a handicap. If the doctor has anything in his records to show a pre-existing problem, then the workers compensation fund is invoked. Representative Bideau seconded the motion which was passed with two "no" votes.

Representative Buehler made a motion to adopt all of the balloon version of HB 2186 into the body of the bill. Representative Mead seconded the motion which passed with one "no" vote.

Jim Wilson distributed copies of a proposed amendment to \underline{HB} 2186 which addressed vocational rehabilitation, attachment #2.

The meeting was adjourned at 10:06 a.m.

The next meeting will be February 27, 1987, at 9:00 a.m.

HOUSE COMMITTEE ON LABOR AND INDUSTRY

	GUEST LIST	DATEFebruary 26, 1987
<u>N</u> ame	City	Representing
- Bud Laugeten	Topoka	DHR / which comp
L. Mariani	Fageha	Expt of Adm.
Diana Cole	Topeka	Northern Yat Das
D. WAYNE ZIMMERMAN	TOPEKA	KANSAS CONTRACTORS ASSOC,
MARK Beshears	Topeka	KCC I
Chan Water	TopeKa	Republic / SRS
Richard & Mora	Terren	Relof Suc/SRS
KON GACHES	WICHITA	BMAC
Byd Cowan	Topeka	188, inc
Rob Holges	и	KCCI
Jow Josserano	11	Wich its Chamber
Hosh a marney	à ,,	MCAK
Mary Ellen Conflex	Wichita	57 Francis Keed Center
Dar Johnson	7-71	Ko Im Just
More lang	Topela	Ks. In Dept.
Lori (allahan)	Jopeta	am, Lins, assoc
Tom Hammond	Wichita	Machinist
John Ostrowski	Topeless	AFL-C10-

Session of 1987

HOUSE BILL No. 2186

By Committee on Labor and Industry

2-4

0017 AN ACT relating to workers compensation; concerning legislative intent; medical compensation; compensation for death 0018 and temporary and permanent disabilities; definitions; limi-/19 tations on compensation and attorney fees; failure to pay 0020 compensation due; medical evidence; review of awards; cita-0021 tion of act; amending K.S.A. 44-501, 44-508, 44-510, 44-510b, 0022 44-510c, 44-510d, 44-510e, 44-510f, 44-511, 44-512a, 44-519, 0023 44-528, 44-534a, 44-536, 44-567 and 44-574 and repealing the 0024 0025 existing sections.

-44-556,

0026 Be it enacted by the Legislature of the State of Kansas:

Section 1. K.S.A. 44-501 is hereby amended to read as fol0028 lows: 44-501. (a) If in any employment to which the workmen's
0029 workers compensation act applies, personal injury by accident
0030 arising out of and in the course of employment is caused to an
0031 employee, the employer shall be liable to pay compensation to
0032 the employee in accordance with the provisions of the work0034 men's workers compensation act. In proceedings under the
0034 workmen's workers compensation act, the burden of proof shall
0035 be on the claimant to establish the claimant's right to an award of
0036 compensation by proving the various conditions on which the
0037 claimant's right depends. X
0038 (b) Except as provided in the workmen's workers compensa-

(b) Except as provided in the workers workers compensa-0039 tion act, no employer, or other employee of such employer, shall 0040 be liable for any injury for which compensation is recoverable 0041 under the workers workers compensation act nor shall an 0042 employer be liable to any third party for any injury or death of an 0043 employee which was caused under circumstances creating a 0044 legal liability against a third party and for which workers's 0045 workers compensation is payable by such employer.

(c) Except for liability for medical compensation, as provided

and to prove

In determining whether the claimant has satisfied this burden of proof, the trier of fact shall consider the whole record.

Draft of Amendments
For Consideration by Committee on Labor and Industry

(corrected pg 18 and 20)

2-25-87

Attachment #1
House Labor & Industry
2/26/87

on for in K.S.A. 44-510 and amendments thereto, the employer shall not be liable under the workmen's workers compensation act in respect of any injury which does not disable the employee for a period of at least one week from earning full wages at the work at which the employee is employed.

- (d) If it is proved that the injury to the employee results from 0053 the employee's deliberate intention to cause such injury, or from 0054 the employee's willful failure to use a guard or protection against 0055 accident required pursuant to any statute and provided for the 0056 employee, or a reasonable and proper guard and protection 7 voluntarily furnished the employee by the employer, or subous8 stantially from the employee's intoxication, any compensation in ooso respect to that injury shall be disallowed. The employer shall not 0060 be liable under the workmen's workers compensation act where 0061 the injury or death was substantially caused by the employee's 0062 use of any drugs, chemicals or any other compounds or sub-0063 stances, including but not limited to, any form or type of narcotic 0064 drugs, marijuana, stimulants, depressants or hallucinogens, ex-0065 cept such drugs or medications which are available to the public 0066 without a prescription from a physician and which are used for 0067 the treatment of an illness, or which were obtained and used by 0068 the employee pursuant to and in accordance with such a pre-0069 scription.
- (e) Compensation shall not be paid in case of coronary or coronary artery disease or cerebrovascular injury unless it is shown that the exertion of the work necessary to precipitate the disability was more than the employee's usual work in the course of the employee's regular employment.
- (f) Except as provided in the workers workers compensa-0076 tion act, no construction design professional who is retained to 0077 perform professional services on a construction project or any 0078 employee of a construction design professional who is assisting 0079 or representing the construction design professional in the per-0080 formance of professional services on the site of the construction 0081 project, shall be liable for any injury resulting from the em-0082 ployer's failure to comply with safety standards on the construc-0083 tion project for which compensation is recoverable under the

disability

workmen's workers compensation act, unless responsibility for safety practices is specifically assumed by contract. The immunumber of the interest of the immunumber of the immunumb

[(g) It is the specific intent of the legislature that workers 0090 compensation cases shall be decided on their merits and that the 0091 common-law rule of liberal construction based on the supposed 0092 remedial basis of workers compensation legislation shall not 0093 apply in such cases. The workers compensation act is based on a utual renunciation of common-law rights and defenses by 0095 employer and employees alike. Employee rights to sue for dam-0096 ages over and above medical benefits and wage loss benefits are 0097 limited by the workers compensation act and employer rights to 0098 raise common-law defenses such as lack of negligence, contrib-0000 utory negligence on the part of the employee, and other de-0100 fenses, are also limited by the workers compensation act. Accordingly, the legislature hereby declares that the workers 0102 compensation act is not remedial in any sense and is not to be 0103 given a broad liberal construction in favor of the claimant or 0101 employee on the one hand, nor are the rights and interests of the 0105 employer to be favored over those of the employee on the other 0106 Hand.

Sec. 2. K.S.A. 44-508 is hereby amended to read as follows: 4-508. As used in the workmen's workers compensation act:

(a) "Employer" includes (1) any person or body of persons, corporate or unincorporate, and the legal representative of a deceased employer or the receiver or trustee of a person, corporation, association or partnership; (2) the state, or any department, agency or authority of the state, any city, county, school district, or other political subdivision or municipality or public corporation and any instrumentality thereof; and (3) for the purposes of community service work, the entity for which the one community service work is being performed and the governmental agency which assigned the community service work, if any, if either such entity or such governmental agency has filed a written statement of election with the director to accept the

(g) It is the intent of the legislature that the workers compensation act shall be liberally construed for the purpose of bringing employers and employees within the provisions of the act to provide the protections of the workers compensation act to both. The provisions of the workers compensation act shall be applied impartially to both employers and employees in cases arising thereunder.

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provisions under the worker's workers compensation act for persons performing community service work and in such case such entity and such governmental agency shall be deemed to be the joint employer of the person performing the community service work and both shall have the rights, liabilities and immunities provided under the worker's workers compensation act for an employer with regard to the community service work, except that the liability for providing benefits shall be imposed only on the party which filed such election with the director, or on both if both parties have filed such election with the director; for purposes of community service work, "governmental agency" shall not include any court or any officer or employee thereof and any case where there is deemed to be a multiple employer" shall not be construed to be a case of dual or multiple employment.

