As Introduced

127th General Assembly Regular Session 2007-2008

H. B. No. 397

Representatives Szollosi, Wagoner

Cosponsors: Representatives Dyer, Barrett, Okey, McGregor, J., Evans, Yuko, Harwood, Mallory, Brown, Williams, S., Patton, Stebelton

A BILL

То	amend section 4123.01 of the Revised Code to	1
	exempt individuals covered under the federal	2
	Longshore and Harbor Workers' Compensation Act	3
	from coverage under Ohio's Workers' Compensation	4
	Law unless an employer elects to provide such	5
	coverage.	6

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

Section 1. That section 4123.01 of the Revised Code be	7			
amended to read as follows:				
Sec. 4123.01. As used in this chapter:	9			
(A)(1) "Employee" means:	10			
(a) Every person in the service of the state, or of any	11			
county, municipal corporation, township, or school district				
therein, including regular members of lawfully constituted police				
and fire departments of municipal corporations and townships,				
whether paid or volunteer, and wherever serving within the state	15			
or on temporary assignment outside thereof, and executive officers	16			
of boards of education, under any appointment or contract of hire,	17			
express or implied, oral or written, including any elected	18			

official of the state, or of any county, municipal corporation, or	19
township, or members of boards of education.	20
As used in division (A)(1)(a) of this section, the term	21
"employee" includes the following persons when responding to an	22
inherently dangerous situation that calls for an immediate	23
response on the part of the person, regardless of whether the	24
person is within the limits of the jurisdiction of the person's	25
regular employment or voluntary service when responding, on the	26
condition that the person responds to the situation as the person	27
otherwise would if the person were on duty in the person's	28
jurisdiction:	29
(i) Off-duty peace officers. As used in division (A)(1)(a)(i)	30
of this section, "peace officer" has the same meaning as in	31
section 2935.01 of the Revised Code.	32
(ii) Off-duty firefighters, whether paid or volunteer, of a	33
lawfully constituted fire department.	34
(iii) Off-duty first responders, emergency medical	35
technicians-basic, emergency medical technicians-intermediate, or	36
emergency medical technicians-paramedic, whether paid or	37
volunteer, of an ambulance service organization or emergency	38
medical service organization pursuant to Chapter 4765. of the	39
Revised Code.	40
(b) Every person in the service of any person, firm, or	41
private corporation, including any public service corporation,	42
that (i) employs one or more persons regularly in the same	43
business or in or about the same establishment under any contract	44
of hire, express or implied, oral or written, including aliens and	45

minors, household workers who earn one hundred sixty dollars or 46
more in cash in any calendar quarter from a single household and 47
casual workers who earn one hundred sixty dollars or more in cash 48
in any calendar quarter from a single employer, or (ii) is bound 49

by any such contract of hire or by any other written contract, to	50
pay into the state insurance fund the premiums provided by this	51
chapter.	52
(c) Every person who performs labor or provides services	53
pursuant to a construction contract, as defined in section 4123.79	54
of the Revised Code, if at least ten of the following criteria	55
apply:	56
(i) The person is required to comply with instructions from	57
the other contracting party regarding the manner or method of	58
performing services;	59
(ii) The person is required by the other contracting party to	60
have particular training;	61
(iii) The person's services are integrated into the regular	62
functioning of the other contracting party;	63
(iv) The person is required to perform the work personally;	64
(v) The person is hired, supervised, or paid by the other	65
contracting party;	66
(vi) A continuing relationship exists between the person and	67
the other contracting party that contemplates continuing or	68
recurring work even if the work is not full time;	69
(vii) The person's hours of work are established by the other	70
contracting party;	71
(viii) The person is required to devote full time to the	72
business of the other contracting party;	73
(ix) The person is required to perform the work on the	74
premises of the other contracting party;	75
(x) The person is required to follow the order of work set by	76
the other contracting party;	77
(xi) The person is required to make oral or written reports	78

of progress to the other contracting party;

