As Passed by the House

124th General Assembly **Regular Session** 2001-2002

Sub. H. B. No. 75

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REPRESENTATIVES Williams, Jones, Carey, Core, Hoops, Calvert, Allen, D. Miller, Oakar, Faber, Evans, Buehrer, Barrett, R. Miller, Schmidt, Womer Benjamin, Grendell, Coates, Setzer, Cirelli, Perry, Patton, Schaffer

ABILL

To amend sections 4121.37, 4121.47, 4121.62, 4123.25, 1 4123.291, and 4123.511 and to repeal section 4121.48 of the Revised Code to make appropriations 3 for the Bureau of Workers' Compensation for the 4 biennium beginning July 1, 2001, and ending June 5 30, 2003, and to provide authorization and 6 7 conditions for the operation of Bureau programs.

BE IT ENACTED BY THE GENERAL ASSEMBLY OF THE STATE OF OHIO:

Section 1. That sections 4121.37, 4121.47, 4121.62, 4123.25, 8 4123.291, and 4123.511 of the Revised Code be amended to read as 9 follows: 10

sec. 4121.37. The administrator of workers' compensation 11 having, by virtue of Section 35 of Article II, Ohio Constitution, 12 the expenditure of the fund therein created for the investigation 13 and prevention of industrial accidents and diseases, shall, with 14 the advice and consent of the workers' compensation oversight 15 commission, in the exercise of the administrator's authority and 16 in the performance of the administrator's duty, employ a 17 superintendent and the necessary experts, engineers, 18

investigators, clerks, and stenographers for the efficient operation of a division of safety and hygiene of the bureau of workers' compensation, which is hereby created.

The general assembly hereby declares that in furtherance of 22 23 the authority granted to the administrator pursuant to Section 35 of Article II, Ohio Constitution, and to encourage public employers to operate and maintain safe places of employment for 25 public employees of this state, the administrator, with the advice 26 and consent of the oversight commission, may transfer funds, 27 certified as provided in section 126.07 of the Revised Code, from 28 the safety and hygiene fund to the occupational safety loan fund 29 created in section 4121.48 of the Revised Code, for the purposes 30 of that section. 31

The administrator of workers' compensation, with the advice 32 and consent of the oversight commission, shall pay into the safety 33 and hygiene fund, which is hereby created in the state treasury, 34 the portion of the contributions paid by employers, calculated as 35 though all employers paid premiums based upon payroll, not to 36 exceed one per cent thereof in any year, as is necessary for the 37 payment of the salary of the superintendent of the division of 38 safety and hygiene and the compensation of the other employees of 39 the division of safety and hygiene, and the expenses of 40 investigations and researches for the prevention of industrial 41 accidents and diseases. All investment earning earnings of the 42 fund shall be credited to the fund. The administrator has the same 43 powers to invest any of the funds belonging to the fund as are 44 delegated to the administrator under section 4123.44 of the 45 Revised Code with respect to the state insurance fund. The 46 superintendent, under the direction of the administrator, with the 47 advice and consent of the oversight commission, shall conduct 48 investigations and researches for the prevention of industrial 49 accidents and diseases, conduct loss prevention programs and 50

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courses for employers, establish and administrate cooperative 51 programs with employers for the purchase of individual safety 52 equipment for employees, and print and distribute information as 53 may be of benefit to employers and employees. The administrator 54 shall pay from the safety and hygiene fund the salary of the 55 superintendent of the division of safety and hygiene, the 56 compensation of the other employees of the division of safety and 57 hygiene, the expenses necessary or incidental to investigations 58 and researches for the prevention of industrial accidents and 59 diseases, and the cost of printing and distributing such 60 information. 61

The superintendent, under the direction of the administrator, 62 shall prepare an annual report, addressed to the governor, on the 63 amount of the expenditures and the purposes for which they have 64 been made, and the results of the investigations and researches. 65 The administrator shall include the administrative costs, 66 salaries, and other expenses of the division of safety and hygiene 67 as a part of the budget of the bureau of workers' compensation 68 that is submitted to the director of budget and management and 69 shall identify those expenditures separately from other bureau expenditures. 71

The superintendent shall be a competent person with at least 72 five years' experience in industrial accident or disease 73 prevention work. The superintendent and up to six positions in the 74 division of safety and hygiene as the administrator, with the 75 advice and consent of the oversight commission, designates are in 76 the unclassified civil service of the state as long as the 77 administrator, with the advice and consent of the oversight 78 commission, determines the positions subordinate to the 79 superintendent are primarily and distinctively administrative, 80 managerial, or professional in character. All other full-time 81 employees of the division of safety and hygiene are in the 82

classified civil service of the state.

