By: Hinojosa, et al.

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## A BILL TO BE ENTITLED

1 AN ACT relating to liability, payment, and death benefits for certain 2 3 workers' compensation claims. Δ BE IT ENACTED BY THE LEGISLATURE OF THE STATE OF TEXAS: SECTION 1. Section 607.055, Government Code, is amended to 5 6 read as follows: (a) A firefighter or emergency 7 Sec. 607.055. CANCER. medical technician who suffers from cancer resulting in death or 8 total or partial disability is presumed to have developed the 9 cancer during the course and scope of employment as a firefighter or 10 emergency medical technician if: 11 12 (1)the firefighter or emergency medical technician: 13 (A) regularly responded on the scene to calls 14 involving fires or fire fighting; or 15 (B) regularly responded to an event involving the documented release of radiation or a known or suspected carcinogen 16 17 while the person was employed as a firefighter or emergency medical technician; and 18 19 (2) the cancer is [known to be associated with fire fighting or exposure to heat, smoke, radiation, or a known or 20 suspected carcinogen, as] described by Subsection (b). 21 22 (b) This section applies only to: 23 (1) cancer that originates at the stomach, colon, 24 rectum, skin, prostate, testis, or brain;

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1	(2) non-Hodgkin's lymphoma;
2	(3) multiple myeloma;
3	(4) malignant melanoma; and
4	(5) renal cell carcinoma [ <del>a type of cancer that may be</del>
5	caused by exposure to heat, smoke, radiation, or a known or
6	suspected carcinogen as determined by the International Agency for
7	Research on Cancer].
8	SECTION 2. Section 409.021, Labor Code, is amended by
9	adding Subsection (a-3) to read as follows:
10	(a-3) An insurance carrier is not required to comply with
11	Subsection (a) if the claim seeks to recover benefits under
12	Subchapter B, Chapter 607, Government Code, and, not later than the
13	15th day after the date on which the insurance carrier received
14	written notice of the injury, the insurance carrier has provided
15	the employee with a notice that describes the evidence the carrier
16	reasonably believes is necessary to complete its investigation of
17	the compensability of the injury. The commissioner shall adopt
18	rules as necessary to implement this subsection.
19	SECTION 3. Section 409.022, Labor Code, is amended by
20	adding Subsection (d-1) to read as follows:
21	(d-1) An insurance carrier has not committed an
22	administrative violation and has reasonable grounds for a refusal
23	to pay benefits if the carrier has sent notice to the employee as
24	required by Subsection (d) or Section 409.021(a-3).
25	SECTION 4. Section 415.021, Labor Code, is amended by
26	adding Subsection (c-2) to read as follows:
27	(c-2) In determining whether to assess any sanctions, an

administrative penalty, or another remedy authorized by this 1 2 subtitle, the commissioner shall consider whether: 3 (1) the employee has cooperated with the insurance 4 carrier's investigation of the claim; and 5 (2) the employee has timely authorized access to the applicable medical records before the insurance carrier's 6 7 deadline: (A) to begin payment of benefits; or 8 (B) to notify the division and the employee of 9 its refusal to pay benefits. 10 SECTION 5. Section 504.053(e), Labor Code, is amended to 11 read as follows: 12 13 (e) Nothing in this chapter waives sovereign immunity or creates a new cause of action, except that a political subdivision 14 that self-insures either individually or collectively is liable 15 16 for<u>:</u> 17 (1) sanctions, administrative penalties, and other remedies authorized under Chapter 415; 18 (2) attorney's fees as provided by Section 408.221(c); 19 20 and (3) attorney's fees as provided by Section 417.003. 21 22 SECTION 6. Subchapter D, Chapter 504, Labor Code, is amended by adding Section 504.074 to read as follows: 23 Sec. 504.074. SELF-INSURANCE ACCOUNT FOR CERTAIN DEATH 24 25 BENEFITS. (a) A pool or a political subdivision that self-insures may establish an account for the payment of death benefits for a 26 27 compensable injury to a firefighter or emergency medical technician

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1 described by Section 607.055, Government Code.

2 (b) An account established under this section may 3 accumulate assets in an amount that the pool or political 4 subdivision, in its sole discretion, determines is necessary in 5 order to pay death benefits described by Subsection (a). The 6 establishment of an account under this section or the amount of 7 assets accumulated in the account does not affect the liability of a 8 pool or political subdivision for the payment of death benefits.

9 (c) Chapter 2256, Government Code, does not apply to the investment of assets in an account established under this section. 10 11 A pool or political subdivision investing or reinvesting the assets of an account shall exercise the judgment and care, under the 12 13 circumstances, that a person of prudence, discretion, and intelligence would exercise in the management of the person's own 14 affairs, considering the probable income to be derived and the 15 probable safety of capital. A determination of whether the pool or 16 political subdivision exercised prudence in making an investment 17 decision shall be made by considering the investment of all assets 18 of the account rather than by considering the prudence of a single 19 20 investment.

SECTION 7. Section 607.055, Government Code, as amended by this Act, applies only to a claim for workers' compensation benefits filed on or after the effective date of this Act. A claim filed before that date is governed by the law as it existed on the date the claim was filed, and the former law is continued in effect for that purpose.

27 SECTION 8. The commissioner of workers' compensation shall

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1 adopt the rules required by Section 409.021(a-3), Labor Code, as 2 added by this Act, as soon as practicable after the effective date 3 of this Act.

Section 504.053(e)(1), Labor Code, as added 4 SECTION 9. (a) by this Act, applies only to an administrative violation that 5 occurs on or after the effective date of this Act. 6 An 7 administrative violation that occurs before the effective date of this Act is governed by the law applicable to the violation 8 9 immediately before the effective date of this Act, and that law is 10 continued in effect for that purpose.

(b) Section 504.053(e)(2), Labor Code, as added by this Act, applies only to a claim for workers' compensation benefits filed on or after the effective date of this Act. A claim filed before the effective date of this Act is governed by the law in effect on the date the claim was filed, and the former law is continued in effect for that purpose.

17 SECTION 10. This Act takes effect immediately if it 18 receives a vote of two-thirds of all the members elected to each 19 house, as provided by Section 39, Article III, Texas Constitution. 20 If this Act does not receive the vote necessary for immediate 21 effect, this Act takes effect September 1, 2019.