SLS 22RS-62 ORIGINAL

2022 Regular Session

SENATE BILL NO. 310

BY SENATOR LUNEAU

1

WORKERS' COMPENSATION. Provides a cost-of-living adjustment for any injury producing the temporary, total, or permanent total disability of an employee. (8/1/22)

AN ACT

2	To amend and reenact R.S. 23:1020.1(B)(2) and (3) and 1021(4) through (13) and to enact
3	R.S. 23:1020.1(B)(4), 1021(14) through (16), and 1221(1)(e) and (2)(f), relative to
4	workers' compensation; to provide for a cost-of-living adjustment for injured
5	employees receiving temporary and permanent total disability benefits; to provide
6	the formula to compute the cost-of-living adjustment; to provide relative to employee
7	qualifications; to provide definitions; and to provide for related matters.
8	Be it enacted by the Legislature of Louisiana:
9	Section 1. R.S. 23:1020.1(B)(2) and (3) are hereby amended and reenacted and R.S.
10	23:1020.1(B)(4) is hereby enacted to read as follows:
11	§1020.1. Citation, purpose; legislative intent; construction
12	* * *
13	B. Purpose. The legislature declares that the purpose of this Chapter is all of
14	the following:
15	* * *
16	(2) To counteract inflation by providing a cost-of-living adjustment for
17	temporary total and permanent total disability benefits to all injured workers

1	who suffer an injury or disease arising out of and in the course and scope of
2	their employment as is provided in this Chapter.
3	(2)(3) To pay the medical expenses that are due to all injured workers
4	pursuant to this Chapter.
5	(3)(4) To return such workers who have received benefits pursuant to this
6	Chapter to the work force.
7	* * *
8	Section 2. R.S. 23:1021(4) through (13) are hereby amended and reenacted and R.S.
9	23:1021(14) through (16) are hereby enacted to read as follows:
10	§1021. Terms defined
11	* * *
12	(4) "The Consumer Price Index" (CPI) is a measure of the average
13	change over time in the prices paid by urban consumers for a market basket of
14	consumer goods and services.
15	(5) "Cost-of-living adjustment" (COLA) means an adjustment made to
16	disability benefits to counteract the effects of inflation in the economy.
17	(4)(6) "Dependent" means the person or persons to whom, under the
18	provisions of Part II of this Chapter, compensation shall be paid upon the death of
19	the injured employee.
20	(5)(7) "Assistant secretary" means the assistant secretary of the office of
21	workers' compensation administration.
22	(6)(8) "Health care provider" means a hospital, a person, corporation, facility,
23	or institution licensed by the state to provide health care or professional services as
24	a physician, hospital, dentist, registered or licensed practical nurse, pharmacist,
25	optometrist, podiatrist, chiropractor, physical therapist, occupational therapist,
26	psychologist, graduate social worker or licensed clinical social worker, psychiatrist,
27	or licensed professional counselor, and any officer, employee, or agent thereby
28	acting in the course and scope of his employment.
29	(7)(9) "Independent contractor" means any person who renders service, other

than manual labor, for a specified recompense for a specified result either as a unit or as a whole, under the control of his principal as to results of his work only, and not as to the means by which such result is accomplished, and are expressly excluded from the provisions of this Chapter unless a substantial part of the work time of an independent contractor is spent in manual labor by him in carrying out the terms of the contract, in which case the independent contractor is expressly covered by the provisions of this Chapter. The operation of a truck tractor or truck tractor trailer, including fueling, driving, connecting and disconnecting electrical lines and air hoses, hooking and unhooking trailers, and vehicle inspections are not manual labor within the meaning of this Chapter.

## (10) "Inflation" means the decline of purchasing power of a given currency over time.

(8)(11)(a) "Injury" and "personal injuries" include only injuries by violence to the physical structure of the body and such disease or infections as naturally result therefrom. These terms shall in no case be construed to include any other form of disease or derangement, however caused or contracted.

- (b) Mental injury caused by mental stress. Mental injury or illness resulting from work-related stress shall not be considered a personal injury by accident arising out of and in the course of employment and is not compensable pursuant to this Chapter, unless the mental injury was the result of a sudden, unexpected, and extraordinary stress related to the employment and is demonstrated by clear and convincing evidence.
- (c) Mental injury caused by physical injury. A mental injury or illness caused by a physical injury to the employee's body shall not be considered a personal injury by accident arising out of and in the course of employment and is not compensable pursuant to this Chapter unless it is demonstrated by clear and convincing evidence.
- (d) No mental injury or illness shall be compensable under either Subparagraph (b) or (c) unless the mental injury or illness is diagnosed by a licensed psychiatrist or psychologist and the diagnosis of the condition meets the criteria as

position.

