SLS 14RS-533 **ORIGINAL** 

Regular Session, 2014

SENATE BILL NO. 227

BY SENATOR MURRAY

WORKERS' COMPENSATION. Removes the authority of the office of workers' compensation to adjudicate workers' compensation claims and provides that the district courts have original jurisdiction of workers' compensation claims. (1/1/15)

AN ACT

1 2 To amend and reenact R.S. 23:1102(A)(2), 1103(A)(3), 1121(B)(1), 1141(A), 1143(A) and (B)(1), 1171(B), 1171.1(C)(1), the introductory paragraph of (C)(2), and (4), and 3 (D)(1), 1201(F)(1), 1201.1(I)(2), (J)(1), (3), and (4), and (K)(1) through (4), (6), the 4 5 introductory paragraph of (8)(a), and (8)(b), (c), and (d), 1201.3(A) through (C), 1201.4(A), 1208(D) and (E), 1226(B)(3)(a), (D), and (E), 1272(A) through (D), 6 7 1274, 1293(A)(1) and (B)(1), 1310, 1310.2(A), 1310.15, 1314(B) and (C), 1316, 8 1317, 1317.1(E) and (F) and 1361(E), and to repeal R.S. 23:1310.1, 1310.2(B) and (C), 1310.3, 1310.4, 1310.5, 1310.6, 1310.7, 1310.8, 1310.9, 1310.10, 1310.11, 9 10 1310.13, 1311, relative to the office of workers' compensation; to provide that 11 district courts have original jurisdiction regarding workers' compensation claims; to repeal provisions providing for the office of workers' compensation to adjudicate 12 13 workers' compensation claims; and to provide for related matters. Be it enacted by the Legislature of Louisiana: 14 Section 1. R.S. 23:1102(A)(2), 1103(A)(3), 1121(B)(1), 1141(A), 1143(A) and 15 (B)(1), 1171(B), 1171(C)(1), the introductory paragraph of (C)(2), and (4), and (D)(1), 16 1201(F)(1), 1201.1(I)(2), (J)(1), (3), and (4), and (K)(1) through (4), (6), the introductory 17

1	$paragraph \ of \ (8)(a), \ and \ (8)(b), \ (c), \ and \ (d), \ 1201.3(A) \ through \ (C), \ 1201.4(A), \ 1208(D) \ and \ (d), $
2	(E), 1226 (B)(3)(a), (D), and (E), 1272(A) through (D), 1274, 1293(A)(1) and (B)(1), 1310,
3	1310.2(A), 1310.15, 1314(B) and (C), 1316, 1317, 1317.1(E) and (F) and 1361(E) are hereby
4	amended and reenacted to read as follows:
5	§1102. Employee or employer suits against third persons causing injury; notice of
6	filing
7	A. * * *
8	(2) Any dispute between the employer and the employee regarding the
9	calculation of the employer's credit may be filed with the office of workers'
10	compensation and tried before a workers' compensation district court judge.
11	However, any determination of the employer's credit shall not affect any rights
12	granted to the employer or the employee pursuant to R.S. 23:1103(C).
13	* * *
14	§1103. Damages; apportionment of between employer and employee in suits
15	against third persons; compromise of claims; credit
16	A. * * *
17	(3) Any dispute between the employer and the employee regarding the
18	calculation of the employer's credit may be filed with the office of workers'
19	compensation district court and tried before a workers' compensation district court
20	judge. If a third party action has been filed in a district court, such dispute shall be
21	filed in the district court and tried before a district judge unless the parties agree
22	otherwise. However, any determination of the employer's credit shall not affect any
23	rights granted to the employer or the employee pursuant to R.S. 23:1103(C).
24	* * *
25	§1121. Examination of injured employee
26	* * *
27	B.(1) The employee shall have the right to select one treating physician in
28	any field or specialty. The employee shall have a right to an expedited summary
29	proceeding pursuant to R.S. 23:1201.1(K)(8), when denied his right to an initial