Sec. 4121.47. (A) No employer shall violate a specific safety 84 rule adopted by the administrator of workers' compensation 85 pursuant to section 4121.13 of the Revised Code or an act of the 86 general assembly to protect the lives, health, and safety of 87 employees pursuant to Section 35 of Article II, Ohio Constitution. 88 Chapter 4167. of the Revised Code and rules and standards adopted 89 thereunder are not the rules or enactment referred to in this 90 division and shall not be considered as such for purposes of this 91 section. 92

(B) If a staff hearing officer, in the course of his the 93 staff hearing officer's determination of a claim for an additional 94 award under Section 35 of Article II, Ohio Constitution, finds the 95 employer guilty of violating division (A) of this section, he the 96 staff hearing officer shall, in addition to any award paid to the 97 claimant, issue an order to the employer to correct the violation 98 within the period of time he the staff hearing officer fixes. For 99 any violation occurring within twenty-four months of the last 100 violation, the staff hearing officer shall assess against the 101 employer a civil penalty in an amount he the staff hearing officer determines up to a maximum of fifty thousand dollars for each 103 violation. In fixing the exact penalty, the staff hearing officer 104 shall base his the decision upon the size of the employer as 105 measured by the number of employees, assets, and earnings of the 106 107 employer.

(C) An employer dissatisfied with the imposition of a civil 108 penalty pursuant to division (B) of this section may appeal the 109 staff hearing officer's decision, if the commission refuses to 110 hear the appeal under division (E) of section 4123.511 of the 111 Revised Code, or a decision of the commission, if the commission 112 hears the appeal under that division, to a court of common pleas 113

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pursuant to the Rules of Civil Procedure. An appeal operates to 114 stay the payment of the fine pending the appeal. 115

(D) The administrator shall deposit all penalties collected
 pursuant to this section in the occupational safety loan program
 safety and hygiene fund established pursuant to section 4121.48
 4121.37 of the Revised Code.

Sec. 4121.62. (A) The authority granted to the administrator 120 of workers' compensation pursuant to sections 4121.61 to 4121.69 121 of the Revised Code includes the authority to do all of the 122 following: 123

(1) Contract with any public or private person for the 124rendition of rehabilitation services; 125

(2) Take actions and utilize money in the state insurance
fund as necessary to obtain federal funds and assistance in the
maximum amounts and most advantageous proportions and terms
possible;

(3) Conduct rehabilitation educational programs for employers 130and employees; 131

(4) Establish within the bureau of workers' compensation a 132
rehabilitation division under the supervision of a director of 133
rehabilitation appointed by and responsible to the administrator. 134

(B) The director of the division established is in the 135 unclassified civil service of the state. The appointing authority 136 may designate up to three positions at each facility under the 137 jurisdiction of the division, and up to six positions in the 138 division which are part of the director's immediate staff as being 139 in the unclassified service of the state as long as the 140 administrator determines that the positions are primarily and 141 distinctively administrative, managerial, or professional. All 142 other full-time employees of the division are in the classified 143

civil service.

(C) The administrator shall establish fees for use of 145 services offered by the division of rehabilitation, including, 146 without limitation, the expense of providing rehabilitation services, counseling, and training. The administrator shall adopt 148 rules, in accordance with Chapter 119. of the Revised Code, which 149 establish the specific services the division offers and the amount 150 of the fee for those services, which amount shall be based upon 151 the actual cost of the division providing the services to the 152 employer and employee.

(D) Nothing in sections 4121.61 to 4121.69 of the Revised 154 Code shall be interpreted to grant authority to the administrator 155 to require a claimant to utilize a public provider of 156 rehabilitation services, counseling, or training. 157

(E) There is hereby established in the state treasury the 158 Camera center fund. The fund shall consist of all fees the 159 administrator charges persons for the use of the services of the 160 Camera center and all rent the center receives from its tenants. 161 The fund shall be used solely to pay for the provision of 162 rehabilitation services and expenses of the Camera center. All 163 investment earnings of the fund shall be credited to the fund. 164

Sec. 4123.25. (A) No employer shall knowingly misrepresent to 165 the bureau of workers' compensation the amount or classification 166 of payroll upon which the premium under this chapter is based. 167 Whoever violates this division shall be liable to the state in an 168 amount determined by the administrator of workers' compensation 169 for not more than ten times the amount of the difference in 170 between the premium paid and the amount the employer should have 171 paid. The liability to the state under this division shall may be 172 enforced in a civil action in the name of the state, and all sums 173 collected under this division shall be paid into the state 174

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insurance fund.