1 established in the most current issue of the Diagnostic and Statistical Manual of 2 Mental Disorders presented by the American Psychiatric Association. 3 (e) Heart-related or perivascular injuries. A heart-related or perivascular injury, illness, or death shall not be considered a personal injury by accident arising 4 5 out of and in the course of employment and is not compensable pursuant to this Chapter unless it is demonstrated by clear and convincing evidence that: 6 7 (i) The physical work stress was extraordinary and unusual in comparison to 8 the stress or exertion experienced by the average employee in that occupation, and 9 (ii) The physical work stress or exertion, and not some other source of stress 10 or preexisting condition, was the predominant and major cause of the heart-related 11 or perivascular injury, illness, or death. 12 (9)(12) "Office" means the office of workers' compensation administration 13 established pursuant to R.S. 23:1291. (10)(13) "Owner operator" means a person who provides trucking 14 transportation services under written contract to a common carrier, contract carrier, 15 16 or exempt haulers which transportation services include the lease of equipment or a driver to the common carrier, contract carrier, or exempt hauler. An owner 17 operator, and the drivers provided by an owner operator, are not employees of any 18 19 such common carrier or exempt hauler for the purposes of this Chapter if the owner operator has entered into a written agreement with the carrier or hauler that 20 evidences a relationship in which the owner operator identifies itself as an 21 independent contractor. For purposes of this Chapter, owner operator does not 22 include an individual driver who purchases his equipment from the carrier or hauler, 23 24 and then directly leases the equipment back to the carrier or hauler with the purchasing driver. 25 (11)(14) "Part-time employee" means an employee who as a condition of his 26 27 hiring knowingly accepts employment that (a) customarily provides for less than 28 forty hours per work week, and (b) that is classified by the employer as a part-time

1	(12)(15) "Payor" means the entity responsible, whether by law or contract,
2	for the payment of benefits incurred by a claimant as a result of a work related
3	injury.
4	(13)(16) "Wages" means average weekly wage at the time of the accident.
5	The average weekly wage shall be determined as follows:
6	* * *
7	Section 3. R.S. 23:1221(1)(e) and (2)(f) are hereby enacted to read as follows:
8	§1221. Temporary total disability; permanent total disability; adjusted total
9	disability benefits; supplemental earnings benefits; permanent
10	partial disability; schedule of payments
11	Compensation shall be paid under this Chapter in accordance with the
12	following schedule of payments:
13	(1) * * *
14	(e)(i) For purposes of Subparagraph (a) of this Paragraph, any
15	compensable injury producing temporary total disability of an employee to
16	engage in any self-employment or occupation for wages, whether or not the
17	same or a similar occupation as that in which the employee was customarily
18	engaged when injured, and whether or not an occupation for which the
19	employee at the time of injury was particularly fitted by reason of education,
20	training, or experience, occurring on or after August 1, 2022, for which
21	temporary total disability continues, except those injuries for which the
22	employee is entitled to benefits under the federal Social Security Act, as
23	amended, the injured employee shall be entitled to an adjustment in the weekly
24	compensation rate effective August 1, 2022, based upon the following formula:
25	(ii) Determine the percentage of the injured employee's average weekly
26	wage at the time of the injury to the state's average weekly wage as established
27	by the Louisiana Workforce Commission - Office of Workers' Compensation
28	Administration for the same corresponding year. This amount shall be
29	computed to the nearest multiple of one dollar. In no event shall the percentage