(b) "Workman" or "employee" or "worker" means any per-0137 son who has entered into the employment of or works under any 0138 contract of service or apprenticeship with an employer. Such 0139 terms shall include but not be limited to: Executive officers of 0140 corporations; professional athletes; persons serving on a volunteer basis as duly authorized law enforcement officers, ambu-0142 lance attendants, mobile intensive care technicians, firemen or firefighters, but only to the extent and during such periods as they are so serving in such capacities; persons employed by educational, religious and charitable organizations, but only to 0146 the extent and during the periods that they are paid wages by 0147 such organizations; persons in the service of the state, or any department, agency or authority of the state, any city, school district, or other political subdivision or municipality or public corporation and any instrumentality thereof, under any contract of service, express or implied, and every official or officer thereof, whether elected or appointed, while performing official 0153 duties; volunteers in any employment, if the employer has filed an election to extend coverage to such volunteers; minors, whether such minors are legally or illegally employed; and persons performing community service work, but only to the 0157 extent and during such periods as they are performing commu-

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oity service work and if an election has been filed an election to extend coverage to such persons. Any reference to an employee who has been injured shall, where the employee is dead, include a reference to the employee's dependents, to the employee's legal representatives, or, if the employee is a minor or an incapacitated person, to the employee's guardian or conservator. Unless there is a valid election in effect which has been filed as provided in K.S.A. 44-542a and amendments thereto, such terms shall not include individual employers, limited or general partners or self-employed persons.

- 016 (c) (1) "Dependents" means such members of the em-0169 ployee's family as were wholly or in part dependent upon the 0170 employee at the time of the accident.
- (2) "Members of a family" means only surviving legal spouse and children; or if no surviving legal spouse or children, then parents or grandparents; or if no parents or grandparents, then grandchildren; or if no grandchildren, then brothers and sisters. In the meaning of this section, parents include stepparents, children include stepchildren, grandchildren include stepgrandchildren, brothers and sisters include stepbrothers and stepsisters, and children and parents include that relation by legal adoption. In the meaning of this section, a surviving spouse shall not be regarded as a dependent of a deceased employee or a member of the family, if the surviving spouse shall have for one than six months willfully or voluntarily deserted or abandoned the employee prior to the date of the employee's death.
 - (3) "Wholly dependent child or children" means:
- O185 (A) A natural or adopted child of the employee except such a O186 child whose relationship to the employee has been severed by O187 adoption;
- 0188 (B) a stepchild of the employee who lives in the employee's 0189 household; or
- 0190 (C) any other child who is actually dependent in whole or in 0191 part on the employee and who is related to the employee by 0192 marriage or consanguinity; or
- 0193 (D) any child as defined in subsections (3)(A), (3)(B) or (3)(C) 0194 who is less than 23 years of age and who is not physically or

mentally capable of earning wages in any type of substantial and one gainful employment or who is enrolled as a full-time student in an accredited institution of higher education or vocational education.

(d) "Accident" means an undesigned, sudden and unex0200 pected event or events, usually of an afflictive or unfortunate
0201 nature and often, but not necessarily, accompanied by a man0202 ifestation of force. For purposes of the workers compensation
0203 act, the date of accident for personal injury due to a repetitive
0204 use syndrome shall be the date of onset of the symptoms of the

7020 Jump The elements of an accident, as stated herein, are not to 0206 be construed in a strict and literal sense, but in a manner 0207 designed to effectuate the purpose of the workmen's compensation act that the employer bear the expense of accidental injury 0209 to a worker caused by the employment.

- (e) "Personal injury" and "injury" mean any lesion or change 0211 in the physical structure of the body, causing damage or harm 0212 thereto, so that it gives way under the stress of the worker's usual 0213 labor. It is not essential that such lesion or change be of such 0214 character as to present external or visible signs of its existence.
- (f) The words "arising out of and in the course of employment" as used in the workmen's compensation act shall not be on the employee is on the way to assume the duties of employment rafter leaving such duties, the proximate cause of which injury is not the employer's negligence. An employee shall not be construed as being on the way to assume the duties of employment or having left such duties at a time when the worker is on the premises of the employer or on the only available route to or from work which is a route involving a special risk or hazard and which is a route not used by the public except in dealings with the employer.
- 0227 (g) "Burden of proof' means the burden of a party to per-0228 suade the trier of facts by a preponderance of the credible 0229 evidence that such party's position on an issue is more probably 0230 true than not true.
 - (h) "Director" means the director of workers' compensation

attending

workers

workers

on the basis of the whole record

0232 as provided for in K.S.A. 75-5708 and amendments thereto.

- 0233 (i) The words "physician," "surgeon" or "doctor" shall mean 0234 and include any person licensed, by the proper licensing au0235 thority of this state, another state or the District of Columbia, to 0236 practice medicine and surgery, osteopathy, chiropractic, den0237 tistry, optometry or podiatry.
 - (j) "Secretary" means the secretary of human resources.
- (k) "Construction design professional" means any person who is an architect, professional engineer, landscape architect or land surveyor who has been issued a license by the state board of chnical professions to practice such technical profession in Kansas or any corporation organized to render professional services through the practice of one or more of such technical professions in Kansas under the professional corporation law of Kansas or any corporation issued a certificate of authorization under K.S.A. 74-7036 and amendments thereto to practice one or more of such technical professions in Kansas.
- 0249 (l) "Community service work" means public or community 0250 service performed as a result of a contract of diversion or of 0251 assignment to a community corrections program or suspension of 0252 sentence or as a condition of probation or in lieu of a fine 0253 imposed by court order.
- Sec. 3. K.S.A. 44-510 is hereby amended to read as follows:
 44-510. Except as otherwise provided in this aet therein, medical
 compensation under the workmen's workers compensation act
 shall be as follows: (a) It shall be the duty of the employer to
 provide the services of a physician, and such medical, surgical
 and hospital treatment, including nursing, medicines, medical
 and surgical supplies, ambulance, crutches, and apparatus, and
 transportation to and from the home of the injured employee to a
 place outside the community in which such employee resides,
 and within such community if the director in the director's
 discretion so orders, as may be reasonably necessary to cure and
 relieve the employee from the effects of the injury. All fees,
 transportation costs and charges under this section shall be
 subject to regulations by the director and shall be limited to such
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In every case, all approval and necessary

269 hear and determine all disputes as to such charges and interest 270 due thereon.

(b) Any physician, nurse, medical supply establishment, surgical supply establishment, ambulance service or hospital who accept the terms of the workmen's workers compensation act by providing services or material thereunder shall be bound by the fees approved by the director and no injured employee or dependent of a deceased employee shall be liable for any charges above the amounts approved by the director. If the employer has knowledge of the injury and refuses or neglects to reasonably

vide the benefits herein required, the employee may provide the same for such employee, and the employer shall be liable for such expenses subject to the regulations adopted by the director. No judgment may be entered by any district court in any action for the payment of an amount for medical services or materials provided under the workers compensation act and such action shall be stayed until final adjudication of any claim for compensation for which an application for hearing is filed with the director under K.S.A. 44-534 and amendments thereto. In the case of an action stayed hereunder, any award of compensation shall require any amounts payable for medical services or materials to be paid directly to the provider thereof plus an amount of interest at the rate provided by statute for judgments.

'c) If the services of the physician furnished as above provided in subsection (a) are not satisfactory to the injured employee, the director may authorize the appointment of some
other physician subject to the limitations set forth in this section
and the regulations adopted by the director. If the services of a
physician furnished as above provided are not satisfactory to the
injured employee, such employee may consult, without the
approval of the director, another physician of the employee's
own choice, and the employer shall pay the fees and charges
therefor. If such fees and charges are for examination, diagnosis,
or treatment, such fees and charges shall not exceed Without
application or approval, an employee may consult a physician of
the employee's choice for the purpose of obtaining the opinion
of such physician or for examination, diagnosis of such physician or for examination, diagnosis

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1306 but the employer shall only be liable for the fees and charges of 1307 such physician up to a total amount of \$350.

