HOUSE BILL 1993

State of Washington 62nd Legislature 2011 Regular Session

By Representative Sells

1 AN ACT Relating to industrial insurance employer wage subsidies and 2 reimbursements for light duty or transitional work; and reenacting and 3 amending RCW 51.32.090.

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

5 Sec. 1. RCW 51.32.090 and 2007 c 284 s 3 and 2007 c 190 s 1 are 6 each reenacted and amended to read as follows:

(1) When the total disability is only temporary, the schedule of
payments contained in RCW 51.32.060 (1) and (2) shall apply, so long as
the total disability continues.

10 (2) Any compensation payable under this section for children not in 11 the custody of the injured worker as of the date of injury shall be 12 payable only to such person as actually is providing the support for 13 such child or children pursuant to the order of a court of record 14 providing for support of such child or children.

(3)(a) As soon as recovery is so complete that the present earning power of the worker, at any kind of work, is restored to that existing at the time of the occurrence of the injury, the payments shall cease. If and so long as the present earning power is only partially restored, the payments shall: (i) For claims for injuries that occurred before May 7, 1993,
 continue in the proportion which the new earning power shall bear to
 the old; or

4 (ii) For claims for injuries occurring on or after May 7, 1993, equal eighty percent of the actual difference between the worker's 5 present wages and earning power at the time of injury, but: (A) The 6 7 total of these payments and the worker's present wages may not exceed 8 one hundred fifty percent of the average monthly wage in the state as computed under RCW 51.08.018; (B) the payments may not exceed one 9 10 hundred percent of the entitlement as computed under subsection (1) of this section; and (C) the payments may not be less than the worker 11 12 would have received if (a)(i) of this subsection had been applicable to 13 the worker's claim.

(b) No compensation shall be payable under this subsection (3)unless the loss of earning power shall exceed five percent.

16 (c) The prior closure of the claim or the receipt of permanent 17 partial disability benefits shall not affect the rate at which loss of 18 earning power benefits are calculated upon reopening the claim.

19 (4)(a) ((Whenever)) The legislature finds that long-term disability 20 and the cost of injuries is significantly reduced when injured workers 21 remain at work following their injury. To encourage employers at the 22 time of injury to provide light duty or transitional work for their 23 workers, wage subsidies and other incentives are made available to 24 employers insured with the department.

(b) The employer of injury ((requests that)) may provide light duty 25 26 or transitional work to a worker who is entitled to temporary total 27 disability under this chapter ((be certified by a physician or licensed 28 advanced registered nurse practitioner as able to perform available work other than his or her usual work,)). The employer or the 29 department shall obtain from the physician or licensed advanced 30 registered nurse practitioner a statement confirming the light duty or 31 transitional work is consistent with the worker's medical restrictions 32 related to the injury. This statement should be obtained before the 33 start of the light duty or transitional work unless the worker has 34 35 already returned to work with the employer of injury in which case the 36 statement may be obtained following the start date of the job. The 37 employer shall furnish to the physician or licensed advanced registered 38 nurse practitioner, with a copy to the worker, a statement describing

the work ((available)) with the employer of injury in terms that will 1 2 enable the physician or licensed advanced registered nurse practitioner to relate the physical activities of the job to the worker's 3 4 disability. The physician or licensed advanced registered nurse practitioner shall ((then determine)) confirm whether the worker is 5 б physically able to perform the work described. The worker's temporary 7 total disability payments shall ((continue until the worker is released by his or her physician or licensed advanced registered nurse 8 9 practitioner for the work, and begins the work with the employer of injury. If)) stop effective the date the light duty or transitional 10 11 job starts. Temporary total disability payments shall resume if the 12 work ((thereafter)) comes to an end before the worker's recovery is 13 sufficient in the judgment of his or her physician or licensed advanced registered nurse practitioner to permit him or her to return to his or 14 15 her usual job, or to perform other available work offered by the employer of injury((, the worker's temporary total disability payments 16 shall be resumed)). Should the available work described, 17 once undertaken by the worker, impede his or her recovery to the extent that 18 19 in the judgment of his or her physician or licensed advanced registered 20 nurse practitioner he or she should not continue to work, the worker's 21 temporary total disability payments shall be resumed when the worker 22 ceases such work at the direction of the physician or licensed advanced 23 registered nurse practitioner.

