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By: Delegate Wood

Introduced and read first time: February 13, 2004

Assigned to: Economic Matters

A BILL ENTITLED

1 AN ACT conc	erning
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2 Workers' Compensation - Accidental Personal Injury - Definition

- 3 FOR the purpose of altering the definition of "accidental personal injury" under
- 4 workers' compensation law to require that a compensable accidental injury must
- 5 arise on a specific date and at a specific time; requiring that a compensable
- 6 accidental injury must result from a risk that is causally connected to the
- 7 conditions of employment and not as the result of a risk that is personal in
- 8 nature; providing for the application of this Act; and generally relating to the
- 9 definition of "accidental personal injury" under workers' compensation law.
- 10 BY repealing and reenacting, with amendments,
- 11 Article Labor and Employment
- 12 Section 9-101(b)
- 13 Annotated Code of Maryland
- 14 (1999 Replacement Volume and 2003 Supplement)
- 15 Preamble
- WHEREAS, The Maryland General Assembly believes it is sound public policy
- 17 to provide the highest level of compensation possible to injured workers in the most
- 18 cost-efficient manner possible without adversely impacting business in Maryland;
- 19 and
- WHEREAS, The Court of Appeals of Maryland in Harris v. Board of Education
- 21 of Howard County, 375 Md. 21 (2003), has overruled 75 years of case law defining
- 22 accidental injury as requiring an unusual occurrence or unusual condition of
- 23 employment; and
- 24 WHEREAS, The Court of Appeals of Maryland in Applied Industrial
- 25 Technologies v. Ludemann, 148 Md. App. 272 (2002), held that an injured worker does
- 26 not have to provide a specific date and time for an alleged accidental injury for the
- 27 claim to be compensable; and
- 28 WHEREAS, The Maryland General Assembly finds that the Harris and Applied
- 29 Industrial Technologies decisions are contrary to the State of Maryland's efforts to

1 reduce the number of fraudulent workers' compensation claims filed each year in the 2 State; and WHEREAS, The Maryland General Assembly finds that the Harris and the 3 4 Applied Industrial Technologies decisions are contrary to sound public policy 5 requiring a compensable workers' compensation injury to have a nexus to 6 employment; and 7 WHEREAS, In 1997 Maryland's workers' compensation system was rated as the 8 fourth most cost-efficient in the country by the National Council on Compensation 9 Insurance, but today Maryland is rated as the seventeenth most cost-efficient 10 workers' compensation system in the country; and 11 WHEREAS, The Injured Workers Insurance Fund estimates that the Harris 12 decision will increase the cost of workers' compensation claims in Maryland by 13 \$60,000,000; and 14 WHEREAS, The Maryland General Assembly finds the codification of the 15 increased risk doctrine to be an acceptable compromise between management and 16 labor for determining the compensability, in part, of workers' compensation claims; 17 now, therefore, SECTION 1. BE IT ENACTED BY THE GENERAL ASSEMBLY OF 18 19 MARYLAND, That the Laws of Maryland read as follows: 20 **Article - Labor and Employment** 21 9-101. 22 (b) "Accidental personal injury" means: 23 (1) an accidental injury that arises: 24 out of and in the course of employment; (I) 25 (II)ON A SPECIFIC DATE AND AT A SPECIFIC TIME; AND 26 (III)AS THE RESULT OF A RISK THAT IS CAUSALLY CONNECTED TO THE CONDITIONS OF THE EMPLOYMENT AND NOT THE RESULT OF A RISK THAT IS 28 PERSONAL IN NATURE; 29 an injury caused by a willful or negligent act of a third person 30 directed against a covered employee in the course of the employment of the covered 31 employee; or 32 a disease or infection that naturally results from an accidental injury 33 that arises out of and in the course of employment, including: 34 (i) an occupational disease; and

- 1 (ii) frostbite or sunstroke caused by a weather condition.
- SECTION 2. AND BE IT FURTHER ENACTED, That this Act shall be 2
- 3 construed to apply only prospectively and may not be applied or interpreted to have 4 any effect on or application to any accidental personal injury occurring before the
- 5 effective date of this Act.
- 6 SECTION 3. AND BE IT FURTHER ENACTED, That this Act shall take effect
- 7 October 1, 2004.