(xii) The person is paid for services on a regular basis such	80
as hourly, weekly, or monthly;	81
(xiii) The person's expenses are paid for by the other	82
contracting party;	83
(xiv) The person's tools and materials are furnished by the	84
other contracting party;	85
(xv) The person is provided with the facilities used to	86
perform services;	87
(xvi) The person does not realize a profit or suffer a loss	88
as a result of the services provided;	89
(xvii) The person is not performing services for a number of	90
employers at the same time;	91
(xviii) The person does not make the same services available	92
to the general public;	93
(xix) The other contracting party has a right to discharge	94
the person;	95
(xx) The person has the right to end the relationship with	96
the other contracting party without incurring liability pursuant	97
to an employment contract or agreement.	98
Every person in the service of any independent contractor or	99
subcontractor who has failed to pay into the state insurance fund	100
the amount of premium determined and fixed by the administrator of	101
workers' compensation for the person's employment or occupation or	102
if a self-insuring employer has failed to pay compensation and	103
benefits directly to the employer's injured and to the dependents	104
of the employer's killed employees as required by section 4123.35	105
of the Revised Code, shall be considered as the employee of the	106
person who has entered into a contract, whether written or verbal,	107
with such independent contractor unless such employees or their	108

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(2) "Employee" does not mean: 111 (a) A duly ordained, commissioned, or licensed minister or 112 assistant or associate minister of a church in the exercise of 113 114 ministry; (b) Any officer of a family farm corporation; 115 (c) An individual incorporated as a corporation; or 116 (d) An individual who otherwise is an employee of an employer 117 but who signs the waiver and affidavit specified in section 118 4123.15 of the Revised Code on the condition that the 119 administrator has granted a waiver and exception to the 120 individual's employer under section 4123.15 of the Revised Code: 121 (e) An individual who is covered under the federal "Longshore 122 and Harbor Workers' Compensation Act," 98 Stat. 1639, 33 U.S.C. 123 901 et seq. 124 Any employer may elect to include as an "employee" within 125 this chapter, any person excluded from the definition of 126 "employee" pursuant to division (A)(2) of this section. If an 127 employer is a partnership, sole proprietorship, individual 128 incorporated as a corporation, or family farm corporation, such 129 employer may elect to include as an "employee" within this 130 chapter, any member of such partnership, the owner of the sole 131 proprietorship, the individual incorporated as a corporation, or 132 the officers of the family farm corporation. In the event of an 133 election, the employer shall serve upon the bureau of workers' 134 compensation written notice naming the persons to be covered, 135 include such employee's remuneration for premium purposes in all 136 future payroll reports, and no person excluded from the definition 137 of "employee" pursuant to division (A)(2) of this section, 138 proprietor, individual incorporated as a corporation, or partner 139

legal representatives or beneficiaries elect, after injury or

death, to regard such independent contractor as the employer.

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shall	be	deemed	an	employee	e within	this	division	until	the	140
employ	yer	has ser	cvec	l such no	otice.					141

For informational purposes only, the bureau shall prescribe 142 such language as it considers appropriate, on such of its forms as 143 it considers appropriate, to advise employers of their right to 144 elect to include as an "employee" within this chapter a sole 145 proprietor, any member of a partnership, an individual 146 incorporated as a corporation, the officers of a family farm 147 corporation, or a person excluded from the definition of 148 "employee" under division (A)(2) of this section, that they should 149 check any health and disability insurance policy, or other form of 150 health and disability plan or contract, presently covering them, 151 or the purchase of which they may be considering, to determine 152 whether such policy, plan, or contract excludes benefits for 153 illness or injury that they might have elected to have covered by 154 workers' compensation. 155

(B) "Employer" means:

(1) The state, including state hospitals, each county,
municipal corporation, township, school district, and hospital
owned by a political subdivision or subdivisions other than the
state;

(2) Every person, firm, professional employer organization as 161 defined in section 4125.01 of the Revised Code, and private 162 corporation, including any public service corporation, that (a) 163 has in service one or more employees or shared employees regularly 164 in the same business or in or about the same establishment under 165 any contract of hire, express or implied, oral or written, or (b) 166 is bound by any such contract of hire or by any other written 167 contract, to pay into the insurance fund the premiums provided by 168 this chapter. 169