- 1308 (d) An injured employee whose injury or disability has been 0309 established under the workmen's workers compensation act may 0310 rely, if done in good faith, solely or partially on treatment by 0311 prayer or spiritual means in accordance with the tenets of prac-0312 tice of a church or religious denomination without suffering a 0313 loss of benefits subject to the following conditions:
- (1) The employer or the employer's insurance carrier agrees 0315 thereto in writing either before or after the injury;
- (2) the employee submits to all physical examinations re-0317 quired by the workmen's workers compensation act;
- (3) the cost of such treatment shall be paid by the employee 0319 unless the employer or insurance carrier agrees to make such 0320 payment;
- (4) the injured employee shall be entitled only to benefits 0322 that would reasonably have been expected had such employee 0323 undergone medical or surgical treatment; and
- (5) the employer or insurance carrier that made an agreement 0325 under paragraph (1) or (3) of this subsection may withdraw from 0326 the agreement on 10 days' written notice.
- Sec. 4. K.S.A. 44-510b is hereby amended to read as follows: 0328 44-510b. Where death results from injury, compensation shall be 0329 raid as provided in K.S.A. 44-510 and amendments thereto, and follows:
- (a) If an employee leaves any dependents wholly dependent 0332 upon the employee's earnings at the time of the accident, all 0333 compensation benefits under this section shall be paid to such 0334 dependent persons. Such dependents shall be paid weekly 0335 compensation, except as otherwise provided in this section, in a 0336 total sum to all such dependents, equal to 662/3% of the average 0337 gross weekly wage of the employee at the time of the accident, 0338 computed as provided in K.S.A. 44-511 and amendments thereto, 0339 but in no event shall such weekly benefits exceed, nor be less 0340 than, the maximum and minimum weekly benefits provided in 0341 K.S.A. 44-510c and amendments thereto, subject to the follow-0342 ing:

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- (1) If the employee leaves a surviving legal spouse or a most wholly dependent child or children, or both, who are eligible for benefits under this section, then all death benefits shall be paid to such surviving spouse or children, or both, and no benefits shall be paid to any other wholly or partially dependent persons.
- 0348 (2) A surviving legal spouse shall be paid compensation 0349 benefits for life or until remarriage, except as otherwise provided 0350 in this section.
- (3) Any wholly dependent child of the employee shall be paid compensation, except as otherwise provided in this section, ptil such dependent child becomes 18 years of age, except that any such dependent child who is not physically or mentally capable of earning wages in any type of substantial and gainful employment, or who is enrolled as a full-time student in an accredited institution of higher education or vocational education shall be paid compensation until such dependent child objectives 23 years of age.
- (4) If the employee leaves no legal spouse or dependent children eligible for benefits under this section but leaves other dependents wholly dependent upon the employee's earnings, such other dependents shall receive weekly compensation benefits as provided in this subsection until death, remarriage or so long as such other dependents do not receive more than 50% of their support from any other earnings or income or from any other source, except that the maximum benefits payable to all such other dependents, regardless of the number of such other odependents, shall not exceed a maximum amount of \$18,500.
- 0370 (b) Upon the remarriage of a surviving legal spouse receiving 0371 compensation under this section, the benefits being paid to such 0372 spouse shall terminate, except that upon such remarriage 100 0373 weeks of benefits at the highest rate paid to such spouse under 0374 this section shall be paid to such spouse in one lump sum.
- (c) Where the employee leaves a surviving legal spouse and dependent children who were wholly dependent upon the employee's earnings and are eligible for benefits under this section 1/2 of the maximum weekly benefits payable shall be apportioned to such spouse and 1/2 to such dependent children.

, except that such lump-sum payment shall be subject to the maximum amount of compensation payable under this section as prescribed by subsection (h)

- (d) If an employee does not leave any dependents who were wholly dependent upon the employee's earnings at the time of the accident but leaves dependents, other than a spouse or children, in part dependent on the employee's earnings, such percentage of a sum equal to three times the employee's average yearly earnings but not exceeding \$18,500 but not less than \$2,500, as such employee's average annual contributions which the employee made to the support of such dependents during the two years preceding the date of the accident, bears to the employee's average yearly earnings during the contemporaneous of the contemporaneous dents, in weekly payments as provided in subsection (a), not to exceed \$18,500 to all such dependents.
- o393 (e) The director, except as otherwise provided in this section, o394 shall have the power and authority to apportion and reapportion o395 the compensation allowed under this section, either to wholly o396 dependent persons or partially dependent persons, in accordance with the degree of dependency as of the date of the o398 accident, except that the weekly payment of compensation to any o399 and all dependents shall not exceed the maximum weekly benotice of the provided in subsection (a).
- 0401 (f) In all cases of death compensable under this section, the 0402 employer shall pay the reasonable expense of burial not exceed-040 log \$3,200.
- 10404 (g) The marriage or death of any dependent shall terminate 10405 all compensation, under this section, to such dependent, but 10406 shall not increase or decrease the compensation allowed to any 10407 other dependents except that, upon the marriage or death of the 10408 surviving legal spouse or a dependent child, the compensation 10409 payable to such spouse or child shall be reapportioned to those, 10410 among the surviving legal spouse and dependent children, who 10411 remain eligible to receive compensation under this section.
- (h) Notwithstanding any other provision in this section to the other contrary, the maximum amount of compensation benefits payable under this section to any and all dependents by the employer shall not exceed a total amount of \$100,000 \$200,000 and other such total amount has been paid the liability of the employer.

ployer for any further compensation under this section to dependents, other than minor children of the employee, shall cease except that the payment of compensation under this section to any minor child of the employee shall continue for the period of the child's minority at the weekly rate in effect when the employer's liability is otherwise terminated under this subsection and shall not be subject to termination under this subsection until such child becomes 18 years of age.

- (i) If the employee does not leave any dependents who are defectivens of or residing at the time of the accident in the United tes, the amount of compensation shall not exceed in any case the sum of \$750.
- one (j) A surviving spouse shall submit an annual statement to the employer and to the director, in such form and containing such information relating to eligibility for compensation under this section as may be required by rules and regulations of the director. If such spouse fails to submit such an annual statement, the employer may notify the director of such failure and the director shall notify such spouse of such failure by certified mail with return receipt. If such spouse fails to submit the annual statement or fails to reasonably provide the required information within 30 days after receipt of the notice from the director, all compensation benefits paid under this section to such spouse of the suspended until such statement is submitted in proper that to the employer and the director.
- Sec. 5. K.S.A. 44-510c is hereby amended to read as follows: 0443 44-510c. Where death does not result from the injury, compensation shall be paid as provided in K.S.A. 44-510 and amend-0445 ments thereto and as follows:
- (a) (1) Where permanent total disability results from the injury, weekly payments shall be made during the period of permanent total disability in a sum equal to sixty-six and two-thirds percent (66%%) 662/3% of the average gross weekly wage of the injured employee, computed as provided in K.S.A. 44-511, and amendments thereto, but in no case less than twenty-five dollars (\$25) \$25 per week nor, prior to July 1, 1980, more than the dollar amount nearest seventy-two percent (72%) of the state's average

weekly wage nor, on and after July 1, 1980, more than the dollar amount nearest seventy-five percent (75%) to 75% of the state's average weekly wage, determined as provided in K.S.A. 44-511 and amendments thereto, per week. The payment of compensation for permanent total disability shall continue for the duration of such disability, subject to review and modification as provided in K.S.A. 44-528 and amendments thereto.

- out (2) Permanent total disability exists when the employee, on account of the injury, has been rendered completely and permanently incapable of engaging in any type of substantial and inful employment. Loss of both eyes, both hands, both arms, both feet, or both legs, or any combination thereof, shall, in the absence of proof to the contrary, constitute a permanent total disability. Substantially total paralysis, or incurable imbecility or insanity, resulting from injury independent of all other causes, shall constitute permanent total disability. In all other cases permanent total disability shall be determined in accordance with the facts.
- 0472 (b) (1) Where temporary total disability results from the in-0473 jury, no compensation shall be paid during the first week of 0474 disability, except that provided in K.S.A. 44-510 and amend-0475 ments thereto, unless the temporary total disability exists for 0476 three (3) consecutive weeks, in which case compensation shall 0477 be paid for the first week of such disability. Thereafter weekly ments shall be made during such temporary total disability, 0479 in a sum equal to sixty-six and two thirds percent (66%%) 66%% 0480 of the average gross weekly wage of the injured employee. 0481 computed as provided in K.S.A. 44-511 and amendments thereto, 0182 but in no case less than twenty five dollars (\$25) \$25 per week 9483 nor, prior to July 1, 1980, more than the dollar amount nearest H84 seventy-two percent (72%) of the state's average weeldy wage or. 1485 on and after July 1, 1980, more than the dollar amount nearest 1486 seventy five percent (75%) to 125% of the state's average weekly 1487 wage, determined as provided in K.S.A. 44-511 and amendments 1488 thereto, per week. The payment of compensation for temporary 0489 total disability shall continue for the duration of any such disability, subject to review and modification as provided in K.S.A.

