Session of 2017

HOUSE BILL No. 2058

By Committee on Commerce, Labor and Economic Development

1-12

AN ACT concerning workers compensation; relating to the prevailing factor standard of causation; amending K.S.A. 2016 Supp. 44-508 and 44-510k and repealing the existing sections.

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

6 Section 1. K.S.A. 2016 Supp. 44-508 is hereby amended to read as 7 follows: 44-508. As used in the workers compensation act:

8 (a) "Employer" includes: (1) Any person or body of persons, 9 corporate or unincorporated, and the legal representative of a deceased 10 employer or the receiver or trustee of a person, corporation, association or 11 partnership; (2) the state or any department, agency or authority of the 12 state, any city, county, school district or other political subdivision or 13 municipality or public corporation and any instrumentality thereof; and (3) 14 for the purposes of community service work, the entity for which the 15 community service work is being performed and the governmental agency 16 which assigned the community service work, if any, if either such entity or such governmental agency has filed a written statement of election with 17 18 the director to accept the provisions under the workers compensation act 19 for persons performing community service work and in such case such 20 entity and such governmental agency shall be deemed to be the joint 21 employer of the person performing the community service work and both 22 shall have the rights, liabilities and immunities provided under the workers 23 compensation act for an employer with regard to the community service 24 work, except that the liability for providing benefits shall be imposed only 25 on the party which filed such election with the director, or on both if both 26 parties have filed such election with the director; for purposes of 27 community service work, "governmental agency" shall not include any 28 court or any officer or employee thereof and any case where there is 29 deemed to be a "joint employer" shall not be construed to be a case of dual 30 or multiple employment.

(b) "Workman" or "employee" or "worker" means any person who has entered into the employment of or works under any contract of service or apprenticeship with an employer. Such terms shall include, but not be limited to: Executive officers of corporations; professional athletes; persons serving on a volunteer basis as duly authorized law enforcement officers, attendants, as defined in-subsection (f) of K.S.A. 65-6112(f), and

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1 amendments thereto, drivers of ambulances as defined in subsection (d) of 2 K.S.A. 65-6112(d), and amendments thereto, firefighters, but only to the 3 extent and during such periods as they are so serving in such capacities; 4 persons employed by educational, religious and charitable organizations, 5 but only to the extent and during the periods that they are paid wages by 6 such organizations; persons in the service of the state, or any department, 7 agency or authority of the state, any city, school district, or other political 8 subdivision or municipality or public corporation and any instrumentality 9 thereof, under any contract of service, express or implied, and every official or officer thereof, whether elected or appointed, while performing 10 official duties; persons in the service of the state as volunteer members of 11 12 the Kansas department of civil air patrol, but only to the extent and during such periods as they are officially engaged in the performance of functions 13 14 specified in K.S.A. 48-3302, and amendments thereto; volunteers in any 15 employment, if the employer has filed an election to extend coverage to 16 such volunteers; minors, whether such minors are legally or illegally 17 employed; and persons performing community service work, but only to 18 the extent and during such periods as they are performing community 19 service work and if an election has been filed an election to extend 20 coverage to such persons. Any reference to an employee who has been 21 injured shall, where the employee is dead, include a reference to the 22 employee's dependents, to the employee's legal representatives, or, if the 23 employee is a minor or an incapacitated person, to the employee's guardian 24 or conservator. Unless there is a valid election in effect which has been 25 filed as provided in K.S.A. 44-542a, and amendments thereto, such terms 26 shall not include individual employers, limited liability company 27 members, partners or self-employed persons.

(c) (1) "Dependents" means such members of the employee's family
 as were wholly or in part dependent upon the employee at the time of the
 accident or injury.

31 (2) "Members of a family" means only surviving legal spouse and 32 children; or if no surviving legal spouse or children, then parents or 33 grandparents; or if no parents or grandparents, then grandchildren; or if no 34 grandchildren, then brothers and sisters. In the meaning of this section, 35 parents include stepparents, children include stepchildren, grandchildren 36 include stepgrandchildren, brothers and sisters include stepbrothers and 37 stepsisters, and children and parents include that relation by legal 38 adoption. In the meaning of this section, a surviving spouse shall not be 39 regarded as a dependent of a deceased employee or as a member of the 40 family, if the surviving spouse shall have for more than six months 41 willfully or voluntarily deserted or abandoned the employee prior to the 42 date of the employee's death.