All such employers are subject to this chapter. Any member of 170

a firm or association, who regularly performs manual labor in or 171 about a mine, factory, or other establishment, including a 172 household establishment, shall be considered an employee in 173 determining whether such person, firm, or private corporation, or 174 public service corporation, has in its service, one or more 175 employees and the employer shall report the income derived from 176 such labor to the bureau as part of the payroll of such employer, 177 and such member shall thereupon be entitled to all the benefits of 178 an employee. 179

(C) "Injury" includes any injury, whether caused by external 180
accidental means or accidental in character and result, received 181
in the course of, and arising out of, the injured employee's 182
employment. "Injury" does not include: 183

(1) Psychiatric conditions except where the claimant's 184 psychiatric conditions have arisen from an injury or occupational 185 disease sustained by that claimant or where the claimant's 186 psychiatric conditions have arisen from sexual conduct in which 187 the claimant was forced by threat of physical harm to engage or 188 participate; 189

(2) Injury or disability caused primarily by the naturaldeterioration of tissue, an organ, or part of the body;191

(3) Injury or disability incurred in voluntary participation
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 in an employer-sponsored recreation or fitness activity if the
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 employee signs a waiver of the employee's right to compensation or
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 benefits under this chapter prior to engaging in the recreation or
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 fitness activity;

(4) A condition that pre-existed an injury unless that
pre-existing condition is substantially aggravated by the injury.
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Such a substantial aggravation must be documented by objective
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diagnostic findings, objective clinical findings, or objective
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test results. Subjective complaints may be evidence of such a

substantial aggravation. However, subjective complaints without 202 objective diagnostic findings, objective clinical findings, or 203 objective test results are insufficient to substantiate a 204 substantial aggravation. 205

(D) "Child" includes a posthumous child and a child legally 206 adopted prior to the injury. 207

(E) "Family farm corporation" means a corporation founded for 208 the purpose of farming agricultural land in which the majority of 209 the voting stock is held by and the majority of the stockholders 210 are persons or the spouse of persons related to each other within 211 the fourth degree of kinship, according to the rules of the civil 212 law, and at least one of the related persons is residing on or 213 actively operating the farm, and none of whose stockholders are a 214 corporation. A family farm corporation does not cease to qualify 215 under this division where, by reason of any devise, bequest, or 216 the operation of the laws of descent or distribution, the 217 ownership of shares of voting stock is transferred to another 218 person, as long as that person is within the degree of kinship 219 stipulated in this division. 220

(F) "Occupational disease" means a disease contracted in the 221 course of employment, which by its causes and the characteristics 222 of its manifestation or the condition of the employment results in 223 a hazard which distinguishes the employment in character from 224 employment generally, and the employment creates a risk of 225 contracting the disease in greater degree and in a different 226 manner from the public in general.

(G) "Self-insuring employer" means an employer who is granted 228 the privilege of paying compensation and benefits directly under 229 section 4123.35 of the Revised Code, including a board of county 230 commissioners for the sole purpose of constructing a sports 231 facility as defined in section 307.696 of the Revised Code, 232 provided that the electors of the county in which the sports 233

facility is to be built have approved construction of a sports					
facility by ballot election no later than November 6, 1997.					
(H) "Public employer" means an employer as defined in	236				
division (B)(1) of this section.	237				
(I) "Sexual conduct" means vaginal intercourse between a male	238				
and female; anal intercourse, fellatio, and cunnilingus between	239				
persons regardless of gender; and, without privilege to do so, the	240				
insertion, however slight, of any part of the body or any					
instrument, apparatus, or other object into the vaginal or anal					
cavity of another. Penetration, however slight, is sufficient to					
complete vaginal or anal intercourse.					
Section 2. That existing section 4123.01 of the Revised Code	245				
is hereby repealed.					
Section 3. This act applies to all claims pursuant to	247				
Chapters 4121., 4123., 4127., and 4131. of the Revised Code					

arising on and after the effective date of this act. 249