0491 44-528 and amendments thereto.

- 0492 (2) Temporary total disability exists when the employee, on 0493 account of the injury, has been rendered completely and tempo-0494 rarily incapable of engaging in any type of substantial and 0495 gainful employment.
- 0496 (3) Where no award has been entered by the director, a 0497 return by the employee to any type of substantial and gainful 0498 employment; or a release by a treating physician or examining 0499 physician, who is not regularly employed or retained by the 0500 employer, to return to any such employment, shall suspend the payment of temporary total disability 0502 compensation, but shall not affect any right the employee may 0503 have to compensation for partial disability in accordance with 0504 K.S.A. 44-510d and 44-510c; and amendments thereto.
- 0505 (c) When any permanent total disability or temporary total 0506 disability is followed by partial disability, compensation shall be 0507 paid as provided in K.S.Λ. 44-510d and 44-510e, and amend-0508 ments thereto.
- Sec. 6. K.S.A. 44-510d is hereby amended to read as follows: 0510 44-510d. (a) Where disability, partial in character but permanent 0511 in quality, results from the injury, the injured employee shall be 0512 entitled to the compensation provided in K.S.A. 44-510 and 0513 amendments thereto, but shall not be entitled to any other or 0517 further compensation for or during the first week following the injury unless such disability exists for three (3) consecutive 0516 weeks, in which event compensation shall be paid for the first 0517 week. Thereafter compensation shall be paid for temporary total 0518 loss of use and as provided in the following schedule, sixty-six 0519 and two-thirds percent (66%) 662/3% of the average gross 0520 weekl' wages to be computed as provided in K.S.A. 44-511 and 0521 amendments thereto, and except that in no case shall the weekly 0522 compensation in no ease to be more than the maximum as 0523 provided for in K.S.A. 44-510c and amendments thereto. If there 0524 is an award of permanent disability as a result of the injury there 0525 shall be a presumption that disability existed immediately after 0526 the injury and compensation is to be paid for not to exceed the 0527 number of weeks allowed in the following schedule:

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- 0528 (1) For loss of a thumb, sixty (60) 60 weeks.
- 0529 (2) For the loss of a first finger, commonly called the index 0530 finger, thirty-seven (37) 37 weeks.
 - (3) For the loss of a second finger, thirty (30) 30 weeks.
- 0532 (4) For the loss of a third finger, twenty (20) 20 weeks.
- 0533 (5) For the loss of a fourth finger, commonly called the little 0534 finger, fifteen (15) 15 weeks.
- (6) Loss of the first phalange of the thumb or of any finger 0536 shall be considered to be equal to the loss of one-half (1/2) 1/2 of 0537 such thumb or finger, and the compensation shall be one-half 1/2) 1/2 of the amount specified above. The loss of the first 0539 phalange and any part of the second phalange of any finger, 0540 which includes the loss of any part of the bone of such second 0541 phalange, shall be considered to be equal to the loss of two-0542 thirds (243) 2/3 of such finger and the compensation shall be 0543 two-t,irds (%) 2/3 of the amount specified above. The loss of 0544 the first phalange and any part of the second phalange of a thumb 0545 which includes the loss of any part of the bone of such second objective options of the objective of the phalange, shall be considered to be equal to the loss of the entire 0547 thumb. The loss of the first and second phalanges and any part of 0548 the third proximal phalange of any finger, shall be considered as 0549 the loss of the entire finger. Amputation through the joint shall 0550 be considered a loss to the next higher schedule.
 - (7) For the loss of a great toe, thirty (30) 30 weeks.
- 05. (8) For the loss of any toe other than the great toe, ten (10) 10 0553 weeks.
- (9) The loss of the first phalange of any toe shall be considered to be equal to the loss of one-half (1/2) 1/2 of such toe and whe compensation shall be one-half (1/2) 1/2 of the amount above specified.
- 0558 (10) The loss of more than one phalange of a toe shall be 0559 considered to be equal to the loss of the entire toe.
- 0560 (11) For the loss of a hand, one hundred fifty (150) 150 weeks.
 - (12) For the loss of a forearm, two hundred (200) 200 weeks.
- 0562 (13) For the loss of an arm, two hundred ten (210) 210 weeks.
- 0563 (14) For the loss of a foot, one hundred twenty-five (125) 125 0564 weeks.

- 0565 (15) For the loss of a lower leg, one hundred ninety (190) 190 0566 weeks.
 - 7 (16) For the loss of a leg, two hundred (200) 200 weeks.
- 0568 (17) For the loss of an eye, or the complete loss of the sight 0569 thereof, one hundred twenty (120) 120 weeks.
- (18) Amputation or severance below the wrist shall be conosofic sidered as the loss of a hand. Amputation at the wrist and below the elbow shall be considered as the loss of the forearm. Amputation at or above the elbow shall be considered loss of the arm. Amputation below the ankle shall be considered loss of the foot. Typutation at the ankle and below the knee shall be considered unloss of the lower leg. Amputation at or above the knee shall be considered as loss of the leg.
- 0578 (19) For the complete loss of hearing of both ears, one hun- 0579 dred ten (110) 110 weeks.
- 0580 (20) For the complete loss of hearing of one ear, thirty (30) 30 0581 weeks.
- (21) Permanent loss of the use of a finger, thumb, hand, arm, 0583 forearm, toe, foot, leg or lower leg or the permanent loss of the 0584 sight of an eye or the hearing of an ear, shall be equivalent to the 0585 loss thereof. For the permanent partial loss of the use of a finger, 0586 thumb, hand, arm, toe, foot or leg, or the sight of an eye or the 0587 hearing of an ear, compensation shall be paid as provided for in 0588 K.S.A. 44-510c and amendments thereto, per week during that 0589 portion of the number of weeks in the foregoing schedule 0590 provided for the loss of such finger, thumb, hand, arm, toe, foot or 0591 leg, or the sight of an eye or the hearing of an ear, which partial 0592 loss thereof bears to the total loss of a finger, thumb, hand, arm, 9593 toe, foot or leg, or the sight of an eye or the hearing of an ear; but 9594 in no event shall the compensation payable hereunder for such partial loss exceed the compensation payable under the schedule 9596 for the total loss of such finger, thumb, hand, arm, toe, foot or leg, 9597 or the sight of an eye or the hearing of an ear, exclusive of the 9598 healing period.
- 1599 (22) For traumatic hernia, compensation shall be limited to 1600 the compensation under K.S.A. 44-510 and amendments thereto, 1601 compensation for temporary total disability during such period of

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time as such employee is actually unable to work on account of such hernia, and, in the event such hernia is inoperable, weekly compensation during twelve (12) 12 weeks, except that, in the event that such hernia is operable, the unreasonable refusal of the employee to submit to an operation for surgical repair of such hernia shall deprive such employee of any benefits under the workens's workers compensation act.

0609 [23] Repetitive use conditions occurring in opposite extre-0610 mities, whether occurring simultaneously or otherwise, shall be 06. compensated by allowing the compensation due for each such 06. extremity under this section and additional compensation not to 0613 exceed 20% of the total period allowed for both extremities.

(b) Whenever the employee is entitled to compensation for a specific injury under the foregoing schedule, the same shall be exclusive of all other compensation except the benefits provided in K.S.A. 44-510 and amendments thereto, and no additional compensation shall be allowable or payable for either temporary or permanent disability, except that the director may, in proper cases, allow additional compensation during the actual healing period, such period not to be more than ten percent (10%) 10% of the total period allowed for the scheduled injury in question nor in any event for longer than fifteen (15) 15 weeks. The return of the employee to his or her the employee's usual occupation shall terminate the healing period.

