SENATE SUBSTITUTE FOR HOUSE BILL NO. 4172

A bill to amend 1969 PA 317, entitled "Worker's disability compensation act of 1969," by amending section 405 (MCL 418.405), as amended by 2014 PA 515.

THE PEOPLE OF THE STATE OF MICHIGAN ENACT:

1 Sec. 405. (1) In the case of For a member of a fully paid fire 2 department of an airport operated by a county, public airport 3 authority, or state university or college; a member of a fully paid fire or police department of a city, township, or incorporated 4 village employed and compensated upon a full-time basis; a member 5 of a fully paid public fire authority employed and compensated upon 6 7 a full-time basis; a county sheriff and the deputies of the county sheriff; a member of the state police; a conservation officer; or 8 an officer of the motor carrier enforcement division of the 9





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1 department of state police, "personal injury" includes respiratory 2 and heart diseases, or illnesses resulting therefrom, that develop 3 or manifest themselves during a period while the member of the 4 department is in the active service of the department and that 5 result from the performance of duties for the department.

6 (2) A full-time member, and, beginning January 1, 2022 for a 7 cancer described in this subsection diagnosed on or after January 8 1, 2022, a part-time, paid on-call, or volunteer member, of a fully paid fire department or public fire authority, and, beginning 9 10 January 1, 2022 for a cancer described in this subsection diagnosed 11 on or after January 1, 2022, a former member who is in active service of the was a full-time, part-time, paid on-call, or 12 13 volunteer member of a fire department or public fire authority, who 14 has been employed or had 60 months or more in the active service of 15 in the department or public fire authority at the time the cancer manifests itself, and who is or was exposed to the hazards 16 incidental to fire suppression, rescue, or emergency medical 17 18 services in the performance of his or her work-related duties with 19 the department or authority shall suspend a claim he or she may 20 have against his or her employer under this act and may claim like 21 benefits from the Christopher R. Slezak first responder presumed 22 coverage fund created under subsection (6) for any respiratory 23 tract, bladder, skin, brain, kidney, blood, thyroid, testicular, prostate, or lymphatic, ovarian, breast, or non-HPV cervical 24 25 cancer. Beginning January 1, 2022 for a cancer described in this 26 subsection diagnosed on or after January 1, 2022, a full-time, 27 part-time, paid on-call, volunteer, or former forest fire officer 28 or fire/crash rescue officer who has or had 60 months or more 29 active service at the time the cancer manifests itself, and who is



or was exposed to the hazards incidental to fire suppression, 1 2 rescue, or emergency medical services in the performance of his or her work-related duties shall suspend a claim he or she may have 3 4 against his or her employer under this act and may claim like benefits from the Christopher R. Slezak first responder presumed 5 6 coverage fund created under subsection (6) for any respiratory 7 tract, bladder, skin, brain, kidney, blood, thyroid, testicular, 8 prostate, or lymphatic, ovarian, breast, or non-HPV cervical 9 **cancer.** The cancers described in this subsection are presumed to 10 arise out of and in the course of employment only with respect to a 11 claim against the fund and in the absence of non-work-related causation or specific incidents that establish a cause independent 12 of the employment. Neither mere evidence that the condition was 13 14 preexisting, nor an abstract medical opinion that the employment 15 was not the cause of the disease or condition, is sufficient to 16 overcome the presumption for purposes of a claim against the 17 Christopher R. Slezak first responder presumed coverage fund. The 18 presumption under this subsection may be rebutted by scientific 19 evidence that the member or former member of the fully paid fire 20 department or public fire authority was a substantial and consistent user of cigarettes or other tobacco products within the 21 22 10 years immediately preceding the date of injury, and that this 23 use was a significant factor in the cause, aggravation, or 24 progression of the cancer. The suspension of the member's or former 25 member's claim against his or her employer under this subsection is in effect only during the period the member receives like benefits 26 27 from the Christopher R. Slezak first responder presumed coverage 28 fund. If a redemption agreement between the Christopher R. Slezak 29 first responder presumed coverage fund and the claimant is