1	exceed sixty-six and two-thirds percent of the state's average weekly wage.
2	(iii) Determine the adjusted average weekly wage of the injured
3	employee by applying the percentage determined in Item (ii) of this
4	Subparagraph against the state's current average weekly wage which is
5	established annually on August first of each year as of the quarter ending on the
6	immediately preceding March thirty-first of each year for the previous calendar
7	<u>year.</u>
8	(iv) Determine the revised weekly rate of compensation by applying the
9	adjusted average weekly wage to the current schedule of benefits under
10	Subparagraph (a) of this Paragraph.
11	(v) The injured employee shall be entitled to an adjustment in the weekly
12	compensation rate at one year intervals on August first in each year with the
13	initial review occurring on or after the third anniversary of the injury.
14	(vi) Every insurance carrier or self-insured employer shall be required
15	to report each compensable injury case to the secretary of the Louisiana
16	Workforce Commission if temporary total disability payments continue or are
17	expected to continue for six months from the date of injury.
18	(vii) Adjustments in weekly benefit rates shall only apply to those
19	injuries deemed to result in temporary total or permanent total disability for
20	the injured employee and shall not be retroactive from the anniversary date of
21	such review, unless an employee entitled to such adjustment did not receive the
22	amount due because of a mistake, misfortune, or lack of knowledge.
23	(2) Permanent Total.
24	* * *
25	(f) For purposes of Subparagraph (a) of this Paragraph, any
26	compensable injury producing permanent total disability of an employee to
27	engage in any self-employment or occupation for wages, whether or not the
28	same or a similar occupation as that in which the employee was customarily
29	engaged when injured, and whether or not an occupation for which the

2	training, or experience, occurring on or after August 1, 2022, for which
3	permanent total disability continues, except those injuries for which the
4	employee is entitled to benefits under the federal Social Security Act, as
5	amended, the injured employee shall be entitled to an adjustment in the weekly
6	compensation rate effective August 1, 2022, based upon the following formula:
7	(i) Determine the percentage of the injured employee's average weekly
8	wage at the time of the injury to the state's average weekly wage as established
9	by the Louisiana Workforce Commission - Office of Workers' Compensation
10	Administration for the same corresponding year. This amount shall be
11	computed to the nearest multiple of one dollar. In no event shall the percentage
12	exceed sixty-six and two-thirds percent of the state's average weekly wage.
13	(ii) Determine the adjusted average weekly wage of the injured employee
14	by applying the percentage determined in Item (i) of this Subparagraph against
15	the state's current average weekly wage which is established annually on August
16	first of each year as of the quarter ending on the immediately preceding March
17	thirty-first of each year for the previous calendar year.
18	(iii) Determine the revised weekly rate of compensation by applying the
19	adjusted average weekly wage to the current schedule of benefits under
20	Subparagraph (a) of this Paragraph.
21	(iv) The injured employee shall be entitled to an adjustment in the
22	weekly compensation rate at one year intervals on August first in each year with
23	the initial review occurring on or after the third anniversary of the injury.
24	(v) Every insurance carrier or self-insured employer shall be required
25	to report each compensable injury case to the secretary of the Louisiana
26	Workforce Commission if permanent total disability payments continue or are
27	expected to continue for six months from the date of injury.
28	(vi) Adjustments in weekly benefit rates shall only apply to those injuries
29	deemed to result in temporary total or permanent total disability for the injured

employee at the time of injury was particularly fitted by reason of education,

employee and shall not be retroactive from the anniversary date of such review,

unless an employee entitled to such adjustment did not receive the amount due

because of a mistake, misfortune, or lack of knowledge.

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The original instrument and the following digest, which constitutes no part of the legislative instrument, were prepared by Yoursheka Butler.

## DIGEST 2022 Regular Session

Luneau

SB 310 Original 2022 Regular Session

Present law provides that compensation will be paid to an appropriate total discompensation.

<u>Present law</u> provides that compensation will be paid to an employee for any injury that produces his or her temporary total or permanent total disability to engage in any self-employment or occupation for wages. <u>Present law</u> provides that compensation for temporary disability will not be awarded if the employee is engaged in any employment or self-employment while working in any pain. <u>Present law</u> requires an employee to prove by clear and convincing evidence, unaided by any presumption of disability, that the employee is physically unable to engage in any employment or self-employment before he or she receives compensation.

Proposed law retains present law.

<u>Proposed law</u> entitles employees with compensable injuries that occur on or after August 1, 2022, for which temporary total or permanent total disability continues, to a cost of living adjustment in their weekly compensation rate effective August 1, 2022.

<u>Proposed law</u> provides the formula to compute the percentage, adjusted weekly wage, and revised weekly wage calculations.

Proposed law defines "Consumer Price Index", "cost-of-living adjustment", and "inflation".

<u>Proposed law</u> requires insurance carriers or self-insured employers to report each compensable injury to the secretary of the La. Workforce Commission if temporary total or permanent total disability benefits are expected to continue for six months after the date of injury.

Effective August 1, 2022.

(Amends R.S. 23:1020.1(B)(2) and (3) and 1021(4)-(13); adds R.S. 23:1020.1(B)(4), 1021(14)-(16), and 1221(1)(e) and (2)(f))