(B) No self-insuring employer shall <u>knowingly</u> misrepresent 176 the amount of paid compensation paid by such employer for purposes 177 of the assessments provided under this chapter and Chapter 4121. 178 of the Revised Code as required by section 4123.35 of the Revised 179 Code. Whoever violates this division is liable to the state in an 180 amount assessed determined by the self-insuring employers 181 evaluation board pursuant to division (C) of section 4123.352 of 182 the Revised Code or for an amount the board determines that is not 183 more than ten times the amount of the difference between the 184 assessment paid and the amount of the assessment that should have 185 been paid along with any other penalty as determined by the board. 186 The liability to the state under this division may be enforced in 187 a civil action in the name of the state and all sums collected 188 under this division shall be paid into the self-insurance 189 assessment fund created pursuant to division (K) of section 190 4123.35 of the Revised Code. 191

(C) The administrator of workers' compensation, with the 192 advice and consent of the workers' compensation oversight 193 commission, shall adopt rules establishing criteria for 194 determining both of the following: 195

(1) The amount of the penalty assessed against an employer 196 for a violation of division (A) of this section;

(2) Acts or omissions that do not constitute a violation of 198 division (A) or (B) of this section. 199

sec. 4123.291. (A) An adjudicating committee appointed by the 200 administrator of workers' compensation to hear any matter 201 specified in divisions (B)(1) to (6) of this section shall hear 202 the matter within sixty days of the date on which an employer 203 files the request, protest, or petition. An employer desiring to 204 file a request, protest, or petition regarding any matter 205

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specified in divisions (B)(1) to (6) of this section shall file206the request, protest, or petition to the adjudicating committee on207or before one hundred eighty days after the administrator sends208notice of the determination about which the employer is filing the209request, protest, or petition.210

(B) An employer who is adversely affected by a decision of an 211 adjudicating committee appointed by the administrator may appeal 212 the decision of the committee to the administrator or his the 213 administrator's designee. The employer shall file the appeal in 214 writing within thirty days after the employer receives the 215 decision of the adjudicating committee. The administrator or his 216 the designee shall hear the appeal and hold a hearing, provided 217 that the decision of the adjudicating committee relates to one of 218 the following: 219

(1) An employer request for a waiver of a default in the payment of premiums pursuant to section 4123.37 of the Revised Code;

(2) An employer request for the settlement of liability as a 223noncomplying employer under section 4123.75 of the Revised Code; 224

(3) An employer petition objecting to the assessment of a 225
premium pursuant to section 4123.37 of the Revised Code and the 226
rules adopted pursuant to that section; 227

(4) An employer request for the abatement of penalties
assessed pursuant to section 4123.32 of the Revised Code and the
rules adopted pursuant to that section;
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(5) An employer protest relating to an audit finding or a
determination of a manual classification, experience rating, or
transfer or combination of risk experience;
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(6) Any decision relating to any other risk premium matterunder Chapters 4121., 4123., and 4131. of the Revised Code.235

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Sec. 4123.511. (A) Within seven days after receipt of any 236 claim under this chapter, the bureau of workers' compensation 237 shall notify the claimant and the employer of the claimant of the 238 receipt of the claim and of the facts alleged therein. If the 239 bureau receives from a person other than the claimant written or 240 facsimile information or information communicated verbally over 241 the telephone indicating that an injury or occupational disease 242 has occurred or been contracted which may be compensable under 243 this chapter, the bureau shall notify the employee and the 244 employer of the information. If the information is provided 245 verbally over the telephone, the person providing the information 246 shall provide written verification of the information to the 247 bureau according to division (E) of section 4123.84 of the Revised 248 Code. The receipt of the information in writing or facsimile, or 249 if initially by telephone, the subsequent written verification, 250 and the notice by the bureau shall be considered an application 251 for compensation under section 4123.84 or 4123.85 of the Revised 252 Code, provided that the conditions of division (E) of section 253 4123.84 of the Revised Code apply to information provided verbally 254 over the telephone. Upon receipt of a claim, the bureau shall 255 advise the claimant of the claim number assigned and the 256 claimant's right to representation in the processing of a claim or 257 to elect no representation. If the bureau determines that a claim 258 259 is determined to be a compensable lost-time claim, the bureau shall notify the claimant and the employer of the availability of 260 rehabilitation services. No bureau or industrial commission 261 employee shall directly or indirectly convey any information in 262

derogation of this right. This section shall in no way abrogate263the bureau's responsibility to aid and assist a claimant in the264filing of a claim and to advise the claimant of the claimant's265rights under the law.266

The administrator of workers' compensation shall assign all 20

claims and investigations to the bureau service office from which 268 investigation and determination may be made most expeditiously. 269

The bureau shall investigate the facts concerning an injury 270 or occupational disease and ascertain such facts in whatever 271 manner is most appropriate and may obtain statements of the 272 employee, employer, attending physician, and witnesses in whatever 273 manner is most appropriate. 274

