ASSEMBLY BILL

No. 1155

Introduced by Assembly Members Alejo, Roger Hernández, and Lara

(Coauthors: Assembly Members Allen, Ammiano, Cedillo, Dickinson, Eng, Fong, Furutani, Hueso, Ma, Mendoza, Monning, and Swanson)

(Coauthors: Senators Hancock, Rubio, and Steinberg)

February 18, 2011

An act to amend Sections 3600 and 4663 of the Labor Code, relating to workers' compensation.

LEGISLATIVE COUNSEL'S DIGEST

AB 1155, as introduced, Alejo. Workers' compensation.

(1) Existing law establishes a workers' compensation system, administered by the Administrative Director of the Division of Workers' Compensation, to compensate an employee for injuries sustained in the course of his or her employment.

This bill would provide that a workers' compensation claim shall not be denied because the employee's injury or death was related to the employee's race, religious creed, color, national origin, age, gender, marital status, sex, sexual orientation, or genetic characteristics.

This bill would also state the intent of the Legislature to enact legislation that would apply employment discrimination protections to workers' compensation law in order to prohibit the wrongful reduction or denial of workers' compensation benefits.

(2) Existing law requires any physician who prepares a report addressing the issue of permanent disability due to a claimed industrial injury to address the issue of causation of the permanent disability, and

requires that the report include an apportionment determination in order to be considered complete on the issue of permanent disability.

This bill would prohibit race, religious creed, color, national origin, age, gender, marital status, sex, sexual orientation, or genetic characteristics from being considered a cause or other factor of disability considered in any determination made pursuant to those provisions.

Vote: majority. Appropriation: no. Fiscal committee: no. State-mandated local program: no.

The people of the State of California do enact as follows:

1 SECTION 1. Section 3600 of the Labor Code is amended to 2 read:

3 3600. (a) Liability for the compensation provided by this 4 division, in lieu of any other liability whatsoever to any person except as otherwise specifically provided in Sections 3602, 3706, 5 6 and 4558, shall, without regard to negligence, exist against an employer for any injury sustained by his or her employees arising 7 8 out of and in the course of the employment and for the death of 9 any employee if the injury proximately causes death, in those cases 10 where the following conditions of compensation concur:

(1) Where, at the time of the injury, both the employer and the

employee are subject to the compensation provisions of this division.

(2) Where, at the time of the injury, the employee is performingservice growing out of and incidental to his or her employmentand is acting within the course of his or her employment.

(3) Where the injury is proximately caused by the employment,either with or without negligence.

19 (4) Where the injury is not caused by the intoxication, by alcohol

20 or the unlawful use of a controlled substance, of the injured

21 employee. As used in this paragraph, "controlled substance" shall

22 have the same meaning as prescribed in Section 11007 of the

23 Health and Safety Code.

24 (5) Where the injury is not intentionally self-inflicted.

(6) Where the employee has not willfully and deliberately causedhis or her own death.

27 (7) Where the injury does not arise out of an altercation in which

28 the injured employee is the initial physical aggressor.

1 (8) Where the injury is not caused by the commission of a 2 felony, or a crime—which *that* is punishable as specified in 3 subdivision (b) of Section 17 of the Penal Code, by the injured 4 employee, for which he or she has been convicted.

5 (9) Where the injury does not arise out of voluntary participation 6 in any off-duty recreational, social, or athletic activity not 7 constituting part of the employee's work-related duties, except 8 where these activities are a reasonable expectancy of, or are 9 expressly or impliedly required by, the employment. The 10 administrative director shall promulgate reasonable rules and 11 regulations requiring employers to post and keep posted in a 12 conspicuous place or places a notice advising employees of the 13 provisions of this subdivision. Failure of the employer to post the 14 notice shall not constitute an expression of intent to waive the 15 provisions of this subdivision.

16 (10) Except for psychiatric injuries governed by subdivision (e) 17 of Section 3208.3, where the claim for compensation is filed after 18 notice of termination or layoff, including voluntary layoff, and the 19 claim is for an injury occurring prior to the time of notice of 20 termination or layoff, no compensation shall be paid unless the 21 employee demonstrates by a preponderance of the evidence that 22 one or more of the following conditions apply:

(A) The employer has notice of the injury, as provided under
Chapter 2 (commencing with Section 5400), prior to the notice of
termination or layoff.

26 (B) The employee's medical records, existing prior to the notice 27 of termination or layoff, contain evidence of the injury.

(C) The date of injury, as specified in Section 5411, is
subsequent to the date of the notice of termination or layoff, but
prior to the effective date of the termination or layoff.

31 (D) The date of injury, as specified in Section 5412, is 32 subsequent to the date of the notice of termination or layoff.

For purposes of this paragraph, an employee provided notice pursuant to Sections 44948.5, 44949, 44951, 44955, 72411, 87740,

and 87743 of the Education Code shall be considered to have been

36 provided a notice of termination or layoff only upon a district's

37 final decision not to reemploy that person.

