# As Reported by the Senate Transportation, Commerce and Labor Committee

# 131st General Assembly Regular Session 2015-2016

Sub. H. B. No. 52

## **Representative Hackett**

Cosponsors: Representatives Amstutz, Anielski, Baker, Barnes, Bishoff, Blessing, Boose, Boyd, Brown, Buchy, Burkley, Conditt, Cupp, Derickson, Dever, Dovilla, Duffey, Grossman, Henne, Kraus, McClain, O'Brien, S., Perales, Reineke, Retherford, Romanchuk, Schaffer, Sears, Smith, R., Sprague, Terhar, Thompson, Speaker Rosenberger Senators Manning, Bacon, Hottinger, Uecker, Patton

# A BILL

Го	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,	12
4121.65, 4121.66, 4121.67, 4121.68, 4123.01, 4123.291, 4123.34,	13
4123.343, 4123.35, 4123.351, 4123.411, 4123.419, 4123.512,	14

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issued pursuant to any other adjudication may appeal to the court of common pleas of Franklin county, except that appeals from orders of the fire marshal issued under Chapter 3737. of the Revised Code may be to the court of common pleas of the county in which the building of the aggrieved person is located and except that appeals under division (B) of section 124.34 of the Revised Code from a decision of the state personnel board of review or a 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 56 department of taxation. 57

(D) Any party desiring to appeal shall file a notice of appeal with the agency setting forth the order appealed from and stating that the agency's order is not supported by reliable, probative, and substantial evidence and is not in accordance with law. The notice of appeal may, but need not, set forth the specific grounds of the party's appeal beyond the statement that the agency's order is not supported by reliable, probative, and substantial evidence and is not in accordance with law. The notice of appeal shall also be filed by the appellant with the court. In filing a notice of appeal with the agency or court, the notice that is filed may be either the original notice or a copy of the original notice. Unless otherwise provided by law relating to a particular agency, notices of appeal shall be filed within fifteen days after the mailing of the notice of the agency's order as provided in this section. For purposes of this paragraph, an order includes a determination appealed pursuant to division (C) of section 119.092 of the Revised Code. The amendments made to this paragraph by Sub. H.B. 215 of the 128th general assembly are

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procedural, and this paragraph as amended by those amendments shall be applied retrospectively to all appeals pursuant to this paragraph filed before the effective date of those amendments September 13, 2010, but not earlier than May 7, 2009, which was the date the supreme court of Ohio released its opinion and judgment in Medcorp, Inc. v. Ohio Dep't. of Job and Family Servs. (2009), 121 Ohio St.3d 622.

(E) The filing of a notice of appeal shall not automatically operate as a suspension of the order of an agency. If it appears to the court that an unusual hardship to the appellant will result from the execution of the agency's order pending determination of the appeal, the court may grant a suspension and fix its terms. If an appeal is taken from the judgment of the court and the court has previously granted a suspension of the agency's order as provided in this section, the suspension of the agency's order shall not be vacated and shall be given full force and effect until the matter is finally adjudicated. No renewal of a license or permit shall be denied by reason of the suspended order during the period of the appeal from the decision of the court of common pleas. In the case of an appeal from the state medical board or state chiropractic board, the court may grant a suspension and fix its terms if it appears to the court that an unusual hardship to the appellant will result from the execution of the agency's order pending determination of the appeal and the health, safety, and 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 of a license or permit which has been granted during the period of the appeal.

(G) Notwithstanding any other provision of this section, any

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

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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, the	147
agency shall furnish at the cost of the party requesting it a copy	148
of the stenographic report of testimony offered and evidence	149
submitted 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 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.