The administrator, with the advice and consent of the 275 workers' compensation oversight commission, may adopt rules that 276 identify specified medical conditions that have a historical 277 record of being allowed whenever included in a claim. The 278 administrator may grant immediate allowance of any medical 279 condition identified in those rules upon the filing of a claim 280 involving that medical condition and may make immediate payment of 281 medical bills for any medical condition identified in those rules 282 that is included in a claim. If an employer contests the allowance 283 of a claim involving any medical condition identified in those 284 rules, and the claim is disallowed, payment for the medical 285 condition included in that claim shall be charged to and paid from 286 the surplus fund created under section 4123.34 of the Revised 287 Code. 288

(B)(1) Except as provided in division (B)(2) of this section, 289 in claims other than those in which the employer is a 290 self-insuring employer, if the administrator determines under 291 division (A) of this section that a claimant is or is not entitled 292 to an award of compensation or benefits, the administrator shall 293 issue an order no later than twenty-eight days after the sending 294 of the notice under division (A) of this section, granting or 295 denying the payment of the compensation or benefits, or both as is 296 appropriate to the claimant. Notwithstanding the time limitation 297 specified in this division for the issuance of an order, if a 298 medical examination of the claimant is required by statute, the 299

300 administrator promptly shall schedule the claimant for that 301 examination and shall issue an order no later than twenty-eight 302 days after receipt of the report of the examination. The 303 administrator shall notify the claimant and the employer of the 304 claimant and their respective representatives in writing of the 305 nature of the order and the amounts of compensation and benefit 306 payments involved. The employer or claimant may appeal the order 307 pursuant to division (C) of this section within fourteen days 308 after the date of the receipt of the order. The employer and 309 claimant may waive, in writing, their rights to an appeal under 310 this division.

(2) Notwithstanding the time limitation specified in division 311 (B)(1) of this section for the issuance of an order, if the 312 employer certifies a claim for payment of compensation or 313 benefits, or both, to a claimant, and the administrator has 314 completed the investigation of the claim, the payment of benefits 315 or compensation, or both, as is appropriate, shall commence upon 316 the later of the date of the certification or completion of the 317 investigation and issuance of the order by the administrator, 318 provided that the administrator shall issue the order no later 319 than the time limitation specified in division (B)(1) of this 320 section. 321

(3) If an appeal is made under division (B)(1) or (2) of this 322 section, the administrator shall forward the claim file to the 323 appropriate district hearing officer within seven days of the 324 appeal. In contested claims other than state fund claims, the 325 administrator shall forward the claim within seven days of the 326 administrator's receipt of the claim to the commission, which 327 shall refer the claim to an appropriate district hearing officer 328 for a hearing in accordance with division (C) of this section. 329

(C) If an employer or claimant timely appeals the order of330the administrator issued under division (B) of this section or in331

the case of other contested claims other than state fund claims, the commission shall refer the claim to an appropriate district hearing officer according to rules the commission adopts under section 4121.36 of the Revised Code. The district hearing officer shall notify the parties and their respective representatives of the time and place of the hearing. 332 332 333 333 334 335 336 336 337

The district hearing officer shall hold a hearing on a 338 disputed issue or claim within forty-five days after the filing of 339 the appeal under this division and issue a decision within seven 340 days after holding the hearing. The district hearing officer shall 341 notify the parties and their respective representatives in writing 342 of the order. Any party may appeal an order issued under this 343 division pursuant to division (D) of this section within fourteen 344 days after receipt of the order under this division. 345

(D) Upon the timely filing of an appeal of the order of the 346 district hearing officer issued under division (C) of this 347 section, the commission shall refer the claim file to an 348 appropriate staff hearing officer according to its rules adopted 349 under section 4121.36 of the Revised Code. The staff hearing 350 officer shall hold a hearing within forty-five days after the 351 filing of an appeal under this division and issue a decision 352 within seven days after holding the hearing under this division. 353 The staff hearing officer shall notify the parties and their 354 respective representatives in writing of the staff hearing 355 officer's order. Any party may appeal an order issued under this 356 division pursuant to division (E) of this section within fourteen 357 days after receipt of the order under this division. 358

(E) Upon the filing of a timely appeal of the order of the
staff hearing officer issued under division (D) of this section,
the commission or a designated staff hearing officer, on behalf of
the commission, shall determine whether the commission will hear
the appeal. If the commission or the designated staff hearing

364 officer decides to hear the appeal, the commission or the 365 designated staff hearing officer shall notify the parties and 366 their respective representatives in writing of the time and place 367 of the hearing. The commission shall hold the hearing within 368 forty-five days after the filing of the notice of appeal and, 369 within seven days after the conclusion of the hearing, the 370 commission shall issue its order affirming, modifying, or 371 reversing the order issued under division (D) of this section. The 372 commission shall notify the parties and their respective 373 representatives in writing of the order. If the commission or the 374 designated staff hearing officer determines not to hear the 375 appeal, within fourteen days after the filing of the notice of 376 appeal, the commission or the designated staff hearing officer 377 shall issue an order to that effect and notify the parties and 378 their respective representatives in writing of that order.

