

## FIRST REGULAR SESSION

# ONE HUNDRED AND THIRTEENTH LEGISLATURE

Legislative Document

No. 165

S.P. 79

In Senate, February 3, 1987

Reference to the Committee on Labor suggested and ordered printed.

JOY J. O'BRIEN, Secretary of the Senate Presented by Senator COLLINS of Aroostook. Cosponsored by Representative ZIRNKILTON of Mount Desert.

STATE OF MAINE

IN THE YEAR OF OUR LORD NINETEEN HUNDRED AND EIGHTY-SEVEN

1 AN ACT to Assure Proper Notice of Workers' 2 Compensation Claims. 3 4 Be it enacted by the People of the State of Maine as 5 follows: Sec. 1. 39 MRSA §51-B, sub-§3, as amended by PL 1985, c. 372, Pt. A, §9, is further amended to read: 6 7 8 3. Compensation for incapacity. The first payment of compensation for incapacity under section 9 54-A or 55-A is due and payable within 14 days after 10 the employer has notice or knowledge of the injury or 11 12 death as provided in section 63. In cases where the 13 employee did not lose time from work within 5 sched-14 uled work days following the injury, compensation for 15 incapacity under section 54-A or 55-A is due and pay-16 able within 14 days of the date the employee asserts

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1 te notifies the employer in writing that that lost 2 time is related to the injury. Subsequent incapacity 3 compensation benefit payments shall be made weekly 4 and in a timely fashion.

5 Sec. 2. 39 MRSA §63, as amended by PL 1973, c.
6 788, §227, is further amended to read:

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# §63. Notice of injury within 30 days

8 No proceedings for compensation under this Act, 9 except as provided, shall may be maintained unless a written notice of the injury shall have been given 10 11 within 30 days after the date thereof. Such notice 12 shall include the time, place and cause, and the na-13 ture of the injury, together with the name and address of the person injured. It shall be given by the 14 15 person injured or by a person in his behalf; or, in 16 the event of his death, by his legal representatives, 17 or by a dependent or by a person in behalf of either.

18 Such notice shall be given to the employer, or to 19 one employer if there are more employers than one; 20 or, if the employer is a corporation, to any official 21 thereof; or to any employee designated by the employ-22 as one to whom reports of accidents to employees er 23 should be made. It may be given to the general super-24 intendent or to the foreman in charge of the particu-25 lar work being done by the employee at the time of 26 injury. If the employee is self-employed, notice the 27 shall be given to the insurance carrier.

28 Sec. 3. 39 MRSA §64, as amended by PL 1973, c. 29 788, §228, is further amended to read:

30 §64. Sufficiency of notice; knowledge of employer; 31 extension of time for notice

32 A notice given under section 63 shall not be held 33 invalid or insufficient by reason of any inaccuracy 34 stating any of the facts therein required for in 35 proper notice, unless it is shown that it was the in-36 tention to mislead and that the employer was in fact 37 misled thereby. Want of such notice shall not be a 38 bar to proceedings under this Act if it be shown that 39 the employer or his agent had knowledge of the ±n−

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iury. Any time during which the employee is unable by 1 reason of physical or mental incapacity to give said 2 notice, or fails to do so on account of mistake 3 of 4 fact, shall not be included in the 30-day period 5 specified. In case of the death of the employee with-6 in said that period, there shall be allowed for giv-7 ing said notice 3 months after such death.

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#### STATEMENT OF FACT

9 The purpose of this bill is to assure that em-10 ployers and insurance carriers are given adequate notice of workers' compensation claims. Timely notice 11 is important to permit the employer and its insurance 12 13 carrier to determine whether the injury is work related, to take steps to assure prompt medical 14 attenand to conduct early investigation of the cir-15 tion cumstances of the injury. 16

17 Specifically, the bill address 2 problems related 18 to giving notice. First, the bill requires that notice of an injury be in writing. Prior to 1984, the 19 fact that the notice of injury could be given 20 orally 21 was less important because the notice did not auto-22 matically trigger benefits. At that time, benefits were not payable until a formal petition was filed by the employee with the Workers' Compensation Commis-23 24 25 sion. In 1983 the Legislature enacted the Maine Revised Statutes, Title 39, section 51-B, which pro-vides that if an employer does not file a "notice of 26 27 controversy" within 44 days after receiving notice of 28 injury, the employer "accepts" that the injury is 29 an compensable. As a result, a vague or casual comment 30 31 to a supervisor about a possible injury may start the 32 44-day time period without the employer or its insur-33 ance carrier ever realizing it until the 44 days have elapsed. As a result, this bill requires that the no-tice be in writing if the employee is physically or 34 35 36 mentally able to do so. This should greatly reduce 37 the chance of any misunderstanding.

38 Second, the bill addresses the problem of notice 39 in the case of self-employed persons. In <u>Daigle v.</u> 40 <u>Daigle</u>, 505 A.2d 778 (Me. 1986) the Maine Supreme Ju-41 dicial Court ruled in a 4 to 2 decision that the

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Workers' Compensation Act did not require employees who are self employed to give notice of an injury to the insurance carrier. In effect, they are only required to give notice to themselves as employers. This makes it impossible for the insurance carrier to do its job. This bill requires employees who are self insured to give notice of an injury directly to the insurance carrier.

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