# As Reported by the House Finance Committee

131st General Assembly Regular Session 2015-2016

Am. H. B. No. 52

# **Representative Hackett**

# ABILL

То	amend sections 119.12, 4121.129, 4121.37, 4121.61,	1
	4121.65, 4121.66, 4121.67, 4121.68, 4123.01,	2
	4123.291, 4123.34, 4123.343, 4123.35, 4123.351,	3
	4123.411, 4123.419, 4123.512, 4123.56, and 4123.59	4
	and to repeal section 4121.48 of the Revised Code	5
	to make changes to the Workers' Compensation Law,	6
	to make appropriations for the Bureau of Workers'	7
	Compensation for the biennium beginning July 1,	8
	2015, and ending June 30, 2017, and to provide	9
	authorization and conditions for the operation of	10
	the Bureau's programs.	11

# BE IT ENACTED BY THE GENERAL ASSEMBLY OF THE STATE OF OHIO:

Section 1. That sections 119.12, 4121.129, 4121.37, 4121.61,124121.65, 4121.66, 4121.67, 4121.68, 4123.01, 4123.291, 4123.34,134123.343, 4123.35, 4123.351, 4123.411, 4123.419, 4123.512,144123.56, and 4123.59 of the Revised Code be amended to read as15follows:16

<b>Sec. 119.12.</b> Any (A)(1) Except as provided in division (A)(2)	17
or (3) of this section, any party adversely affected by any order	18
of an agency issued pursuant to an adjudication denying an	19
applicant admission to an examination, or denying the issuance or	20

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renewal of a license or registration of a licensee, or revoking or	21
suspending a license, or allowing the payment of a forfeiture	22
under section 4301.252 of the Revised Code may appeal from the	23
order of the agency to the court of common pleas of the county in	24
which the place of business of the licensee is located or the	25
county in which the licensee is a resident, except that appeals.	26
(2) An appeal from decisions of the an order described in	27
division (A)(1) of this section issued by any of the following	28
agencies shall be made to the court of common pleas of Franklin	29
<u>county:</u>	30
<u>(a) The</u> liquor control commission <del>, the</del> ;	31
<u>(b) The</u> state medical board <del>,</del>	32
(c) The state chiropractic board, and;	33
(d) The board of nursing shall be to the court of common	34
<del>pleas of Franklin county</del> ;	35
(e) The bureau of workers' compensation regarding	36
participation in the health partnership program created in	37
sections 4121.44 and 4121.441 of the Revised Code. <del>If</del>	38
(3) If any party appealing from the an order described in	39
division (A)(1) of this section is not a resident of and has no	40
place of business in this state, the party may appeal to the court	41
of common pleas of Franklin county.	42
(B) Any party adversely affected by any order of an agency	43
issued pursuant to any other adjudication may appeal to the court	44
of common pleas of Franklin county, except that appeals from	45
orders of the fire marshal issued under Chapter 3737. of the	46
Revised Code may be to the court of common pleas of the county in	47
which the building of the aggrieved person is located and except	48
that appeals under division (B) of section 124.34 of the Revised	49
Code from a decision of the state personnel board of review or a	50

municipal or civil service township civil service commission shall
be taken to the court of common pleas of the county in which the
appointing authority is located or, in the case of an appeal by
the department of rehabilitation and correction, to the court of
common pleas of Franklin county.

(C) This section does not apply to appeals from the department of taxation.

(D) Any party desiring to appeal shall file a notice of 58 appeal with the agency setting forth the order appealed from and 59 stating that the agency's order is not supported by reliable, 60 probative, and substantial evidence and is not in accordance with 61 law. The notice of appeal may, but need not, set forth the 62 specific grounds of the party's appeal beyond the statement that 63 the agency's order is not supported by reliable, probative, and 64 substantial evidence and is not in accordance with law. The notice 65 of appeal shall also be filed by the appellant with the court. In 66 filing a notice of appeal with the agency or court, the notice 67 that is filed may be either the original notice or a copy of the 68 original notice. Unless otherwise provided by law relating to a 69 particular agency, notices of appeal shall be filed within fifteen 70 days after the mailing of the notice of the agency's order as 71 provided in this section. For purposes of this paragraph, an order 72 includes a determination appealed pursuant to division (C) of 73 section 119.092 of the Revised Code. The amendments made to this 74 paragraph by Sub. H.B. 215 of the 128th general assembly are 75 procedural, and this paragraph as amended by those amendments 76 77 shall be applied retrospectively to all appeals pursuant to this paragraph filed before the effective date of those amendments 78 September 13, 2010, but not earlier than May 7, 2009, which was 79 the date the supreme court of Ohio released its opinion and 80 judgment in Medcorp, Inc. v. Ohio Dep't. of Job and Family Servs. 81 (2009), 121 Ohio St.3d 622. 82

(E) The filing of a notice of appeal shall not automatically 83 operate as a suspension of the order of an agency. If it appears 84 to the court that an unusual hardship to the appellant will result 85 from the execution of the agency's order pending determination of 86 the appeal, the court may grant a suspension and fix its terms. If 87 an appeal is taken from the judgment of the court and the court 88 has previously granted a suspension of the agency's order as 89 provided in this section, the suspension of the agency's order 90 shall not be vacated and shall be given full force and effect 91 until the matter is finally adjudicated. No renewal of a license 92 or permit shall be denied by reason of the suspended order during 93 the period of the appeal from the decision of the court of common 94 pleas. In the case of an appeal from the state medical board or 95 state chiropractic board, the court may grant a suspension and fix 96 its terms if it appears to the court that an unusual hardship to 97 the appellant will result from the execution of the agency's order 98 pending determination of the appeal and the health, safety, and 99 welfare of the public will not be threatened by suspension of the 100 order. This provision shall not be construed to limit the factors 101 the court may consider in determining whether to suspend an order 102 of any other agency pending determination of an appeal. 103

(F) The final order of adjudication may apply to any renewal 104 of a license or permit which has been granted during the period of 105 the appeal. 106

(G) Notwithstanding any other provision of this section, any 107 order issued by a court of common pleas or a court of appeals 108 suspending the effect of an order of the liquor control commission 109 issued pursuant to Chapter 4301. or 4303. of the Revised Code that 110 suspends, revokes, or cancels a permit issued under Chapter 4303. 111 of the Revised Code or that allows the payment of a forfeiture 112 under section 4301.252 of the Revised Code shall terminate not 113 more than six months after the date of the filing of the record of 114

the liquor control commission with the clerk of the court of 115 common pleas and shall not be extended. The court of common pleas, 116 or the court of appeals on appeal, shall render a judgment in that 117 matter within six months after the date of the filing of the 118 record of the liquor control commission with the clerk of the 119 court of common pleas. A court of appeals shall not issue an order 120 suspending the effect of an order of the liquor control commission 121 that extends beyond six months after the date on which the record 122 of the liquor control commission is filed with a court of common 123 pleas. 124

(H) Notwithstanding any other provision of this section, any 125 order issued by a court of common pleas suspending the effect of 126 an order of the state medical board or state chiropractic board 127 that limits, revokes, suspends, places on probation, or refuses to 128 register or reinstate a certificate issued by the board or 129 reprimands the holder of the certificate shall terminate not more 130 than fifteen months after the date of the filing of a notice of 131 appeal in the court of common pleas, or upon the rendering of a 132 final decision or order in the appeal by the court of common 133 pleas, whichever occurs first. 134

(I) Within thirty days after receipt of a notice of appeal 135 from an order in any case in which a hearing is required by 136 sections 119.01 to 119.13 of the Revised Code, the agency shall 137 prepare and certify to the court a complete record of the 138 proceedings in the case. Failure of the agency to comply within 139 the time allowed, upon motion, shall cause the court to enter a 140 finding in favor of the party adversely affected. Additional time, 141 however, may be granted by the court, not to exceed thirty days, 142 when it is shown that the agency has made substantial effort to 143 comply. The record shall be prepared and transcribed, and the 144 expense of it shall be taxed as a part of the costs on the appeal. 145 The appellant shall provide security for costs satisfactory to the 146

court of common pleas. Upon demand by any interested party, the147agency shall furnish at the cost of the party requesting it a copy148of the stenographic report of testimony offered and evidence149submitted at any hearing and a copy of the complete record.150

(J) Notwithstanding any other provision of this section, any 151 party desiring to appeal an order or decision of the state 152 personnel board of review shall, at the time of filing a notice of 153 appeal with the board, provide a security deposit in an amount and 154 manner prescribed in rules that the board shall adopt in 155 accordance with this chapter. In addition, the board is not 156 required to prepare or transcribe the record of any of its 157 proceedings unless the appellant has provided the deposit 158 described above. The failure of the board to prepare or transcribe 159 a record for an appellant who has not provided a security deposit 160 shall not cause a court to enter a finding adverse to the board. 161

(K) Unless otherwise provided by law, in the hearing of the 162 appeal, the court is confined to the record as certified to it by 163 the agency. Unless otherwise provided by law, the court may grant 164 a request for the admission of additional evidence when satisfied 165 that the additional evidence is newly discovered and could not 166 with reasonable diligence have been ascertained prior to the 167 hearing before the agency. 168

(L) The court shall conduct a hearing on the appeal and shall 169 give preference to all proceedings under sections 119.01 to 119.13 170 of the Revised Code, over all other civil cases, irrespective of 171 the position of the proceedings on the calendar of the court. An 172 appeal from an order of the state medical board issued pursuant to 173 division (G) of either section 4730.25 or 4731.22 of the Revised 174 Code, or the state chiropractic board issued pursuant to section 175 4734.37 of the Revised Code, or the liquor control commission 176 issued pursuant to Chapter 4301. or 4303. of the Revised Code 177 shall be set down for hearing at the earliest possible time and 178

takes precedence over all other actions. The hearing in the court179of common pleas shall proceed as in the trial of a civil action,180and the court shall determine the rights of the parties in181accordance with the laws applicable to a civil action. At the182hearing, counsel may be heard on oral argument, briefs may be183submitted, and evidence may be introduced if the court has granted184a request for the presentation of additional evidence.185

(M) The court may affirm the order of the agency complained 186 of in the appeal if it finds, upon consideration of the entire 187 record and any additional evidence the court has admitted, that 188 the order is supported by reliable, probative, and substantial 189 evidence and is in accordance with law. In the absence of this 190 finding, it may reverse, vacate, or modify the order or make such 191 other ruling as is supported by reliable, probative, and 192 substantial evidence and is in accordance with law. The court 193 shall award compensation for fees in accordance with section 194 2335.39 of the Revised Code to a prevailing party, other than an 195 agency, in an appeal filed pursuant to this section. 196

(N) The judgment of the court shall be final and conclusive 197 unless reversed, vacated, or modified on appeal. These appeals may 198 be taken either by the party or the agency, shall proceed as in 199 the case of appeals in civil actions, and shall be pursuant to the 200 Rules of Appellate Procedure and, to the extent not in conflict 201 with those rules, Chapter 2505. of the Revised Code. An appeal by 202 the agency shall be taken on questions of law relating to the 203 constitutionality, construction, or interpretation of statutes and 204 rules of the agency, and, in the appeal, the court may also review 205 and determine the correctness of the judgment of the court of 206 common pleas that the order of the agency is not supported by any 207 reliable, probative, and substantial evidence in the entire 208 record. 209

The court shall certify its judgment to the agency or take 210

any other action necessary to give its judgment effect. 211

sec. 4121.129. (A) There is hereby created the workers' 212 compensation audit committee consisting of at least three members. 213 One member shall be the member of the bureau of workers' 214 compensation board of directors who is a certified public 215 accountant. The board, by majority vote, shall appoint two 216 additional members of the board to serve on the audit committee 217 and may appoint additional members who are not board members, as 218 the board determines necessary. Members of the audit committee 219 serve at the pleasure of the board, and the board, by majority 220 vote, may remove any member except the member of the committee who 221 is the certified public accountant member of the board. The board, 222 by majority vote, shall determine how often the audit committee 223 shall meet and report to the board. If the audit committee meets 224 on the same day as the board holds a meeting, no member shall be 225 compensated for more than one meeting held on that day. The audit 226 committee shall do all of the following: 227

(1) Recommend to the board an actuarial accounting firm to 228
 perform the annual analysis audits required under division (B) of 229
 section 4123.47 of the Revised Code; 230

(2) Recommend an auditing firm for the board to use whenconducting audits under section 4121.125 of the Revised Code;232

(3) Review the results of each annual audit and management
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(4) Monitor the implementation of any action plans createdpursuant to division (A)(3) of this section;238

(5) Review all internal audit reports on a regular basis. 239

(B) There is hereby created the workers' compensation 240

actuarial committee consisting of at least three members. One 241 member shall be the member of the board who is an actuary. The 2.42 board, by majority vote, shall appoint two additional members of 243 the board to serve on the actuarial committee and may appoint 244 additional members who are not board members, as the board 245 determines necessary. Members of the actuarial committee serve at 246 the pleasure of the board and the board, by majority vote, may 247 remove any member except the member of the committee who is the 248 actuary member of the board. The board, by majority vote, shall 249 determine how often the actuarial committee shall meet and report 250 to the board. If the actuarial committee meets on the same day as 251 the board holds a meeting, no member shall be compensated for more 252 than one meeting held on that day. The actuarial committee shall 253 do both of the following: 254

(1) Recommend actuarial consultants for the board to use for
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the funds specified in this chapter and Chapters 4123., 4127., and
4131. of the Revised Code;
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(2) Review calculations on and approve the various rate
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schedules and performance prepared and presented by the actuarial
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division of the bureau or by actuarial consultants with whom the
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board enters into a contract.

(C)(1) There is hereby created the workers' compensation 262 investment committee consisting of at least four members. Two of 263 the members shall be the members of the board who serve as the 264 investment and securities experts on the board. The board, by 265 majority vote, shall appoint two additional members of the board 266 to serve on the investment committee and may appoint additional 267 members who are not board members. Each additional member the 268 board appoints shall have at least one of the following 269 qualifications: 270

(a) Experience managing another state's pension funds or 271workers' compensation funds; 272

(b) Expertise that the board determines is needed to make 273investment decisions. 274

Members of the investment committee serve at the pleasure of 275 the board and the board, by majority vote, may remove any member 276 except the members of the committee who are the investment and 277 securities expert members of the board. The board, by majority 278 vote, shall determine how often the investment committee shall 279 meet and report to the board. If the investment committee meets on 280 the same day as the board holds a meeting, no member shall be 281 compensated for more than one meeting held on that day. 282

(2) The investment committee shall do all of the following: 283

(a) Develop the investment policy for the administration of
(a) Develop the investment policy for the administration of
(a) Develop the investment policy for the funds specified in this chapter and
(b) 284
(c) 285
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(b) Submit the investment policy developed pursuant to 289division (C)(2)(a) of this section to the board for approval; 290

(c) Monitor implementation by the administrator of workers' 291
 compensation and the bureau of workers' compensation chief 292
 investment officer of the investment policy approved by the board; 293

(d) Recommend outside investment counsel with whom the board 294
may contract to assist the investment committee in fulfilling its 295
duties; 296

(e) Review the performance of the bureau of workers'
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compensation chief investment officer and any investment
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consultants retained by the administrator to assure that the
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investments of the assets of the funds specified in this chapter
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and Chapters 4123., 4127., and 4131. of the Revised Code are made
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in accordance with the investment policy approved by the board and
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to assure compliance with the investment policy and effective

management of the funds.

sec. 4121.37. The administrator of workers' compensation 305 having, by virtue of Section 35 of Article II, Ohio Constitution, 306 the expenditure of the fund therein created for the investigation 307 and prevention of industrial accidents and diseases, shall, with 308 the advice and consent of the bureau of workers' compensation 309 board of directors, in the exercise of the administrator's 310 authority and in the performance of the administrator's duty, 311 employ a superintendent and the necessary experts, engineers, 312 investigators, clerks, and stenographers occupational safety and 313 health professionals, and support staff for the efficient 314 operation of a division of safety and hygiene of the bureau of 315 workers' compensation, which is hereby created. 316