24 (((b))) (c) To further encourage employers to maintain the employment of their injured workers, an employer insured with the 25 26 department and that offers work to a worker pursuant to this subsection 27 (4) shall be eligible for reimbursement of the injured worker's wages for light duty or transitional work equal to fifty percent of the 28 basic, gross wages paid for that work, for a maximum of sixty-six work 29 days within a consecutive twenty-four month period. In no event may 30 the wage subsidies paid to an employer on a claim exceed ten thousand 31 dollars. Wage subsidies shall be calculated using the worker's basic 32 hourly wages or basic salary, and no subsidy shall be paid for any 33 other form of compensation or payment to the worker such as tips, 34 commissions, bonuses, board, housing, fuel, health care, dental care, 35 36 vision care, per diem, reimbursements for work-related expenses, or any other payments. An employer may not, under any circumstances, receive 37

1 <u>a wage subsidy for a day in which the worker did not actually perform</u> 2 <u>any work, regardless of whether or not the employer paid the worker</u> 3 wages for that day.

(d) If an employer offers a worker work pursuant to this subsection 4 (4) and the worker must be provided with training or instruction to be 5 б qualified to perform the offered work, the employer shall be eligible 7 for a reimbursement from the department for any tuition, books, fees, and materials required for that training or instruction, up to a 8 maximum of one thousand dollars. Reimbursing an employer for the costs 9 of such training or instruction does not constitute a determination by 10 the department that the worker is eligible for vocational services 11 authorized by RCW 51.32.095 and 51.32.099. 12

13 (e) If an employer offers a worker work pursuant to this subsection (4), and the employer provides the worker with clothing that is 14 necessary to allow the worker to perform the offered work, the employer 15 shall be eligible for reimbursement for such clothing from the 16 department, up to a maximum of four hundred dollars: PROVIDED, 17 HOWEVER, That an employer shall not receive reimbursement for any 18 clothing it provided to the worker that it normally provides to its 19 workers. The clothing purchased for the worker shall become the 20 21 worker's property once the work comes to an end.

(f) If an employer offers a worker work pursuant to this subsection 22 (4) and the worker must be provided with tools or equipment to perform 23 24 the offered work, the employer shall be eligible for a reimbursement from the department for such tools and equipment and related costs as 25 determined by department rule, up to a maximum of two thousand five 26 27 hundred dollars. An employer shall not be reimbursed for any tools or equipment purchased prior to offering the work to the worker pursuant 28 to this subsection (4). An employer shall not be reimbursed for any 29 tools or equipment that it normally provides to its workers. The tools 30 and equipment shall be the property of the employer. 31

32 (g) An employer may offer work to a worker pursuant to this 33 subsection (4) more than once, but in no event may the employer receive 34 wage subsidies for more than sixty-six days of work in a consecutive 35 twenty-four month period under one claim. An employer may continue to 36 offer work pursuant to this subsection (4) after the worker has 37 performed sixty-six days of work, but the employer shall not be 38 eligible to receive wage subsidies for such work.

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(h) An employer shall not receive any wage subsidies or 1 2 reimbursement of any expenses pursuant to this subsection (4) unless the employer has completed and submitted the reimbursement request on 3 forms developed by the department, along with all related information 4 required by department rules. No wage subsidy or reimbursement shall 5 6 be paid to an employer who fails to submit a form for such payment within one year of the date the work was performed. In no event shall 7 an employer receive wage subsidy payments or reimbursements of any 8 9 expenses pursuant to this subsection (4) unless the worker's physician or licensed advanced registered nurse practitioner has restricted him 10 11 or her from performing his or her usual work and the worker's physician 12 or licensed advanced registered nurse practitioner has released him or 13 her to perform the work offered.