Sec. 7. K.S.A. 44-510e is hereby amended to read as follows: 44-510e. (a) Should If the employer and the employee be are unable to agree upon the amount of compensation to be paid in the case of injury not covered by the schedule in K.S.A. 510d; as mended 44-510d and amendments thereto, the amount of compensation shall be settled according to the provisions of the workenen's workers compensation act as in other cases of disagreement: Provided, except that in case of temporary or permanent partial general disability not covered by such schedule, the workenen employee shall receive weekly compensation as determined in this subsection (a) during such period of temporary or permanent partial general disability not exceeding a maximum of four hundred fifteen (415) 415 weeks. Weekly compensation for

(23) Whenever the employee is entitled to compensation for repetitive use conditions occuring in opposite extremities, whether occuring simultaneously or otherwise, the compensation shall be computed as separate scheduled injuries to each such extremity and the percentage of loss of use thereof shall be increased by 20% of the determined loss of use to each such extremity.

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0639 temporary partial general disability shall be sixty-six and two-0640 thirds percent (66%)%) 662/3% of the difference between the 0641 averige gross weekly wage that the workman employee was 0642 carning prior to such injury as provided in the workmen's 0613 workers compensation act and the amount he the employee is 0644 actually earning after such injury in any type of employment, 0645 except that in no case shall such weekly compensation in no ease 0646 to exceed the maximum as provided for in K.S.A. 44-510c; as 0647 amended and amendments thereto. Permanent partial general 0648 disability exists when the workman employee is disabled in a hanner which is partial in character and permanent in quality 0650 and which is not covered by the schedule in K.S.A. 44-510d; as 0651 amended and amendments thereto. The extent of permanent 0652 partial general disability shall be the extent, expressed as a 0653 percentage, to which the ability of the workman to engage in 0654 work of the same type and character that he was performing at 0655 the time of his injury; has been reduced employee to freturn to 0656 the open labor market has been reduced, taking into considera-0657 tion the employee's education, training, experience, age and 0658 capacity for rehabilitation, except that in any event the extent of 0659 permanent partial general disability shall not be less than 0660 percentage of functional disability which shall be the percent-0661 age of permanent partial impairment of function as determined by objective and competent medical evidence. There shall be a 0665 Gonolusive presumption that the employee has no work disabil-0664 ity if the employee returns to any work for wages equal to or 0665 more than the average gross weekly wage that the employee was 0666 carning prior to the injury. The amount of weekly compensation 0667 for permanent partial general disability shall be determined: (1) 0668 By multiplying the average gross weekly wage of the workman worker prior to such injury by the percentage of permanent 0670 partial general disability as determined under this subsection 0674 (n); and (2) by then multiplying the result so obtained by sixty-six 0679 and two-thirds percent (662/3%) 662/3%. The amount of weekly. compansation for permanent partial general disability so deter-0674 mined shall in no case exceed the maximum as provided for in 0675 K.S.A. 44-510e, as amended 50% of the state's average weekly

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impairment. Functional impairment means the extent, expressed as a percentage, of the loss of a portion of the total physiological capabilities of the human body as established

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thereto. If there is an award of permanent disability as a result of the compensable injury, there shall be a presumption that disability existed immediately after such injury. In any case of permanent partial disability under this section, the workman tworker shall be paid compensation for not to exceed four hunces dred fifteen (415) 415 weeks following the date of such injury, subject to review and modification as provided in K.S.A. 44-528, of the samended and amendments thereto.

- (b) If a workman an employee has received an injury for which compensation is being paid him, and his the employee's death is caused by other and independent causes, any payment of compensation already due him the employee at the time of his death and then unpaid shall be paid to his the employee's dependents directly or to his the employee's legal representatives if he the employee left no dependent, but the liability of the employer for the payments of compensation not yet due at the time of the death of such workman employee shall cease and be abrogated by his the employee's death.
- (c) The total amount of compensation that may be allowed or awarded an injured workman employee for all injuries received in any one accident shall in no event exceed the compensation which would be payable under the workmen's workers compensation act for permanent total disability resulting from such accident.
- (d) Where a minor employee or his a minor employee's deoroz pendents are entitled to compensation under the workmen's
 oroz workers compensation act, such compensation shall be exclusive
 oroz of all other remedies or causes of action for such injury or death,
 oroz and no claim or cause of action against said the employer shall
 oroz inure or accrue to or exist in favor of the parent or parents of such
 oroz minor employee on account of any damage resulting to such
 oroz parent or parents on account of the loss of earnings or loss of
 oroz service of such minor employee.
- 0710 (e) In any case of injury to or death of a female employee, 0711 where the said female employee or her dependents are entitled 0712 to compensation under the workers compensation

the maximum as provided for in K.S.A. 44-510c

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0713 act, such compensation shall be exclusive of all other remedies 0714 or causes of action for such injury or death, and no claim or action o715 shall inure, accrue to or exist in favor of the surviving husband or 0716 any relative or next of kin of such female employee against such 0717 employer on account of any damage resulting to such surviving 0718 husband or any relative or next of kin on account of the loss of 0719 earnings, services, or society of such female employee or on any 0720 other account resulting from or growing out of the injury or death 0721 of such female employee.

Sec. 8. K.S.A. 44-510f is hereby amended to read as follows: 44-510f. (a) Notwithstanding any provision of the workmen's 0724 workers compensation act to the contrary, the maximum com-0725 pensation benefits payable by an employer shall not exceed the 0726 following:

- For permanent total disability, including temporary total, temporary partial, permanent partial and temporary partial disability payments paid or due, one hundred thousand dollars (\$100,000) [\$200,000] for an injury or any aggravation thereof.
- (2) For temporary total disability, including any prior permanent total, permanent partial or temporary partial disability payments paid or due, seventy-five thousand dollars (\$75,000) 0734 \$75,000 for an injury or any aggravation thereof.
- (3) For permanent or temporary partial disability, including any prior temporary total, permanent total, temporary partial, or permanent partial disability payments paid or due, seventy five thousand dollars (\$75,000) \$75,000 for an injury or any aggrava-0739 tion thereof.
- (b) If an employer shall voluntarily pay unearned wages to an 0741 employee in addition to and in excess of any amount of disability 0742 benefits to which the employee is entitled under the workmen's 0743 workers compensation act, the excess amount paid shall be 0744 allowed as a credit to the employer in any final lump-sum 0745 settlement, or may be withheld from the employee's wages in 0746 weekly amounts the same as the weekly amount or amounts paid 0747 in excess of compensation due, but not until and unless the 0748 employee's average gross weekly wage for the calendar year 0749 exceeds one hundred twenty-five percent (125%) 125% of the

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or50 state's average weekly wage, determined as provided in K.S.A. or51 44-511 and amendments thereto. The provisions of this subsection shall not apply to any employer who pays any such unearned wages to an employee pursuant to an agreement between the or54 employer and employee or labor organization to which the or55 employee belongs.

O756 Sec. 9. K.S.A. 44-511 is hereby amended to read as follows O757 44-511. (a) As used in this section:

- (1) The term "money" shall be construed to mean the gross remuneration, on an hourly, output, salary, commission or other basis, at which the service rendered is recompensed in money by the employer, but it shall not include any additional compensation, as defined in this section, any remuneration in any medium other than cash, or any other compensation or benefits received by the employee from the employer or any other source.
- (2) The term "additional compensation" shall include as 0766 mean only the following: (A) Gratuities in cash received by the 0767 employee from persons other than the employer for service 0768 rendered in the course of the employee's employment; (B) an 0769 cash bonuses paid by the employer within one year prior to the 0770 date of the accident, for which the average weekly value shall I 0771 determined by averaging all such bonuses over the period time employed prior to the date of the accident, not to exceed weeks; (C) board and lodging when furnished by the employed 0774 as part of the wages, which shall be valued at a maximum of \$5 o775 per week for board and lodging combined, unless the value has 0776 been fixed otherwise by the employer and employee prior to the 0777 date of the accident, or unless a higher weekly value is prove 0778 (D) the average weekly cash value of remuneration for service 0779 in any medium other than cash where such remuneration is 0780 lieu of money, which shall be valued in terms of the average 0781 weekly cost to the employer of such remuneration for the en 0782 ployee; and (E) employer-paid life insurance, health and account of the contract of the c 0783 dent insurance and employer contributions to pension and pro 0784 sharing plans. In no case shall additional compensation include 0785 any amounts of employer taxes paid by the employer under the 0786 old-age and survivors insurance system embodied in the feder

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oral security system. Additional compensation shall not inoral clude the value of such remuneration until and unless such oral remuneration is discontinued. If such remuneration is discontinued subsequent to a computation of average gross weekly oral wages under this section, there shall be a recomputation to oral include such discontinued remuneration.

