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Legislative Document

No. 1101

H.P. 813

House of Representatives, February 18, 1997

An Act to Amend the Maine Workers' Compensation Act of 1992 as It Relates to Payment of Benefits Pending Appeal.

Reference to the Committee on Labor suggested and ordered printed.

JOSEPH W. MAYO, Clerk

Presented by Representative CLUKEY of Houlton. Cosponsored by Representatives: CARLETON of Wells, CROSS of Dover-Foxcroft, KNEELAND of Easton, MURPHY of Kennebunk, WHEELER of Bridgewater. Be it enacted by the People of the State of Maine as follows:

2 Sec. 1. 39-A MRSA §205, sub-§9, ¶B, as enacted by PL 1991, c. 885, Pt. A, §8 and affected by §§9 to 11, is amended to read: 4 In all circumstances other than the return to work or 6 в. increase in pay of the employee under paragraph A, if the employer, insurer or group self-insurer determines that the 8 employee is not eligible for compensation under this Act, the employer, insurer or group self-insurer may discontinue 10 or reduce benefits only in accordance with this paragraph. 12 (1)If no order or award of compensation or compensation scheme has been entered, the employer, 14 insurer or group self-insurer may discontinue or reduce benefits by sending a certificate by certified mail to 16 the employee and to the board, together with any information on which the employer, insurer or group 18 self-insurer relied to support the discontinuance or The employer may discontinue or reduce 20 reduction. benefits no earlier than 21 days from the date the The 22 certificate was mailed to the employee. certificate must advise the employee of the date when 24 the employee's benefits will be discontinued or reduced, as well as other information as prescribed by 26 the board, including the employee's appeal rights. order or award of compensation 28 (2) Ιf an or compensation scheme has been entered, the employer, 30 insurer or group self-insurer shall petition the board for an order to reduce or discontinue benefits and may not reduce or discontinue benefits until the-matter-has 32 been--finally - resolved - through - the - dispute - resolution procedures-of-this-Act,--any--appeal-proceedings--have 34 been---completed---and an order of reduction or discontinuance 36 has been entered the by board. Compensation must be reduced or discontinued from the

Sec. 2. 39-A MRSA §324, sub-§1, as enacted by PL 1991, c. 885, 42 Pt. A, §8 and affected by §§9 to 11, is amended to read:

provided in section 324, subsection 1.

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date of the board's underlying order or decision as

44 1. Order or decision. The employer or insurance carrier shall make compensation payments within 10 days after the receipt of notice of an approved agreement for payment of compensation or 46 within 10 days after any order or decision of the board awarding the 48 compensation. Ιf board enters а decision awarding compensation and an appeal is filed with the Law Court pursuant to section 322, payments may not be suspended while the appeal is 50 pending. If the board, after a review of incapacity pursuant to 52 section 205, subsection 9, paragraph B, subparagraph (2), issues

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an order or decision suspending or reducing compensation to an 2 employee, compensation must be suspended or reduced in accordance with and from the date of the board's order or decision, notwithstanding any motion for findings of fact or conclusions of 4 law filed pursuant to section 318 or any petition or appeal to the Law Court as provided in section 322. The employer or 6 insurer may recover from an employee payments made pending appeal 8 to the Law Court if and to the extent that the Law Court has decided that the employee was not entitled to the compensation 10 paid. The board has full jurisdiction to determine the amount of overpayment, if any, and the amount and schedule of repayment, if any. The board, in determining whether or not repayment should be 12 made and the extent and schedule of repayment, shall consider the financial situation of the employee and the employee's family and 14 may not order repayment that would work hardship or injustice. 16 **SUMMARY** 18

20 This bill provides that if the Workers' Compensation Board, after a review of incapacity, issues an order or decision 22 suspending or reducing compensation to an employee, compensation must be suspended or reduced in accordance with and from the date 24 of the board's order or decision.