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- (3) "Wholly dependent child or children" means:

1 (A) A birth child or adopted child of the employee except such a child 2 whose relationship to the employee has been severed by adoption;

3 (B) a stepchild of the employee who lives in the employee's 4 household;

5 (C) any other child who is actually dependent in whole or in part on 6 the employee and who is related to the employee by marriage or 7 consanguinity; or

8 (D) any child as defined in subsection (c)(3)(A), (3)(B) or (3)(C) who 9 is less than 23 years of age and who is not physically or mentally capable 10 of earning wages in any type of substantial and gainful employment or 11 who is a full-time student attending an accredited institution of higher 12 education or vocational education.

(d) "Accident" means an undesigned, sudden and unexpected 13 traumatic event, usually of an afflictive or unfortunate nature and often, 14 but not necessarily, accompanied by a manifestation of force. An accident 15 16 shall be identifiable by time and place of occurrence, produce at the time symptoms of an injury, and occur during a single work shift. The accident 17 must be the prevailing a substantial factor in causing the injury. 18 19 "Accident" shall in no case be construed to include repetitive trauma in 20 anv form.

(e) "Repetitive trauma" refers to cases where an injury occurs as a
result of repetitive use, cumulative traumas or microtraumas. The
repetitive nature of the injury must be demonstrated by diagnostic or
clinical tests. The repetitive trauma must be-the prevailing a substantial
factor in causing the injury. "Repetitive trauma" shall in no case be
construed to include occupational disease, as defined in K.S.A. 44-5a01,
and amendments thereto.

In the case of injury by repetitive trauma, the date of injury shall be theearliest of:

(1) The date the employee, while employed for the employer against
whom benefits are sought, is taken off work by a physician due to the
diagnosed repetitive trauma;

(2) the date the employee, while employed for the employer against
whom benefits are sought, is placed on modified or restricted duty by a
physician due to the diagnosed repetitive trauma;

36 (3) the date the employee, while employed for the employer against
37 whom benefits are sought, is advised by a physician that the condition is
38 work-related; or

39 (4) the last day worked, if the employee no longer works for the40 employer against whom benefits are sought.

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In no case shall the date of accident be later than the last date worked.

42 (f) (1) "Personal injury" and "injury" mean any lesion or change in 43 the physical structure of the body, causing damage or harm thereto. 1 Personal injury or injury may occur only by accident, repetitive trauma or 2 occupational disease as those terms are defined.

3 (2) An injury is compensable only if it arises out of and in the course
4 of employment. An injury is not compensable because work was a
5 triggering or precipitating factor. An injury is not compensable solely6 because it aggravates, accelerates or exacerbates a preexisting condition or
7 renders a preexisting condition symptomatic.

8 (A) An injury by repetitive trauma shall be deemed to arise out of 9 employment only if:

10 (i) The employment exposed the worker to an increased risk or 11 hazard which the worker would not have been exposed in normal non-12 employment life;

(ii) the increased risk or hazard to which the employment exposed the
 worker is-the prevailing a substantial factor in causing the repetitive
 trauma; and

(iii) the repetitive trauma is the prevailing a substantial factor in
 causing both the medical condition and resulting disability or impairment
 the injury.

(B) An injury by accident shall be deemed to arise out of employmentonly if:

(i) There is a causal connection between the conditions under whichthe work is required to be performed and the resulting accident; and

(ii) the accident is the prevailing a substantial factor causing the
 injury, medical condition, and resulting disability or impairment.

(3) (A) The words "arising out of and in the course of employment,"
as used in the workers compensation act, shall not be construed to include:

(i) Injury which occurred as a result of the natural aging process or bythe normal activities of day-to-day living;

29 (ii) accident or injury which arose out of a neutral risk with no 30 particular employment or personal character; *or*

(iii) accident or injury which arose out of a risk personal to the
 worker; or

33 (iv) accident or injury which arose either directly or indirectly from
 34 idiopathic causes.