The administrator, with the advice and consent of the board, 317 shall pay into the safety and hygiene fund, which is hereby 318 created in the state treasury, the portion of the contributions 319 paid by employers, calculated as though all employers paid 320 premiums based upon payroll, not to exceed one per cent thereof in 321 any year, as is necessary for the payment of the salary of the 322 superintendent of the division of safety and hygiene and the 323 compensation of the other employees of the division of safety and 324 hygiene, and for the expenses of investigations and researches for 325 the prevention of industrial accidents and diseases, and for 326 operating the long-term care loan fund program established under 327 section 4121.48 of the Revised Code. All investment earnings of 328 the fund shall be credited to the fund. The administrator has the 329 same powers to invest any of the funds belonging to the fund as 330 are delegated to the administrator under section 4123.44 of the 331 Revised Code with respect to the state insurance fund. The 332 superintendent, under the direction of the administrator, with the 333 advice and consent of the board, shall conduct investigations and 334 researches for the prevention of industrial accidents and 335

diseases, conduct loss prevention programs and courses for 336 employers, establish and administrate cooperative programs with 337 employers for the purchase of individual safety equipment for 338 employees, and print and distribute information as may be of 339 benefit to employers and employees. The administrator shall pay 340 from the safety and hygiene fund the salary of the superintendent 341 of the division of safety and hygiene, the compensation of the 342 other employees of the division of safety and hygiene, the 343 expenses necessary or incidental to investigations and researches 344 for the prevention of industrial accidents and diseases, and the 345 cost of printing and distributing such information. 346

The superintendent, under the direction of the administrator, 347 shall prepare an annual report, addressed to the governor, on the 348 amount of the expenditures and the purposes for which they have 349 been made, and the results of the investigations and researches. 350 The administrator shall include the administrative costs, 351 salaries, and other expenses of the division of safety and hygiene 352 as a part of the budget of the bureau of workers' compensation 353 that is submitted to the director of budget and management and 354 shall identify those expenditures separately from other bureau 355 expenditures. 356

The superintendent shall be a competent person with at least357five years' experience in industrial accident or disease358prevention work. The superintendent and up to six positions in the359division of safety and hygiene as the shall be in the unclassified360civil service of the state.361

The administrator, with the advice and consent of the board,362designates are may designate positions in the division that are in363the unclassified civil service of the state as long as the364administrator, with the advice and consent of the board,365determines the positions subordinate to the superintendent are366primarily and distinctively administrative, managerial, or367

professional in character. All other full-time employees of the368division of safety and hygiene are in the classified civil service369of the state.370

Sec. 4121.61. (A) As used in sections 4121.61 to 4121.70 of371the Revised Code, "self-insuring employer" has the same meaning as372in section 4123.01 of the Revised Code.373

(B) The administrator of workers' compensation, with the 374 advice and consent of the bureau of workers' compensation board of 375 directors, shall adopt rules, take measures, and make expenditures 376 as it deems necessary to aid claimants who have sustained 377 compensable injuries or incurred compensable occupational diseases 378 pursuant to Chapter 4123., 4127., or 4131. of the Revised Code to 379 return to work or to assist in lessening or removing any resulting 380 handicap. 381

Sec. 4121.65. Employers who provide compensation and benefits 382 pursuant to section 4123.35 of the Revised Code also Self-insuring 383 employers may be granted authority to furnish rehabilitation 384 services as long as the quality and content of the same is 385 services are equal to or greater than that provided by the bureau 386 of workers' compensation, and prior approval therefor has been 387 given by the bureau. 388

Sec. 4121.66. (A) The Except as provided in division (D) of 389 this section, the administrator of workers' compensation shall pay 390 the expense of providing rehabilitation services, counseling, 391 training, and living maintenance payments from the surplus fund 392 established by section 4123.34 of the Revised Code. 393

(B) Living maintenance payments are not subject to 394garnishment, levy, or attachment. 395

(C) Sections 4123.343, 4123.63, and 4123.64 of the Revised 396

Code do not apply to living maintenance payments. 397

(D) A self-insuring employer <del>under section 4123.35 of the</del>	398
Revised Code may elect to shall pay directly to a claimant or to	399
the provider of the rehabilitation services, counseling, or	400
training the expenses listed in division (A) of this section $rac{by}{by}$	401
filing an application with the bureau of workers' compensation not	402
more than one hundred eighty days and not less than ninety days	403
prior to the first day of the employer's next six month coverage	404
period. If the self-insuring employer timely files the	405
application, the application is effective on the first day of the	406
employer's next six-month coverage period, provided that the	407
administrator shall compute the employer's assessment for the	408
surplus fund due with respect to the period during which such	409
application was filed without regard to the filing of the	410
application. Following the timely filing, the self-insuring	411
employer shall pay directly to a claimant or to the provider of	412
the rehabilitation services, counseling, or training the expenses	413
listed in division (A) of this section for all periods of	414
rehabilitation occurring on or after the effective date of his	415
election, regardless of the date of the injury or occupational	416
disease, and he shall receive no money or credits from the surplus	417
fund on account of such payments and shall not be required to pay	418
any amounts into the surplus fund on account of this section,	419
provided that for a period not to exceed one hundred eighty days	420
after the effective date of the application, the self-insuring	421
employer may submit to the bureau requests for reimbursement from	422
the surplus fund on account of payments made for services rendered	423
or living maintenance periods prior to the effective date of the	424
application pursuant to division (A) of this section. The election	425
made under this division is irrevocable.	426

**sec. 4121.67.** (A) The administrator of workers' compensation, 427 with the advice and consent of the bureau of workers' compensation 428

board of directors, shall adopt rules:

(A)(1) For the encouragement of reemployment of claimants who 430 have successfully completed prescribed rehabilitation programs by 431 payment from the surplus fund established by section 4123.34 of 432 the Revised Code to employers who employ or re-employ the 433 claimants. The period or periods of payments shall not exceed six 434 months in the aggregate, unless the administrator or the 435 administrator's designee determines that the claimant will be 436 benefited by an extension of payments. 437

(B)(2) Requiring payment, in the same manner as living 438 maintenance payments are made pursuant to section 4121.63 of the 439 Revised Code, to the claimant who completes a rehabilitation 440 training program and returns to employment, but who suffers a wage 441 loss compared to the wage the claimant was receiving at the time 442 of injury. Payments per week shall be sixty-six and two-thirds per 443 cent of the difference, if any, between the claimant's weekly wage 444 at the time of injury and the weekly wage received while employed, 445 up to a maximum payment per week equal to the statewide average 446 weekly wage. The payments may continue for up to a maximum of two 447 hundred weeks but shall be reduced by the corresponding number of 448 weeks in which the claimant receives payments pursuant to division 449 (B) of section 4123.56 of the Revised Code. 450

(B) A self-insuring employer shall make the payments451described in division (A) of this section directly as part of a452claim.453

Sec. 4121.68. In the event a claimant sustains an injury or 454 occupational disease or dies as a result of any injury or disease 455 received in the course of and arising out of the claimant's 456 participation in a rehabilitation program, the claimant or, in the 457 case of death, a dependent of the claimant, may file a claim for 458 compensation and benefits. All compensation and benefit awards 459

made as a result of the injury, disease, or death shall be charged 460 to the surplus fund account, created pursuant to section 4123.34 461 of the Revised Code, and not charged through the state insurance 462 fund to the employer against which the claim was allowed so long 463 as the employer pays assessments into the surplus fund account for 464 the payment of such compensation and benefits. If an employer is a 465 self-insuring employer, the self-insuring employer shall pay these 466 compensation and benefits directly as a part of a claim. 467

Sec. 4123.01. As used in this chapter: 468

(A)(1) "Employee" means:

(a) Every person in the service of the state, or of any 470 county, municipal corporation, township, or school district 471 therein, including regular members of lawfully constituted police 472 and fire departments of municipal corporations and townships, 473 whether paid or volunteer, and wherever serving within the state 474 or on temporary assignment outside thereof, and executive officers 475 of boards of education, under any appointment or contract of hire, 476 express or implied, oral or written, including any elected 477 official of the state, or of any county, municipal corporation, or 478 township, or members of boards of education. 479

As used in division (A)(1)(a) of this section, the term 480 "employee" includes the following persons when responding to an 481 inherently dangerous situation that calls for an immediate 482 response on the part of the person, regardless of whether the 483 person is within the limits of the jurisdiction of the person's 484 regular employment or voluntary service when responding, on the 485 condition that the person responds to the situation as the person 486 otherwise would if the person were on duty in the person's 487 jurisdiction: 488

(i) Off-duty peace officers. As used in division (A)(1)(a)(i) 489 of this section, "peace officer" has the same meaning as in 490

chapter.

section 2935.01 of the Revised Code.	491
(ii) Off-duty firefighters, whether paid or volunteer, of a	492
lawfully constituted fire department.	493
(iii) Off-duty first responders, emergency medical	494
technicians-basic, emergency medical technicians-intermediate, or	495
emergency medical technicians-paramedic, whether paid or	496
volunteer, of an ambulance service organization or emergency	497
medical service organization pursuant to Chapter 4765. of the	498
Revised Code.	499
(b) Every person in the service of any person, firm, or	500
private corporation, including any public service corporation,	501
that (i) employs one or more persons regularly in the same	502
business or in or about the same establishment under any contract	503
of hire, express or implied, oral or written, including aliens and	504
minors, household workers who earn one hundred sixty dollars or	505
more in cash in any calendar quarter from a single household and	506
casual workers who earn one hundred sixty dollars or more in cash	507
in any calendar quarter from a single employer, or (ii) is bound	508
by any such contract of hire or by any other written contract, to	509
pay into the state insurance fund the premiums provided by this	510

(c) Every person who performs labor or provides services
pursuant to a construction contract, as defined in section 4123.79
of the Revised Code, if at least ten of the following criteria
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apply:
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(i) The person is required to comply with instructions from
 the other contracting party regarding the manner or method of
 performing services;
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(ii) The person is required by the other contracting party to 519have particular training; 520

(iii) The person's services are integrated into the regular 521

functioning of the other contracting party;	522
(iv) The person is required to perform the work personally;	523
(v) The person is hired, supervised, or paid by the other contracting party;	524 525
(vi) A continuing relationship exists between the person and the other contracting party that contemplates continuing or recurring work even if the work is not full time;	526 527 528
(vii) The person's hours of work are established by the other contracting party;	529 530
(viii) The person is required to devote full time to the business of the other contracting party;	531 532
(ix) The person is required to perform the work on the premises of the other contracting party;	533 534
(x) The person is required to follow the order of work set by the other contracting party;	535 536
(xi) The person is required to make oral or written reports of progress to the other contracting party;	537 538
(xii) The person is paid for services on a regular basis such as hourly, weekly, or monthly;	539 540
(xiii) The person's expenses are paid for by the other contracting party;	541 542
(xiv) The person's tools and materials are furnished by the other contracting party;	543 544
(xv) The person is provided with the facilities used to perform services;	545 546
(xvi) The person does not realize a profit or suffer a loss as a result of the services provided;	547 548
(xvii) The person is not performing services for a number of employers at the same time;	549 550

(xviii) The person does not make the same services available 551 to the general public; 552

(xix) The other contracting party has a right to discharge 553 the person; 554

(xx) The person has the right to end the relationship with
 555
 the other contracting party without incurring liability pursuant
 556
 to an employment contract or agreement.
 557

Every person in the service of any independent contractor or 558 subcontractor who has failed to pay into the state insurance fund 559 the amount of premium determined and fixed by the administrator of 560 workers' compensation for the person's employment or occupation or 561 if a self-insuring employer has failed to pay compensation and 562 benefits directly to the employer's injured and to the dependents 563 of the employer's killed employees as required by section 4123.35 564 of the Revised Code, shall be considered as the employee of the 565 person who has entered into a contract, whether written or verbal, 566 with such independent contractor unless such employees or their 567 legal representatives or beneficiaries elect, after injury or 568 death, to regard such independent contractor as the employer. 569

(2) "Employee" does not mean <u>any of the following</u>: 570

(a) A duly ordained, commissioned, or licensed minister or
 assistant or associate minister of a church in the exercise of
 572
 ministry;
 573

(b) Any officer of a family farm corporation; 574

(c) An individual incorporated as a corporation; <del>or</del> 575

(d) <u>An officer of a nonprofit corporation, as defined in</u>
 <u>section 1702.01 of the Revised Code, who volunteers the person's</u>
 <u>services as a officer;</u>
 578

(e) An individual who otherwise is an employee of an employer 579 but who signs the waiver and affidavit specified in section 580

4123.15 of the Revised Code on the condition that the 581 administrator has granted a waiver and exception to the 582 individual's employer under section 4123.15 of the Revised Code. 583 Any employer may elect to include as an "employee" within 584 this chapter, any person excluded from the definition of 585

"employee" pursuant to division (A)(2)(a), (b), (c), or (e) of 586 this section in accordance with rules adopted by the 587 administrator, with the advice and consent of the bureau of 588 workers' compensation board of directors. If an employer is a 589 partnership, sole proprietorship, individual incorporated as a 590 corporation, or family farm corporation, such employer may elect 591 to include as an "employee" within this chapter, any member of 592 such partnership, the owner of the sole proprietorship, the 593 individual incorporated as a corporation, or the officers of the 594 family farm corporation. In Nothing in this section shall prohibit 595 a partner, sole proprietor, or any person excluded from the 596 definition of "employee" pursuant to division (A)(2)(a), (b), (c), 597 or (e) of this section from electing to be included as an 598 "employee" under this chapter in accordance with rules adopted by 599 the administrator, with the advice and consent of the board. 600

In the event of an election, the employer or person electing 601 coverage shall serve upon the bureau of workers' compensation 602 written notice naming the persons person to be covered, and 603 include such employee's the person's remuneration for premium 604 purposes in all future payroll reports, and no. No partner, sole 605 proprietor, or person excluded from the definition of "employee" 606 pursuant to division (A)(2)(a), (b), (c), or (e) of this section, 607 proprietor, individual incorporated as a corporation, or partner 608 shall be deemed an employee within this division until the 609 employer has served such notice shall receive benefits or 610 compensation under this chapter until the bureau receives written 611 notice of the election permitted by this section. 612

For informational purposes only, the bureau shall prescribe	613
such language as it considers appropriate, on such of its forms as	614
it considers appropriate, to advise employers of their right to	615
elect to include as an "employee" within this chapter a sole	616
proprietor, any member of a partnership <del>, an individual</del>	617
incorporated as a corporation, the officers of a family farm	618
<del>corporation</del> , or a person excluded from the definition of	619
"employee" under division (A)(2) <u>(a), (b), (c), or (e)</u> of this	620
section, that they should check any health and disability	621
insurance policy, or other form of health and disability plan or	622
contract, presently covering them, or the purchase of which they	623
may be considering, to determine whether such policy, plan, or	624
contract excludes benefits for illness or injury that they might	625
have elected to have covered by workers' compensation.	626

(B) "Employer" means:

(1) The state, including state hospitals, each county,
municipal corporation, township, school district, and hospital
629
owned by a political subdivision or subdivisions other than the
630
state;
631

(2) Every person, firm, professional employer organization, 632 and private corporation, including any public service corporation, 633 that (a) has in service one or more employees or shared employees 634 regularly in the same business or in or about the same 635 establishment under any contract of hire, express or implied, oral 636 or written, or (b) is bound by any such contract of hire or by any 637 other written contract, to pay into the insurance fund the 638 premiums provided by this chapter. 639

All such employers are subject to this chapter. Any member of 640 a firm or association, who regularly performs manual labor in or 641 about a mine, factory, or other establishment, including a 642 household establishment, shall be considered an employee in 643 determining whether such person, firm, or private corporation, or 644

public service corporation, has in its service, one or more645employees and the employer shall report the income derived from646such labor to the bureau as part of the payroll of such employer,647and such member shall thereupon be entitled to all the benefits of648an employee.649

(C) "Injury" includes any injury, whether caused by external
 accidental means or accidental in character and result, received
 in the course of, and arising out of, the injured employee's
 652
 employment. "Injury" does not include:

(1) Psychiatric conditions except where the claimant's 654 psychiatric conditions have arisen from an injury or occupational 655 disease sustained by that claimant or where the claimant's 656 psychiatric conditions have arisen from sexual conduct in which 657 the claimant was forced by threat of physical harm to engage or 658 participate; 659

(2) Injury or disability caused primarily by the naturaldeterioration of tissue, an organ, or part of the body;661

(3) Injury or disability incurred in voluntary participation
in an employer-sponsored recreation or fitness activity if the
employee signs a waiver of the employee's right to compensation or
benefits under this chapter prior to engaging in the recreation or
fitness activity;

(4) A condition that pre-existed an injury unless that 667 pre-existing condition is substantially aggravated by the injury. 668 Such a substantial aggravation must be documented by objective 669 diagnostic findings, objective clinical findings, or objective 670 test results. Subjective complaints may be evidence of such a 671 substantial aggravation. However, subjective complaints without 672 objective diagnostic findings, objective clinical findings, or 673 objective test results are insufficient to substantiate a 674 substantial aggravation. 675

(D) "Child" includes a posthumous child and a child legally 676 adopted prior to the injury. 677

(E) "Family farm corporation" means a corporation founded for 678 the purpose of farming agricultural land in which the majority of 679 the voting stock is held by and the majority of the stockholders 680 are persons or the spouse of persons related to each other within 681 the fourth degree of kinship, according to the rules of the civil 682 law, and at least one of the related persons is residing on or 683 actively operating the farm, and none of whose stockholders are a 684 corporation. A family farm corporation does not cease to qualify 685 under this division where, by reason of any devise, bequest, or 686 the operation of the laws of descent or distribution, the 687 ownership of shares of voting stock is transferred to another 688 person, as long as that person is within the degree of kinship 689 stipulated in this division. 690

(F) "Occupational disease" means a disease contracted in the 691 course of employment, which by its causes and the characteristics 692 of its manifestation or the condition of the employment results in 693 a hazard which distinguishes the employment in character from 694 employment generally, and the employment creates a risk of 695 contracting the disease in greater degree and in a different 696 manner from the public in general.