Except as otherwise provided in this chapter and Chapters 379 4121., 4127., and 4131. of the Revised Code, any party may appeal 380 an order issued under this division to the court pursuant to 381 section 4123.512 of the Revised Code within sixty days after 382 receipt of the order, subject to the limitations contained in that 383 section. 384

(F) Every notice of an appeal from an order issued under 385
divisions (B), (C), (D), and (E) of this section shall state the 386
names of the claimant and employer, the number of the claim, the 387
date of the decision appealed from, and the fact that the 388
appellant appeals therefrom. 389

(G) All of the following apply to the proceedings under 390divisions (C), (D), and (E) of this section: 391

(1) The parties shall proceed promptly and without 392continuances except for good cause; 393

(2) The parties, in good faith, shall engage in the free 394

395 exchange of information relevant to the claim prior to the conduct 396 of a hearing according to the rules the commission adopts under 397 section 4121.36 of the Revised Code;

(3) The administrator is a party and may appear and 398 participate at all administrative proceedings on behalf of the 399 state insurance fund. However, in cases in which the employer is 400 401 represented, the administrator shall neither present arguments nor introduce testimony that is cumulative to that presented or 402 introduced by the employer or the employer's representative. The 403 administrator may file an appeal under this section on behalf of 404 the state insurance fund; however, except in cases arising under 405 section 4123.343 of the Revised Code, the administrator only may 406 appeal questions of law or issues of fraud when the employer 407 appears in person or by representative. 408

409 (H) Except as provided in section 4121.63 of the Revised Code and division (J) of this section, payments of compensation to a 410 claimant or on behalf of a claimant as a result of any order 411 issued under this chapter shall commence upon the earlier of the following: 413

(1) Fourteen days after the date the administrator issues an 414 order under division (B) of this section, unless that order is 415 appealed; 416

(2) The date when the employer has waived the right to appeal 417 a decision issued under division (B) of this section; 418

(3) If no appeal of an order has been filed under this 419 section or to a court under section 4123.512 of the Revised Code, 420 the expiration of the time limitations for the filing of an appeal 421 of an order; 422

(4) The date of receipt by the employer of an order of a 423 district hearing officer, a staff hearing officer, or the 424 industrial commission issued under division (C), (D), or (E) of 425

this section.

(I) No medical benefits payable under this chapter or Chapter 427 4121., 4127., or 4131. of the Revised Code are payable until the 428 earlier of the following: 429

(1) The date of the issuance of the staff hearing officer's 430 order under division (D) of this section; 431

(2) The date of the final administrative or judicial 432 determination. 433

(J) Upon the final administrative or judicial determination 434 under this section or section 4123.512 of the Revised Code of an 435 appeal of an order to pay compensation, if a claimant is found to 436 have received compensation pursuant to a prior order which is 437 reversed upon subsequent appeal, the claimant's employer, if a 438 self-insuring employer, or the bureau, shall withhold from any 439 amount to which the claimant becomes entitled pursuant to any 440 claim, past, present, or future, under Chapter 4121., 4123., 441 4127., or 4131. of the Revised Code, the amount of previously paid 442 compensation to the claimant which, due to reversal upon appeal, 443 the claimant is not entitled, pursuant to the following criteria: 444

(1) No withholding for the first twelve weeks of temporary 445 total disability compensation pursuant to section 4123.56 of the 446 Revised Code shall be made; 447

(2) Forty per cent of all awards of compensation paid 448 pursuant to sections 4123.56 and 4123.57 of the Revised Code, 449 until the amount overpaid is refunded; 450

(3) Twenty-five per cent of any compensation paid pursuant to 451 section 4123.58 of the Revised Code until the amount overpaid is 452 refunded; 453

(4) If, pursuant to an appeal under section 4123.512 of the 454 Revised Code, the court of appeals or the supreme court reverses 455

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456 the allowance of the claim, then no amount of any compensation 457 will be withheld.