- (3) The term "wage" shall be construed to mean the total of the money and any additional compensation which the employee receives for services rendered for the employer in whose pmployment the employee sustains an injury by accident arising out of and in the course of such employment.
- (4) The term "part-time hourly employee" shall mean and include any employee paid on an hourly basis: (A) Who by 0800 custom and practice or under the verbal or written employment contract in force at the time of the accident is employed to work, 0802 agrees to work, or is expected to work on a regular basis less than 40 hours per week; and (B) who at the time of the accident is working in any type of trade or employment where there is no customary number of hours constituting an ordinary day in the 0806 character of the work involved or performed by the employee.
- 0807 (5) The term "full-time hourly employee" shall mean and 0808 include only those employees paid on an hourly basis who are 0809 not part-time hourly employees, as defined in this section, and who are employed in any trade or employment where the cus-0811 tomary number of hours constituting an ordinary working week 0812 is 40 or more hours per week, or those employees who are 0813 employed in any trade or employment where such employees 0814 are considered to be full-time employees by the industrial cus-0815 toms of such trade or employment, regardless of the number of 0816 hours worked per day or per week.
- (b) The employee's average gross weekly wage for the pur-0818 pose of computing any compensation benefits provided by the 0819 worker's workers compensation act shall be determined as 0820 follows:
- 0821 (1) If at the time of the accident the money rate is fixed by the 0822 year, the average gross weekly wage shall be the yearly rate so 0823 fixed divided by 52, plus the average weekly value of any

0824 additional compensation and the value of the employee's 0825 average weekly overtime as computed in paragraph (4) of this 0826 subsection.

- 0827 (2) If at the time of the accident the money rate is fixed by the 0828 month, the average gross weekly wage shall be the monthly rate 0829 so fixed multiplied by 12 and divided by 52, plus the average 0830 weekly value of any additional compensation and the value of 0831 the employee's average weekly overtime computed as provided 0832 in paragraph (4) of this subsection.
- 0833 (3) If at the time of the accident, the money rate is fixed by
 08 he week, the amount so fixed, plus the average weekly value of
 0835 any additional compensation and the value of the employee's
 0836 average weekly overtime as computed in paragraph (4) of this
 0837 subsection, shall be the average gross weekly wage.
- (4) If at the time of the accident the employee's money rate was fixed by the hour, the employee's average gross weekly 0840 wage shall be determined as follows: (A) If the employee was a 0841 part-time hourly employee, as defined in this section, the 0842 average gross weekly wage shall be determined in the same 0843 manner as provided in paragraph (5) of this subsection; (B) if the employee is a full-time hourly employee, as defined in this 0845 section, the average gross weekly wage shall be determined as 0846 follows: (i) A daily money rate shall first be found by multiplying the straight-time hourly rate applicable at the time of the accident, by the customary number of working hours constituting an ordinary day in the character of work involved; (ii) the 0850 straight-time weekly rate shall be found by multiplying the daily 0851 money rate by the number of days and half days that the em-0852 ployee usually and regularly worked; or was expected to work, but 40 hours shall constitute the minimum hours for computing the wage of a full-time hourly employee; (iii) the average weekly overtime of the employee shall be the total amount earned by the employee in excess of the amount of straight-time money earned 0857 by the employee during the 26 calendar weeks immediately preceding the date of the accident, or during the actual number 0859 of such weeks the employee was employed if less than 26 weeks, 0860 divided by the number of such weeks; and (iv) the average gross

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weekly wage of a full-time hourly employee shall be the total of the straight-time weekly rate, the average weekly overtime and the weekly average of any additional compensation.

(5) If at the time of the accident the money rate is fixed by the output of the employee, on a commission or percentage basis, on a flat-rate basis for performance of a specified job, or on any other 0867 basis where the money rate is not fixed by the week, month, year or hour, and if the employee has been employed by the employer at least one calendar week immediately preceding the date of the accident, the average gross weekly wage shall be the gross amount of money earned during the number of calendar weeks so employed, up to a maximum of 26 calendar weeks immediately preceding the date of the accident, divided by the number of weeks employed, or by 26 as the case may be, plus the average weekly value of any additional compensation and the value of the employee's average weekly overtime computed as provided 0877 in paragraph (4) of this subsection. If the employee had been in 0878 the employment of the employer less than one calendar week immediately preceding the accident, the average gross weekly wage shall be determined by the director based upon all of the evidence and circumstances, including the usual wage for similar services paid by the same employer, or if the employer has no employees performing similar services, the usual wage paid for similar services by other employers. The average gross weekly wage so determined shall not exceed the actual average gross weekly wage the employee was reasonably expected to earn in the employee's specific employment, including the average weekly value of any additional compensation and the value of 0889 the employee's average weekly overtime computed as provided 0890 in paragraph (4) of this subsection. In making any computations under this paragraph (5), workweeks during which the employee 0892 was on vacation, leave of absence, sick leave or was absent the 0893 entire workweek because of illness or injury shall not be con-0894 sidered.

0895 (6) (A) The average gross weekly wage of a person serving on 0896 a volunteer basis as a duly authorized law enforcement officer, 0897 an ambulance attendant, mobile intensive care technician, fire-

man or fire fighter, or any other volunteer under the workmen's observices compensation act, who receives no wages for such services, or who receives wages which are substantially less than the usual wages paid for such services by comparable employers to employees who are not volunteers, shall be computed on the observices of the usual wages paid by the employer for such services to employees who are not volunteers, or, if the employer has no employees performing such services for wages who are not volunteers, the average gross weekly wage shall be computed on the basis of the usual wages paid for such services by comparable employers to employees who are not volunteers.

- 0909 (B) The average gross weekly wage of any person performing 0910 community service work shall be deemed to be \$37.50.
- (7) The average gross weekly wage of an employee who sustains an injury by accident arising out of and in the course of multiple employment, in which such employee performs the same or a very similar type of work on a part-time basis for each of two or more employers, shall be the total average gross weekly wage of such employee paid by all the employers in such multiple employment. The total average gross weekly wage of such employee shall be the total amount of the individual opin average gross weekly wage determinations under this section for opin each individual employment of such multiple employment.
- (8) In determining an employee's average gross weekly wage with respect to the employer against whom claim for compensation is made, no money or additional compensation paid to or open received by the employee from such employer, or from any open source other than from such employer, shall be included as wages, except as provided in this section. No wages, other compensation or benefits of any type, except as provided in this section, shall be considered or included in determining the open employee's average gross weekly wage.
- 0930 (c) In any case, the average yearly wage shall be found by 0931 multiplying the average gross weekly wage, as determined in 0932 subsection (b), by 52.
- 0933 (d) The state's average weekly wage for any year shall be the 0934 average weekly wage paid to employees in insured work subject

to Kansas employment security law as determined annually by the secretary of human resources as provided in K.S.A. 44-704 and amendments thereto.

(e) Members of a labor union or other association who perform services in behalf of the labor union or other association and
who are not paid as full-time employees of the labor union or
other association and who are injured or suffer occupational
disease in the course of the performance of duties in behalf of the
labor union or other association shall recover compensation
benefits under the workmen's workers compensation act from
e labor union or other association if the labor union or other
association files an election with the director to bring its memouze bers who perform such services under the coverage of the workones men's workers compensation act.

The average weekly wage for the purpose of this subsection shall be based on what the employee would earn in the employee's general occupation if at the time of the injury the employee had been performing work in the employee's general occupation. The insurance coverage shall be furnished by the labor union or other association.