(G) "Self-insuring employer" means an employer who is granted 698 the privilege of paying compensation and benefits directly under 699 section 4123.35 of the Revised Code, including a board of county 700 commissioners for the sole purpose of constructing a sports 701 facility as defined in section 307.696 of the Revised Code, 702 provided that the electors of the county in which the sports 703 facility is to be built have approved construction of a sports 704 facility by ballot election no later than November 6, 1997. 705

(H) "Private employer" means an employer as defined indivision (B)(2) of this section.707

(I) "Professional employer organization" has the same meaning 708 as in section 4125.01 of the Revised Code. 709 (J) "Public employer" means an employer as defined in 710 division (B)(1) of this section. 711 (K) "Sexual conduct" means vaginal intercourse between a male 712 and female; anal intercourse, fellatio, and cunnilingus between 713 persons regardless of gender; and, without privilege to do so, the 714 insertion, however slight, of any part of the body or any 715 instrument, apparatus, or other object into the vaginal or anal 716 cavity of another. Penetration, however slight, is sufficient to 717 complete vaginal or anal intercourse. 718

(L) "Other-states' insurer" means an insurance company that
is authorized to provide workers' compensation insurance coverage
in any of the states that permit employers to obtain insurance for
workers' compensation claims through insurance companies.
722

(M) "Other-states' coverage" means both of the following: 723

(1) Insurance coverage secured by an eligible employer for
 workers' compensation claims of employees who are in employment
 relationships localized in a state other than this state or those
 employees' dependents;

(2) Insurance coverage secured by an eligible employer for
 728
 workers' compensation claims that arise in a state other than this
 729
 state where an employer elects to obtain coverage through either
 730
 the administrator or an other-states' insurer.
 731

(N) "Limited other-states coverage" means insurance coverage 732
provided by the administrator to an eligible employer for workers' 733
compensation claims of employees who are in an employment 734
relationship localized in this state but are temporarily working 735
in a state other than this state, or those employees' dependents. 736

**Sec. 4123.291.** (A) An adjudicating committee appointed by the 737

administrator of workers' compensation to hear any matter 738 specified in divisions (B)(1) to (7) of this section shall hear 739 the matter within sixty days of the date on which an employer 740 files the request, protest, or petition. An employer desiring to 741 file a request, protest, or petition regarding any matter 742 specified in divisions (B)(1) to (7) of this section shall file 743 the request, protest, or petition to the adjudicating committee on 744 or before twenty-four months after the administrator sends notice 745 of the determination about which the employer is filing the 746 request, protest, or petition. 747

(B) An employer who is adversely affected by a decision of an 748 adjudicating committee appointed by the administrator may appeal 749 the decision of the committee to the administrator or the 750 administrator's designee. The employer shall file the appeal in 751 writing within thirty days after the employer receives the 752 decision of the adjudicating committee. The Except as otherwise 753 provided in this division, the administrator or the designee shall 754 hear hold a hearing and consider and issue a decision on the 755 appeal and hold a hearing, provided that if the decision of the 756 adjudicating committee relates to one of the following: 757

(1) An employer request for a waiver of a default in the
payment of premiums pursuant to section 4123.37 of the Revised
Code;
760

(2) An employer request for the settlement of liability as a 761noncomplying employer under section 4123.75 of the Revised Code; 762

(3) An employer petition objecting to an assessment made
pursuant to section 4123.37 of the Revised Code and the rules
764
adopted pursuant to that section;
765

(4) An employer request for the abatement of penalties
assessed pursuant to section 4123.32 of the Revised Code and the
rules adopted pursuant to that section;
768

(5) An employer protest relating to an audit finding or a
determination of a manual classification, experience rating, or
transfer or combination of risk experience;
771

(6) Any decision relating to any other risk premium matter(72) under Chapters 4121., 4123., and 4131. of the Revised Code;773

(7) An employer petition objecting to the amount of security
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required under division (D) of section 4125.05 of the Revised Code
775
and the rules adopted pursuant to that section.
776

An employer may request, in writing, that the administrator777waive the hearing before the administrator or the administrator's778designee. The administrator shall decide whether to grant or deny779a request to waive a hearing.780

(C) The bureau of workers' compensation board of directors, 781
based upon recommendations of the workers' compensation actuarial 782
committee, shall establish the policy for all adjudicating 783
committee procedures, including, but not limited to, specific 784
criteria for manual premium rate adjustment. 785

sec. 4123.34. It shall be the duty of the bureau of workers' 786 compensation board of directors and the administrator of workers' 787 compensation to safeguard and maintain the solvency of the state 788 insurance fund and all other funds specified in this chapter and 789 Chapters 4121., 4127., and 4131. of the Revised Code. The 790 administrator, in the exercise of the powers and discretion 791 conferred upon the administrator in section 4123.29 of the Revised 792 Code, shall fix and maintain, with the advice and consent of the 793 board, for each class of occupation or industry, the lowest 794 possible rates of premium consistent with the maintenance of a 795 solvent state insurance fund and the creation and maintenance of a 796 reasonable surplus, after the payment of legitimate claims for 797 injury, occupational disease, and death that the administrator 798 authorizes to be paid from the state insurance fund for the 799

benefit of injured, diseased, and the dependents of killed 800 employees. In establishing rates, the administrator shall take 801 into account the necessity of ensuring sufficient money is set 802 aside in the premium payment security fund to cover any defaults 803 in premium obligations. The administrator shall observe all of the 804 following requirements in fixing the rates of premium for the 805 risks of occupations or industries: 806

(A) The administrator shall keep an accurate account of the 807 money paid in premiums by each of the several classes of 808 occupations or industries, and the losses on account of injuries, 809 occupational disease, and death of employees thereof, and also 810 keep an account of the money received from each individual 811 employer and the amount of losses incurred against the state 812 insurance fund on account of injuries, occupational disease, and 813 death of the employees of the employer. 814

(B) A portion of the money paid into the state insurance fund 815 shall be set aside for the creation of a surplus fund account 816 within the state insurance fund. Any references in this chapter or 817 in Chapter 4121., 4125., 4127., or 4131. of the Revised Code to 818 the surplus fund, the surplus created in this division, the 819 statutory surplus fund, or the statutory surplus of the state 820 insurance fund are hereby deemed to be references to the surplus 821 fund account. The administrator may transfer the portion of the 822 state insurance fund to the surplus fund account as the 823 administrator determines is necessary to satisfy the needs of the 824 surplus fund account and to guarantee the solvency of the state 825 insurance fund and the surplus fund account. In addition to all 826 statutory authority under this chapter and Chapter 4121. of the 827 Revised Code, the administrator has discretionary and contingency 828 authority to make charges to the surplus fund account. The 829 administrator shall account for all charges, whether statutory, 830 discretionary, or contingency, that the administrator may make to 831

the surplus fund account. A revision of basic rates shall be made 832 annually on the first day of July. 833 Notwithstanding any provision of the law to the contrary, one 834 hundred eighty days after the effective date on which 835 self-insuring employers first may elect under division (D) of 836 section 4121.66 of the Revised Code to directly pay for 837 rehabilitation expenses, the administrator shall calculate the 838 deficit, if any, in the portion of the surplus fund account that 839 is used for reimbursement to self-insuring employers for all 840 expenses other than handicapped reimbursement under section 841 4123.343 of the Revised Code. The administrator, from time to 842 time, may determine whether the surplus fund account has such a 843 deficit and may assess all self-insuring employers who 844 participated in the portion of the surplus fund account during the 845 accrual of the deficit and who during that time period have not 846 made the election under division (D) of section 4121.66 of the 847 Revised Code the amount the administrator determines necessary to 848 reduce the deficit. 849

For policy years commencing prior to July 1, 2016, revisions 850 of basic rates for private employers shall be in accordance with 851 the oldest four of the last five calendar years of the combined 852 accident and occupational disease experience of the administrator 853 in the administration of this chapter, as shown by the accounts 854 kept as provided in this section. For a policy year commencing on 855 or after July 1, 2016, revisions of basic rates for private 856 employers shall be in accordance with the oldest four of the last 857 five policy years combined accident and occupational disease 858 experience of the administrator in the administration of this 859 chapter, as shown by the accounts kept as provided in this 860 section. 861

Revisions of basic rates for public employers shall be in 862 accordance with the oldest four of the last five policy years of 863

the combined accident and occupational disease experience of the 864 administrator in the administration of this chapter, as shown by 865 the accounts kept as provided in this section. 866

In revising basic rates, the administrator shall exclude the 867 experience of employers that are no longer active if the 868 administrator determines that the inclusion of those employers 869 would have a significant negative impact on the remainder of the 870 employers in a particular manual classification. The administrator 871 shall adopt rules, with the advice and consent of the board, 872 governing rate revisions, the object of which shall be to make an 873 equitable distribution of losses among the several classes of 874 occupation or industry, which rules shall be general in their 875 application. 876

(C) The administrator may apply that form of rating system 877 that the administrator finds is best calculated to merit rate or 878 individually rate the risk more equitably, predicated upon the 879 basis of its individual industrial accident and occupational 880 disease experience, and may encourage and stimulate accident 881 prevention. The administrator shall develop fixed and equitable 882 rules controlling the rating system, which rules shall conserve to 883 each risk the basic principles of workers' compensation insurance. 884

(D) The administrator, from the money paid into the state
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 insurance fund, shall set aside into an account of the state
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 insurance fund titled a premium payment security fund sufficient
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 money to pay for any premiums due from an employer and
 888
 uncollected.

The use of the moneys held by the premium payment security 890 fund account is restricted to reimbursement to the state insurance 891 fund of premiums due and uncollected. 892

(E) The administrator may grant discounts on premium rates893for employers who meet either of the following requirements:894

(1) Have not incurred a compensable injury for one year or
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 more and who maintain an employee safety committee or similar
 896
 organization or make periodic safety inspections of the workplace.
 897

(2) Successfully complete a loss prevention program
prescribed by the superintendent of the division of safety and
hygiene and conducted by the division or by any other person
900
approved by the superintendent.
901

(F)(1) In determining the premium rates for the construction 902 industry the administrator shall calculate the employers' premiums 903 based upon the actual remuneration construction industry employees 904 receive from construction industry employers, provided that the 905 amount of remuneration the administrator uses in calculating the 906 premiums shall not exceed an average weekly wage equal to one 907 hundred fifty per cent of the statewide average weekly wage as 908 defined in division (C) of section 4123.62 of the Revised Code. 909

(2) Division (F)(1) of this section shall not be construed asaffecting the manner in which benefits to a claimant are awarded911under this chapter.912

(3) As used in division (F) of this section, "construction 913
industry" includes any activity performed in connection with the 914
erection, alteration, repair, replacement, renovation, 915
installation, or demolition of any building, structure, highway, 916
or bridge. 917

(G) The administrator shall not place a limit on the length
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of time that an employer may participate in the bureau of workers'
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compensation drug free workplace and workplace safety programs.
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Sec. 4123.343. This section shall be construed liberally to 921 the end that employers shall be encouraged to employ and retain in 922 their employment handicapped employees as defined in this section. 923

(A) As used in this section, "handicapped employee" means an 924

employee who is afflicted with or subject to any physical or 925 mental impairment, or both, whether congenital or due to an injury 926 or disease of such character that the impairment constitutes a 927 handicap in obtaining employment or would constitute a handicap in 928 obtaining reemployment if the employee should become unemployed 929 and whose handicap is due to any of the following diseases or 930 conditions: 931 (1) Epilepsy; 932 (2) Diabetes; 933 (3) Cardiac disease; 934 (4) Arthritis; 935 (5) Amputated foot, leg, arm, or hand; 936 (6) Loss of sight of one or both eyes or a partial loss of 937 uncorrected vision of more than seventy-five per cent bilaterally; 938 (7) Residual disability from poliomyelitis; 939 (8) Cerebral palsy; 940 (9) Multiple sclerosis; 941 (10) Parkinson's disease; 942 (11) Cerebral vascular accident; 943 (12) Tuberculosis; 944 (13) Silicosis; 945 (14) Psycho-neurotic disability following treatment in a 946 recognized medical or mental institution; 947 (15) Hemophilia; 948 (16) Chronic osteomyelitis; 949 950 (17) Ankylosis of joints; (18) Hyper insulinism; 951

(19) Muscular dystrophies;	952
(20) Arterio-sclerosis;	953
(21) Thrombo-phlebitis;	954
(22) Varicose veins;	955
	056

(23) Cardiovascular, pulmonary, or respiratory diseases of a 956
 firefighter or police officer employed by a municipal corporation 957
 or township as a regular member of a lawfully constituted police 958
 department or fire department; 959

(24) Coal miners' pneumoconiosis, commonly referred to as 960
"black lung disease"; 961

(25) Disability with respect to which an individual has
962
completed a rehabilitation program conducted pursuant to sections
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4121.61 to 4121.69 of the Revised Code.
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(B) Under the circumstances set forth in this section all or 965 such portion as the administrator determines of the compensation 966 and benefits paid in any claim arising hereafter shall be charged 967 to and paid from the statutory surplus fund created under section 968 4123.34 of the Revised Code and only the portion remaining shall 969 be merit-rated or otherwise treated as part of the accident or 970 971 occupational disease experience of the employer. If the employer is a self-insuring employer, the proportion of such costs whether 972 charged to the statutory surplus fund in whole or in part shall be 973 974 by way of direct payment to such employee or the employee's dependents or by way of reimbursement to the self-insuring 975 employer as the circumstances indicate. The provisions of this 976 section apply only in cases of death, total disability, whether 977 temporary or permanent, and all disabilities compensated under 978 division (B) of section 4123.57 of the Revised Code. The 979 administrator shall adopt rules specifying the grounds upon which 980 charges to the statutory surplus fund are to be made. The rules 981 shall prohibit as a grounds any agreement between employer and 982

claimant as to the merits of a claim and the amount of the charge. 983 (C) Any employer who has in its employ a handicapped employee 984 is entitled, in the event the person is injured, to a 985 determination under this section. 986 An employer shall file an application under this section for 987 a determination with the bureau or commission in the same manner 988 as other claims. An application only may be made in cases where a 989 handicapped employee or a handicapped employee's dependents claim 990 or <del>is</del> are receiving an award of compensation as a result of an 991 injury or occupational disease occurring or contracted on or after 992 the date on which division (A) of this section first included the 993 handicap of such employee. 994