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physician of choice. The workers' compensation district court judge shall set the hearing date for the matter within three days of receiving the employee's motion for the expedited hearing. The hearing shall be held not less than ten nor more than thirty days after the employee or his attorney files the motion for an expedited hearing. The workers' compensation district court judge shall provide notice of the hearing date to the employer and insurer at the same time and in the same manner that notice of the hearing date is provided to the employee or his attorney. For the purposes of this Section, an employee shall not be required to submit the dispute on the choice of physician to mediation nor go through a pretrial conference before obtaining a hearing. The hearing shall be conducted as a rule to show cause. The workers' compensation district court judge shall order the employer or payor to authorize the claimant's choice of physician unless the employer or payor can show good cause for his refusal. After his initial choice the employee shall obtain prior consent from the employer or his workers' compensation carrier for a change of treating physician within that same field or specialty. The employee, however, is not required to obtain approval for change to a treating physician in another field or specialty.

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### §1141. Attorney fees; privilege on compensation awards

A. Claims of attorneys for legal services arising under this Chapter shall not be enforceable unless reviewed and approved by a workers' compensation district court judge. If so approved, such claims shall have a privilege upon the compensation payable or awarded, but shall be paid therefrom only in the manner fixed by the workers' compensation district court judge. No privilege shall exist or be approved by a workers' compensation district court judge on injury benefits as provided in R.S. 23:1221(4)(s).

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§1143. Excessive fees or solicitation of employment; penalty; withholding attorney fees; approval by workers' compensation district court judge

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A. Whoever exacts or receives a fee or gratuity for any services rendered on behalf of a claimant for compensation, except in the amount determined by the workers' compensation <u>district court</u> judge, or solicits the business of appearing before the office on behalf of a claimant, or makes it a business to solicit employment for an attorney in connection with any claim for compensation under this Chapter, shall be fined not more than five hundred dollars or imprisoned for not more than twelve months, or both.

B.(1) An attorney may withhold, as proposed attorney fees, a sum not to exceed twenty percent of all amounts recovered in his trust account which funds shall remain the property of the claimant, pending approval of such fees by the workers' compensation <u>district court</u> judge.

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§1171. Civil fine; hearing; appeal

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B. An employer may appeal the decision of the financial and compliance officer to the workers' compensation <u>district court</u> judge in the district in which the business of the employer is located or East Baton Rouge Parish by filing, within thirty days of the date of assessment, a written request for a formal hearing, which request should be filed on a disputed claim form. All appeals to the workers' compensation <u>district court</u> judge shall be de novo. A final order from a hearing may be appealed to the appropriate court of appeal.

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§1171.1. Discontinuance of business; injunction; procedure

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C.(1) If at such hearing, it is determined that the employer is in violation of his obligation under R.S. 23:1168, the workers' compensation <u>district court</u> judge may fine the employer in the manner provided pursuant to R.S. 23:1170(A) and shall order the employer to secure workers' compensation insurance and file evidence of coverage within ninety days of the order. Should the employer fail to file such

1	evidence, the workers' compensation district court judge shall issue a cease and
2	desist order prohibiting the employer from continuing its business operations until
3	such time as the employer complies with R.S. 23:1168, and all fines issued are paid
4	in full.
5	(2) Any cease and desist order issued by the workers' compensation district
6	<b><u>court</u></b> judge under Paragraph C(1) of this Subsection shall include specific findings
7	of fact based upon evidence of all of the following:
8	* * *
9	(4) A cease and desist order shall not issue prior to a hearing and there shall
10	be no interruption of an employer's business operation if he submits satisfactory
11	proof to the workers' compensation district court judge of his compliance with R.S.
12	23:1168, regardless of whether he may have been in violation thereof previously.
13	D.(1) After the issuance of a cease and desist order and upon the request of
14	the director, the attorney general shall immediately institute proceedings for
15	injunctive relief against the employer in the district court of any judicial district in
16	this state where the employer does business. In such district court proceedings, a
17	certified copy of any cease and desist order entered by the workers' compensation
18	district court judge in accordance with this Section based upon evidence in the
19	record shall be prima facie evidence of the facts found in such record.
20	* * *
21	§1201. Time and place of payment; failure to pay timely; failure to authorize;
22	penalties and attorney fees
23	* * *
24	F. * * *
25	(1) Such penalty and attorney fees shall be assessed against either the
26	employer or the insurer, depending upon fault. No workers' compensation insurance
27	policy shall provide that these sums shall be paid by the insurer if the workers'
28	compensation district court judge determines that the penalty and attorney fees are