Sec. 10. K.S.A. 44-512a is hereby amended to read as fol-0031 lows: 44-512a. (a) In the event any compensation, including 0032 medical compensation, which has been awarded under the 0033 workmen's workers compensation act, is not paid when due to e person, firm or corporation entitled thereto, the workman 0035 worker shall be entitled to a civil penalty, to be set by the 0036 director and assessed against the employer or insurance carrier 0037 liable for such compensation; in an amount of not more than one 0038 hundred dollars (\$100) \$100 per week for each week any dis-0039 ability compensation is past due, and in the sum of twenty-five 0040 dollars (\$25) \$25 for each past due medical bill, if: (1) Service of 0041 written demand for payment, setting forth with particularity the 0042 items of disability and medical compensation claimed to be 0043 unpaid and past due, has been made personally or by registered 0041 mail on the employer or insurance carrier liable for such com-0045 pensation; and its attorney of record; and (2) payment of such 0046 demand is thereafter refused or is not made within twenty (20) 20

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0047 days from the date of service of such demand.

(b) After the service of such written demand, if the payment 0049 of disability compensation or medical compensation set forth in 0050 the written demand is not made within twenty (20) 20 days from 0051 the date of service of such written demand, plus any civil 0052 penalty, as provided in subsection (a) of this section, if such 0053 compensation was in fact past due, then all past due compensa-0054 tion and any such penalties shall become immediately due and 0055 payable. Service of written demand shall be required only once 0056 after the award. Subsequent failures to pay compensation, inluding medical compensation, shall entitle the worker to apply 0058 for the civil penalty without demand. The workman worker may 0059 maintain an action in the district court which would have jurisdiction over an appeal of an award of compensation to the elaimant, of the county where the cause of action arose for the collection of such past due disability compensation and medical compensation, any civil penalties due under this section, and the reasonable attorneys' attorney fees incurred in connection with the action.

- (c) The remedies of execution, attachment, garnishment or any other remedy or procedure for the collection of a debt now provided by the laws of this state shall apply to such action and also to all judgments entered under the provisions of K.S.A.

 44-529: Provided and amendments thereto, except that no exemption granted by any law shall apply except the homestead exemption granted and guaranteed by the constitution of this state.
- Sec. 11. K.S.A. 44-519 is hereby amended to read as follows: 44-519. No report of any examination of any employee by a physician or surgeon or other health care provider, as herein-before in this aet provided for in the workers compensation act, nor any certificate issued or given by the physician or surgeon or other health care provider making such examination, shall be competent evidence in any proceeding for the determining or collection of compensation unless supported by the testimony of such physician or surgeon or other health care provider, if this testimony is admissible, nor shall it be competent evidence in

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0084 any case where testimony of such physician or surgeon or other 0085 health care provider is not admissible. The statement of charges 0086 OLa physician or surgeon or other health care provider shall be admissible into evidence if supported by the foundation testi-0088 mony of the claimant or such health care provider subject to objections as to whether the services rendered or a portion thereof or the charges therefor were reasonable and necessary to cure or relieve the employee from the effects of the injury. 0092 Objections to such statements of charges shall be specific. If it is 0093 found by the director that such services or charges, or any portion thereof, were not reasonable and necessary, the director hay assess costs and attorney fees to the employee or the 0096 employee's attorney, or both, as the director deems appropriate under the circumstances. If it is found by the director that the oos objection was not made in good faith, the cost of proving the 0000 reasoxableness and necessity of such services or charges shall be 0100 assessed to the objecting party.

Sec. 12. K.S.A. 44-528 is hereby amended to read as follows: 0102 44-528. (a) Any award or modification thereof agreed upon by the 0103 parties, except lump-sum settlements approved by the director 0104 or administrative law judge, whether the award provides for 0105 compensation into the future or whether it does not, may be 0106 reviewed by the director for good cause shown upon the appli-0107 cation of the employee, employer, dependent, insurance carrier any other interested party. In connection with such review the 0109 director may appoint one (1) or two (2) physicians to examine the 0110 employee and report to the director. The director shall hear all 0111 competent evidence offered and if the director finds that the 0112 award has been obtained by fraud or undue influence, that the 0113 award was made without authority or as a result of serious 0114 misconduct, that the award is excessive or inadequate or that the 0115 incapacity or disability of the employee has increased or dimin-0116 ished, the director may modify such award, or reinstate a prior 0117 award, upon such terms as may be just, by increasing or dimin-0118 ishing the compensation subject to the limitations provided in 0119 the workmen's workers compensation act.

(b) If the director shall find finds that the employee has

one of the same employer in whose employ the employee was injured or for another employer and is earning or is capable of earning the same or higher wages than the employee did at the time of the accident, or is capable of gaining an income from any trade or employment which is equal to or greater than the wages the employee was earning at the time of the accident, or shall find finds that the employee has absented and continues to be absent so that a reasonable examination cannot be made of the employee by a physician selected by the employer, or has departed beyond the boundaries of the United States, the director may modify the award and reduce compensation or may cancel the award and end the compensation.

0133 (c) The number of reviews under this section shall be limited 0134 pursuant to rules and regulations adopted by the director to 0135 avoid abuse.

Sec. 13. K.S.A. 44-534a is hereby amended to read as follows: 44-534a. (a) After filing an application for a hearing pursuant to K.S.A. 44-534 and amendments thereto, the employee may make application for a preliminary hearing, in such form as the 0140 director may require by rules and regulations, on the issues of 0141 the furnishing of medical treatment and the payment of temporary total disability compensation. At least seven days prior to 0143 filing an application for a preliminary hearing, the employee shall notify the employer of the employee's intent to file such an application and shall confirm such notice by letter. Upon receipt 0146 of an application for such a preliminary hearing, the director 0147 shall give seven days' written notice by mail to the employer of 0148 the date set for such hearing. Such preliminary hearing shall be 0149 summary in nature and shall be held by the director or an administrative law judge in any county designated by the direc-0151 tor or administrative law judge, and the director or administra-0152 tive law judge shall exercise such powers as are provided for the 0153 conduct of full hearings on claims under the workmen's com-0154 pensation act. Upon a preliminary finding that the injury to the 0155 employee is compensable and in accordance with the facts 0156 presented at such preliminary hearing, the director or adminis-0157 trative law judge may make a preliminary award of medical and

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temporary total disability compensation to be in effect pending the conclusion of a full hearing on the claim. The decision in such preliminary hearing shall be rendered within five days of the conclusion of such hearing. No such preliminary findings or preliminary awards shall be appealable by any party to the proceedings, and the same shall not be binding in a full hearing on the claim, but shall be subject to a full presentation of the facts.

If compensation in the form of medical benefits or temporary total disability benefits has been paid by the employer or the employer's insurance carrier either voluntarily or pursuant Olor to a preliminary award entered under this section and, upon a full hearing on the claim, the amount of compensation so awarded is reduced or to which the employee is entitled is found to be less than the amount of compensation paid or is totally 0173 disallowed upon a full hearing on the claim, the employer and 0174 the employer's insurance carrier shall be reimbursed from the workers' compensation fund established in K.S.A. 44-566a and amendments thereto, for all amounts of compensation so paid which are in excess of the amount of compensation that the 0178 employee is entitled to as determined in the full hearing on the 0179 claim. The director shall determine the amount of compensation 0180 paid by the employer or insurance carrier which is to be reim-0181 bursed under this subsection, and the director shall certify to the commissioner of insurance the amount so determined. Upon 0183 receipt of such certification, the commissioner of insurance shall 0184 cause payment to be made to the employer or the employer's 0185 insurance carrier in accordance therewith.