(L) The court shall conduct a hearing on the appeal and shall give preference to all proceedings under sections 119.01 to 119.13 of the Revised Code, over all other civil cases, irrespective of

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 court 179 of common pleas shall proceed as in the trial of a civil action, 180 and the court shall determine the rights of the parties in 181 accordance with the laws applicable to a civil action. At the 182 hearing, counsel may be heard on oral argument, briefs may be 183 submitted, and evidence may be introduced if the court has granted 184 a 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

duties;

(e) Review the performance of the bureau of workers' 297 compensation chief investment officer and any investment 298 consultants retained by the administrator to assure that the 299 investments of the assets of the funds specified in this chapter 300 and Chapters 4123., 4127., and 4131. of the Revised Code are made 301 in accordance with the investment policy approved by the board and 302 to assure compliance with the investment policy and effective 303 management of the funds. 304

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 least 357 five years' experience in industrial accident or disease 358

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	394
garnishment, 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 under section 4123.35 of the	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 $\frac{by}{}$	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,

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, with the advice and consent of the bureau of workers' compensation board of directors, shall adopt rules:

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

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

"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
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
chapter.	511

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(c) Every person who performs labor or provides services	512
pursuant to a construction contract, as defined in section 4123.79	513
of the Revised Code, if at least ten of the following criteria	514
apply:	515
(i) The person is required to comply with instructions from	516
the other contracting party regarding the manner or method of	517
performing services;	518
(ii) The person is required by the other contracting party to	519
have 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	524
contracting party;	525
(vi) A continuing relationship exists between the person and	526
the other contracting party that contemplates continuing or	527
recurring work even if the work is not full time;	528
(vii) The person's hours of work are established by the other	529
contracting party;	530
(viii) The person is required to devote full time to the	531
business of the other contracting party;	532
(ix) The person is required to perform the work on the	533
premises of the other contracting party;	534
(x) The person is required to follow the order of work set by	535
the other contracting party;	536
(xi) The person is required to make oral or written reports	537
of progress to the other contracting party;	538
(xii) The person is paid for services on a regular basis such	539
as hourly, weekly, or monthly;	540

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(xiii) The person's expenses are paid for by the other	541
contracting party;	542
(xiv) The person's tools and materials are furnished by the	543
other contracting party;	544
(xv) The person is provided with the facilities used to	545
perform services;	546
(xvi) The person does not realize a profit or suffer a loss	547
as a result of the services provided;	548
(xvii) The person is not performing services for a number of	549
employers at the same time;	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 any of the following:	570

In the event of an election, the employer or person electing

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<u>coverage</u> 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, an individual 617 incorporated as a corporation, the officers of a family farm 618 corporation, or a person excluded from the definition of 619 "employee" under division (A)(2)(a), (b), (c), or (e) 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

  owned by a political subdivision or subdivisions other than the

  state;

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- (2) Every person, firm, professional employer organization, and private corporation, including any public service corporation,

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 more 645 employees and the employer shall report the income derived from 646 such labor to the bureau as part of the payroll of such employer, 647 and such member shall thereupon be entitled to all the benefits of 648 an employee. 649

- (C) "Injury" includes any injury, whether caused by external 650 accidental means or accidental in character and result, received 651 in the course of, and arising out of, the injured employee's 652 employment. "Injury" does not include: 653
- (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 natural 660 deterioration 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
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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 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.	697
(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 in	706
division (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	719
is authorized to provide workers' compensation insurance coverage	720
in any of the states that permit employers to obtain insurance for	721
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	724
workers' compensation claims of employees who are in employment	725

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

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 shall be set aside for the creation of a surplus fund account within the state insurance fund. Any references in this chapter or in Chapter 4121., 4125., 4127., or 4131. of the Revised Code to the surplus fund, the surplus created in this division, the surplus fund.

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.

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 885 insurance fund, shall set aside into an account of the state 886 insurance fund titled a premium payment security fund sufficient 887 money to pay for any premiums due from an employer and 888 uncollected. 889 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 rates 893 for employers who meet either of the following requirements: 894 (1) Have not incurred a compensable injury for one year or 895 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 898 prescribed by the superintendent of the division of safety and 899 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 as 910 affecting the manner in which benefits to a claimant are awarded 911 under this chapter. 912

(3) As used in division (F) of this section, "construction

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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	918
of time that an employer may participate in the bureau of workers'	919
compensation drug free workplace and workplace safety programs.	920
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