to be paid by the employer rather than the insurer.

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2	§1201.1. Controversion of compensation and medical benefits
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4	I. * * *
5	(2) If disputed by the parties, upon a rule to show cause held prior to the
6	preliminary determination or any hearing held pursuant to this Section, the workers
7	compensation district court judge shall determine whether the employer is in
8	compliance.
9	J.(1) Upon the filing of the request for a preliminary determination hearing
10	the workers' compensation district court judge shall initiate a telephone status
11	conference with the parties to schedule the discovery deadlines and to facilitate the
12	exchange of documents. The scope of the discovery will be limited to the issues
13	raised in the disputed payment, suspension, modification, termination, or
14	controversion of benefits. The preliminary determination hearing shall be a
15	contradictory hearing at which all parties shall have the opportunity to introduce
16	evidence.
17	* * *
18	(3) The preliminary determination hearing shall be held no later than ninety
19	days from the scheduling conference. However, upon a showing of good cause, one
20	extension of an additional thirty days is permitted upon approval by the workers
21	compensation district court judge. The workers' compensation district court judge
22	shall issue a preliminary determination no later than thirty days after the hearing.
23	(4) Any employer or payor requesting a preliminary determination hearing
24	shall produce all documentation relied on by the employer or payor in calculating
25	modifying, suspending, terminating, or controverting the employee's benefits. These
26	documents shall be disclosed to the employee or the employee's representative within
27	ten days of the request for the preliminary determination hearing.
28	K.(1) The employer or payor shall, within ten calendar days of the mailing

of the determination from the workers' compensation district court judge, do either

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of the following:

(a) Accept and comply with preliminary determination of the workers' compensation district court judge regarding the payment, suspension, modification, termination, or controversion of benefits and mail a revised "Notice of Modification, Suspension, Termination, or Controversion of Compensation and/or Medical Benefits" to the injured employee or employee's representative, along with any payment amount determined, and any arrearage due.

- (b) Notify the injured employee or his representative in writing that the employer or payor does not accept the determination.
- (2) Any employer or payor who accepts and complies with the workers' compensation district court judge's determination within ten calendar days, shall not be subject to any penalty or attorney fees arising out of the original notice which was the subject of the preliminary hearing.
- (3) Any employer or payor who accepts and complies with the workers' compensation district court judge's determination, but who disagrees with such preliminary determination, shall notify the court within ten days of receipt of the preliminary determination of his desire to proceed to a trial on the merits of the matters that were the subject of the preliminary hearing.
- (4) Any employer or payor who does not accept the workers' compensation district court judge's determination or fails to comply with the determination within ten calendar days, may, at the trial on the merits, be subject to penalties and attorney fees pursuant to R.S. 23:1201, arising out of the issues raised in the original notice of payment, modification, suspension, termination, or controversion of benefits, which was the subject of the preliminary hearing.

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(6) Any employer or payor who accepts and complies with the determination of the workers' compensation <u>district court</u> judge, and who does not request to proceed to trial on the merits of the matters that were the subject of the preliminary hearing, shall retain the right to further controvert future matters. The workers'

compensation <u>district court</u> judge's determination shall not be considered an order concerning benefits due requiring modification, nor shall the determination be considered res judicata of any matters which were the subject of the preliminary hearing. The acceptance of the preliminary determination by the employer or payor shall not be considered an admission.