35 (B) The words "arising out of and in the course of employment," as 36 used in the workers compensation act, shall not be construed to include 37 injuries to the employee occurring while the employee is on the way to 38 assume the duties of employment or after leaving such duties, the 39 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 40 of employment or having left such duties at a time when the worker is on 41 the premises owned or under the exclusive control of the employer or on 42 43 the only available route to or from work which is a route involving a

special risk or hazard connected with the nature of the employment that is not a risk or hazard to which the general public is exposed and which is a route not used by the public except in dealings with the employer. An employee shall not be construed as being on the way to assume the duties of employment, if the employee is a provider of emergency services responding to an emergency.

7 (C) The words, "arising out of and in the course of employment," as 8 used in the workers compensation act, shall not be construed to include 9 injuries to employees while engaged in recreational or social events under 10 circumstances where the employee was under no duty to attend and where 11 the injury did not result from the performance of tasks related to the 12 employee's normal job duties or as specifically instructed to be performed 13 by the employer.

(g) "Prevailing" "Substantial," as it relates to the term "factor," means
the primary factor, in relation to any other factor. In determining what
constitutes the "prevailing factor" in a given case, the administrative law
judge shall consider all relevant evidence submitted by the parties accident
was a material element in bringing about the injury, repetitive trauma or
occupational disease.

(h) "Burden of proof" means the burden of a party to persuade the
trier of facts by a preponderance of the credible evidence that such party's
position on an issue is more probably true than not true on the basis of the
whole record unless a higher burden of proof is specifically required by
this act.

(i) "Director" means the director of workers compensation asprovided for in K.S.A. 75-5708, and amendments thereto.

(j) "Health care provider" means any person licensed, by the proper
licensing authority of this state, another state or the District of Columbia,
to practice medicine and surgery, osteopathy, chiropractic, dentistry,
optometry, podiatry, audiology or psychology.

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(k) "Secretary" means the secretary of labor.

"Construction design professional" means any person who is an 32 (1)33 architect, professional engineer, landscape architect or land surveyor who 34 has been issued a license by the state board of technical professions to 35 practice such technical profession in Kansas or any corporation organized 36 to render professional services through the practice of one or more of such 37 technical professions in Kansas under the professional corporation law of 38 Kansas or any corporation issued a certificate of authorization under 39 K.S.A. 74-7036, and amendments thereto, to practice one or more of such 40 technical professions in Kansas.

41 (m) "Community service work" means: (1) Public or community 42 service performed as a result of a contract of diversion or of assignment to 43 a community corrections program or conservation camp or suspension of sentence or as a condition of probation or in lieu of a fine imposed by
 court order; or (2) public or community service or other work performed
 as a requirement for receipt of any kind of public assistance in accordance
 with any program administered by the secretary for children and families.

5 (n) "Utilization review" means the initial evaluation of 6 appropriateness in terms of both the level and the quality of health care 7 and health services provided a patient, based on accepted standards of the 8 health care profession involved. Such evaluation is accomplished by 9 means of a system which identifies the utilization of health care services 10 above the usual range of utilization for such services, which is based on accepted standards of the health care profession involved, and which refers 11 12 instances of possible inappropriate utilization to the director for referral to 13 a peer review committee.

(o) "Peer review" means an evaluation by a peer review committee of
 the appropriateness, quality and cost of health care and health services
 provided a patient, which is based on accepted standards of the health care
 profession involved and which is conducted in conjunction with utilization
 review.

(p) "Peer review committee" means a committee composed of health
 care providers licensed to practice the same health care profession as the
 health care provider who rendered the health care services being reviewed.

22 (q) "Group-funded self-insurance plan" includes each group-funded 23 workers compensation pool, which is authorized to operate in this state 24 under K.S.A. 44-581 through 44-592, and amendments thereto, each 25 municipal group-funded pool under the Kansas municipal group-funded pool act which is covering liabilities under the workers compensation act, 26 27 and any other similar group-funded or pooled plan or arrangement that 28 provides coverage for employer liabilities under the workers compensation 29 act and is authorized by law.

(r) On and after the effective date of this act, "workers compensation
board" or "board" means the workers compensation appeals board
established under K.S.A. 44-555c, and amendments thereto.