The administrator and self-insuring employers, as 458 appropriate, are subject to the repayment schedule of this 459 division only with respect to an order to pay compensation that 460 was properly paid under a previous order, but which is 461 462 subsequently reversed upon an administrative or judicial appeal. The administrator and self-insuring employers are not subject to, 463 but may utilize, the repayment schedule of this division, or any 464 other lawful means, to collect payment of compensation made to a 465 person who was not entitled to the compensation due to fraud as 466 determined by the administrator or the industrial commission. 467

(K) If a staff hearing officer or the commission fails to 468 issue a decision or the commission fails to refuse to hear an 469 appeal within the time periods required by this section, payments 470 to a claimant shall cease until the staff hearing officer or 471 commission issues a decision or hears the appeal, unless the 472 failure was due to the fault or neglect of the employer or the 473 employer agrees that the payments should continue for a longer 474 period of time. 475

(L) Except as otherwise provided in this section or section 476 4123.522 of the Revised Code, no appeal is timely filed under this 477 section unless the appeal is filed with the time limits set forth 478 in this section. 479

(M) No person who is not an employee of the bureau or 480 commission or who is not by law given access to the contents of a 481 claims file shall have a file in the person's possession. 482

(N) Upon application of a party who resides in an area in 483 which an emergency or disaster is declared, the industrial 484 commission and hearing officers of the commission may waive the 485 time frame within which claims and appeals of claims set forth in 486

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this section must be filed upon a finding that the applicant was 487 unable to comply with a filing deadline due to an emergency or a 488 disaster. 489

As used in this division:

(1) "Emergency" means any occasion or instance for which the
governor of Ohio or the president of the United States publicly
declares an emergency and orders state or federal assistance to
save lives and protect property, the public health and safety, or
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to lessen or avert the threat of a catastrophe.

(2) "Disaster" means any natural catastrophe or fire, flood, 496
or explosion, regardless of the cause, that causes damage of 497
sufficient magnitude that the governor of Ohio or the president of 498
the United States, through a public declaration, orders state or 499
federal assistance to alleviate damage, loss, hardship, or 500
suffering that results from the occurrence. 501

 Section 2. That existing sections 4121.37, 4121.47, 4121.62,
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 4123.25, 4123.291, and 4123.511 and section 4121.48 of the Revised
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 Code are hereby repealed.
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Section 3. The Administrator of Workers' Compensation shall 505 submit a series of reports to the Workers' Compensation Oversight 506 Commission, the Office of Budget and Management, the Legislative 507 Service Commission, and the General Assembly semiannually during 508 the 2001-2003 biennium, beginning on or before October 1, 2001, 509 containing information relative to all of the following: 510

(A) The premium cost per worker, which reports the average
annual cost a state fund employer pays to provide workers'
compensation coverage for its employees. The premium cost per
state by adding together an employer's total
amounts of premiums and assessments paid during a calendar year
and dividing that sum by the employer's average number of workers.

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(B) The claims cost per worker, which reports the average
annual benefit cost paid for each worker who is employed by a
state fund employer during the preceding twelve months. The claims
cost per worker is calculated by dividing an employer's total
claim expenses paid during the preceding twelve months by the
claim expenses paid during the preceding twelve months by the
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(C) The administrative cost per claim, which reports the
average annual administrative expense a state fund employer pays
to process a claim. The administrative cost per claim is
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calculated by dividing an employer's total amount of
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administrative expenses incurred during the preceding twelve
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months by the total number of claims the employer processed.

(D) The direct loss ratio, which measures the relationship
 between an employer's revenues and workers' compensation benefits
 paid to an injured worker during the preceding twelve months;
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(E) The rate of return generated by investments of the Bureauof Workers' Compensation;533

(F) The customer service index, which accounts for various
statistical measures reflecting the bureau's customer service
levels;
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(G) The Health Partnership Program performance index, which
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measures the effectiveness of managed care organizations working
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for the bureau and reflects the quality of care, customer
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satisfaction, and cost of care provided by the managed care
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organizations;

(H) The rate of injury in the state per 1,000 workers; 542

(I) The average and median number of days the bureau takes to 543adjudicate an injured worker's medical bill fee; 544

(J) The return-to-work rate of state fund employers' injured 545 workers who do not receive workers' compensation benefits for at 546

547 least ninety days following their injury, which reports the number 548 of injured workers who returned to work as a percentage of total injuries;

(K) The average number of days it takes for an employer or 550 injured worker to report an injury to the bureau, which is 551 calculated by taking the average number of days between the date 552 of injury and the date the claim was filed with the bureau; 553

(L) The percentage of indemnity claims adjudicated by the 554 bureau within fourteen days of the injury. 555

Section 4. All items in this section are appropriated out of 556 any moneys in the state treasury to the credit of the designated 557 fund. For all appropriations made in this act, those in the first 558 column are for fiscal year 2002, and those in the second column 559 are for fiscal year 2003. 560