38 A notice of termination or layoff that is not followed within 60

39 days by that termination or layoff shall not be subject to the

40 provisions of this paragraph, and this paragraph shall not apply

1 until receipt of a later notice of termination or layoff. The issuance

2 of frequent notices of termination or layoff to an employee shall

3 be considered a bad faith personnel action and shall make this

4 paragraph inapplicable to the employee.

5 (b) Where an employee, or his or her dependents, receives the compensation provided by this division and secures a judgment 6 7 for, or settlement of, civil damages pursuant to those specific 8 exemptions to the employee's exclusive remedy set forth in 9 subdivision (b) of Section 3602 and Section 4558, the compensation paid under this division shall be credited against the 10 judgment or settlement, and the employer shall be relieved from 11 12 the obligation to pay further compensation to, or on behalf of, the 13 employee or his or her dependents up to the net amount of the 14 judgment or settlement received by the employee or his or her heirs, or that portion of the judgment as has been satisfied. 15

(c) For purposes of determining whether to grant or deny a 16 17 workers' compensation claim, if an employee is injured or killed 18 by a third party in the course of the employee's employment, no 19 personal relationship or personal connection shall be deemed to exist between the employee and the third party based only on a 20 21 determination that the third party injured or killed the employee 22 solely because of the third party's personal beliefs relating to his 23 or her perception of the employee's race, religious creed, color, national origin, age, gender, disability, sex, or sexual orientation. 24 25 (d) A workers' compensation claim shall not be denied because

26 the employee's injury or death was related to the employee's race,

27 religious creed, color, national origin, age, gender, marital status,
28 sex, sexual orientation, or genetic characteristics.

(e) For purposes of this section, "genetic characteristics" has
the same meaning as that term is defined in subdivision (d) of

31 Section 10123.3 of the Insurance Code.

32 SEC. 2. Section 4663 of the Labor Code is amended to read:

4663. (a) Apportionment of permanent disability shall be basedon causation.

(b) Any physician who prepares a report addressing the issue
of permanent disability due to a claimed industrial injury shall in
that report address the issue of causation of the permanent
disability.

39 (c) In order for a physician's report to be considered complete40 on the issue of permanent disability, the report must include an

apportionment determination. A physician shall make an 1 2 apportionment determination by finding what approximate 3 percentage of the permanent disability-was is caused by the direct 4 result of injury arising out of and occurring in the course of 5 employment and what approximate percentage of the permanent 6 disability-was is caused by other factors both before and subsequent 7 to the industrial injury, including prior industrial injuries. If the 8 physician is unable to include an apportionment determination in 9 his or her report, the physician shall state the specific reasons why 10 the physician-could not *cannot* make a determination of the effect of that prior condition on the permanent disability arising from the 11 12 injury. The physician shall then consult with other physicians or 13 refer the employee to another physician from whom the employee 14 is authorized to seek treatment or evaluation in accordance with 15 this division in order to make the final determination. Race, religious creed, color, national origin, age, gender, marital status, 16 17 sex, sexual orientation, or genetic characteristics shall not be 18 considered a cause or other factor of disability with regard to any 19 determination made under this section. 20 (d) An employee who claims an industrial injury shall, upon

21 request, disclose all previous permanent disabilities or physical 22 impairments.

23 (e) Subdivisions (a), (b), and (c) shall not apply to injuries or

24 illnesses covered under Sections 3212, 3212.1, 3212.2, 3212.3, 25 3212.4, 3212.5, 3212.6, 3212.7, 3212.8, 3212.85, 3212.9, 3212.10,

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3212.11, 3212.12, 3213, and 3213.2.

(f) For purposes of this section, "genetic characteristics" has 27 28 the same meaning as that term is defined in subdivision (d) of 29 Section 10123.3 of the Insurance Code.

30 SEC. 3. (a) The Legislature finds and declares all of the following: 31

32 (1) The federal and state constitutions, federal law, and state 33 statutes prohibit employment discrimination against individuals 34 on the basis of immutable characteristics, such as race, age, gender, 35 and sexual orientation, as well as other factors, such as religion 36 and marital status.

37 (2) Under the state's workers' compensation system, injured 38 workers or their dependents are entitled to certain benefits that 39 include compensation for permanent partial disability or death 40 arising out of, and in the course of, employment, without regard

1 to fault. In return, employers are shielded from civil liability in

2 any claims of negligence related to the employee's injury.

3 (3) Workers' compensation benefits have been reduced or denied

4 on the basis of personal characteristics of the employee that, if 5 applied in an employment context, would be prohibited

6 employment discrimination.

7 (b) It is the intent of the Legislature to enact legislation that

8 would apply employment discrimination protections to workers'

9 compensation law in order to prohibit the wrongful reduction or

10 denial of workers' compensation benefits.

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