(D) The circumstances under and the manner in which an995apportionment under this section shall be made are:996

(1) Whenever a handicapped employee is injured or disabled or 997 dies as the result of an injury or occupational disease sustained 998 in the course of and arising out of a handicapped employee's 999 employment in this state and the administrator awards compensation 1000 therefor and when it appears to the satisfaction of the 1001 administrator that the injury or occupational disease or the death 1002 resulting therefrom would not have occurred but for the 1003 pre-existing physical or mental impairment of the handicapped 1004 employee, all compensation and benefits payable on account of the 1005 disability or death shall be paid from the surplus fund. 1006

(2) Whenever a handicapped employee is injured or disabled or 1007 dies as a result of an injury or occupational disease and the 1008 administrator finds that the injury or occupational disease would 1009 have been sustained or suffered without regard to the employee's 1010 pre-existing impairment but that the resulting disability or death 1011 was caused at least in part through aggravation of the employee's 1012 pre-existing disability, the administrator shall determine in a 1013

manner that is equitable and reasonable and based upon medical 1014 evidence the amount of disability or proportion of the cost of the 1015 death award that is attributable to the employee's pre-existing 1016 disability and the amount found shall be charged to the statutory 1017 surplus fund. 1018

(E) The benefits and provisions of this section apply only to 1019
employers who have complied with this chapter either through 1020
insurance with the state fund or as a self-insuring employer. 1021

(F) No employer shall in any year receive credit under this 1022
 section in an amount greater than the premium the employer paid if 1023
 a state fund employer or greater than the employer's assessments 1024
 if a self-insuring employer. 1025

(G) Self-insuring employers may, for all claims made after 1026 January 1, 1987, for compensation and benefits under this section, 1027 pay the compensation and benefits directly to the employee or the 1028 employee's dependents. If such an employer chooses to pay 1029 compensation and benefits directly, the employer shall receive no 1030 money or credit from the surplus fund for the payment under this 1031 section, nor shall the employer be required to pay any amounts 1032 into the surplus fund that otherwise would be assessed for 1033 handicapped reimbursements for claims made after January 1, 1987. 1034 Where a self-insuring employer elects to pay for compensation and 1035 benefits pursuant to this section, the employer shall assume 1036 responsibility for compensation and benefits arising out of claims 1037 made prior to January 1, 1987, and shall not be required to pay 1038 any amounts into the surplus fund and may not receive any money or 1039 credit from that fund on account of this section. The election 1040 made under this division is irrevocable. 1041

(H) An order issued by the administrator pursuant to this 1042 section is appealable under section 4123.511 of the Revised Code 1043 but is not appealable to court under section 4123.512 of the 1044 Revised Code. 1045

Sec. 4123.35. (A) Except as provided in this section, and 1046 until the policy year commencing July 1, 2015, every private 1047 employer and every publicly owned utility shall pay semiannually 1048 in the months of January and July into the state insurance fund 1049 the amount of annual premium the administrator of workers' 1050 compensation fixes for the employment or occupation of the 1051 employer, the amount of which premium to be paid by each employer 1052 to be determined by the classifications, rules, and rates made and 1053 published by the administrator. The employer shall pay 1054 semiannually a further sum of money into the state insurance fund 1055 as may be ascertained to be due from the employer by applying the 1056 rules of the administrator. 1057

Except as otherwise provided in this section, for a policy 1058 year commencing on or after July 1, 2015, every private employer 1059 and every publicly owned utility shall pay annually in the month 1060 of June immediately preceding the policy year into the state 1061 insurance fund the amount of estimated annual premium the 1062 administrator fixes for the employment or occupation of the 1063 employer, the amount of which estimated premium to be paid by each 1064 employer to be determined by the classifications, rules, and rates 1065 made and published by the administrator. The employer shall pay a 1066 further sum of money into the state insurance fund as may be 1067 ascertained to be due from the employer by applying the rules of 1068 the administrator. Upon receipt of the payroll report required by 1069 division (B) of section 4123.26 of the Revised Code, the 1070 administrator shall adjust the premium and assessments charged to 1071 each employer for the difference between estimated gross payrolls 1072 and actual gross payrolls, and any balance due to the 1073 administrator shall be immediately paid by the employer. Any 1074 balance due the employer shall be credited to the employer's 1075 account. 1076

For a policy year commencing on or after July 1, 2015, each 1077

employer that is recognized by the administrator as a professional1078employer organization shall pay monthly into the state insurance1079fund the amount of premium the administrator fixes for the1080employer for the prior month based on the actual payroll of the1081employer reported pursuant to division (C) of section 4123.26 of1082the Revised Code.1083

A receipt certifying that payment has been made shall be 1084 issued to the employer by the bureau of workers' compensation. The 1085 receipt is prima-facie evidence of the payment of the premium. The 1086 administrator shall provide each employer written proof of 1087 workers' compensation coverage as is required in section 4123.83 1088 of the Revised Code. Proper posting of the notice constitutes the 1089 employer's compliance with the notice requirement mandated in 1090 section 4123.83 of the Revised Code. 1091

The bureau shall verify with the secretary of state the 1092 existence of all corporations and organizations making application 1093 for workers' compensation coverage and shall require every such 1094 application to include the employer's federal identification 1095 number. 1096

A private employer who has contracted with a subcontractor is 1097 liable for the unpaid premium due from any subcontractor with 1098 respect to that part of the payroll of the subcontractor that is 1099 for work performed pursuant to the contract with the employer. 1100

Division (A) of this section providing for the payment of 1101 premiums semiannually does not apply to any employer who was a 1102 subscriber to the state insurance fund prior to January 1, 1914, 1103 or, until July 1, 2015, who may first become a subscriber to the 1104 fund in any month other than January or July. Instead, the 1105 semiannual premiums shall be paid by those employers from time to 1106 time upon the expiration of the respective periods for which 1107 payments into the fund have been made by them. After July 1, 2015, 1108 an employer who first becomes a subscriber to the fund on any day 1109
other than the first day of July shall pay premiums according to 1110 rules adopted by the administrator, with the advice and consent of 1111 the bureau of workers' compensation board of directors, for the 1112 remainder of the policy year for which the coverage is effective. 1113

The administrator, with the advice and consent of the board, 1114 shall adopt rules to permit employers to make periodic payments of 1115 the premium and assessment due under this division. The rules 1116 shall include provisions for the assessment of interest charges, 1117 where appropriate, and for the assessment of penalties when an 1118 employer fails to make timely premium payments. The administrator, 1119 in the rules the administrator adopts, may set an administrative 1120 fee for these periodic payments. An employer who timely pays the 1121 amounts due under this division is entitled to all of the benefits 1122 and protections of this chapter. Upon receipt of payment, the 1123 bureau shall issue a receipt to the employer certifying that 1124 payment has been made, which receipt is prima-facie evidence of 1125 payment. Workers' compensation coverage under this chapter 1126 continues uninterrupted upon timely receipt of payment under this 1127 division. 1128

Every public employer, except public employers that are 1129 self-insuring employers under this section, shall comply with 1130 sections 4123.38 to 4123.41, and 4123.48 of the Revised Code in 1131 regard to the contribution of moneys to the public insurance fund. 1132

(B) Employers who will abide by the rules of the 1133 administrator and who may be of sufficient financial ability to 1134 render certain the payment of compensation to injured employees or 1135 the dependents of killed employees, and the furnishing of medical, 1136 surgical, nursing, and hospital attention and services and 1137 medicines, and funeral expenses, equal to or greater than is 1138 provided for in sections 4123.52, 4123.55 to 4123.62, and 4123.64 1139 to 4123.67 of the Revised Code, and who do not desire to insure 1140 the payment thereof or indemnify themselves against loss sustained 1141

by the direct payment thereof, upon a finding of such facts by the 1142 administrator, may be granted the privilege to pay individually 1143 compensation, and furnish medical, surgical, nursing, and hospital 1144 services and attention and funeral expenses directly to injured 1145 employees or the dependents of killed employees, thereby being 1146 granted status as a self-insuring employer. The administrator may 1147 charge employers who apply for the status as a self-insuring 1148 employer a reasonable application fee to cover the bureau's costs 1149 in connection with processing and making a determination with 1150 respect to an application. 1151

All employers granted status as self-insuring employers shall 1152 demonstrate sufficient financial and administrative ability to 1153 assure that all obligations under this section are promptly met. 1154 The administrator shall deny the privilege where the employer is 1155 unable to demonstrate the employer's ability to promptly meet all 1156 the obligations imposed on the employer by this section. 1157

(1) The administrator shall consider, but is not limited to, 1158 the following factors, where applicable, in determining the 1159 employer's ability to meet all of the obligations imposed on the 1160 employer by this section: 1161

(a) The employer employs a minimum of five hundred employees 1162in this state; 1163

(b) The employer has operated in this state for a minimum of 1164 two years, provided that an employer who has purchased, acquired, 1165 or otherwise succeeded to the operation of a business, or any part 1166 thereof, situated in this state that has operated for at least two 1167 years in this state, also shall qualify; 1168

(c) Where the employer previously contributed to the state
insurance fund or is a successor employer as defined by bureau
rules, the amount of the buyout, as defined by bureau rules;
1171

(d) The sufficiency of the employer's assets located in this 1172

state to insure the employer's solvency in paying compensation 1173 directly; 1174

(e) The financial records, documents, and data, certified by 1175
a certified public accountant, necessary to provide the employer's 1176
full financial disclosure. The records, documents, and data 1177
include, but are not limited to, balance sheets and profit and 1178
loss history for the current year and previous four years. 1179

(f) The employer's organizational plan for the administration 1180 of the workers' compensation law; 1181

(g) The employer's proposed plan to inform employees of the 1182 change from a state fund insurer to a self-insuring employer, the 1183 procedures the employer will follow as a self-insuring employer, 1184 and the employees' rights to compensation and benefits; and 1185

(h) The employer has either an account in a financial
institution in this state, or if the employer maintains an account
with a financial institution outside this state, ensures that
workers' compensation checks are drawn from the same account as
payroll checks or the employer clearly indicates that payment will
be honored by a financial institution in this state.

The administrator may waive the requirements of divisions 1192 (B)(1)(a) and (b) of this section and the requirement of division 1193 (B)(1)(e) of this section that the financial records, documents, 1194 and data be certified by a certified public accountant. The 1195 administrator shall adopt rules establishing the criteria that an 1196 employer shall meet in order for the administrator to waive the 1197 requirements of divisions (B)(1)(a), (b), and (e) of this section. 1198 Such rules may require additional security of that employer 1199 pursuant to division (E) of section 4123.351 of the Revised Code. 1200

The administrator shall not grant the status of self-insuring 1201 employer to the state, except that the administrator may grant the 1202 status of self-insuring employer to a state institution of higher 1203

education, including its hospitals, that meets the requirements of 1204 division (B)(2) of this section. 1205

(2) When considering the application of a public employer, 1206
except for a board of county commissioners described in division 1207
(G) of section 4123.01 of the Revised Code, a board of a county 1208
hospital, or a publicly owned utility, the administrator shall 1209
verify that the public employer satisfies all of the following 1210
requirements as the requirements apply to that public employer: 1211

(a) For the two-year period preceding application under this
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section, the public employer has maintained an unvoted debt
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capacity equal to at least two times the amount of the current
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annual premium established by the administrator under this chapter
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for that public employer for the year immediately preceding the
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year in which the public employer makes application under this
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section.

(b) For each of the two fiscal years preceding application 1219 under this section, the unreserved and undesignated year-end fund 1220 balance in the public employer's general fund is equal to at least 1221 five per cent of the public employer's general fund revenues for 1222 the fiscal year computed in accordance with generally accepted 1223 accounting principles. 1224

(c) For the five-year period preceding application under this
section, the public employer, to the extent applicable, has
complied fully with the continuing disclosure requirements
established in rules adopted by the United States securities and
exchange commission under 17 C.F.R. 240.15c 2-12.

(d) For the five-year period preceding application under this
section, the public employer has not had its local government fund
distribution withheld on account of the public employer being
indebted or otherwise obligated to the state.

(e) For the five-year period preceding application under this 1234

section, the public employer has not been under a fiscal watch or 1235 fiscal emergency pursuant to section 118.023, 118.04, or 3316.03 1236 of the Revised Code. 1237

(f) For the public employer's fiscal year preceding 1238 application under this section, the public employer has obtained 1239 an annual financial audit as required under section 117.10 of the 1240 Revised Code, which has been released by the auditor of state 1241 within seven months after the end of the public employer's fiscal 1242 year. 1243

(g) On the date of application, the public employer holds a 1244
debt rating of Aa3 or higher according to Moody's investors 1245
service, inc., or a comparable rating by an independent rating 1246
agency similar to Moody's investors service, inc. 1247

(h) The public employer agrees to generate an annual
accumulating book reserve in its financial statements reflecting
an actuarially generated reserve adequate to pay projected claims
under this chapter for the applicable period of time, as
determined by the administrator.

(i) For a public employer that is a hospital, the public
employer shall submit audited financial statements showing the
hospital's overall liquidity characteristics, and the
administrator shall determine, on an individual basis, whether the
public employer satisfies liquidity standards equivalent to the
liquidity standards of other public employers.

(j) Any additional criteria that the administrator adopts by 1259 rule pursuant to division (E) of this section. 1260

The administrator may adopt rules establishing the criteria1261that a public employer shall satisfy in order for the1262administrator to waive any of the requirements listed in divisions1263(B)(2)(a) to (j) of this section. The rules may require additional1264security from that employer pursuant to division (E) of section1265

4123.351 of the Revised Code. The administrator shall not waive 1266 any of the requirements listed in divisions (B)(2)(a) to (j) of 1267 this section for a public employer who does not satisfy the 1268 criteria established in the rules the administrator adopts. 1269

(C) A board of county commissioners described in division (G) 1270 of section 4123.01 of the Revised Code, as an employer, that will 1271 abide by the rules of the administrator and that may be of 1272 sufficient financial ability to render certain the payment of 1273 compensation to injured employees or the dependents of killed 1274 employees, and the furnishing of medical, surgical, nursing, and 1275 hospital attention and services and medicines, and funeral 1276 expenses, equal to or greater than is provided for in sections 1277 4123.52, 4123.55 to 4123.62, and 4123.64 to 4123.67 of the Revised 1278 Code, and that does not desire to insure the payment thereof or 1279 indemnify itself against loss sustained by the direct payment 1280 thereof, upon a finding of such facts by the administrator, may be 1281 granted the privilege to pay individually compensation, and 1282 furnish medical, surgical, nursing, and hospital services and 1283 attention and funeral expenses directly to injured employees or 1284 the dependents of killed employees, thereby being granted status 1285 as a self-insuring employer. The administrator may charge a board 1286 of county commissioners described in division (G) of section 1287 4123.01 of the Revised Code that applies for the status as a 1288 self-insuring employer a reasonable application fee to cover the 1289 bureau's costs in connection with processing and making a 1290 determination with respect to an application. All employers 1291 granted such status shall demonstrate sufficient financial and 1292 administrative ability to assure that all obligations under this 1293 section are promptly met. The administrator shall deny the 1294 privilege where the employer is unable to demonstrate the 1295 employer's ability to promptly meet all the obligations imposed on 1296 the employer by this section. The administrator shall consider, 1297 but is not limited to, the following factors, where applicable, in 1298

determining the employer's ability to meet all of the obligations 1299 imposed on the board as an employer by this section: 1300 (1) The board as an employer employs a minimum of five 1301 hundred employees in this state; 1302 (2) The board has operated in this state for a minimum of two 1303 1304 years; (3) Where the board previously contributed to the state 1305 insurance fund or is a successor employer as defined by bureau 1306 rules, the amount of the buyout, as defined by bureau rules; 1307 (4) The sufficiency of the board's assets located in this 1308 state to insure the board's solvency in paying compensation 1309 directly; 1310 (5) The financial records, documents, and data, certified by 1311 a certified public accountant, necessary to provide the board's 1312 full financial disclosure. The records, documents, and data 1313 include, but are not limited to, balance sheets and profit and 1314 loss history for the current year and previous four years. 1315 (6) The board's organizational plan for the administration of 1316 the workers' compensation law; 1317 (7) The board's proposed plan to inform employees of the 1318 proposed self-insurance, the procedures the board will follow as a 1319 self-insuring employer, and the employees' rights to compensation 1320 and benefits; 1321 (8) The board has either an account in a financial 1322 institution in this state, or if the board maintains an account 1323 with a financial institution outside this state, ensures that 1324 workers' compensation checks are drawn from the same account as 1325 payroll checks or the board clearly indicates that payment will be 1326 honored by a financial institution in this state; 1327