		BWC BUREAU OF WORKER	RS '	COMPENSATION		561
FND	ALI	ALI TITLE		FY 2002	FY 2003	562
Worł	kers' Com	pensation Fund Group				563
4Y6	855-612	J.L. Camera Center	\$	500,000	\$ 0	564
		Operating				
023	855-401	William Green Lease	\$	17,570,700	\$ 18,174,700	565
		Payments to OBA				
023	855-407	Claims, Risk & Medical	\$	133,919,528	\$ 141,539,537	566
		Management				
023	855-408	Fraud Prevention	\$	10,698,376	\$ 11,713,797	567
023	855-409	Administrative	\$	117,121,527	\$ 119,884,053	568
		Services				
023	855-410	Attorney General	\$	4,078,273	\$ 4,314,644	569
		Payments				
822	855-606	Coal Workers' Fund	\$	86,465	\$ 91,894	570
823	855-608	Marine Industry	\$	50,755	\$ 53,952	571
825	855-605	Disabled Workers	\$	668,280	\$ 693,764	572

Relief Fund

826 855-609 Safety & Hygiene	\$	18,888,294 \$	20,130,820	573
Operating				
TOTAL WCF Workers' Compensation				574
Fund Group		303,582,198 \$	316,597,161	575
TOTAL ALL BUDGET FUND GROUPS		303,582,198 \$	316,597,161	576
SAFETY AND HYGIENE				577

Notwithstanding section 4121.37 of the Revised Code, the578Administrator of Workers' Compensation shall transfer moneys from579the State Insurance Fund so that appropriation item 855-609,580Safety and Hygiene Operating, is provided \$18,888,294 in fiscal581year 2002 and \$20,130,820 in fiscal year 2003.582

WORKERS' COMPENSATION FRAUD UNIT

The Workers' Compensation Section Fund (Fund 195) shall 584 receive payments from the Bureau of Workers' Compensation at the 585 beginning of each quarter of each fiscal year to fund expenses of 586 the Workers' Compensation Fraud Unit of the Attorney General's 587 Office. Of the foregoing appropriation item 855-410, Attorney 588 General Payments, \$751,694 in fiscal year 2002 and \$773,151 in 589 fiscal year 2003 shall be used to provide these payments. 590

WILLIAM GREEN LEASE PAYMENTS

The foregoing appropriation item 855-401, William Green Lease 592 Payments to OBA, shall be used for lease payments to the Ohio 593 Building Authority, and these appropriations shall be used to meet 594 all payments at the times they are required to be made during the 595 period from July 1, 2001, to June 30, 2003, by the Bureau of 596 Workers' Compensation to the Ohio Building Authority pursuant to 597 leases and agreements made under Chapter 152. of the Revised Code 598 and Section 6 of Am. Sub. H.B. 743 of the 118th General Assembly. 599 Of the amounts received in Fund 023, appropriation item 855-401, 600 up to \$35,745,400 shall be restricted for lease rental payments to 601

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the Ohio Building Authority. If it is determined that additional appropriations are necessary for such purpose, such amounts are hereby appropriated.

Notwithstanding any other provision of law to the contrary,605all tenants of the William Green Building not funded by the606Workers' Compensation Fund (Fund 023) shall pay their fair share607of the costs of lease payments to the Workers' Compensation Fund608(Fund 023) by intrastate transfer voucher.609

CAMERA CENTER

The Camera Center Fund (Fund 4Y6) created in division (F) of 611 section 4121.62 of the Revised Code shall receive revenues raised 612 by the fees the Camera Center charges for its services and rent 613 paid by tenants of the Center's facilities. The foregoing 614 appropriation item 855-612, J.L. Camera Center Operating, shall be 615 used for expenses related to the closing of the center. On January 616 1, 2002, or as soon thereafter as possible, the Director of Budget 617 and Management shall transfer the cash balance in the Camera 618 Center Fund (Fund 4Y6) to the Administrative Fund (Fund 023). The 619 director shall cancel any existing encumbrances against 620 appropriation items 855-611, J.L. Camera Center Rent, and 855-612, 621 J.L. Camera Center Operating, and reestablish them against 622 appropriation item 855-409, Administrative Services (Fund 023). 623 624 These amounts are hereby appropriated.

The Bureau of Workers' Compensation shall not consider625appropriations made to the Camera Center Fund (Fund 4Y6) when626establishing administrative cost rates.627

OCCUPATIONAL SAFETY LOAN FUND

Not later than January 1, 2002, the Administrator of Workers'629Compensation shall transfer the cash balance in the Occupational630Safety Loan Fund established in former section 4121.48 of the631Revised Code to the Safety and Hygiene Fund (Fund 826) created in632

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section 4121.37 of the Revised Code.