(s) "Usual charge" means the amount most commonly charged byhealth care providers for the same or similar services.

(t) "Customary charge" means the usual rates or range of fees chargedby health care providers in a given locale or area.

(u) "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 by competent medical evidence and based
on the fourth edition of the American medical association guides to the
evaluation of impairment, if the impairment is contained therein.

42 (v) "Authorized treating physician" means a licensed physician or 43 other health care provider authorized by the employer or insurance carrier or both, or appointed pursuant to court-order to provide those medical
 services deemed necessary to diagnose and treat an injury arising out of
 and in the course of employment.

4 (w) "Mail" means the use of the United States postal service or other 5 land based delivery service or transmission by electronic means, including 6 delivery by fax, e-mail or other electronic delivery method designated by 7 the director of workers compensation.

8 Sec. 2. K.S.A. 2016 Supp. 44-510k is hereby amended to read as 9 follows: 44-510k. (a) (1) At any time after the entry of an award for compensation wherein future medical benefits were awarded, the 10 employee, employer or insurance carrier may make application for a 11 12 hearing, in such form as the director may require for the furnishing, 13 termination or modification of medical treatment. Such post-award hearing shall be held by the assigned administrative law judge, in any county 14 designated by the administrative law judge, and the judge shall conduct the 15 16 hearing as provided in K.S.A. 44-523, and amendments thereto.

17 (2) The administrative law judge can: (A) Make an award for further 18 medical care if the administrative law judge finds that it is more probably 19 true than not that the injury which was the subject of the underlying award 20 is-the prevailing a substantial factor in the need for further medical care 21 and that the care requested is necessary to cure or relieve the effects of 22 such injury; or (B) terminate or modify an award of current or future 23 medical care if the administrative law judge finds that no further medical 24 care is required, the injury which was the subject of the underlying award 25 is not-the prevailing a substantial factor in the need for further medical 26 care, or that the care requested is not necessary to cure or relieve the 27 effects of such injury.

28 (3) If the claimant has not received medical treatment, as defined in 29 subsection (e) of K.S.A. 44-510h(e), and amendments thereto, from an 30 authorized health care provider within two years from the date of the 31 award or two years from the date the claimant last received medical 32 treatment from an authorized health care provider, the employer shall be 33 permitted to make application under this section for permanent termination 34 of future medical benefits. In such case, there shall be a presumption that 35 no further medical care is needed as a result of the underlying injury. The 36 presumption may be overcome by competent medical evidence.

(4) No post-award benefits shall be ordered, modified or terminated
without giving all parties to the award the opportunity to present evidence,
including taking testimony on any disputed matters. A finding with regard
to a disputed issue shall be subject to a full review by the board under
subsection (b) of K.S.A. 44-551(b), and amendments thereto. Any action
of the board pursuant to post-award orders shall be subject to review under
K.S.A. 44-556, and amendments thereto.

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(b) Any application for hearing made pursuant to this section shall 1 2 receive priority setting by the administrative law judge, only superseded by preliminary hearings pursuant to K.S.A. 44-534a, and amendments 3 thereto. The parties shall meet and confer prior to the hearing pursuant to 4 5 this section, but a prehearing settlement conference shall not be necessary. 6 The administrative law judge shall have authority to award medical 7 treatment relating back to the entry of the underlying award, but in no 8 event shall such medical treatment relate back more than six months following the filing of such application for post-award medical treatment. 9 Reviews taken under this section shall receive priority settings before the 10 board, only superseded by reviews for preliminary hearings. A decision 11 12 shall be rendered by the board within 30 days from the time the review 13 hereunder is submitted.

14 (c) The administrative law judge may award attorney fees and costs 15 on the claimant's behalf consistent with subsection (g) of K.S.A. 44-16 536(g), and amendments thereto. As used in this subsection, "costs" 17 include, but are not limited to, witness fees, mileage allowances, any costs 18 associated with reproduction of documents that become a part of the 19 hearing record, the expense of making a record of the hearing and such 20 other charges as are by statute authorized to be taxed as costs.

Sec. 3. K.S.A. 2016 Supp. 44-508 and 44-510k are hereby repealed.

22 Sec. 4. This act shall take effect and be in force from and after its 23 publication in the statute book.