(9) The board shall provide the administrator a surety bond 1328

in an amount equal to one hundred twenty-five per cent of the 1329 projected losses as determined by the administrator. 1330

(D) The administrator shall require a surety bond from all 1331 self-insuring employers, issued pursuant to section 4123.351 of 1332 the Revised Code, that is sufficient to compel, or secure to 1333 injured employees, or to the dependents of employees killed, the 1334 payment of compensation and expenses, which shall in no event be 1335 less than that paid or furnished out of the state insurance fund 1336 in similar cases to injured employees or to dependents of killed 1337 employees whose employers contribute to the fund, except when an 1338 employee of the employer, who has suffered the loss of a hand, 1339 arm, foot, leg, or eye prior to the injury for which compensation 1340 is to be paid, and thereafter suffers the loss of any other of the 1341 members as the result of any injury sustained in the course of and 1342 arising out of the employee's employment, the compensation to be 1343 paid by the self-insuring employer is limited to the disability 1344 suffered in the subsequent injury, additional compensation, if 1345 any, to be paid by the bureau out of the surplus created by 1346 section 4123.34 of the Revised Code. 1347

(E) In addition to the requirements of this section, the 1348 administrator shall make and publish rules governing the manner of 1349 making application and the nature and extent of the proof required 1350 to justify a finding of fact by the administrator as to granting 1351 the status of a self-insuring employer, which rules shall be 1352 general in their application, one of which rules shall provide 1353 that all self-insuring employers shall pay into the state 1354 insurance fund such amounts as are required to be credited to the 1355 surplus fund in division (B) of section 4123.34 of the Revised 1356 Code. The administrator may adopt rules establishing requirements 1357 in addition to the requirements described in division (B)(2) of 1358 this section that a public employer shall meet in order to qualify 1359 for self-insuring status. 1360

Employers shall secure directly from the bureau central 1361 offices application forms upon which the bureau shall stamp a 1362 designating number. Prior to submission of an application, an 1363 employer shall make available to the bureau, and the bureau shall 1364 review, the information described in division (B)(1) of this 1365 section, and public employers shall make available, and the bureau 1366 shall review, the information necessary to verify whether the 1367 public employer meets the requirements listed in division (B)(2) 1368 of this section. An employer shall file the completed application 1369 forms with an application fee, which shall cover the costs of 1370 processing the application, as established by the administrator, 1371 by rule, with the bureau at least ninety days prior to the 1372 effective date of the employer's new status as a self-insuring 1373 employer. The application form is not deemed complete until all 1374 the required information is attached thereto. The bureau shall 1375 only accept applications that contain the required information. 1376

(F) The bureau shall review completed applications within a 1377 reasonable time. If the bureau determines to grant an employer the 1378 status as a self-insuring employer, the bureau shall issue a 1379 statement, containing its findings of fact, that is prepared by 1380 the bureau and signed by the administrator. If the bureau 1381 determines not to grant the status as a self-insuring employer, 1382 the bureau shall notify the employer of the determination and 1383 require the employer to continue to pay its full premium into the 1384 state insurance fund. The administrator also shall adopt rules 1385 establishing a minimum level of performance as a criterion for 1386 granting and maintaining the status as a self-insuring employer 1387 and fixing time limits beyond which failure of the self-insuring 1388 employer to provide for the necessary medical examinations and 1389 evaluations may not delay a decision on a claim. 1390

(G) The administrator shall adopt rules setting forthprocedures for auditing the program of self-insuring employers.1392

The bureau shall conduct the audit upon a random basis or whenever 1393 the bureau has grounds for believing that a self-insuring employer 1394 is not in full compliance with bureau rules or this chapter. 1395

The administrator shall monitor the programs conducted by 1396 self-insuring employers, to ensure compliance with bureau 1397 requirements and for that purpose, shall develop and issue to 1398 self-insuring employers standardized forms for use by the 1399 self-insuring employer in all aspects of the self-insuring 1400 employers' direct compensation program and for reporting of 1401 information to the bureau. 1402

The bureau shall receive and transmit to the self-insuring 1403 employer all complaints concerning any self-insuring employer. In 1404 the case of a complaint against a self-insuring employer, the 1405 administrator shall handle the complaint through the 1406 self-insurance division of the bureau. The bureau shall maintain a 1407 file by employer of all complaints received that relate to the 1408 employer. The bureau shall evaluate each complaint and take 1409 appropriate action. 1410

The administrator shall adopt as a rule a prohibition against 1411 any self-insuring employer from harassing, dismissing, or 1412 otherwise disciplining any employee making a complaint, which rule 1413 shall provide for a financial penalty to be levied by the 1414 administrator payable by the offending self-insuring employer. 1415

(H) For the purpose of making determinations as to whether to 1416 grant status as a self-insuring employer, the administrator may 1417 subscribe to and pay for a credit reporting service that offers 1418 financial and other business information about individual 1419 employers. The costs in connection with the bureau's subscription 1420 or individual reports from the service about an applicant may be 1421 included in the application fee charged employers under this 1422 section. 1423

(I) The administrator, notwithstanding other provisions of 1424 this chapter, may permit a self-insuring employer to resume 1425 payment of premiums to the state insurance fund with appropriate 1426 credit modifications to the employer's basic premium rate as such 1427 rate is determined pursuant to section 4123.29 of the Revised 1428 Code. 1429

(J) On the first day of July of each year, the administrator 1430 shall calculate separately each self-insuring employer's 1431 assessments for the safety and hygiene fund, administrative costs 1432 pursuant to section 4123.342 of the Revised Code, and for the 1433 portion of the surplus fund under division (B) of section 4123.34 1434 of the Revised Code that is not used for handicapped 1435 reimbursement, on the basis of the paid compensation attributable 1436 to the individual self-insuring employer according to the 1437 following calculation: 1438

(1) The total assessment against all self-insuring employers 1439 as a class for each fund and for the administrative costs for the 1440 year that the assessment is being made, as determined by the 1441 administrator, divided by the total amount of paid compensation 1442 for the previous calendar year attributable to all amenable 1443 self-insuring employers; 1444

(2) Multiply the quotient in division (J)(1) of this section 1445 by the total amount of paid compensation for the previous calendar 1446 year that is attributable to the individual self-insuring employer 1447 for whom the assessment is being determined. Each self-insuring 1448 employer shall pay the assessment that results from this 1449 calculation, unless the assessment resulting from this calculation 1450 falls below a minimum assessment, which minimum assessment the 1451 administrator shall determine on the first day of July of each 1452 year with the advice and consent of the bureau of workers' 1453 compensation board of directors, in which event, the self-insuring 1454 employer shall pay the minimum assessment. 1455

In determining the total amount due for the total assessment 1456 against all self-insuring employers as a class for each fund and 1457 the administrative assessment, the administrator shall reduce 1458 proportionately the total for each fund and assessment by the 1459 amount of money in the self-insurance assessment fund as of the 1460 date of the computation of the assessment. 1461

The administrator shall calculate the assessment for the 1462 portion of the surplus fund under division (B) of section 4123.34 1463 of the Revised Code that is used for handicapped reimbursement in 1464 the same manner as set forth in divisions (J)(1) and (2) of this 1465 section except that the administrator shall calculate the total 1466 assessment for this portion of the surplus fund only on the basis 1467 of those self insuring employers that retain participation in the 1468 handicapped reimbursement program and the individual self-insuring 1469 employer's proportion of paid compensation shall be calculated 1470 only for those self-insuring employers who retain participation in 1471 the handicapped reimbursement program. The administrator, as the 1472 administrator determines appropriate, may determine the total 1473 assessment for the handicapped portion of the surplus fund in 1474 accordance with sound actuarial principles. 1475

The administrator shall calculate the assessment for the 1476 portion of the surplus fund under division (B) of section 4123.34 1477 of the Revised Code that under division (D) of section 4121.66 of 1478 the Revised Code is used for rehabilitation costs in the same 1479 manner as set forth in divisions (J)(1) and (2) of this section, 1480 except that the administrator shall calculate the total assessment 1481 for this portion of the surplus fund only on the basis of those 1482 self insuring employers who have not made the election to make 1483 payments directly under division (D) of section 4121.66 of the 1484 Revised Code and an individual self-insuring employer's proportion 1485 of paid compensation only for those self insuring employers who 1486 have not made that election. 1487

The administrator shall calculate the assessment for the 1488 portion of the surplus fund under division (B) of section 4123.34 1489 of the Revised Code that is used for reimbursement to a 1490 self-insuring employer under division (H) of section 4123.512 of 1491 the Revised Code in the same manner as set forth in divisions 1492 (J)(1) and (2) of this section except that the administrator shall 1493 calculate the total assessment for this portion of the surplus 1494 fund only on the basis of those self-insuring employers that 1495 retain participation in reimbursement to the self-insuring 1496 employer under division (H) of section 4123.512 of the Revised 1497 Code and the individual self-insuring employer's proportion of 1498 paid compensation shall be calculated only for those self-insuring 1499 employers who retain participation in reimbursement to the 1500 self-insuring employer under division (H) of section 4123.512 of 1501 the Revised Code. 1502

An employer who no longer is a self-insuring employer in this 1503 state or who no longer is operating in this state, shall continue 1504 to pay assessments for administrative costs and for the portion of 1505 the surplus fund under division (B) of section 4123.34 of the 1506 Revised Code that is not used for handicapped reimbursement, based 1507 upon paid compensation attributable to claims that occurred while 1508 the employer was a self-insuring employer within this state. 1509

(K) There is hereby created in the state treasury the 1510 self-insurance assessment fund. All investment earnings of the 1511 fund shall be deposited in the fund. The administrator shall use 1512 the money in the self-insurance assessment fund only for 1513 administrative costs as specified in section 4123.341 of the 1514 Revised Code. 1515

(L) Every self-insuring employer shall certify, in affidavit 1516
form subject to the penalty for perjury, to the bureau the amount 1517
of the self-insuring employer's paid compensation for the previous 1518
calendar year. In reporting paid compensation paid for the 1519

previous year, a self-insuring employer shall exclude from the 1520 total amount of paid compensation any reimbursement the 1521 self-insuring employer receives in the previous calendar year from 1522 the surplus fund pursuant to section 4123.512 of the Revised Code 1523 for any paid compensation. The self-insuring employer also shall 1524 exclude from the paid compensation reported any amount recovered 1525 under section 4123.931 of the Revised Code and any amount that is 1526 determined not to have been payable to or on behalf of a claimant 1527 in any final administrative or judicial proceeding. The 1528 self-insuring employer shall exclude such amounts from the paid 1529 compensation reported in the reporting period subsequent to the 1530 date the determination is made. The administrator shall adopt 1531 rules, in accordance with Chapter 119. of the Revised Code, that 1532 provide for all of the following: 1533

(1) Establishing the date by which self-insuring employers
 must submit such information and the amount of the assessments
 provided for in division (J) of this section for employers who
 have been granted self-insuring status within the last calendar
 year;

(2) If an employer fails to pay the assessment when due, the
administrator may add a late fee penalty of not more than five
hundred dollars to the assessment plus an additional penalty
amount as follows:

(a) For an assessment from sixty-one to ninety days past due, 1543the prime interest rate, multiplied by the assessment due; 1544

(b) For an assessment from ninety-one to one hundred twenty
days past due, the prime interest rate plus two per cent,
multiplied by the assessment due;
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(c) For an assessment from one hundred twenty-one to one
hundred fifty days past due, the prime interest rate plus four per
cent, multiplied by the assessment due;
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(d) For an assessment from one hundred fifty-one to one
hundred eighty days past due, the prime interest rate plus six per
cent, multiplied by the assessment due;

(e) For an assessment from one hundred eighty-one to two
hundred ten days past due, the prime interest rate plus eight per
cent, multiplied by the assessment due;
1556

(f) For each additional thirty-day period or portion thereof 1557 that an assessment remains past due after it has remained past due 1558 for more than two hundred ten days, the prime interest rate plus 1559 eight per cent, multiplied by the assessment due. 1560

(3) An employer may appeal a late fee penalty and penalty 1561assessment to the administrator. 1562

For purposes of division (L)(2) of this section, "prime1563interest rate" means the average bank prime rate, and the1564administrator shall determine the prime interest rate in the same1565manner as a county auditor determines the average bank prime rate1566under section 929.02 of the Revised Code.1567

The administrator shall include any assessment and penalties 1568 that remain unpaid for previous assessment periods in the 1569 calculation and collection of any assessments due under this 1570 division or division (J) of this section. 1571

(M) As used in this section, "paid compensation" means all 1572 amounts paid by a self-insuring employer for living maintenance 1573 benefits, all amounts for compensation paid pursuant to sections 1574 4121.63, 4121.67, 4123.56, 4123.57, 4123.58, 4123.59, 4123.60, and 1575 4123.64 of the Revised Code, all amounts paid as wages in lieu of 1576 such compensation, all amounts paid in lieu of such compensation 1577 under a nonoccupational accident and sickness program fully funded 1578 by the self-insuring employer, and all amounts paid by a 1579 self-insuring employer for a violation of a specific safety 1580 standard pursuant to Section 35 of Article II, Ohio Constitution 1581 and section 4121.47 of the Revised Code.

(N) Should any section of this chapter or Chapter 4121. of 1583
the Revised Code providing for self-insuring employers' 1584
assessments based upon compensation paid be declared 1585
unconstitutional by a final decision of any court, then that 1586
section of the Revised Code declared unconstitutional shall revert 1587
back to the section in existence prior to November 3, 1989, 1588
providing for assessments based upon payroll. 1589

(0) The administrator may grant a self-insuring employer the 1590 privilege to self-insure a construction project entered into by 1591 the self-insuring employer that is scheduled for completion within 1592 six years after the date the project begins, and the total cost of 1593 which is estimated to exceed one hundred million dollars or, for 1594 employers described in division (R) of this section, if the 1595 construction project is estimated to exceed twenty-five million 1596 dollars. The administrator may waive such cost and time criteria 1597 and grant a self-insuring employer the privilege to self-insure a 1598 construction project regardless of the time needed to complete the 1599 construction project and provided that the cost of the 1600 construction project is estimated to exceed fifty million dollars. 1601 A self-insuring employer who desires to self-insure a construction 1602 project shall submit to the administrator an application listing 1603 the dates the construction project is scheduled to begin and end, 1604 the estimated cost of the construction project, the contractors 1605 and subcontractors whose employees are to be self-insured by the 1606 self-insuring employer, the provisions of a safety program that is 1607 specifically designed for the construction project, and a 1608 statement as to whether a collective bargaining agreement 1609 governing the rights, duties, and obligations of each of the 1610 parties to the agreement with respect to the construction project 1611 exists between the self-insuring employer and a labor 1612 organization. 1613

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A self-insuring employer may apply to self-insure the 1614 employees of either of the following: 1615

(1) All contractors and subcontractors who perform labor or 1616work or provide materials for the construction project; 1617

(2) All contractors and, at the administrator's discretion, a
 1618
 substantial number of all the subcontractors who perform labor or
 1619
 work or provide materials for the construction project.
 1620

Upon approval of the application, the administrator shall 1621 mail a certificate granting the privilege to self-insure the 1622 construction project to the self-insuring employer. The 1623 certificate shall contain the name of the self-insuring employer 1624 and the name, address, and telephone number of the self-insuring 1625 employer's representatives who are responsible for administering 1626 workers' compensation claims for the construction project. The 1627 self-insuring employer shall post the certificate in a conspicuous 1628 place at the site of the construction project. 1629

The administrator shall maintain a record of the contractors 1630 and subcontractors whose employees are covered under the 1631 certificate issued to the self-insured employer. A self-insuring 1632 employer immediately shall notify the administrator when any 1633 contractor or subcontractor is added or eliminated from inclusion 1634 under the certificate. 1635

Upon approval of the application, the self-insuring employer 1636 is responsible for the administration and payment of all claims 1637 under this chapter and Chapter 4121. of the Revised Code for the 1638 employees of the contractor and subcontractors covered under the 1639 certificate who receive injuries or are killed in the course of 1640 and arising out of employment on the construction project, or who 1641 contract an occupational disease in the course of employment on 1642 the construction project. For purposes of this chapter and Chapter 1643 4121. of the Revised Code, a claim that is administered and paid 1644

in accordance with this division is considered a claim against the 1645 self-insuring employer listed in the certificate. A contractor or 1646 subcontractor included under the certificate shall report to the 1647 self-insuring employer listed in the certificate, all claims that 1648 arise under this chapter and Chapter 4121. of the Revised Code in 1649 connection with the construction project for which the certificate 1650 is issued.