BALANCES

Notwithstanding any provision of law to the contrary, the 635 Director of Budget and Management shall make any transfers of cash 636 balances between funds made necessary by the creation of new funds 637 or the consolidation of funds as authorized by the General 638 Assembly. Within the first five days after the effective date of 639 this section, the administering agency head shall certify to the 640 director an estimate of the amount of the cash balance to be 641 transferred to the receiving fund. The director may transfer the 642 estimated amount when needed to make payments. Within thirty days 643 after the effective date of this section, the administering agency 644 head shall certify the final amount to the director. The director 645 shall transfer the difference between any estimated amount 646 previously transferred and such certified final amount. 647

To implement funding changes as described above pertaining to 648 prior year encumbrance balances and commensurate appropriation 649 authority, in fiscal year 2002 the Director of Budget and 650 Management may cancel encumbrances outstanding on June 30, 2001, 651 and reestablish such prior year encumbrances or parts of 652 encumbrances as needed in fiscal year 2002 in the appropriate fund 653 or appropriation item as authorized in this act for the same 654 purpose and to the same vendor. As determined by the director, the 655 appropriation authority necessary to reestablish such prior year 656 encumbrances in fiscal year 2000 in a different fund or 657 appropriation item within an agency or between agencies is 658 authorized. The director shall reduce each prior year's 659 appropriation authority by the amount of the encumbrances canceled 660 in their respective funds and appropriation items. 661

VOCATIONAL REHABILITATION

The Bureau of Workers' Compensation and the Rehabilitation 663

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Services Commission shall enter into an interagency agreement for the provision of vocational rehabilitation services and staff to mutually eligible clients. The bureau shall provide \$554,033 in fiscal year 2002 and \$570,654 in fiscal year 2003 from the State Insurance Fund to fund vocational rehabilitation services and staff in accordance with the interagency agreement. 664 665 665 666 667 668 669

FUND BALANCE

Any unencumbered cash balance in excess of \$45,000,000 in the 671 Workers' Compensation Fund (Fund 023) on the thirtieth day of June 672 of each fiscal year shall be used to reduce the administrative 673 cost rate charged to employers to cover appropriations for Bureau 674 of Workers' Compensation and Industrial Commission operations. 675

Section 5. LAW GENERALLY APPLICABLE TO APPROPRIATIONS

Law contained in the main operating appropriations act of the 677 124th General Assembly that applies generally to the 678 appropriations made in that act also applies generally to the 679 appropriations made in this act. 680

Section 6. The codified sections of law amended in this act, 681 and the items of law of which the codified sections of law amended 682 in this act are composed, are subject to the referendum. 683 Therefore, under Ohio Constitution, Article II, Section 1c and 684 section 1.471 of the Revised Code, the codified sections of law 685 amended by this act, and the items of law of which the codified 686 sections of law as amended by this act are composed, take effect 687 on the ninety-first day after this act is filed with the Secretary 688 of State. If, however, a referendum petition is filed against any 689 such codified section of law as amended by this act, or against 690 any item of law of which any such codified section of law as 691 amended by this act is composed, the codified section of law as 692 amended, or item of law, unless rejected at the referendum, takes 693

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effect at the earliest time permitted by law. 694

Section 7. The repeal by this act of a codified section of 695 law is subject to the referendum. Therefore, under Ohio 696 Constitution, Article II, Section 1c and section 1.471 of the 697 Revised Code, the repeal takes effect on the ninety-first day 698 after this act is filed with the Secretary of State. If, however, 699 700 a referendum petition is filed against the repeal, the repeal, unless rejected at the referendum, takes effect at the earliest 701 time permitted by law. 702

Section 8. Section 4121.62 of the Revised Code, as amended by 703 this act, is subject to the referendum and takes effect January 1, 704 2002. 705

This section is subject to the referendum, together with 706 section 4121.62 of the Revised Code as amended by this act. 707

section 9. The uncodified sections of law enacted in this 708 act, and the items of law of which the uncodified sections of law 709 enacted in this act are composed, are not subject to the 710 referendum. Therefore, under Ohio Constitution, Article II, 711 Section 1d and section 1.471 of the Revised Code, the uncodified 712 sections of law enacted in this act, and the items of law of which 713 the uncodified sections of law enacted in this act are composed, 714 go into immediate effect when this act becomes law. 715

Section 10. If the amendment in this act of a codified 716 section of law is subject to the referendum, the corresponding 717 indications in the amending and existing repeal clauses commanding 718 the amendment also are subject to the referendum, along with the 719 amendment. 720

Section 11. An item, other than an amending or repealing

clause, that composes the whole or part of an uncodified section 722 contained in this act has no effect after June 30, 2003, unless 723 its context clearly indicates otherwise. 724

Section 12. If any item of law that constitutes the whole or 725 part of a codified or uncodified section of law contained in this 726 act, or if any application of any item of law that constitutes the 727 whole or part of a codified or uncodified section of law contained 728 in this act, is held invalid, the invalidity does not affect other 729 730 items of law or applications of items of law that can be given effect without the invalid item of law or application. To this 731 end, the items of law of which the codified and uncodified 732 sections contained in this act are composed, and their 733 applications, are independent and severable. 734