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(8)(a) Upon motion of either party, whether or not the employer or payor is entitled to a preliminary determination, the workers' compensation <u>district court</u> judge's ruling in a hearing shall be conducted as an expedited summary proceeding and shall be considered an order of the court and not requiring a further trial on the merits, if it concerns any of the following matters:

\* \* \*

- (b)(i) The workers' compensation district court judge shall set the expedited summary proceeding hearing date pursuant to Items (a)(iii), (iv), and (v) of this Paragraph within three days of receiving the employer's motion for the expedited hearing. The hearing shall be held not less than ten nor more than thirty days after the motion has been filed.
- (ii) The workers' compensation <u>district court</u> judge shall provide the notice of the hearing date to the employee or his attorney at the same time and in the same manner that the notice of the hearing date is provided to the employer or payor.
- (iii) For the purposes of this Section, the party seeking an expedited hearing shall not be required to submit the dispute to mediation or go through a pretrial conference before obtaining a hearing. The hearing shall be conducted as a rule to show cause.
- (c) The workers' compensation district court judge shall order the employee to sign the choice of physician form, enforce the employee's submission to the medical examination, or provide the LWC-1020 or LWC-1025 form as applicable unless the employee can show good cause for his refusal.
  - (d) If the employee seeking relief pursuant to this Paragraph can show good

cause for his refusal, the workers' compensation district court judge shall order the suspension or reduction in benefits lifted and the payment of any arrearage due. If the employee fails to show good cause for refusal, the workers' compensation district court judge shall order the suspension or reduction in benefits to continue until the employee complies.

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§1201.3. Failure to pay compensation; judgment and execution; interest; revocation or suspension of insurer's license

A. If payment of compensation or an installment payment of compensation due under the terms of an award, except in case of appeals from an award, is not made within ten days after the same is due by the employer or insurance carrier liable therefor, the workers' compensation district court judge may order a certified copy of the award to be filed in the office of the clerk of court of any parish, which award whether accumulative or lump sum, when recorded in the mortgage records, shall be a judicial mortgage as provided in Civil Code Article 3299. Any compensation awarded and all payments thereof directed to be made by order of the workers' compensation district court judge shall bear judicial interest from the date compensation was due until the date of satisfaction. The interest rate shall be fixed at the rate in effect on the date the claim for benefits was filed with the office of workers' compensation administration.

B. Upon the filing of the certified copy of the workers' compensation district court judge's award a writ of execution shall issue and process shall be executed and the cost thereof taxed, as in the case of writs of execution, on judgments of courts of record, as provided by the Louisiana Code of Civil Procedure.

C. If any insurance carrier intentionally, knowingly, or willfully violates any of the provisions of the Worker's Compensation Act, the insurance commissioner, on the request of a workers' compensation district court judge or the director, shall suspend or revoke the license or authority of such insurance carrier to do compensation business in this state.

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§1201.4. Forfeiture of benefits while incarcerated; exclusions; medical expenses

A. Except as provided in Subsection B of this Section, the employee's right to compensation benefits, including medical expenses, is forfeited during any period of incarceration, unless a workers' compensation district court judge finds that an employee has dependents who rely on a compensation award for their support, in which case said compensation shall be made payable and transmitted to the legal guardian of the minor dependent or other person designated by the workers' compensation district court judge and such payments shall be considered as having been made to the employee. After release from incarceration, the employee's right to claim compensation benefits shall resume. An employee who is incarcerated but is later found to be not guilty of felony criminal charges or against whom all felony charges have been dismissed by the prosecutor shall have the prescriptive period for filing a claim for benefits under this Chapter extended by the number of days he was incarcerated.

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§1208. Misrepresentations concerning benefit payments; penalty

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D. In addition to the criminal penalties provided for in Subsection C of this Section, any person violating the provisions of this Section may be assessed civil penalties by the workers' compensation district court judge of not less than five hundred dollars nor more than five thousand dollars payable to the Kids Chance Scholarship Fund, Louisiana Bar Foundation, and may be ordered to make restitution. Restitution may only be ordered for benefits claimed or payments obtained through fraud and only up to the time the employer became aware of the fraudulent conduct.