A self-insuring employer who complies with this division is 1652 entitled to the protections provided under this chapter and 1653 Chapter 4121. of the Revised Code with respect to the employees of 1654 the contractors and subcontractors covered under a certificate 1655 issued under this division for death or injuries that arise out 1656 of, or death, injuries, or occupational diseases that arise in the 1657 course of, those employees' employment on that construction 1658 project, as if the employees were employees of the self-insuring 1659 employer, provided that the self-insuring employer also complies 1660 with this section. No employee of the contractors and 1661 subcontractors covered under a certificate issued under this 1662 division shall be considered the employee of the self-insuring 1663 employer listed in that certificate for any purposes other than 1664 this chapter and Chapter 4121. of the Revised Code. Nothing in 1665 this division gives a self-insuring employer authority to control 1666 the means, manner, or method of employment of the employees of the 1667 contractors and subcontractors covered under a certificate issued 1668 under this division. 1669

The contractors and subcontractors included under a 1670 certificate issued under this division are entitled to the 1671 protections provided under this chapter and Chapter 4121. of the 1672 Revised Code with respect to the contractor's or subcontractor's 1673 employees who are employed on the construction project which is 1674 the subject of the certificate, for death or injuries that arise 1675 out of, or death, injuries, or occupational diseases that arise in 1676

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the course of, those employees' employment on that construction 1677 project. 1678 The contractors and subcontractors included under a 1679 certificate issued under this division shall identify in their 1680 payroll records the employees who are considered the employees of 1681 the self-insuring employer listed in that certificate for purposes 1682 of this chapter and Chapter 4121. of the Revised Code, and the 1683 amount that those employees earned for employment on the 1684 construction project that is the subject of that certificate. 1685 Notwithstanding any provision to the contrary under this chapter 1686 and Chapter 4121. of the Revised Code, the administrator shall 1687 exclude the payroll that is reported for employees who are 1688 considered the employees of the self-insuring employer listed in 1689 that certificate, and that the employees earned for employment on 1690

the construction project that is the subject of that certificate, 1691 when determining those contractors' or subcontractors' premiums or 1692 assessments required under this chapter and Chapter 4121. of the 1693 Revised Code. A self-insuring employer issued a certificate under 1694 this division shall include in the amount of paid compensation it 1695 reports pursuant to division (L) of this section, the amount of 1696 paid compensation the self-insuring employer paid pursuant to this 1697 division for the previous calendar year. 1698

Nothing in this division shall be construed as altering the1699rights of employees under this chapter and Chapter 4121. of the1700Revised Code as those rights existed prior to September 17, 1996.1701Nothing in this division shall be construed as altering the rights1702devolved under sections 2305.31 and 4123.82 of the Revised Code as1703those rights existed prior to September 17, 1996.1704

As used in this division, "privilege to self-insure a 1705 construction project" means privilege to pay individually 1706 compensation, and to furnish medical, surgical, nursing, and 1707 hospital services and attention and funeral expenses directly to 1708

injured employees or the dependents of killed employees. 1709

(P) A self-insuring employer whose application is granted
under division (0) of this section shall designate a safety
professional to be responsible for the administration and
enforcement of the safety program that is specifically designed
for the construction project that is the subject of the
application.

A self-insuring employer whose application is granted under 1716 division (0) of this section shall employ an ombudsperson for the 1717 construction project that is the subject of the application. The 1718 ombudsperson shall have experience in workers' compensation or the 1719 construction industry, or both. The ombudsperson shall perform all 1720 of the following duties: 1721

(1) Communicate with and provide information to employees who
 are injured in the course of, or whose injury arises out of
 amployment on the construction project, or who contract an
 and the course of employment on the
 and the course of employment on the

(2) Investigate the status of a claim upon the request of an 1727employee to do so; 1728

(3) Provide information to claimants, third party 1729
administrators, employers, and other persons to assist those 1730
persons in protecting their rights under this chapter and Chapter 1731
4121. of the Revised Code. 1732

A self-insuring employer whose application is granted under 1733 division (0) of this section shall post the name of the safety 1734 professional and the ombudsperson and instructions for contacting 1735 the safety professional and the ombudsperson in a conspicuous 1736 place at the site of the construction project. 1737

(Q) The administrator may consider all of the following when 1738 deciding whether to grant a self-insuring employer the privilege 1739

to self-insure a construction project as provided under division 1740 (0) of this section: 1741 (1) Whether the self-insuring employer has an organizational 1742 plan for the administration of the workers' compensation law; 1743 (2) Whether the safety program that is specifically designed 1744 for the construction project provides for the safety of employees 1745 1746 employed on the construction project, is applicable to all contractors and subcontractors who perform labor or work or 1747 provide materials for the construction project, and has as a 1748 component, a safety training program that complies with standards 1749 adopted pursuant to the "Occupational Safety and Health Act of 1750 1970," 84 Stat. 1590, 29 U.S.C.A. 651, and provides for continuing 1751 management and employee involvement; 1752 (3) Whether granting the privilege to self-insure the 1753 construction project will reduce the costs of the construction 1754 project; 1755 (4) Whether the self-insuring employer has employed an 1756 ombudsperson as required under division (P) of this section; 1757 (5) Whether the self-insuring employer has sufficient surety 1758 to secure the payment of claims for which the self-insuring 1759 employer would be responsible pursuant to the granting of the 1760 privilege to self-insure a construction project under division (0) 1761 of this section. 1762 (R) As used in divisions (O), (P), and (Q), "self-insuring 1763 employer" includes the following employers, whether or not they 1764 have been granted the status of being a self-insuring employer 1765 under division (B) of this section: 1766 (1) A state institution of higher education; 1767 (2) A school district; 1768

(3) A county school financing district; 1769

(4) An educational service center;	1770
(5) A community school established under Chapter 3314. of the	1771
Revised Code;	1772
(6) A municipal power agency as defined in section 3734.058	1773
of the Revised Code.	1774
(S) As used in this section:	1775
(1) "Unvoted debt capacity" means the amount of money that a	1776
public employer may borrow without voter approval of a tax levy;	1777
(2) "State institution of higher education" means the state	1778
universities listed in section 3345.011 of the Revised Code,	1779
community colleges created pursuant to Chapter 3354. of the	1780
Revised Code, university branches created pursuant to Chapter	1781
3355. of the Revised Code, technical colleges created pursuant to	1782
Chapter 3357. of the Revised Code, and state community colleges	1783
created pursuant to Chapter 3358. of the Revised Code.	1784
Sec. 4123.351. (A) The administrator of workers' compensation	1785

shall require every self-insuring employer, including any 1786 self-insuring employer that is indemnified by a captive insurance 1787 company granted a certificate of authority under Chapter 3694. 1788 <u>3964.</u> of the Revised Code, to pay a contribution, calculated under 1789 this section, to the self-insuring employers' guaranty fund 1790 established pursuant to this section. The fund shall provide for 1791 payment of compensation and benefits to employees of the 1792 self-insuring employer in order to cover any default in payment by 1793 that employer. 1794

(B) The bureau of workers' compensation shall operate the 1795
self-insuring employers' guaranty fund for self-insuring 1796
employers. The administrator annually shall establish the 1797
contributions due from self-insuring employers for the fund at 1798
rates as low as possible but such as will assure sufficient moneys 1799

to guarantee the payment of any claims against the fund. The1800bureau's operation of the fund is not subject to sections 3929.101801to 3929.18 of the Revised Code or to regulation by the1802superintendent of insurance.1803

(C) If a self-insuring employer defaults, the bureau shall 1804 recover the amounts paid as a result of the default from the 1805 self-insuring employers' guaranty fund. If a self-insuring 1806 employer defaults and is in compliance with this section for the 1807 payment of contributions to the fund, such self-insuring employer 1808 is entitled to the immunity conferred by section 4123.74 of the 1809 Revised Code for any claim arising during any period the employer 1810 is in compliance with this section. 1811

(D)(1) There is hereby established a self-insuring employers' 1812 guaranty fund, which shall be in the custody of the treasurer of 1813 state and which shall be separate from the other funds established 1814 and administered pursuant to this chapter. The fund shall consist 1815 of contributions and other payments made by self-insuring 1816 employers under this section. All investment earnings of the fund 1817 shall be credited to the fund. The bureau shall make disbursements 1818 from the fund pursuant to this section. 1819

(2) The administrator has the same powers to invest any of 1820 the surplus or reserve belonging to the fund as are delegated to 1821 the administrator under section 4123.44 of the Revised Code with 1822 respect to the state insurance fund. The administrator shall apply 1823 interest earned solely to the reduction of assessments for 1824 contributions from self-insuring employers and to the payments 1825 required due to defaults. 1826

(3) If the bureau of workers' compensation board of directors 1827
determines that reinsurance of the risks of the fund is necessary 1828
to assure solvency of the fund, the board may: 1829

(a) Enter into contracts for the purchase of reinsurance 1830

coverage of the risks of the fund with any company or agency 1831 authorized by law to issue contracts of reinsurance; 1832 (b) Require the administrator to pay the cost of reinsurance 1833 from the fund; 1834 (c) Include the costs of reinsurance as a liability and 1835 estimated liability of the fund. 1836 (E) The administrator, with the advice and consent of the 1837 board, may adopt rules pursuant to Chapter 119. of the Revised 1838 Code for the implementation of this section, including a rule, 1839 notwithstanding division (C) of this section, requiring 1840 self-insuring employers to provide security in addition to the 1841 contribution to the self-insuring employers' guaranty fund 1842 required by this section. The additional security required by the 1843 rule, as the administrator determines appropriate, shall be 1844 sufficient and adequate to provide for financial assurance to meet 1845 the obligations of self-insuring employers under this chapter and 1846 Chapter 4121. of the Revised Code. 1847

(F) The purchase of coverage under this section by
1848
self-insuring employers is valid notwithstanding the prohibitions
1849
contained in division (A) of section 4123.82 of the Revised Code
and is in addition to the indemnity contracts that self-insuring
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employers may purchase pursuant to division (B) of section 4123.82
of the Revised Code.

(G) The administrator, on behalf of the self-insuring
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(H) The assessments for contributions, the administration of 1860the self-insuring employers' guaranty fund, the investment of the 1861

money in the fund, and the payment of liabilities incurred by the 1862 fund do not create any liability upon the state. 1863

Except for a gross abuse of discretion, neither the board, 1864 nor the individual members thereof, nor the administrator shall 1865 incur any obligation or liability respecting the assessments for 1866 contributions, the administration of the self-insuring employers' 1867 guaranty fund, the investment of the fund, or the payment of 1868 liabilities therefrom. 1869

Sec. 4123.411. (A) For all injuries and disabilities 1870 occurring before January 1, 1987, the administrator of workers' 1871 compensation, for the purpose of carrying out sections 4123.412 to 1872 4123.418 of the Revised Code, the administrator of workers' 1873 compensation, and with the advice and consent of the bureau of 1874 workers' compensation board of directors, shall may levy an 1875 assessment against all employers at a rate not to exceed ten cents 1876 per one hundred dollars of payroll, such. If the administrator 1877 levies an assessment under this division, the rate to of that 1878 assessment shall be determined annually for each employer group 1879 listed in divisions (A)(1) to (3) of this section, which will. The 1880 rates determined under this division shall be sufficient to 1881 produce an amount no greater than the amount the administrator 1882 estimates to be necessary to carry out such sections for the 1883 period for which the assessment is levied. In the event the amount 1884 produced by the assessment is not sufficient to carry out such 1885 sections the additional amount necessary shall be provided, 1886 pursuant to section 4123.419 of the Revised Code, from the income 1887 produced as a result of investments made pursuant to section 1888 4123.44 of the Revised Code. 1889

Assessments If levied, assessments shall be levied according 1890 to the following schedule: 1891

(1) For private fund employers, except self-insuring 1892

employers:	1893
(a) For policy years commencing prior to July 1, 2015, in	1894
January and July of each year upon gross payrolls of the preceding	1895
six months;	1896
(b) For policy years commencing on or after July 1, 2015, in	1897
the month of June immediately preceding each policy year upon	1898
gross payrolls estimated for that policy year.	1899
(2) For counties and taxing district employers therein, except county hospitals that are self-insuring employers:	1900 1901
(a) For policy years commencing prior to January 1, 2016, in January of each year upon gross payrolls of the preceding twelve months;	1902 1903 1904
(b) For policy years commencing on or after January 1, 2016,	1905
in the month of December immediately preceding each policy year	1906
upon gross payrolls estimated for that policy year.	1907
(3) For the state as an employerin January, April, July,	1908
and October of each year upon gross payrolls of the preceding	1909
three months or at other intervals as the administrator	1910
establishes.	1911
After the completion of each policy year that commences on or	1912
after July 1, 2015, for private fund employers or that commences	1913
on or after January 1, 2016, for counties and taxing district	1914
employers therein, the assessments levied under this section shall	1915
be adjusted for the difference between estimated gross payrolls	1916
and actual gross payrolls reported by the employer on the payroll	1917
report submitted by a private employer pursuant to section 4123.26	1918
of the Revised Code, or, for a public employer, submitted pursuant	1919
to section 4123.41 of the Revised Code.	1920
Amounts assessed in accordance with this section shall be	1921

collected from each employer as prescribed in rules the 1922

administrator adopts.

The moneys derived from the assessment provided for in this 1924 section shall be credited to the disabled workers' relief fund 1925 created by section 4123.412 of the Revised Code. The administrator 1926 shall establish by rule classifications of employers within 1927 divisions (A)(1) to (3) of this section and shall determine rates 1928 for each class so as to fairly apportion the costs of carrying out 1929 sections 4123.412 to 4123.418 of the Revised Code. 1930

(B) For all injuries and disabilities occurring on or after 1931 January 1, 1987, the administrator, for the purposes of carrying 1932 out sections 4123.412 to 4123.418 of the Revised Code, shall levy 1933 an assessment against all employers at a rate per one hundred 1934 dollars of payroll, such rate to be determined annually for each 1935 classification of employer in each employer group listed in 1936 divisions (A)(1) to (3) of this section, which will produce an 1937 amount no greater than the amount the administrator estimates to 1938 be necessary to carry out such sections for the period for which 1939 the assessment is levied. The administrator annually shall 1940 establish the contributions due from employers for the disabled 1941 workers' relief fund at rates as low as possible but that will 1942 assure sufficient moneys to guarantee the payment of any claims 1943 1944 against that fund.

