

## **Bill Analysis**

Date prepared: February 9, 2021

**Katie Bruns**Policy Analyst
Workers' Compensation Division
503-947-7767

## HB 2915 -2

### **Brief summary**

Broadens the applicability of the heart/lung presumption to cities that offer an alternative program for police and fire employees (e.g. the City of Portland).

#### **Analysis**

#### What the law currently does

Workers' compensation claims are either an injury or occupational disease. An injury arises from an identifiable event or has an onset traceable to a discrete period of time. An occupational disease generally occurs more gradually, but, in specified circumstances, may include sudden conditions.

If a claim is categorized as an occupational disease, the worker usually has to show that work was the major cause of the condition. But, the law contains a "presumption" for certain types of claims. A presumption does not mean a claim is automatically accepted. Instead, it shifts the burden of proof. Without the presumption, *the worker* must establish that work was the major cause of the condition. With the presumption, *the employer/insurer* has a specified burden of proof to establish the condition was *not* caused by work. This specified burden varies depending on the presumption being applied.

The presumptions in the current law involve firefighters with specified heart/lung conditions, cancers, and mental disorders. The heart/lung presumption was the first of the three presumptions, and it went into effect in 1961. In addition to covering firefighters, the presumption for specified mental disorders also applies to other types of first responders, including police officers, as well as certain correction officers and parole/probation officers.

Each presumption has specified thresholds that must be met for it to apply. The following outlines the details for the heart/lung presumption:

#### Requirements for the heart/lung presumption to apply:

- Firefighter of a political division
- Completion of five or more years of employment as a firefighter

 Underwent a physical examination upon becoming a firefighter, or subsequently thereto, which failed to reveal any evidence of the heart/lung condition or impairment of health which preexisted employment.

What is an "occupational disease" under the heart/lung presumption: Death, disability or impairment of health caused by any disease of the lungs or respiratory tract, hypertension or cardiovascular-renal disease.

What is the burden of proof for a denial of a heart/lung claim covered under the presumption: The employer/insurer has to demonstrate with clear and convincing medical evidence that the cause of the condition or impairment is unrelated to the firefighter's employment.

Each of the presumptions apply to workers who are subject to ORS chapter 656. The cancer presumption and mental disorder presumption also apply to a city that provides a disability or retirement system for firefighters and police officers by ordinance or charter. Currently, this is only the City of Portland.

#### What will change if the bill is enacted

The heart/lung presumption will apply to a city that provides a disability or retirement system for firefighters and police officers by ordinance or charter. Currently, this is only the City of Portland.

The bill also adopts the time limitations under ORS 656.807(1) and (2) for occupational disease claims filed with these cities under this presumption. That statute requires a claim to be filed by whichever is the later of the following dates: (1) one year from the date the worker first discovered, or in the exercise of reasonable care should have discovered, the occupational disease; or (2) one year from the date the claimant becomes disabled, or is informed by a physician that the claimant is suffering from an occupational disease. If the occupational disease results in death, a claim may be filed within one year from the date the worker's beneficiary first discovered, or in the exercise of reasonable care should have discovered, that the cause of the worker's death was due to an occupational disease.

#### Likely impacts, results, or consequences if the bill is enacted

The number of compensable heart/lung claims will likely increase for the City of Portland. The department does not get claim data from the City of Portland Fire and Police Disability and Retirement Fund, so we cannot quantify the impact on their claims.

The department has data about heart/lung claims for workers who are currently covered under ORS chapter 656. In reviewing the claims based on the year the Form 801 was received, we identified the following information: In the years from 2001 through 2010, a total of ten disabling cardiovascular or respiratory claims were reported and ultimately accepted for firefighters and firefighting supervisors. From 2011 through 2019, there were a total of 28 disabling cardiovascular or respiratory claims reported and ultimately accepted for firefighters and firefighting supervisors. This data does not include firefighters or firefighting supervisors with the City of Portland.

The -1 amendment removes "and police officers" on page 2, line 26 to clarify the presumption will only apply to firefighters.

The -2 amendment declares an emergency so the bill takes effect immediately upon passage and clarifies the bill applies to claims filed after the effective date.

# Questions/relevant information for the bill sponsor or primary proponent

	-	
None.		
Legi	slative	e history
Has th	nis bill b	een introduced in a prior session?
□ No	⊠ Yes	Years 2020 Bill numbers HB 4062
Does	this bill	amend current state or federal law or programs?
□ No	⊠ Yes	Specify ORS Chapter 656
Is this	bill rela	ated to a legal decision?
⊠ No	☐ Yes	Case citation, AG opinion, date, etc.
Shoul	d anoth	er DCBS division review this measure?
⊠ No	□ Yes	Divisions
Othe	er imp	acts
Does	this bill	have a fiscal impact to DCBS?
⊠ No cities wl	☐ Yes no provide	☐ Unknown Explain DCBS does not handle disputes about firefighter claims with a disability or retirement system for firefighters by ordinance or charter.
Does	this bill	have an economic impact to stakeholders?
-		☐ Unknown Explain This bill would likely result in an increased number of ters' compensation claims for any city that provides a disability or retirement system for nance or charter (e.g., the City of Portland).

## **Sponsors**

Reps. Grayber and Sollman, and Sen. Wagner

## **Possible interested stakeholders**

Firefighters, insurers, employers, labor organizations for impacted groups, attorneys

## **Public policy topics**

☐ Agency operations	☐ Other lines of insurance
☐ Building codes	☐ Prescription drugs
$\square$ Financial institutions and lending	☐ Property and casualty insurance
☐ Health insurance	☐ Public records/public meetings law
$\square$ Involvement with other agencies	☐ Rulemaking
☐ Licensure	☐ Securities
☐ Manufactured structures	☐ Task force/reports
☑ MLAC legislative review	☐ Worker safety
☐ New program	⊠ Workers' compensation system
☐ Nondepository programs	☐ Other