Z-0531.1			

HOUSE BILL 1502

State of Washington 60th Legislature 2007 Regular Session

By Representatives Williams, Conway, Wood, Chase, Moeller and Ormsby Read first time 01/22/2007. Referred to Committee on Commerce & Labor.

- AN ACT Relating to the suppression of workers' compensation claims; amending RCW 51.28.010, 51.28.025, and 51.28.050; and prescribing
- 2 amending RCW 51.28.010, 51.28.025, and 51.28.050; and prescribing
- 3 penalties.

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- 4 BE IT ENACTED BY THE LEGISLATURE OF THE STATE OF WASHINGTON:
- 5 **Sec. 1.** RCW 51.28.010 and 2001 c 231 s 1 are each amended to read 6 as follows:
 - (1) Whenever any accident occurs to any worker it shall be the duty of such worker or someone in his or her behalf to forthwith report such accident to his or her employer, superintendent, or supervisor in charge of the work, and of the employer to at once report such accident and the injury resulting therefrom to the department pursuant to RCW 51.28.025 where the worker has received treatment from a physician, has been hospitalized, disabled from work, or has died as the apparent result of such accident and injury.
 - (2) Upon receipt of such notice of accident, the department shall immediately forward to the worker or his or her beneficiaries or dependents notification, in nontechnical language, of their rights under this title. The notice must specify the worker's right to

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receive health services from a physician of the worker's choice under RCW 51.36.010, including chiropractic services under RCW 51.36.015, and must list the types of providers authorized to provide these services.

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- (3) Employers shall not engage in the suppression of industrial insurance claims for their employees.
- (4) For the purposes of this section, claim suppression is defined as expressly or repeatedly inducing employees to fail to report injuries, inducing employees to treat injuries in the course of employment as off-the-job injuries, or otherwise acting to suppress legitimate industrial insurance claims.
- 11 (5) In determining whether an employer has engaged in claim suppression, the department shall consider the employer's history of compliance with industrial insurance reporting requirements, and whether there are employment-related incentives to discourage employees from reporting injuries or filing claims. The department will have the burden of proving claims suppression by a preponderance of the evidence.
- 18 (6) Claim suppression does not include an employer's provision at
 19 the worksite of first aid as defined by the department. The department
 20 shall adopt rules defining first aid.
- 21 **Sec. 2.** RCW 51.28.025 and 1987 c 185 s 32 are each amended to read 22 as follows:
 - (1) Whenever an employer has notice or knowledge of an injury or occupational disease sustained by any worker in his or her employment who has received treatment from a physician, has been hospitalized, disabled from work or has died as the apparent result of such injury or occupational disease, the employer shall immediately report the same to the department on forms prescribed by it. The report shall include:
 - (a) The name, address, and business of the employer;
 - (b) The name, address, and occupation of the worker;
- 31 (c) The date, time, cause, and nature of the injury or occupational disease;
- 33 (d) Whether the injury or occupational disease arose in the course 34 of the injured worker's employment;
- 35 (e) All available information pertaining to the nature of the 36 injury or occupational disease including but not limited to any visible

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signs, any complaints of the worker, any time lost from work, and the observable effect on the worker's bodily functions, so far as is known; and

- (f) Such other pertinent information as the department may prescribe by regulation.
- (2) ((Failure or refusal to file the report required by subsection (1) shall subject the offending employer to a penalty determined by the director but not to exceed two hundred fifty dollars for each offense, to be collected in a civil action in the name of the department and paid into the supplemental pension fund.)) The employer shall not engage in the suppression of industrial insurance claims as defined in RCW 51.28.010(4). An employer found to have engaged in such activity shall be subject to a penalty of at least two hundred fifty dollars, not to exceed two thousand five hundred dollars, for each offense. The penalty shall be payable to the supplemental pension fund. The department shall adopt rules establishing the amount of penalties, taking into account the size of the employer and whether there are prior findings of claim suppression. When a determination of claim suppression has been made, the employer shall be prohibited from any current or future participation in a retrospective rating program. If self-insured, the director shall withdraw certification as provided in RCW 51.14.080.
 - (3) When a determination of claim suppression is made and the penalty is assessed, the department shall serve the employer and any affected retrospective rating group with a determination as provided in RCW 51.52.050. Once the order is final, the amount due shall be collected in accordance with the provisions of RCW 51.48.140 and 51.48.150.
 - (4) The director, or the director's designee, shall investigate reports or complaints that an employer has acted to suppress claims as prohibited in RCW 51.28.010(3). The complaints or allegations must be received in writing, and must include the name or names of the individuals or organizations submitting the complaint. The director may subpoen a records from the employer, medical providers, and any other entity that the director believes may have relevant information. The director's investigative and subpoena authority in this subsection is limited solely to investigations into allegations of claims suppression.

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- (5) If the director determines that an employer has engaged in acts of claim suppression as described in RCW 51.28.010(4) and, as a result, the worker has not filed a claim for industrial insurance benefits as prescribed by law, then the director in his or her sole discretion may waive the time limits for filing a claim provided in RCW 51.28.050, if the complaint or allegation of claim suppression is received within two years of the worker's accident or exposure.
- 8 **Sec. 3.** RCW 51.28.050 and 1984 c 159 s 1 are each amended to read 9 as follows:
- No application shall be valid or claim thereunder enforceable unless filed within one year after the day upon which the injury occurred or the rights of dependents or beneficiaries accrued, except as provided in RCW 51.28.055 and 51.28.025(5).

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