Amounts assessed in accordance with this division shall be 1945 billed at the same time premiums are billed and credited to the 1946 disabled workers' relief fund created by section 4123.412 of the 1947 Revised Code. The administrator shall determine the rates for each 1948 class in the same manner as the administrator fixes the rates for 1949 premiums pursuant to section 4123.29 of the Revised Code. 1950

(C) For a self-insuring employer, the bureau of workers'
1951
compensation shall pay to employees who are participants
regardless of the date of injury, any amounts due to the
1953
participants under section 4123.414 of the Revised Code and shall
1954

1923

bill the self-insuring employer, semiannually, for all amounts 1955 paid to a participant. 1956

sec. 4123.419. The assessment rate established pursuant to 1957 section 4123.411 of the Revised Code, subject to the limits set 1958 forth in that section, shall be adequate to provide the amounts 1959 estimated as necessary by the administrator of workers' 1960 compensation to carry out the provisions of sections 4123.412 to 1961 4123.418 of the Revised Code, and in addition to provide moneys to 1962 reimburse the general revenue fund for moneys appropriated by 1963 Section 2 of H.B. No. 1131 of the 103rd general assembly or by the 1964 104th and succeeding general assemblies for disabled workers' 1965 relief. When the additional moneys are available in whole or part 1966 for the purpose of making the reimbursement, the director of 1967 budget and management shall certify the amount to the bureau of 1968 workers' compensation which shall thereupon cause the moneys to be 1969 paid to the general revenue fund from the disabled workers' relief 1970 fund except that any amounts due because of the state's obligation 1971 as an employer pursuant to section 4123.411 of the Revised Code 1972 and not paid to the disabled workers' relief fund shall be 1973 deducted from any such reimbursement. 1974

For all injuries and disabilities occurring before January 1, 1975 1987, the administrator, for the purpose of carrying out those 1976 sections and with the advice and consent of the bureau of workers' 1977 compensation board of directors, may transfer to the disabled 1978 workers' relief fund from the income produced as a result of 1979 investments made pursuant to section 4123.44 of the Revised Code 1980 amounts necessary to carry out those sections with respect to 1981 claims related to private and public taxing district employers, 1982 rather than levying an assessment against those employers under 1983 section 4123.411 of the Revised Code. 1984

sec. 4123.512. (A) The claimant or the employer may appeal an 1985

order of the industrial commission made under division (E) of 1986 section 4123.511 of the Revised Code in any injury or occupational 1987 disease case, other than a decision as to the extent of disability 1988 to the court of common pleas of the county in which the injury was 1989 inflicted or in which the contract of employment was made if the 1990 injury occurred outside the state, or in which the contract of 1991 employment was made if the exposure occurred outside the state. If 1992 no common pleas court has jurisdiction for the purposes of an 1993 appeal by the use of the jurisdictional requirements described in 1994 this division, the appellant may use the venue provisions in the 1995 Rules of Civil Procedure to vest jurisdiction in a court. If the 1996 claim is for an occupational disease, the appeal shall be to the 1997 court of common pleas of the county in which the exposure which 1998 caused the disease occurred. Like appeal may be taken from an 1999 order of a staff hearing officer made under division (D) of 2000 section 4123.511 of the Revised Code from which the commission has 2001 refused to hear an appeal. The appellant shall file the notice of 2002 appeal with a court of common pleas within sixty days after the 2003 date of the receipt of the order appealed from or the date of 2004 receipt of the order of the commission refusing to hear an appeal 2005 of a staff hearing officer's decision under division (D) of 2006 section 4123.511 of the Revised Code. The filing of the notice of 2007 the appeal with the court is the only act required to perfect the 2008 appeal. 2009

If an action has been commenced in a court of a county other 2010 than a court of a county having jurisdiction over the action, the 2011 court, upon notice by any party or upon its own motion, shall 2012 transfer the action to a court of a county having jurisdiction. 2013

Notwithstanding anything to the contrary in this section, if2014the commission determines under section 4123.522 of the Revised2015Code that an employee, employer, or their respective2016representatives have not received written notice of an order or2017

decision which is appealable to a court under this section and 2018 which grants relief pursuant to section 4123.522 of the Revised 2019 Code, the party granted the relief has sixty days from receipt of 2020 the order under section 4123.522 of the Revised Code to file a 2021 notice of appeal under this section. 2022

(B) The notice of appeal shall state the names of the 2023
administrator of workers' compensation, the claimant, and the 2024
employer; the number of the claim; the date of the order appealed 2025
from; and the fact that the appellant appeals therefrom. 2026

The administrator, the claimant, and the employer shall be 2027 parties to the appeal and the court, upon the application of the 2028 commission, shall make the commission a party. The party filing 2029 the appeal shall serve a copy of the notice of appeal on the 2030 administrator at the central office of the bureau of workers' 2031 compensation in Columbus. The administrator shall notify the 2032 employer that if the employer fails to become an active party to 2033 the appeal, then the administrator may act on behalf of the 2034 employer and the results of the appeal could have an adverse 2035 effect upon the employer's premium rates or may result in a 2036 recovery from the employer if the employer is determined to be a 2037 noncomplying employer under section 4123.75 of the Revised Code. 2038

(C) The attorney general or one or more of the attorney 2039 general's assistants or special counsel designated by the attorney 2040 general shall represent the administrator and the commission. In 2041 the event the attorney general or the attorney general's 2042 designated assistants or special counsel are absent, the 2043 administrator or the commission shall select one or more of the 2044 attorneys in the employ of the administrator or the commission as 2045 the administrator's attorney or the commission's attorney in the 2046 appeal. Any attorney so employed shall continue the representation 2047 during the entire period of the appeal and in all hearings thereof 2048 except where the continued representation becomes impractical. 2049

(D) Upon receipt of notice of appeal, the clerk of courts 2050shall provide notice to all parties who are appellees and to the 2051commission. 2052

The claimant shall, within thirty days after the filing of 2053 the notice of appeal, file a petition containing a statement of 2054 facts in ordinary and concise language showing a cause of action 2055 to participate or to continue to participate in the fund and 2056 setting forth the basis for the jurisdiction of the court over the 2057 action. Further pleadings shall be had in accordance with the 2058 Rules of Civil Procedure, provided that service of summons on such 2059 petition shall not be required and provided that the claimant may 2060 not dismiss the complaint without the employer's consent if the 2061 employer is the party that filed the notice of appeal to court 2062 pursuant to this section. The clerk of the court shall, upon 2063 receipt thereof, transmit by certified mail a copy thereof to each 2064 party named in the notice of appeal other than the claimant. Any 2065 party may file with the clerk prior to the trial of the action a 2066 deposition of any physician taken in accordance with the 2067 provisions of the Revised Code, which deposition may be read in 2068 the trial of the action even though the physician is a resident of 2069 or subject to service in the county in which the trial is had. The 2070 bureau of workers' compensation shall pay the cost of the 2071 stenographic deposition filed in court and of copies of the 2072 stenographic deposition for each party from the surplus fund and 2073 charge the costs thereof against the unsuccessful party if the 2074 claimant's right to participate or continue to participate is 2075 finally sustained or established in the appeal. In the event the 2076 deposition is taken and filed, the physician whose deposition is 2077 taken is not required to respond to any subpoena issued in the 2078 trial of the action. The court, or the jury under the instructions 2079 of the court, if a jury is demanded, shall determine the right of 2080 the claimant to participate or to continue to participate in the 2081 fund upon the evidence adduced at the hearing of the action. 2082

(E) The court shall certify its decision to the commission
and the certificate shall be entered in the records of the court.
Appeals from the judgment are governed by the law applicable to
2085
the appeal of civil actions.

(F) The cost of any legal proceedings authorized by this 2087 section, including an attorney's fee to the claimant's attorney to 2088 be fixed by the trial judge, based upon the effort expended, in 2089 the event the claimant's right to participate or to continue to 2090 participate in the fund is established upon the final 2091 determination of an appeal, shall be taxed against the employer or 2092 the commission if the commission or the administrator rather than 2093 the employer contested the right of the claimant to participate in 2094 the fund. The attorney's fee shall not exceed forty-two hundred 2095 dollars. 2096

(G) If the finding of the court or the verdict of the jury is 2097 in favor of the claimant's right to participate in the fund, the 2098 commission and the administrator shall thereafter proceed in the 2099 matter of the claim as if the judgment were the decision of the 2100 commission, subject to the power of modification provided by 2101 section 4123.52 of the Revised Code. 2102

(H)(1) An appeal from an order issued under division (E) of 2103 section 4123.511 of the Revised Code or any action filed in court 2104 in a case in which an award of compensation or medical benefits 2105 has been made shall not stay the payment of compensation or 2106 medical benefits under the award, or payment for subsequent 2107 periods of total disability or medical benefits during the 2108 pendency of the appeal. If, in a final administrative or judicial 2109 action, it is determined that payments of compensation or 2110 benefits, or both, made to or on behalf of a claimant should not 2111 have been made, the amount thereof shall be charged to the surplus 2112 fund account under division (B) of section 4123.34 of the Revised 2113 Code. In the event the employer is a state risk, the amount shall 2114

not be charged to the employer's experience, and the administrator	2115					
shall adjust the employer's account accordingly. In the event the	2116					
employer is a self-insuring employer, the self-insuring employer	2117					
shall deduct the amount from the paid compensation the	2118					
self-insuring employer reports to the administrator under division	2119					
(L) of section 4123.35 of the Revised Code. If an employer is a	2120					
state risk and has paid an assessment for a violation of a						
specific safety requirement, and, in a final administrative or	2122					
judicial action, it is determined that the employer did not	2123					
violate the specific safety requirement, the administrator shall						
reimburse the employer from the surplus fund account under	2125					
division (B) of section 4123.34 of the Revised Code for the amount	2126					
of the assessment the employer paid for the violation.	2127					
(2)(a) Notwithstanding a final determination that payments of	2128					
	0100					

benefits made to or on behalf of a claimant should not have been 2129 made, the administrator or self-insuring employer shall award 2130 payment of medical or vocational rehabilitation services submitted 2131 for payment after the date of the final determination if all of 2132 the following apply: 2133

(i) The services were approved and were rendered by the2134provider in good faith prior to the date of the final2135determination.

(ii) The services were payable under division (I) of section 21374123.511 of the Revised Code prior to the date of the final 2138determination. 2139

(iii) The request for payment is submitted within the time2140limit set forth in section 4123.52 of the Revised Code.2141

(b) Payments made under division (H)(1) of this section shall
2142
be charged to the surplus fund account under division (B) of
2143
section 4123.34 of the Revised Code. If the employer of the
2144
employee who is the subject of a claim described in division
2145

(H)(2)(a) of this section is a state fund employer, the payments 2146 made under that division shall not be charged to the employer's 2147 experience. If that employer is a self-insuring employer, the 2148 self-insuring employer shall deduct the amount from the paid 2149 compensation the self-insuring employer reports to the 2150 administrator under division (L) of section 4123.35 of the Revised 2151 Code. 2152

(c) Division (H)(2) of this section shall apply only to a 2153
claim under this chapter or Chapter 4121., 4127., or 4131. of the 2154
Revised Code arising on or after July 29, 2011. 2155

(3) A self-insuring employer may elect to pay compensation 2156 and benefits under this section directly to an employee or an 2157 employee's dependents by filing an application with the bureau of 2158 workers' compensation not more than one hundred eighty days and 2159 not less than ninety days before the first day of the employer's 2160 next six-month coverage period. If the self-insuring employer 2161 timely files the application, the application is effective on the 2162 first day of the employer's next six-month coverage period, 2163 provided that the administrator shall compute the employer's 2164 assessment for the surplus fund account due with respect to the 2165 period during which that application was filed without regard to 2166 the filing of the application. On and after the effective date of 2167 the employer's election, the self-insuring employer shall pay 2168 directly to an employee or to an employee's dependents 2169 compensation and benefits under this section regardless of the 2170 date of the injury or occupational disease, and the employer shall 2171 receive no money or credits from the surplus fund account on 2172 account of those payments and shall not be required to pay any 2173 amounts into the surplus fund account on account of this section. 2174 The election made under this division is irrevocable. 2175

(I) All actions and proceedings under this section which are 2176 the subject of an appeal to the court of common pleas or the court 2177

of appeals shall be preferred over all other civil actions except 2178 election causes, irrespective of position on the calendar. 2179

This section applies to all decisions of the commission or2180the administrator on November 2, 1959, and all claims filed2181thereafter are governed by sections 4123.511 and 4123.512 of the2182Revised Code.2183

Any action pending in common pleas court or any other court 2184 on January 1, 1986, under this section is governed by former 2185 sections 4123.514, 4123.515, 4123.516, and 4123.519 and section 2186 4123.522 of the Revised Code. 2187

Sec. 4123.56. (A) Except as provided in division (D) of this 2188 section, in the case of temporary disability, an employee shall 2189 receive sixty-six and two-thirds per cent of the employee's 2190 average weekly wage so long as such disability is total, not to 2191 exceed a maximum amount of weekly compensation which is equal to 2192 the statewide average weekly wage as defined in division (C) of 2193 section 4123.62 of the Revised Code, and not less than a minimum 2194 amount of compensation which is equal to thirty-three and 2195 one-third per cent of the statewide average weekly wage as defined 2196 in division (C) of section 4123.62 of the Revised Code unless the 2197 employee's wage is less than thirty-three and one-third per cent 2198 of the minimum statewide average weekly wage, in which event the 2199 employee shall receive compensation equal to the employee's full 2200 wages; provided that for the first twelve weeks of total 2201 disability the employee shall receive seventy-two per cent of the 2202 employee's full weekly wage, but not to exceed a maximum amount of 2203 weekly compensation which is equal to the lesser of the statewide 2204 average weekly wage as defined in division (C) of section 4123.62 2205 2206 of the Revised Code or one hundred per cent of the employee's net take-home weekly wage. In the case of a self-insuring employer, 2207 payments shall be for a duration based upon the medical reports of 2208

the attending physician. If the employer disputes the attending 2209 physician's report, payments may be terminated only upon 2210 application and hearing by a district hearing officer pursuant to 2211 division (C) of section 4123.511 of the Revised Code. Payments 2212 shall continue pending the determination of the matter, however 2213 payment shall not be made for the period when any employee has 2214 returned to work, when an employee's treating physician has made a 2215 written statement that the employee is capable of returning to the 2216 employee's former position of employment, when work within the 2217 physical capabilities of the employee is made available by the 2218 employer or another employer, or when the employee has reached the 2219 maximum medical improvement. Where the employee is capable of work 2220 activity, but the employee's employer is unable to offer the 2221 employee any employment, the employee shall register with the 2222 director of job and family services, who shall assist the employee 2223 in finding suitable employment. The termination of temporary total 2224 disability, whether by order or otherwise, does not preclude the 2225 commencement of temporary total disability at another point in 2226 time if the employee again becomes temporarily totally disabled. 2227

After two hundred weeks of temporary total disability 2228 benefits, the medical section of the bureau of workers' 2229 compensation shall schedule the claimant for an examination for an 2230 evaluation to determine whether or not the temporary disability 2231 has become permanent. A self-insuring employer shall notify the 2232 bureau immediately after payment of two hundred weeks of temporary 2233 total disability and request that the bureau schedule the claimant 2234 for such an examination. 2235

When the employee is awarded compensation for temporary total2236disability for a period for which the employee has received2237benefits under Chapter 4141. of the Revised Code, the bureau shall2238pay an amount equal to the amount received from the award to the2239director of job and family services and the director shall credit2240

the amount to the accounts of the employers to whose accounts the 2241 payment of benefits was charged or is chargeable to the extent it 2242 was charged or is chargeable. 2243