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(10) Parkinson's disease;	942
(11) Cerebral vascular accident;	943
(12) Tuberculosis;	944
(13) Silicosis;	945
(14) Psycho-neurotic disability following treatment in a recognized medical or mental institution;	946 947
(15) Hemophilia;	948
(16) Chronic osteomyelitis;	949
(17) Ankylosis of joints;	950
(18) Hyper insulinism;	951
(19) Muscular dystrophies;	952
(20) Arterio-sclerosis;	953
(21) Thrombo-phlebitis;	954
(22) Varicose veins;	955
(23) Cardiovascular, pulmonary, or respiratory diseases of a firefighter or police officer employed by a municipal corporation or township as a regular member of a lawfully constituted police	956 957 958
department or fire department;	959
(24) Coal miners' pneumoconiosis, commonly referred to as "black lung disease";	960 961
(25) Disability with respect to which an individual has completed a rehabilitation program conducted pursuant to sections	962 963
4121.61 to 4121.69 of the Revised Code.	964
(B) Under the circumstances set forth in this section all or such portion as the administrator determines of the compensation	965 966
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
occupational disease experience of the employer. <del>If the employer</del>	971
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
by way of direct payment to such employee or the employee's	974
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 is 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 an 995 apportionment 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
  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.

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 professional 1078 employer organization shall pay monthly into the state insurance 1079 fund the amount of premium the administrator fixes for the 1080 employer for the prior month based on the actual payroll of the 1081 employer reported pursuant to division (C) of section 4123.26 of 1082 the Revised Code.

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.

A private employer who has contracted with a subcontractor is

liable for the unpaid premium due from any subcontractor with

respect to that part of the payroll of the subcontractor that is

for work performed pursuant to the contract with the employer.

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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
demonstrate sufficient financial and administrative ability to
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assure that all obligations under this section are promptly met.
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The administrator shall deny the privilege where the employer is
1155
unable to demonstrate the employer's ability to promptly meet all
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the obligations imposed on the employer by this section.
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(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	1162
in 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	1169
insurance fund or is a successor employer as defined by bureau	1170
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	1186
institution in this state, or if the employer maintains an account	1187
with a financial institution outside this state, ensures that	1188
workers' compensation checks are drawn from the same account as	1189
payroll checks or the employer clearly indicates that payment will	1190

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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 employer to the state, except that the administrator may grant the status of self-insuring employer to a state institution of higher education, including its hospitals, that meets the requirements of division (B)(2) of this section.

- (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

  1212
  section, the public employer has maintained an unvoted debt

  1213
  capacity equal to at least two times the amount of the current

  1214
  annual premium established by the administrator under this chapter

  1215
  for that public employer for the year immediately preceding the

  1216
  year in which the public employer makes application under this

  1217
  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

- (i) For a public employer that is a hospital, the public 1253 employer shall submit audited financial statements showing the 1254 hospital's overall liquidity characteristics, and the 1255 administrator shall determine, on an individual basis, whether the 1256 public employer satisfies liquidity standards equivalent to the 1257 liquidity standards of other public employers. 1258
- (j) Any additional criteria that the administrator adopts by
  rule pursuant to division (E) of this section.

  1260

The administrator may adopt rules establishing the criteria 1261 that a public employer shall satisfy in order for the 1262 administrator to waive any of the requirements listed in divisions 1263 (B)(2)(a) to (j) of this section. The rules may require additional 1264 security from that employer pursuant to division (E) of section 1265 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
years;	1304
(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;
- (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 bondin an amount equal to one hundred twenty-five per cent of theprojected 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 1377reasonable time. If the bureau determines to grant an employer the 1378status 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 forth 1391 procedures 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

self-insuring employers, to ensure compliance with bureau

requirements and for that purpose, shall develop and issue to

self-insuring employers standardized forms for use by the

self-insuring employer in all aspects of the self-insuring

employers' direct compensation program and for reporting of

information to the bureau.

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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

year that the assessment is being made, as determined by the

for the previous calendar year attributable to all amenable

administrator, divided by the total amount of paid compensation

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self-insuring employers;

(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.