E. Any employee violating this Section shall, upon determination by workers' compensation district court judge, forfeit any right to compensation benefits under this Chapter.

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§1226. Rehabilitation of injured employees

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B. \* \* \*

(3)(a) The employer shall be responsible for the selection of a licensed professional vocational rehabilitation counselor to evaluate and assist the employee in his job placement or vocational training. Should the employer refuse to provide these services, or a dispute arises concerning the work of the vocational counselor, the employee may file a claim with the office to review the need for such services or the quality of services being provided. The employee shall have a right to an expedited summary proceeding pursuant to R.S. 23:1201.1(K)(8). The workers' compensation district court judge shall set a hearing date within three days of receiving the motion. The hearing shall be held not less than ten, nor more than thirty days, after the employer or payor receives notice, delivered by certified or registered mail, of the employee's motion. The workers' compensation district court judge shall provide notice of the hearing date to the employer and payor at the same time and in the same manner that notice of the hearing date is provided to the employee or his attorney. For the purposes of this Section, an employee shall not be required to submit the dispute on the issue of vocational services to mediation or go through a pretrial conference before obtaining a hearing. The hearing shall be conducted as a rule to show cause.

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D. Prior to the workers' compensation district court judge adjudicating an injured employee to be permanently and totally disabled, the workers' compensation district court judge shall determine whether there is reasonable probability that, with appropriate training or education, the injured employee may be rehabilitated to the extent that such employee can achieve suitable gainful employment and whether it is in the best interest of such individual to undertake such training or education.

E. When it appears that a retraining program is necessary and desirable to restore the injured employee to suitable gainful employment, the employee shall be

1 entitled to a reasonable and proper retraining program for a period not to exceed 2 twenty-six weeks, which period may be extended for an additional period not to 3 exceed twenty-six additional weeks if such extended period is determined to be 4 necessary and proper by the workers' compensation district court judge. However, no employer or insurer shall be precluded from continuing such retraining beyond 5 such period on a voluntary basis. An injured employee must request and begin 6 7 retraining within two years from the date of the termination of temporary total 8 disability as determined by the treating physician. If a retraining program requires 9 residence at or near the facility or institution and away from the employee's 10 customary residence, reasonable cost of board, lodging, or travel shall be borne by 11 the employer or insurer. A retraining program shall be performed at facilities within 12 the state when such facilities are available. 13

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§1272. Approval of lump sum or compromise settlements by the workers' compensation district court judge

A. A lump sum or compromise settlement entered into by the parties under R.S. 23:1271 shall be presented to the workers' compensation district court judge for approval through a petition signed by all parties and verified by the employee or his dependent, or by recitation of the terms of the settlement and acknowledgment by the parties in open court which is capable of being transcribed from the record of the proceeding.

B. When the employee or his dependent is represented by counsel, and if attached to the petition presented to the workers' compensation district court judge are affidavits of the employee or his dependent and of his counsel certifying each one of the following items: (1) the attorney has explained the rights of the employee or dependent and the consequences of the settlement to him; and, (2) that such employee or dependent understands his rights and the consequences of entering into the settlement, then the workers' compensation district court judge shall approve the settlement by order, and the order shall not thereafter be set aside or modified except

for fraud or misrepresentation made by any party.

C. When the employee or his dependent is not represented by counsel, the workers' compensation <u>district court</u> judge shall determine whether the employee or his dependent understands the terms and conditions of the proposed settlement, and shall approve it by order, unless he finds that it does not provide substantial justice to all parties, and the order shall not thereafter be set aside or modified except for fraud or misrepresentation made by any party.

