## **HOUSE BILL 1455**

K1 5lr2544

By: Delegate Arentz

Introduced and read first time: February 7, 2025

Assigned to: Economic Matters

## A BILL ENTITLED

1 AN ACT concerning

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## Workers' Compensation - Average Weekly Wage - Multiple Employers

3 FOR the purpose of requiring that the average weekly wages from employments of a 4 covered employee who, at the time of an accidental personal injury, was concurrently 5 employed by more than one employer be combined for purposes of computing the 6 average weekly wages under certain circumstances; requiring that the Subsequent 7 Injury Fund or the Uninsured Employers' Fund reimburse an employer for certain 8 compensation paid by the employer under certain circumstances; requiring average 9 weekly wage for certain covered employees be recalculated under this Act; and generally relating to the computation of the average weekly wage of a covered 10 11 employee.

- 12 BY adding to
- 13 Article Labor and Employment
- 14 Section 9–602(a–1)
- 15 Annotated Code of Maryland
- 16 (2016 Replacement Volume and 2024 Supplement)
- 17 BY repealing and reenacting, with amendments,
- 18 Article Labor and Employment
- 19 Section 9–602(b), (c), (g), and (j), 9–615, and 9–621
- 20 Annotated Code of Maryland
- 21 (2016 Replacement Volume and 2024 Supplement)
- 22 SECTION 1. BE IT ENACTED BY THE GENERAL ASSEMBLY OF MARYLAND,
- 23 That the Laws of Maryland read as follows:
  - Article Labor and Employment
- 25 9–602.

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- 1 (A-1)(1)THIS SUBSECTION APPLIES ONLY TO A COVERED EMPLOYEE WHO: 2**(I)** HAS SUFFERED: 3 A TEMPORARY PARTIAL DISABILITY UNDER § 9-615 1. 4 OF THIS SUBTITLE; OR 2. 5 A TEMPORARY TOTAL DISABILITY UNDER § 9–621 OF 6 THIS SUBTITLE; 7 (II)WAS CONCURRENTLY EMPLOYED BY MORE THAN ONE 8 EMPLOYER AT THE TIME OF THE ACCIDENTAL PERSONAL INJURY; AND 9 (III) AS A RESULT OF THE ACCIDENTAL PERSONAL INJURY, IS 10 UNABLE TO WORK AT ANY EMPLOYMENT THE COVERED EMPLOYEE WAS ENGAGED IN 11 AT THE TIME OF THE ACCIDENTAL PERSONAL INJURY OR ANY SIMILAR TYPE OF 12 EMPLOYMENT. 13 **(2)** EXCEPT AS OTHERWISE PROVIDED IN THIS SECTION, THE WEEKLY WAGES FROM THE EMPLOYMENTS THE COVERED EMPLOYEE WAS ENGAGED IN AT 14 15 THE TIME OF THE ACCIDENTAL PERSONAL INJURY SHALL BE COMBINED FOR PURPOSES OF COMPUTING THE AVERAGE WEEKLY WAGE OF THE COVERED 16 17 EMPLOYEE. **(3)** 18 THIS SUBSECTION MAY NOT BE INTERPRETED TO: 19 **(I)** EXCEPT AS OTHERWISE PROVIDED UNDER THIS TITLE, 20 RELIEVE THE EMPLOYER IN WHOSE EMPLOYMENT THE ACCIDENTAL PERSONAL 21INJURY OCCURRED FROM LIABILITY TO PAY COMPENSATION; OR 22 (II)CREATE LIABILITY TO PAY COMPENSATION ON THE PART OF 23 ANOTHER EMPLOYER IN WHOSE EMPLOYMENT THE ACCIDENTAL PERSONAL INJURY 24DID NOT OCCUR. 25THIS SUBSECTION APPLIES TO A COVERED EMPLOYEE ONLY IF (b) **(1)** THE APPLICATION OF SUBSECTION (A-1) OF THIS SECTION RESULTS IN A LOWER 26 AVERAGE WEEKLY WAGE FOR THE COVERED EMPLOYEE. 27
- 28 **(2)** For the purpose of computing the average weekly wage of an auxiliary police officer of Baltimore County who is a covered employee under § 9–220(a) of this title or a member of a volunteer ambulance, ambulance and rescue, or fire company in Baltimore County who is a covered employee under § 9–234 of this title, the wages of the covered employee shall be:

- 1 if the covered employee had other employment at the time of the accidental personal injury or last injurious exposure, the salary or wages from the other 2 3 employment; 4 if the covered employee had had other employment but was not otherwise employed at the time of the accidental personal injury or last injurious exposure, 5 6 the salary or wages last received by the covered employee from the other employment; or 7 [(3)] (III) if the covered employee had never had other employment at the 8 time of the accidental personal injury or last injurious exposure, an amount that allows 9 minimum death or disability benefits under this title. 10 (c) **(1)** THIS SUBSECTION APPLIES TO A COVERED EMPLOYEE ONLY IF 11 THE APPLICATION OF SUBSECTION (A-1) OF THIS SECTION RESULTS IN A LOWER 12 AVERAGE WEEKLY WAGE FOR THE COVERED EMPLOYEE. 13 For the purpose of computing the average weekly wage of an individual engaged for fire fighting by the Department of Natural Resources who is a covered employee 14 under § 9–207 of this title, the wages of the covered employee shall be: 15 16 [(1)]**(I)** the greater of: 17 [(i)]1. any salary or wages received by the covered employee for 18 fire fighting; or 19 [(ii)] **2.** any salary or wages earned by the covered employee in 20 other employment at the time of the accidental personal injury or last injurious exposure; 21 or 22 if the covered employee did not receive wages for fire fighting or from other employment at the time of the accidental personal injury or last injurious 23 24exposure, an amount that allows the minimum compensation or death benefits under this title. 25 26 **(1)** THIS SUBSECTION APPLIES TO A COVERED EMPLOYEE ONLY IF
- [(1)] (2) Subject to paragraph [(2)] (3) of this subsection, for the purpose of computing the average weekly wage of an individual who is a covered employee under § 9–234 of this title, the wages of the covered employee shall be:

AVERAGE WEEKLY WAGE FOR THE COVERED EMPLOYEE.

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THE APPLICATION OF SUBSECTION (A-1) OF THIS SECTION RESULTS IN A LOWER

32 (i) for a covered employee who received a salary or wages from other 33 employment at the time of the accidental personal injury or last injurious exposure, the 34 salary or wages from the other employment; or 6

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- 1 (ii) for a covered employee who did not receive a salary or wages from 2 other employment at the time of the accidental personal injury or last injurious exposure:
- 1. if the covered employee derived income from a source other than salary or wages at the time of the accidental personal injury or last injurious exposure, an amount that allows the maximum compensation under this title:
  - 2. if the covered employee was not engaged in a business enterprise at the time of the accidental personal injury or last injurious exposure, the weekly income last received by the covered employee when engaged in a business enterprise; or
- 3. if the covered employee had never been engaged in a business enterprise at the time of the accidental personal injury or last injurious exposure, an amount that allows the minimum compensation under this title.
- [(2)] (3) A yearly stipend of \$5,200 or less to help offset out-of-pocket expenses that a volunteer company, as defined in § 9–234 of this title, pays to a member may not be used when determining the average weekly wage of the member.
- 16 (j) (1) THIS SUBSECTION APPLIES TO A COVERED EMPLOYEE ONLY IF 17 THE APPLICATION OF SUBSECTION (A-1) OF THIS SECTION RESULTS IN A LOWER 18 AVERAGE WEEKLY WAGE FOR THE COVERED EMPLOYEE.
- 19 **(2)** For the purpose of computing the average weekly wage of a volunteer 20 deputy sheriff of Cecil County or an auxiliary volunteer of the Charles County Sheriff's 21 Office who is a covered employee under § 9–233 of this title, the wages of the covered 22 employee shall be:
- [(1)] (I) if the covered employee had other employment at the time of the accidental personal injury or last injurious exposure, the wages from the other employment;
- [(2)] (II) if the covered employee had had other employment but was not otherwise employed at the time of the accidental personal injury or last injurious exposure, the wages last received by the covered employee from the other employment; or
- [(3)] (III) if the covered employee had never had other employment at the time of the accidental personal injury or last injurious exposure, an amount that allows minimum compensation under this title.
- 31 9–615.
- 32 (a) (1) Subject to paragraph (2) of this subsection, if the wage earning capacity 33 of a covered employee is less while temporarily partially disabled, the employer or its 34 insurer shall pay the covered employee compensation that equals 50% of the difference 35 between:

- 1 (i) the average weekly wage of the covered employee; and
- 2 (ii) the wage earning capacity of the covered employee in the same 3 or other employment while temporarily partially disabled.
- 4 (2) The compensation payable under paragraph (1) of this subsection may 5 not exceed 50% of the State average weekly wage.
- 6 (b) The employer or its insurer shall pay the weekly compensation for the period 7 that the covered employee is temporarily partially disabled.
- 8 (C) (1) THIS SUBSECTION APPLIES TO THE PAYMENT OF WEEKLY 9 COMPENSATION REQUIRED UNDER SUBSECTION (A) OF THIS SECTION ONLY IF THE 10 AVERAGE WEEKLY WAGE OF THE COVERED EMPLOYEE IS COMPUTED UNDER § 11 9-602(A-1) OF THIS SUBTITLE.
- 12 (2) SUBJECT TO PARAGRAPH (3) OF THIS SUBSECTION, THE 13 EMPLOYER IN WHOSE EMPLOYMENT THE ACCIDENTAL PERSONAL INJURY 14 OCCURRED OR THE EMPLOYER'S INSURER SHALL PAY THE COVERED EMPLOYEE 15 WEEKLY COMPENSATION.
- 16 (3) (I) SUBJECT TO SUBPARAGRAPHS (II) AND (III) OF THIS
  17 PARAGRAPH, THE SUBSEQUENT INJURY FUND OR THE UNINSURED EMPLOYERS'
  18 FUND SHALL REIMBURSE THE EMPLOYER OR THE EMPLOYER'S INSURER FOR THE
  19 AMOUNT OF WEEKLY COMPENSATION PAID UNDER PARAGRAPH (2) OF THIS
  20 SUBSECTION THAT IS BASED ON THE WEEKLY WAGES OF THE COVERED EMPLOYEE
  21 AT OTHER EMPLOYMENT.
- (II) THE FUND WITH THE HIGHER BALANCE AT THE BEGINNING
  OF THE FISCAL YEAR IN WHICH THE REIMBURSEMENT REQUIRED UNDER
  SUBPARAGRAPH (I) OF THIS PARAGRAPH IS TO BE MADE SHALL REIMBURSE THE
  EMPLOYER OR THE EMPLOYER'S INSURER UNDER SUBPARAGRAPH (I) OF THIS
  PARAGRAPH.
- (III) THE OBLIGATION OF THE SUBSEQUENT INJURY FUND OR 27 THE UNINSURED EMPLOYERS' FUND TO REIMBURSE AN EMPLOYER OR THE 2829 EMPLOYER'S INSURER UNDER SUBPARAGRAPH (I) OF THIS PARAGRAPH IS SUBJECT TO A RIGHT OF THE SUBSEQUENT INJURY FUND TO BE IMPLEADED OR A RIGHT OF 30 THE SUBSEQUENT INJURY FUND OR THE UNINSURED EMPLOYERS' FUND TO 31 DEFEND IN A CASE INVOLVING PAYMENT FROM THE SUBSEQUENT INJURY FUND OR 32 THE UNINSURED EMPLOYERS' FUND AS ALLOWABLE UNDER SUBTITLE 8 OR 10 OF 33 34 THIS TITLE, RESPECTIVELY.