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.
- (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 1534 must submit such information and the amount of the assessments 1535 provided for in division (J) of this section for employers who 1536 have been granted self-insuring status within the last calendar 1537 year; 1538
  - (2) If an employer fails to pay the assessment when due, the 1539

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. 1582
- (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.
- (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

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 1616 work 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. 1651

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 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	f-insuring	employer	paid	pursuant	to	this	1697
divi	sion for the p	previous	calendar y	year.					1698

Nothing in this division shall be construed as altering the rights of employees under this chapter and Chapter 4121. of the 1700 Revised Code as those rights existed prior to September 17, 1996. 1701 Nothing in this division shall be construed as altering the rights 1702 devolved under sections 2305.31 and 4123.82 of the Revised Code as 1703 those 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 1710 under division (O) of this section shall designate a safety 1711 professional to be responsible for the administration and 1712 enforcement of the safety program that is specifically designed 1713 for the construction project that is the subject of the 1714 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 1722 are injured in the course of, or whose injury arises out of 1723 employment on the construction project, or who contract an 1724 occupational disease in the course of employment on the 1725 construction project; 1726
  - (2) Investigate the status of a claim upon the request of an 1727

self-insuring employer that is indemnified by a captive insurance 1787 company granted a certificate of authority under Chapter 3694. 1788 3964. 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. The 1800 bureau's operation of the fund is not subject to sections 3929.10 1801 to 3929.18 of the Revised Code or to regulation by the 1802 superintendent 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

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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 1854 employers' guaranty fund, has the rights of reimbursement and 1855 subrogation and shall collect from a defaulting self-insuring 1856 employer or other liable person all amounts the administrator has 1857 paid or reasonably expects to pay from the fund on account of the 1858 defaulting self-insuring employer.
- (H) The assessments for contributions, the administration of the self-insuring employers' guaranty fund, the investment of the money in the fund, and the payment of liabilities incurred by the fund do not create any liability upon the state.

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.

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 <u>levies an assessment under this division, the rate to of that</u> 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

three months or at other intervals as the administrator

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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

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section shall be credited to the disabled workers' relief fund

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created by section 4123.412 of the Revised Code. The administrator
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shall establish by rule classifications of employers within
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divisions (A)(1) to (3) of this section and shall determine rates
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for each class so as to fairly apportion the costs of carrying out
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sections 4123.412 to 4123.418 of the Revised Code.
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(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
against	t that fund									1944

Amounts assessed in accordance with this division shall be
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billed at the same time premiums are billed and credited to the
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disabled workers' relief fund created by section 4123.412 of the
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Revised Code. The administrator shall determine the rates for each
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class in the same manner as the administrator fixes the rates for
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premiums pursuant to section 4123.29 of the Revised Code.
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(C) For a self-insuring employer, the bureau of workers' 1951 compensation shall pay to employees who are participants 1952 regardless of the date of injury, any amounts due to the 1953 participants under section 4123.414 of the Revised Code and shall 1954 bill the self-insuring employer, semiannually, for all amounts 1955 paid to a participant.

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.

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

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of a staff hearing officer's decision under division (D) of
section 4123.511 of the Revised Code. The filing of the notice of
the appeal with the court is the only act required to perfect the
appeal.

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

Notwithstanding anything to the contrary in this section, if the commission determines under section 4123.522 of the Revised Code that an employee, employer, or their respective representatives have not received written notice of an order or decision which is appealable to a court under this section and which grants relief pursuant to section 4123.522 of the Revised Code, the party granted the relief has sixty days from receipt of the order under section 4123.522 of the Revised Code to file a notice of appeal under this section.

(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

- (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 2050 shall provide notice to all parties who are appellees and to the 2051 commission.

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 2083 and the certificate shall be entered in the records of the court. 2084 Appeals from the judgment are governed by the law applicable to 2085 the appeal of civil actions. 2086
- (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 2121 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 2124 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 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

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 or 2180 the administrator on November 2, 1959, and all claims filed 2181 thereafter are governed by sections 4123.511 and 4123.512 of the 2182 Revised Code.

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.

