K1 4lr2519 CF SB 789

By: Delegate Pruski

Introduced and read first time: February 2, 2024

Assigned to: Economic Matters

## A BILL ENTITLED

1	AN ACT concerning
2 3	Workers' Compensation – Uninsured Employers' Fund – Timely Payment of Awards
$4\\5\\6\\7$	FOR the purpose of requiring the Uninsured Employers' Fund to begin paying compensation for a workers' compensation claim within a certain time period; applying certain provisions of law regarding the failure to timely pay awards to the Fund; and generally relating to the payment of workers' compensation claims.
8 9 10 11 12	BY repealing and reenacting, with amendments, Article – Labor and Employment Section 9–727 and 9–728 Annotated Code of Maryland (2016 Replacement Volume and 2023 Supplement)
13 14 15 16 17	BY repealing and reenacting, without amendments, Article – Labor and Employment Section 9–741 Annotated Code of Maryland (2016 Replacement Volume and 2023 Supplement)
18 19	SECTION 1. BE IT ENACTED BY THE GENERAL ASSEMBLY OF MARYLAND, That the Laws of Maryland read as follows:
20	Article – Labor and Employment
21	9–727.
22 23 24	The employer [or], its insurer, OR THE UNINSURED EMPLOYERS' FUND shall begin paying compensation to the covered employee within 15 days after the later of the date:



$1 \qquad \qquad (1)$	an award is made; or
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- 2 (2) payment of an award is due.
- 3 9–728.
- 4 (a) If the Commission finds that an employer [or], its insurer, OR THE UNINSURED EMPLOYERS' FUND has failed, without good cause, to begin paying an award within 15 days after the later of the date that the award is issued or the date that payment of the award is due, the Commission shall assess against the employer [or], its insurer, OR THE UNINSURED EMPLOYERS' FUND, a fine not exceeding 20% of the amount of the payment.
- 10 (b) If the Commission finds that an employer [or], its insurer, OR THE
  11 UNINSURED EMPLOYERS' FUND has failed, without good cause, to begin paying an
  12 award within 30 days after the later of the date that the award is issued or the date that
  13 payment of the award is due, the Commission shall assess against the employer [or], its
  14 insurer, OR THE UNINSURED EMPLOYERS' FUND, a fine not exceeding 40% of the
  15 amount of the payment.
- 16 (c) The Commission shall order the employer [or], insurer, OR THE UNINSURED EMPLOYERS' FUND to pay a fine assessed under this section to the covered employee.
- 18 9-741.
- 19 An appeal is not a stay of:
- 20 (1) an order of the Commission requiring payment of compensation; or
- 21 (2) an order or supplemental order of the Commission requiring the 22 provision of medical treatment.
- SECTION 2. AND BE IT FURTHER ENACTED, That this Act shall be construed to apply only prospectively and may not be applied or interpreted to have any effect on or application to any claim arising before the effective date of this Act.
- SECTION 3. AND BE IT FURTHER ENACTED, That this Act shall take effect October 1, 2024.