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- 2 (a) (1) Except as provided in paragraph (2) of this subsection, if a covered 3 employee is temporarily totally disabled due to an accidental personal injury or an 4 occupational disease, the employer or its insurer shall pay the covered employee 5 compensation that equals two—thirds of the average weekly wage of the covered employee, 6 but:
  - (i) does not exceed the average weekly wage of the State; and
- 8 (ii) is not less than \$50.
- 9 (2) If the average weekly wage of the covered employee is less than \$50 at the time of the accidental personal injury or the last injurious exposure to the hazards of the occupational disease, the employer or its insurer shall pay the covered employee compensation that equals the average weekly wage of the covered employee.
- 13 (b) The employer or its insurer shall pay the compensation for the period that the covered employee is temporarily totally disabled.
- 15 (C) (1) This subsection applies to the payment of weekly Compensation required under subsection (a) of this section only if the Average weekly wage of the covered employee is computed under § 9–602(A–1) of this subtitle.
- 19 (2) SUBJECT TO PARAGRAPH (3) OF THIS SUBSECTION, THE 20 EMPLOYER IN WHOSE EMPLOYMENT THE ACCIDENTAL PERSONAL INJURY 21 OCCURRED OR THE EMPLOYER'S INSURER SHALL PAY THE COVERED EMPLOYEE 22 WEEKLY COMPENSATION.
- 23 (3) (I) SUBJECT TO SUBPARAGRAPHS (II) AND (III) OF THIS
  24 PARAGRAPH, THE SUBSEQUENT INJURY FUND OR THE UNINSURED EMPLOYERS'
  25 FUND SHALL REIMBURSE THE EMPLOYER OR THE EMPLOYER'S INSURER FOR THE
  26 AMOUNT OF WEEKLY COMPENSATION PAID UNDER PARAGRAPH (2) OF THIS
  27 SUBSECTION THAT IS BASED ON THE WEEKLY WAGES OF THE COVERED EMPLOYEE
  28 AT OTHER EMPLOYMENT.
- (II) THE FUND WITH THE HIGHER BALANCE AT THE BEGINNING OF THE FISCAL YEAR IN WHICH THE REIMBURSEMENT REQUIRED UNDER SUBPARAGRAPH (I) OF THIS PARAGRAPH IS TO BE MADE SHALL REIMBURSE THE EMPLOYER OR THE EMPLOYER'S INSURER UNDER SUBPARAGRAPH (I) OF THIS PARAGRAPH.
- 34 (III) THE OBLIGATION OF THE SUBSEQUENT INJURY FUND OR 35 THE UNINSURED EMPLOYERS' FUND TO REIMBURSE AN EMPLOYER OR THE

- 1 EMPLOYER'S INSURER UNDER SUBPARAGRAPH (I) OF THIS PARAGRAPH IS SUBJECT
- 2 TO A RIGHT OF THE SUBSEQUENT INJURY FUND TO BE IMPLEADED OR A RIGHT OF
- 3 THE SUBSEQUENT INJURY FUND OR THE UNINSURED EMPLOYERS' FUND TO
- 4 DEFEND IN A CASE INVOLVING PAYMENT FROM THE SUBSEQUENT INJURY FUND OR
- 5 THE UNINSURED EMPLOYERS' FUND AS ALLOWABLE UNDER SUBTITLE 8 OR 10 OF
- 6 THIS TITLE, RESPECTIVELY.

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## SECTION 2. AND BE IT FURTHER ENACTED, That:

- 8 (a) Section 9–602 of the Labor and Employment Article, as enacted by Section 1 of this Act, shall be construed to apply retroactively to all active workers' compensation claims awarded to covered employees to whom § 9–602(a–1) of the Labor and Employment Article, as enacted by Section 1 of this Act, applies for temporary partial disability or temporary total disability and for which benefits are being paid as of the effective date of this Act.
- 14 (b) The Workers' Compensation Commission shall recalculate the average weekly 15 wage of a covered employee for a claim described under subsection (a) of this section in 16 accordance with the method required under § 9–602(a–1) of the Labor and Employment 17 Article, as enacted by Section 1 of this Act.
- 18 (c) If the recalculation of the average weekly wage under subsection (b) of this section results in a higher weekly compensation, the increase in compensation shall be 20 effective beginning only with the first payment of compensation that is due on or after the 21 effective date of this Act.
- SECTION 3. AND BE IT FURTHER ENACTED, That this Act shall take effect October 1, 2025.