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 of the Revised Code or one hundred per cent of the employee's net 2206 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

benefits, the medical section of the bureau of workers'

compensation shall schedule the claimant for an examination for an

evaluation to determine whether or not the temporary disability

has become permanent. A self-insuring employer shall notify the

bureau immediately after payment of two hundred weeks of temporary

total disability and request that the bureau schedule the claimant

for such an examination.

When the employee is awarded compensation for temporary total 2236 disability for a period for which the employee has received 2237 benefits under Chapter 4141. of the Revised Code, the bureau shall 2238 pay an amount equal to the amount received from the award to the 2239 director of job and family services and the director shall credit 2240 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. <u>If an employer provides supplemental</u> 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.

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 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

benefits shall be in the amount and to the persons following:

(A) If there are no dependents, the disbursements from the

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state insurance fund is limited to the expenses provided for in section 4123.66 of the Revised Code.

(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

- (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
  the time of death or a surviving spouse who was separated from the
  employee at the time of death because of the aggression of the
  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 he the child 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 the decedent's death, to a total minimum award of three thousand 2404 dollars.

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

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In all other cases, the question of dependency, in whole or	2418								
in part, shall be determined in accordance with the facts in each									
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	2426								
is appealable pursuant to sections 4123.511 to 4123.512 of the	2427								
Revised Code.	2428								
Section 2. That existing sections 119.12, 4121.129, 4121.37,	2429								
4121.61, 4121.65, 4121.66, 4121.67, 4121.68, 4123.01, 4123.291,	2430								
4123.34, 4123.343, 4123.35, 4123.351, 4123.411, 4123.419,	2431								
4123.512, 4123.56, and 4123.59 and section 4121.48 of the Revised	2432								
Code are hereby repealed.									
Section 3. All items in this section are hereby appropriated	2434								
out of any moneys in the state treasury to the credit of the	2435 2436								
designated fund. For all appropriations made in this act, those in									
the first column are for fiscal year 2016, and those in the second	2437								
column are for fiscal year 2017.	2438								
FND AI AI TITLE Appropriations	2439								
BWC BUREAU OF WORKERS' COMPENSATION	2440								
Dedicated Purpose 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								

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	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	dicated 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 Fee	deral Fund Group	\$	1,872,000	\$	1,872,000	2455
TOTAL ALL BU	DGET FUND GROUPS	\$	276,242,967	\$	276,242,967	2456
WORKERS' COMPENSATION FRAUD UNIT					2457	
Of the foregoing appropriation item 855410, Attorney General						2458
Payments, \$828,200 in each fiscal year shall be used to fund the					2459	
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).					2469	
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

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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 vocational	2482
rehabilitation services and staff in accordance with the	2483
interagency 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

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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 Administrator of Workers' Compensation shall	2509
study the operations of the Bureau of Workers' Compensation and	2510
create a report detailing how the aggregate appropriations in	2511
fiscal years 2016 and 2017 contained in Section 3 of this act may	2512
be reduced by five per cent. The Administrator shall submit the	2513
report to the Speaker of the House of Representatives and the	2514
President of the Senate not later than ninety days after the	2515
effective date of this section.	2516
Section 7. The provisions of law contained in this act, and	2517
their applications, are severable. If any provision of law	2518
contained in this act, or if any application of any provision of	2519
law contained in this act, is held invalid, the invalidity does	2520
not affect other provisions of law contained in this act and their	2521
applications that can be given effect without the invalid	2522
provision or application.	2523
Section 8. Except as otherwise specifically provided in this	2524
act, the amendment, enactment, or repeal by this act of a section	2525
of law is exempt from the referendum under Ohio Constitution,	2526
Article II, Section 1d and section 1.471 of the Revised Code and	2527
therefore takes effect immediately when this act becomes law.	2528
Section 9. The amendment, enactment, or repeal by this act of	2529
the divisions and sections of law listed below are subject to the	2530
referendum under Ohio Constitution, Article II, Section 1c and	2531

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therefore take effect on the ninety-first day after this act is	2532
filed with the Secretary of State:	2533
All Revised Code sections in Section 1 of this act;	2534
Section 6 of this act.	2535