If any compensation under this section has been paid for the 2244 same period or periods for which temporary nonoccupational 2245 accident and sickness insurance is or has been paid pursuant to an 2246 insurance policy or program to which the employer has made the 2247 entire contribution or payment for providing insurance or under a 2248 nonoccupational accident and sickness program fully funded by the 2249 employer, except as otherwise provided in this division 2250 compensation paid under this section for the period or periods 2251 shall be paid only to the extent by which the payment or payments 2252 exceeds the amount of the nonoccupational insurance or program 2253 paid or payable. Offset of the compensation shall be made only 2254 upon the prior order of the bureau or industrial commission or 2255 agreement of the claimant. If an employer provides supplemental 2256 sick leave benefits in addition to temporary total disability 2257 compensation paid under this section, and if the employer and an 2258 employee agree in writing to the payment of the supplemental sick 2259 leave benefits, temporary total disability benefits may be paid 2260 without an offset for those supplemental sick leave benefits. 2261

As used in this division, "net take-home weekly wage" means 2262 the amount obtained by dividing an employee's total remuneration, 2263 as defined in section 4141.01 of the Revised Code, paid to or 2264 earned by the employee during the first four of the last five 2265 completed calendar quarters which immediately precede the first 2266 day of the employee's entitlement to benefits under this division, 2267 by the number of weeks during which the employee was paid or 2268 earned remuneration during those four quarters, less the amount of 2269 local, state, and federal income taxes deducted for each such 2270 week. 2271

(B)(1) If an employee in a claim allowed under this chapter 2272

suffers a wage loss as a result of returning to employment other 2273 than the employee's former position of employment due to an injury 2274 or occupational disease, the employee shall receive compensation 2275 at sixty-six and two-thirds per cent of the difference between the 2276 employee's average weekly wage and the employee's present earnings 2277 not to exceed the statewide average weekly wage. The payments may 2278 continue for up to a maximum of two hundred weeks, but the 2279 payments shall be reduced by the corresponding number of weeks in 2280 which the employee receives payments pursuant to division 2281 (B)(A)(2) of section 4121.67 Of of the Revised Code. 2282

(2) If an employee in a claim allowed under this chapter 2283 suffers a wage loss as a result of being unable to find employment 2284 consistent with the employee's disability resulting from the 2285 employee's injury or occupational disease, the employee shall 2286 receive compensation at sixty-six and two-thirds per cent of the 2287 difference between the employee's average weekly wage and the 2288 employee's present earnings, not to exceed the statewide average 2289 weekly wage. The payments may continue for up to a maximum of 2290 fifty-two weeks. The first twenty-six weeks of payments under 2291 division (B)(2) of this section shall be in addition to the 2292 maximum of two hundred weeks of payments allowed under division 2293 (B)(1) of this section. If an employee in a claim allowed under 2294 this chapter receives compensation under division (B)(2) of this 2295 section in excess of twenty-six weeks, the number of weeks of 2296 compensation allowable under division (B)(1) of this section shall 2297 be reduced by the corresponding number of weeks in excess of 2298 twenty-six, and up to fifty-two, that is allowable under division 2299 (B)(1) of this section. 2300

(3) The number of weeks of wage loss payable to an employee
under divisions (B)(1) and (2) of this section shall not exceed
two hundred and twenty-six weeks in the aggregate.
2303

(C) In the event an employee of a professional sports 2304

franchise domiciled in this state is disabled as the result of an 2305 injury or occupational disease, the total amount of payments made 2306 under a contract of hire or collective bargaining agreement to the 2307 employee during a period of disability is deemed an advanced 2308 payment of compensation payable under sections 4123.56 to 4123.58 2309 of the Revised Code. The employer shall be reimbursed the total 2310 amount of the advanced payments out of any award of compensation 2311 made pursuant to sections 4123.56 to 4123.58 of the Revised Code. 2312

(D) If an employee receives temporary total disability 2313 benefits pursuant to division (A) of this section and social 2314 security retirement benefits pursuant to the "Social Security 2315 Act," the weekly benefit amount under division (A) of this section 2316 shall not exceed sixty-six and two-thirds per cent of the 2317 statewide average weekly wage as defined in division (C) of 2318 section 4123.62 of the Revised Code. 2319

sec. 4123.59. In case an injury to or an occupational disease 2320 contracted by an employee causes his the employee's death, 2321 benefits shall be in the amount and to the persons following: 2322

(A) If there are no dependents, the disbursements from the 2323 state insurance fund is limited to the expenses provided for in 2324 section 4123.66 of the Revised Code. 2325

(B) If there are wholly dependent persons at the time of the 2326 death, the weekly payment is sixty-six and two-thirds per cent of 2327 the average weekly wage, but not to exceed a maximum aggregate 2328 amount of weekly compensation which is equal to sixty-six and 2329 two-thirds per cent of the statewide average weekly wage as 2330 defined in division (C) of section 4123.62 of the Revised Code, 2331 and not in any event less than a minimum amount of weekly 2332 compensation which is equal to fifty per cent of the statewide 2333 average weekly wage as defined in division (C) of section 4123.62 2334 of the Revised Code, regardless of the average weekly wage; 2335

provided however, that if the death is due to injury received or 2336 occupational disease first diagnosed after January 1, 1976, the 2337 weekly payment is sixty-six and two-thirds per cent of the average 2338 weekly wage but not to exceed a maximum aggregate amount of weekly 2339 compensation which is equal to the statewide average weekly wage 2340 as defined in division (C) of section 4123.62 of the Revised Code; 2341 provided that when any claimant is receiving total disability 2342 compensation at the time of death the wholly dependent person is 2343 eligible for the maximum compensation provided for in this 2344 section. Where there is more than one person who is wholly 2345 dependent at the time of the death of the employee, the 2346 administrator of workers' compensation shall promptly apportion 2347 the weekly amount of compensation payable under this section among 2348 the dependent persons as provided in division (D) of this section. 2349

(1) The payment as provided in this section shall continue 2350 from the date of death of an injured or disabled employee until 2351 the death or remarriage of such dependent spouse. If the dependent 2352 spouse remarries, an amount equal to two years of compensation 2353 benefits at the weekly amount determined to be applicable to and 2354 being paid to the dependent spouse shall be paid in a lump sum to 2355 such spouse and no further compensation shall be paid to such 2356 2357 spouse.

(2) That portion of the payment provided in division (B) of 2358 this section applicable to wholly dependent persons other than a 2359 spouse shall continue from the date of death of an injured or 2360 disabled employee to a dependent as of the date of death, other 2361 than a spouse, at the weekly amount determined to be applicable 2362 and being paid to such dependent other than a spouse, until he the 2363 dependent: 2364

(a) Reaches eighteen years of age; 2365

(b) If pursuing a full time educational program while 2366 enrolled in an accredited educational institution and program, 2367

reaches twenty-five years of age;	2368
(c) If mentally or physically incapacitated from having any	2369
earnings, is no longer so incapacitated.	2370
(3)(a) Payments under division (B) of this section to a	2371
dependent described in division (B)(2)(c) of this section shall	2372
not be terminated due to the dependent's employment in a sheltered	2373
workshop if the dependent does not receive income, compensation,	2374
or remuneration from that employment in excess of two thousand	2375
<u>dollars in any calendar guarter.</u>	2376
(b) As used in division (B)(3) of this section, "sheltered	2377
workshop" has the same meaning as in section 4123.58 of the	2378
Revised Code.	2379
(C) If there are partly dependent persons at the time of the	2380
death the weekly payment is sixty-six and two-thirds per cent of	2381
the employee's average weekly wage, not to exceed sixty-six and	2382
two-thirds per cent of the statewide average weekly wage as	2383
defined in division (C) of section 4123.62 of the Revised Code,	2384
and shall continue for such time as the administrator in each case	2385
determines.	2386
(D) The following persons are presumed to be wholly dependent	2387
for their support upon a deceased employee:	2388
(1) A surviving spouse who was living with the employee at	2389
the time of death or a surviving spouse who was separated from the	2390
employee at the time of death because of the aggression of the	2391
employee;	2392
(2) A child under the age of eighteen years, or twenty-five	2393
years if pursuing a full-time educational program while enrolled	2394
in an accredited educational institution and program, or over said	2395
age if physically or mentally incapacitated from earning, upon	2396
only the one parent who is contributing more than one-half of the	2397
support for such child and with whom <del>he <u>the</u> child</del> is living at the	2398

time of the death of such parent, or for whose maintenance such 2399 parent was legally liable at the time of his the parent's death. 2400

It is presumed that there is sufficient dependency to entitle 2401 a surviving natural parent or surviving natural parents, share and 2402 share alike, with whom the decedent was living at the time of his 2403 <u>the decedent's</u> death, to a total minimum award of three thousand 2404 dollars. 2405

The administrator may take into consideration any 2406 circumstances which, at the time of the death of the decedent, 2407 clearly indicate prospective dependency on the part of the 2408 claimant and potential support on the part of the decedent. No 2409 person shall be considered a prospective dependent unless such 2410 person is a member of the family of the deceased employee and 2411 bears to him the deceased employee the relation of surviving 2412 spouse, lineal descendant, ancestor, or brother or sister. The 2413 total award for any or all prospective dependency to all such 2414 claimants, except to a natural parent or natural parents of the 2415 deceased, shall not exceed three thousand dollars to be 2416 apportioned among them as the administrator orders. 2417

In all other cases, the question of dependency, in whole or 2418 in part, shall be determined in accordance with the facts in each 2419 particular case existing at the time of the injury resulting in 2420 the death of such employee, but no person shall be considered as 2421 dependent unless such person is a member of the family of the 2422 deceased employee, or bears to him the deceased employee the 2423 relation of surviving spouse, lineal descendant, ancestor, or 2424 brother or sister. 2425

(E) An order issued by the administrator under this section 2426is appealable pursuant to sections 4123.511 to 4123.512 of the 2427Revised Code. 2428

Section 2. That existing sections 119.12, 4121.129, 4121.37, 2429

4121.	4121.61, 4121.65, 4121.66, 4121.67, 4121.68, 4123.01, 4123.291,					2430	
4123.	34, 4123	3.343, 4123.35, 4123.35	1, 4	123.411, 4123	3.4	19,	2431
4123.	4123.512, 4123.56, and 4123.59 and section 4121.48 of the Revised					2432	
Code	are here	eby repealed.					2433
:	Section	3. All items in this s	ecti	on are hereby	į aj	ppropriated	2434
out of	f any mo	oneys in the state trea	sury	to the credi	it (	of the	2435
desig	nated fu	and. For all appropriat	ions	s made in this	s a	ct, those in	2436
the f	irst col	lumn are for fiscal yea	r 20	16, and those	e i	n the second	2437
colum	n are fo	or fiscal year 2017.					2438
FND A	I Z	AI TITLE		Appro	pri	ations	2439
		BWC BUREAU OF WORKER	2S' (	COMPENSATION			2440
Dedica	ated Pur	rpose Fund Group					2441
7023	855407	Claims, Risk and	\$	110,445,000	\$	110,445,000	2442
		Medical Management					
7023	855408	Fraud Prevention	\$	11,909,400	\$	11,909,400	2443
7023	855409	Administrative	\$	110,360,919	\$	110,360,919	2444
		Services					
7023	855410	Attorney General	\$	4,621,850	\$	4,621,850	2445
		Payments					
8220	855606	Coal Workers' Fund	\$	147,666	\$	147,666	2446
8230	855608	Marine Industry	\$	55,000	\$	55,000	2447
8250	855605	Disabled Workers	\$	170,000	\$	170,000	2448
		Relief Fund					
8260	855609	Safety and Hygiene	\$	21,661,132	\$	21,661,132	2449
		Operating					
8260	855610	Safety Grants	\$	15,000,000	\$	15,000,000	2450
TOTAL	DPF Dec	licated Purpose Fund	\$	274,370,967	\$	274,370,967	2451
Group							
Federal Fund Group					2452		
3490	855601	OSHA Enforcement	\$	1,731,000	\$	1,731,000	2453

3FW0 855614 BLS SOII Grant \$ 141,000 \$ 141,000	2454					
TOTAL FED Federal Fund Group \$ 1,872,000 \$ 1,872,000	2455					
TOTAL ALL BUDGET FUND GROUPS \$ 276,242,967 \$ 276,242,967	2456					
WORKERS' COMPENSATION FRAUD UNIT	2457					
Of the foregoing appropriation item 855410, Attorney General						
Payments, \$828,200 in each fiscal year shall be used to fund the						
expenses of the Workers' Compensation Fraud Unit within the	2460					
Attorney General's Office. These payments shall be processed at	2461					
the beginning of each quarter of each fiscal year and deposited	2462					
into the Workers' Compensation Section Fund (Fund 1950) used by	2463					
the Attorney General.	2464					
SAFETY AND HYGIENE	2465					
Notwithstanding section 4121.37 of the Revised Code, the	2466					
Treasurer of State shall transfer \$21,661,132 cash in fiscal year	2467					
2016 and \$21,661,132 cash in fiscal year 2017 from the State	2468					
Insurance Fund to the Safety and Hygiene Fund (Fund 8260).						
OSHA ON-SITE CONSULTATION PROGRAM	2470					
A portion of the foregoing appropriation item 855609, Safety	2471					
and Hygiene Operating, may be used to provide the state match for	2472					
federal funding of the Occupational Safety and Health	2473					
Administration's On-site Consultation Program operated by the	2474					
Division of Safety and Hygiene.	2475					
VOCATIONAL REHABILITATION	2476					
The Bureau of Workers' Compensation and the Opportunities for	2477					
Ohioans with Disabilities Agency shall enter into an interagency	2478					
agreement for the provision of vocational rehabilitation services	2479					
and staff to mutually eligible clients. The Bureau may provide not	2480					
more than \$605,407 in fiscal year 2016 and \$605,407 in fiscal year	2481					

2017 from the State Insurance Fund to fund vocational2482rehabilitation services and staff in accordance with the2483interagency agreement.2484

Section 4. DEPUTY INSPECTOR GENERAL FOR BWC AND OIC FUNDING 2485

To pay for the FY 2016 costs related to the Deputy Inspector 2486 General for the Bureau of Workers' Compensation and Industrial 2487 Commission, on July 1, 2015, and January 1, 2016, or as soon as 2488 possible thereafter, the Director of Budget and Management shall 2489 transfer \$212,500 in cash from the Workers' Compensation Fund 2490 (Fund 7023) to the Deputy Inspector General for the Bureau of 2491 Workers' Compensation and Industrial Commission Fund (Fund 5FT0). 2492

To pay for the FY 2017 costs related to the Deputy Inspector 2493 General for the Bureau of Workers' Compensation and Industrial 2494 Commission, on July 1, 2016, and January 1, 2017, or as soon as 2495 possible thereafter, the Director of Budget and Management shall 2496 transfer \$212,500 in cash from the Workers' Compensation Fund 2497 (Fund 7023) to the Deputy Inspector General for the Bureau of 2498 Workers' Compensation and Industrial Commission Fund (Fund 5FT0). 2499

If additional amounts are needed, the Inspector General may 2500 seek Controlling Board approval for additional transfers of cash 2501 and to increase the amount appropriated in appropriation item 2502 965604, Deputy Inspector General for the Bureau of Workers' 2503 Compensation and Industrial Commission. 2504

Section 5. Law contained in the Main Operating Appropriations 2505 Act of the 131st General Assembly that applies generally to the 2506 appropriations made in that act also applies generally to the 2507 appropriations made in this act. 2508

Section 6. The provisions of law contained in this act, and 2509 their applications, are severable. If any provision of law 2510 contained in this act, or if any application of any provision of 2511 law contained in this act, is held invalid, the invalidity does 2512 not affect other provisions of law contained in this act and their 2513 applications that can be given effect without the invalid 2514 provision or application.

Section 7. Except as otherwise specifically provided in this 2516 act, the amendment, enactment, or repeal by this act of a section 2517 of law is exempt from the referendum under Ohio Constitution, 2518 Article II, Section 1d and section 1.471 of the Revised Code and 2519 therefore takes effect immediately when this act becomes law. 2520

Section 8. The amendment, enactment, or repeal by this act of 2521 the divisions and sections of law listed below are subject to the 2522 referendum under Ohio Constitution, Article II, Section 1c and 2523 therefore take effect on the ninety-first day after this act is 2524 filed with the Secretary of State: 2525

All Revised Code sections in Section 1 of this act. 2526

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