D. If a suit has been filed against a third party pursuant to the provisions of R.S. 23:1101, the district court hearing the third-party suit shall, in addition to a workers' compensation <u>district court</u> judge, have the authority to approve a lump sum or compromise settlement of the workers' compensation claim under the same conditions and terms set forth in this Section for approval of such settlements by a workers' compensation <u>district court</u> judge, and such authority shall include approval and establishment of the credit due the employer. The fees of the attorney representing the employee in the workers' compensation matter shall be approved by the district court judge.

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# §1274. Lump sum settlements; necessity for approval

A. The amounts payable as compensation may be commuted to a lump sum settlement by agreement if approved by the workers' compensation district court judge as provided in this Part. In a lump sum settlement, the payments due the employee or his dependents shall not be discounted at a greater rate than eight percent per annum.

B. If the lump sum settlement is made without the approval of the workers' compensation district court judge, or at a discount greater than eight percent per annum, even if approved by the director or the workers' compensation district court judge, the employer shall be liable for compensation at one and one-half times the rate fixed by this Chapter. At any time within two years after date of the payment of the lump sum settlement and notwithstanding any other provision of this Chapter,

the claimant shall be entitled to demand and receive in a lump sum from the employer such additional payment as together with the amount already paid, will aggregate one and one-half times the compensation which would have been due but for such lump sum settlement.

C. Upon payment of a lump sum settlement commuted on a term agreed upon by the parties, approved by the workers' compensation district court judge, and discounted at not more than eight percent per annum, the liability of the employer or his insurer making the payment shall be fully satisfied.

D. For the settlement of compensation claims as provided in R.S. 23:1231 through 1236 the following procedure shall be followed. The claimant must present to the employer an affidavit of death of the employee, proper proof of the claimant's relationship to the deceased and his legal right to the compensation benefits. Such documentation shall be affixed to the joint petition and submitted to the workers' compensation district court judge for approval as hereinabove provided.

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§1293. Confidentiality of records; exceptions; penalties for violation

A.(1) All medical records of an employee, all records of payment of compensation to an employee or his dependent, all records with respect to the rehabilitation or attempted rehabilitation of an injured employee, all employer reports of injury as required by R.S. 23:1306, all claims by an employee or his dependent filed pursuant to R.S. 23:1310, records submitted to the Louisiana Workers' Compensation Second Injury Board concerning claims for reimbursement arising out of a claim by an employee or his dependent filed pursuant to Chapter 10 of this Title, including but not limited to any and all records submitted for requests for reimbursement, documents maintained in the claim files regarding reimbursement and settlement requests, and all records submitted pursuant to R.S. 23:1378(A)(5), all safety plans pursuant to R.S. 23:1291(B)(4), all safety records of the OSHA section obtained in connection with the Insurance Cost Containment Act or the OSHA 7(c)(1) program, and all data produced pursuant to R.S. 23:1291.2,

shall be confidential and privileged, shall not be public records, and shall not be subject to subpoena, except that records of the office may be produced in response to an order of a workers' compensation district court judge based upon his finding that the record is relevant and necessary to the resolution of a disputed claim pending before the office. Such confidentiality and privilege shall be strictly maintained by the director and all employees of the office except as provided above or in Subsection B of this Section and shall be used exclusively for the purpose of discharging the duties and responsibilities of the office under this Chapter.

\* \* \*

B.(1) Notwithstanding the provisions of Subsection A of this Section, once in a disputed claim an employer begins to pay benefits to an employee under this Chapter or a claim is made by an employee against an employer for benefits under this Chapter, pleadings, motions, discovery documents, depositions, hearing transcripts, and exhibits entered into evidence in any dispute involving the same claimant or any records of the office involving prior benefits paid by an employer to the same claimant shall be available to the employer, the employee, and their counsel upon simple request. Any decision, award, or order of a workers' compensation district court judge is a public record and may be compiled and disseminated to the public. The complete record of any formal hearing shall be made available to the court of appeal when an appeal is filed.