Sec. 14. K.S.A. 44-536 is hereby amended to read as follows: 44-536. (a) With respect to any and all proceedings in connection with any initial or original claim for compensation, no claim of any attorney for services rendered in connection with the securing of compensation for an employee or his or her the employee's dependents, whether secured by agreement, order, award or a judgment in any court shall exceed twenty five percent (25%) 193 25% of the amount of compensation recovered and paid in addition to actual expenses incurred, and subject to the other

a reasonable amount for such services or

whichever is less

PROPOSED AMENDMENTS TO H.B. NO. 2186

On page 21, preceding line 756, by inserting the following material to read as follows:

"Sec. 9. K.S.A. 44-510g is hereby amended to follows: 44-510g. (a) A primary purpose of the workmen's workers compensation act shall be to restore the injured employee to substantial and gainful employment. To this end, the director shall appoint, subject to the approval of the secretary, a specialist in medical, physical and vocational rehabilitation, who shall be referred to as the rehabilitation administrator. The rehabilitation administrator shall be in the classified service under the Kansas civil service act. The rehabilitation administrator shall: (1) Continuously study the problems of physical and vocational rehabilitation; (2) investigate and maintain a directory of all rehabilitation facilities, public or and, where such rehabilitation state, in this administrator determines necessary, in any other state; and (3) fully knowledgeable regarding the eligibility requirements of all state, federal and other public medical, physical and vocational rehabilitation facilities and benefits. With respect to private facilities and agencies providing medical, physical and vocational rehabilitation services, including rehabilitation service programs provided directly by employers, the director as qualified such facilities, institutions, approve shall agencies, employer programs and physicians as are capable of rendering competent rehabilitation services. No such facility or, be considered institution, agency or employer program shall equipped to provide it is specifically qualified unless rehabilitation services for persons suffering from either some specialized type of disability or some general type of disability within the field of occupational injury or disease, and is staffed with trained and qualified personnel and, with respect to medical and physical rehabilitation, unless it is supervised by a physician qualified to render such service. No physician shall be considered qualified unless such physician has had such experience and training as the director may deem necessary.

- (b) Under the direction of the director, and subject to the director's final approval, the rehabilitation administrator shall have the duties of directing and auditing medical, physical and vocational rehabilitation of employees in accordance with the provisions of this section.
- (c) An employee who has suffered an injury shall be entitled to prompt medical and physical rehabilitation services, as may be reasonably necessary to restore such employee to substantial and gainful employment and as provided in this section.
- which is compensable under the workmen's workers compensation act, the employee is unable to perform work for which such employee has previous training, education, qualifications or experience, or when such employee is unable to perform other substantial and gainful employment, such employee shall be entitled to such vocational rehabilitation services, including retraining and job placement, as may be reasonably necessary to restore such employee to substantial and gainful employment and as provided in this section.
- (e) If such rehabilitation services are not voluntarily furnished to the employee by the employer, the director, on such director's own motion or upon application of the-employee-or employer, and after-affording-the-parties-an-opportunity-to-be heard-and-to-present-evidence, may any party, shall refer the employee to a qualified physician or a qualified public or private agency or facility, or the employer's rehabilitation services program, if qualified, for evaluation and for a report of the practicability of, need for, and kind of service, treatment, training or rehabilitation which is or may be necessary and appropriate to render such employee fit for substantial and gainful employment. The costs of such evaluation

and report shall be at the expense of the employer. Within 10 days after such referral, the report shall be submitted to the rehabilitation administrator. Within 10 days after receipt by the rehabilitation administrator, the rehabilitation administrator shall deliver copies of the report to each party and to the assigned administrative law judge in an active, docketed claim. Upon receipt of such report, and after affording the parties an opportunity to be heard and present evidence, the director:

- (1) May order that any treatment, or medical and physical rehabilitation, as recommended in the report or as the director may deem necessary, be provided at the expense of the employer;
- (2) where the employee is unable to engage in any type of substantial and gainful employment, and vocational rehabilitation, reeducation or training is recommended in the report, or is deemed necessary by the director to restore the employee to some type of substantial and gainful employment, the director may direct the an employee to the appropriate federal, state or other public facility or agency where such services will or may be provided at no cost to the employer, except as hereinafter provided in this section; and
- if the employee is not eligible for such vocational rehabilitation, reeducation or training through any such state, federal or other public facility or agency, or where such services through such facilities or agencies are not available to the employee within a reasonable period of time, the director may order that such services be provided at the expense of the employer at by any qualified private agency or facility in this state or any state contiguous to this state or by a qualified rehabilitation services program provided directly by the employer. Any such services to be provided at the expense of employer under this paragraph (3), shall not extend for a period of more than $26 \, \underline{52}$ weeks, except that in extremely unusual cases, after a hearing and the presentation of evidence, the director, by special order, may extend the period for not more than an additional $\frac{52}{52}$ weeks. The employer shall have a right to appeal

to the district court any such special order by the director for any extension of the initial twenty-six-week fifty-two-week period, within the time and in the manner provided in K.S.A. 44-5567 and amendments thereto, and any such special order shall be stayed until the district court has determined the appeal. There shall be no right of appeal to the Kansas supreme court or court of appeals from a judgment of the district court sustaining or overruling any such special order of the director.

- (f) Where vocational rehabilitation, reeducation or training is to be furnished at the expense of the employer under this section, and such services require that the employee reside at or near a facility or institution, away from the employee's customary county of residence, either in or out of the state of Kansas, the reasonable costs of the employee's board, lodging and travel, not to exceed a maximum total of \$2,000 for any twenty-six-week fifty-two-week period, shall be paid by the employer, except that, in unusual cases where, after a hearing and the presentation of evidence the director finds that the costs are clearly reasonable and necessary, the director may require by special order that the employer pay an additional amount for the costs of the employee's board, lodging and travel, of not more than \$1,000 \$2,000.
- (g) The employer shall pay temporary total disability compensation during any period of vocational rehabilitation, reeducation or training, computed as provided in K.S.A. 44-510c and amendments thereto, but the employer shall receive credit for any weekly, monthly or other monetary payments made to the employee or such employee's family by any state, federal or other public agency during any such period, exclusive of any such payments for the board, lodging and travel expenses of the employee. The number of weeks during which temporary total disability compensation is paid during vocational rehabilitation, reeducation or training shall not be deducted from the maximum number of weeks available for the payment of disability compensation under the schedule provided in K.S.A. 44-510d and

amendments thereto.

- (h) The director shall cooperate with federal, state and other public or private agencies for vocational rehabilitation, reeducation or training, or medical or physical rehabilitation. The employer shall not be required to pay the reasonable costs of the employee's board, lodging and travel where such costs are borne by any federal, state or other public agency, nor shall any costs for vocational rehabilitation, reeducation or training be assessed to the employer if such vocational rehabilitation, reeducation or training is in fact furnished by and at the expense of any federal, state or other public agency.
- (i) Whenever the director determines that there reasonable probability that with appropriate medical, physical or vocational rehabilitation or reeducation or training, a person who is entitled to compensation for permanent total disability, partial disability, or any other disability under the workmen's compensation act, may be rehabilitated to the extent that such can become substantially and gainfully employed or person increase such person's earning capacity, and that it is for the best interests of such person to undertake such rehabilitation or reeducation or training, if the injured employee without good cause refuses to undertake the rehabilitation, educational or training program determined by the director to be suitable for such employee, or refuses to be evaluated under the provisions of subsection (e), the director shall suspend the payment of compensation until the employee consents to undertake such program or to be so evaluated, and the director shall cancel the compensation otherwise payable if any such refusal persists for a period in excess of 90 days.
- (j) At such time as any medical, physical or vocational rehabilitation or reeducation or training has been completed under this section, the employer shall have the right, by the filing of an application with the director, to seek a modification of any award which has been rendered granting any compensation to the employee for any disability. Upon at least

20 days' notice by registered mail to all parties, the director shall set the application for hearing and the parties shall present all material and relevant evidence. In the event that the director determines that the employee is rehabilitated medically, physically or vocationally, so that such employee is able to engage in substantial and gainful employment, the director shall cancel any award of compensation for temporary total or permanent total disability, subject to review and modification pursuant to K.S.A. 44-528 and amendments thereto, and shall modify any existing award of partial disability, or, if no such award has been made, the director shall make an award of partial disability, to reflect only such partial disability, if any, as exists at the conclusion of such rehabilitation, reeducation or training. Any award of partial disability made pursuant to this subsection shall be subject to the provisions of K.S.A. 44-510d and 44-510e, and amendments thereto.

(k) If an incumbent rehabilitation administrator has served in such office for one year or more on the effective date of this act, such rehabilitation administrator shall be considered as having attained permanent status as a rehabilitation administrator.";

And by renumbering sections accordingly;