(i) Payments made under (b) through (g) of this subsection are
 subject to penalties under RCW 51.32.240(5) in cases where the funds
 were obtained through willful misrepresentation.

(j) Once the worker returns to work under the terms of this 17 subsection (4), he or she shall not be assigned by the employer to work 18 19 other than the available work described without the ((worker's written 20 consent, or without prior review and)) approval ((by)) of the worker's 21 physician or licensed advanced registered nurse practitioner. An 22 employer who directs a claimant to perform work other than that approved by the attending physician and without the approval of the 23 24 worker's physician or licensed advanced registered nurse practitioner shall not receive any wage subsidy or other reimbursements for such 25 26 work.

27 (((e))) (k) If the worker returns to work under this subsection 28 (4), any employee health and welfare benefits that the worker was 29 receiving at the time of injury shall continue or be resumed at the 30 level provided at the time of injury. Such benefits shall not be 31 continued or resumed if to do so is inconsistent with the terms of the 32 benefit program, or with the terms of the collective bargaining 33 agreement currently in force.

34 (((d))) <u>(1)</u> In the event of any dispute as to the <u>validity of the</u> 35 <u>work offered or as to the</u> worker's ability to perform the available 36 work offered by the employer, the department shall make the final 37 determination <u>pursuant to an order that contains the notice required by</u> 38 <u>RCW 51.52.060 and that is subject to appeal subject to RCW 51.52.050</u>.

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(5) <u>An employer's experience rating shall not be affected by the</u>
 <u>employer's request for or receipt of wage subsidies.</u>

3 (6) The department shall create a Washington stay-at-work account 4 which shall be funded by assessments of employers insured through the 5 state fund for the costs of the payments authorized by subsection (4) 6 of this section and for the cost of creating a reserve for anticipated 7 liabilities. Employers may collect up to one-half the fund assessment 8 from workers.

9 (7) No worker shall receive compensation for or during the day on 10 which injury was received or the three days following the same, unless 11 his or her disability shall continue for a period of fourteen 12 consecutive calendar days from date of injury: PROVIDED, That attempts 13 to return to work in the first fourteen days following the injury shall 14 not serve to break the continuity of the period of disability if the 15 disability continues fourteen days after the injury occurs.

 $\left(\left(\frac{6}{6}\right)\right)$ (8) Should a worker suffer a temporary total disability and 16 17 should his or her employer at the time of the injury continue to pay him or her the wages which he or she was earning at the time of such 18 19 injury, such injured worker shall not receive any payment provided in subsection (1) of this section during the period his or her employer 20 21 shall so pay such wages: PROVIDED, That holiday pay, vacation pay, 22 sick leave, or other similar benefits shall not be deemed to be 23 payments by the employer for the purposes of this subsection.

24 (((-7))) (9) In no event shall the monthly payments provided in this 25 section:

(a) Exceed the applicable percentage of the average monthly wage in
 the state as computed under the provisions of RCW 51.08.018 as follows:

28	AFTER	PERCENTAGE
29	June 30, 1993	105%
30	June 30, 1994	110%
31	June 30, 1995	115%
32	June 30, 1996	120%

33 (b) For dates of injury or disease manifestation after July 1,
34 2008, be less than fifteen percent of the average monthly wage in the
35 state as computed under RCW 51.08.018 plus an additional ten dollars

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per month if the worker is married and an additional ten dollars per month for each child of the worker up to a maximum of five children. However, if the monthly payment computed under this subsection (((7)))(9)(b) is greater than one hundred percent of the wages of the worker as determined under RCW 51.08.178, the monthly payment due to the worker shall be equal to the greater of the monthly wages of the worker or the minimum benefit set forth in this section on June 30, 2008.

8 (((8))) <u>(10)</u> If the supervisor of industrial insurance determines 9 that the worker is voluntarily retired and is no longer attached to the 10 workforce, benefits shall not be paid under this section.

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