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#### SUBPART B. CLAIM RESOLUTION

§1310. Initial filing of claim with office of **for** workers' compensation administration

A. If, Beginning January 1, 2015, if at any time after notification to the office of the occurrence of death, which happened on or after January 1, 2015, or injury resulting, which happened on or after January 1, 2015, and which lasted in excess of seven days lost time, a bona fide dispute occurs, the employee or his dependent or the employer or insurer may file a claim with the state office, or the

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district office where the hearing will be held on a form to be provided by the director district court.

B. In addition to any other information required by the director, the <u>The</u> claim shall set forth the time, place, nature, and cause of the injury, the benefit in dispute, and the employee's actual earnings, if any, at the time of the filing of the claim with the office.

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## §1310.2. Duties of director

A. The chief administrative officer to assist the workers' compensation judges shall be the director of the office of workers' compensation administration, who shall be subject to the general administrative authority of the executive director.

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§1310.15. Employer's records and books; subject to inspection; self-incriminating evidence

All books, records, and payrolls of the employers showing or reflecting in any way upon the amount of wage expenditures of such employers shall always be open for inspection by the director or any other authorized auditor, accountant, or inspector for the purpose of ascertaining the correctness of the wage expenditure and number of men employed and such other information as may be necessary for the purposes and uses of the director in the administration of the Workers' Compensation Act. No person shall be excused from testifying or from producing any book, record, or payroll in any investigation or inquiry, by or upon any hearing before the workers' compensation district court judge, when ordered to do so by the workers' compensation district court judge, upon the ground that the testimony, payroll, or other competent evidence required of him may tend to incriminate him or subject him to penalty or forfeiture; but no person shall be prosecuted, punished, or subjected to any penalty or forfeiture for or on account of any act, transaction, matter, or thing concerning which he shall have under oath, by order of the workers' compensation district court judge, testified to or produced documentary evidence

1	of, provided however, that no person so testifying shall be exempt from prosecution
2	or punishment for any perjury committed by him in his testimony.
3	* * *
4	§1314. Necessary allegations; dismissal of premature petition; dispute of benefits
5	* * *
6	B. The petition shall be dismissed when the allegations in Subsection (A) of
7	this Section are denied by the employer and are shown at a time fixed by the
8	workers' compensation district court judge to be without reasonable cause or
9	foundation in fact.
10	C. The workers' compensation district court judge shall determine whether
11	the petition is premature and must be dismissed before proceeding with the hearing
12	of the other issues involved with the claim.
13	* * *
14	§1316. Answer, failure to file; judgment by default
15	If a defendant in the principal or incidental demand fails to answer within the
16	time prescribed by law or the time extended by the workers' compensation district
17	court judge, and upon proof of proper service having been made, judgment by
18	default may be entered against him. The judgment shall be obtained by written
19	motion.
20	* * *
21	§1317. Hearing on the merits; rules of procedure; effect of judgment; costs; fees of
22	medical witnesses
23	A. If an answer has been filed within the delays allowed by law or granted
24	by the workers' compensation district court judge, or if no judgment has been
25	entered as provided in R.S. 23:1316 at the time for hearing or any adjournment
26	thereof, the workers' compensation district court judge shall hear the evidence that
27	may be presented by each party. Each party shall have the right to be present at any
28	hearing or to appear through an attorney. The workers' compensation district court

judge shall not be bound by technical rules of evidence or procedure other than as

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herein provided, but all findings of fact must be based upon competent evidence and all compensation payments provided for in this Chapter shall mean and be defined to be for only such injuries as are proven by competent evidence, or for which there are or have been objective conditions or symptoms proven, not within the physical or mental control of the injured employee himself. The workers' compensation district court judge shall decide the merits of the controversy as equitably, summarily, and simply as may be.

B. Costs may be awarded by the workers' compensation district court judge, in his discretion, and when so awarded the same may be allowed, taxed, and collected as in other civil proceedings. The fees of expert witnesses shall be reasonable and fixed in the original judgment. The judgment rendered shall have the same force and effect and may be satisfied as a judgment of a district court.

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#### §1317.1. Independent medical examinations

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E. When the independent medical examiner's report is presented within thirty days as provided in this Section:

- (1) The examiner shall be protected from subpoena except for a single trial deposition. However, upon a proper motion for cause, the workers' compensation district court judge may order further discovery of the independent medical examiner as deemed appropriate.
- (2) Except to schedule the deposition or further discovery as described above, the office of the independent medical examiner shall not be contacted regarding the claimant by any party, attorney, or agent.

F. Objections to the independent medical examination shall be made on form LDOL-WC-1008, and shall be set for hearing before a workers' compensation district court judge within thirty days of receipt. No mediation shall be scheduled on disputes arising under this Section.

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§1361. Unlawful discrimination prohibited

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E. Any party found by a workers' compensation judge or a court of competent jurisdiction to have brought a frivolous claim under this Section shall be held responsible for reasonable damages incurred as a result of this claim, including reasonable attorney's fees and court costs.

Section 2. R.S. 23:1310.1, 1310.2(B) and (C), 1310.3, 1310.4, 1310.5, 1310.6, 1310.7, 1310.8, 1310.9, 1310.10, 1310.11, 1310.13, 1311, are hereby repealed.

Section 3. It is the intent of the legislature that the district courts shall have original jurisdiction regarding workers' compensation claims. To that end, the transfer of workers' compensation claims from the office of workers' compensation to the appropriate district court on the effective date of this Act shall be accomplished with the least possible disruption of services and the least possible expenditure of public funds. The officials and employees participating in the effectuation of the transfers required by this Act shall be charged with the responsibility for carrying out this intent.

Section 4. This Act shall become effective on January 1, 2015.

The original instrument and the following digest, which constitutes no part of the legislative instrument, were prepared by Carla S. Roberts.

### DIGEST

Murray (SB 227)

<u>Present law</u> provides that original jurisdiction for workers' compensation claims shall be the office of workers' compensation, within the Louisiana Workforce Commission.

<u>Proposed law</u> repeals <u>present law</u> and provides that original jurisdiction for workers' compensation claims shall be the district courts.

<u>Present law</u> provides that if at any time after notification to the office of the occurrence of death or injury resulting in excess of seven days lost time, a bona fide dispute occurs, the employee or his dependent or the employer or insurer may file a claim with the office of workers' compensation where the hearing will be held on a form to be provided by the director of the office of workers' compensation.

<u>Proposed law</u> provides that beginning January 1, 2015, if a death or injury which lasts longer than seven work days and a bona fide dispute occurs, the employee or his dependent or the employer or insurer may file a claim with the district court so long as the accident or injury occurred on or after January 1, 2015.

<u>Present law</u> provides workers' compensation judges, employed by the office of workers' compensation, shall adjudicate workers' compensation claims.

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Coding: Words which are struck through are deletions from existing law; words in **boldface type and underscored** are additions.

<u>Proposed law</u> repeals <u>present law</u> and provides that district court judges shall adjudicate workers' compensation claims.

Effective January 1, 2015.

(Amends R.S. 23:1102(A)(2), 1103(A)(3), 1121(B)(1), 1141(A), 1143(A) and (B)(1), 1171(B), 1171.1(C)(1), (C)(2)(intro para), (4), and(D)(1), 1201(F)(1), 1201.1(I)(2), (J)(1), (3), and (4), and (K)(1)-(4), (6), (8)(a)(intro para), and (8)(b), (c), and (d), 1201.3(A)-(C), 1201.4(A), 1208(D) and (E), 1226 (B)(3)(a), (D), and (E), 1272(A)-(D), 1274, 1293(A)(1) and (B)(1), 1310, 1310.2(A), 1310.15, 1314(B) and (C), 1316, 1317, 1317.1 (E) and (F) and 1361(E); repeals R.S. 23:1310.1, 1310.2(B) and (C), 1310.3, 1310.4, 1310.5, 1310.6, 1310.7, 1310.8, 1310.9, 1310.10, 1310.11, 1310.13, 1311)