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approved, the suspension of a claim against an employer under this 1 subsection continues indefinitely. A claimant may not receive 2 benefits covering the same time period from both the Christopher R. 3 Slezak first responder presumed coverage fund and the employer. The 4 5 presumption created in this subsection applies only to a claim for 6 like benefits against the Christopher R. Slezak first responder 7 presumed coverage fund. For purposes of a claim against the Christopher R. Slezak first responder presumed coverage fund 8 9 created under subsection (6), a fire department or public fire 10 authority is considered the employer of a volunteer member.

11 (3) Respiratory and heart diseases or illnesses resulting 12 therefrom as described in subsection (1) are presumed to arise out 13 of and in the course of employment in the absence of evidence to 14 the contrary.

15 (4) As a condition precedent to filing an application for 16 benefits, a claimant described in subsection (1) or a claimant 17 under subsection (2) shall must first apply for and do all things 18 necessary to qualify for any pension benefits to which he or she, 19 or his or her decedent, may be entitled or shall must demonstrate 20 that he or she, or his or her decedent, is ineligible for any pension benefits. If a final determination is made that pension 21 benefits shall will not be awarded or that the claimant or his or 22 23 her decedent is ineligible for any pension benefits, then the presumption designation of "personal injury" as provided in 24 25 subsection (1) or the presumption under subsection (2) applies. The employer, or employee, or former member described in subsection (2) 26 27 may request 2 copies of the determination denying pension benefits, 1 copy of which shall must be filed with the workers' compensation 28 29 agency upon request.



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(5) If an employee described in subsection (1) or (2) or a
 former member described in subsection (2) is eligible for any
 pension benefits, that eligibility does not prohibit the employee
 or dependents of that employee from receiving benefits under
 section 315 for the medical expenses or portion of medical expenses
 that are not provided for by the pension program.

7 (6) The Christopher R. Slezak first responder presumed 8 coverage fund is created as a separate fund in the state treasury. 9 The state treasurer may receive money or other assets from any 10 source for deposit into the fund. The state treasurer shall direct 11 the investment of the fund. The state treasurer shall credit to the 12 fund interest and earnings from fund investments. The director shall be the administrator of the fund for auditing purposes. The 13 14 director shall expend money from the fund only for the purpose of 15 paying claims authorized under subsection (2) and costs of 16 administration. The department of treasury shall cause to be paid 17 from the Christopher R. Slezak first responder presumed coverage 18 fund those amounts and at those times as are prescribed by the 19 director to pay claims under subsection (2) pursuant to this 20 subsection and subsection (7). Money in the fund at the close of the fiscal year shall remain remains in the fund and shall does not 21 lapse to the general fund. If there is insufficient money in the 22 23 fund to pay claims authorized under subsection (2), claims that are 24 approved but not paid shall must be paid if fund revenues become 25 available, and those claims shall must be paid before subsequently approved claims. The director shall develop and implement a process 26 27 to notify the legislature that money in the Christopher R. Slezak first responder presumed coverage fund may be insufficient to cover 28 29 future claims when the director reasonably believes that within 60



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days the money in the fund will be insufficient to pay claims. The
 process shall, must, at a minimum, do all of the following:

3 (a) Identify a specific date by which the money in the fund4 will become insufficient to pay claims.

5 (b) Outline a clear process indicating the order in which6 claims pending with the fund will be paid.

7 (c) Outline a clear process indicating the order in which
8 claims that were pending with the fund when money became
9 insufficient will be paid, if money subsequently becomes available.

10 (7) The director shall develop the application, approval, and 11 compliance process necessary to operate and manage the Christopher 12 R. Slezak first responder presumed coverage fund. The director 13 shall develop and implement the use of an application form to be 14 used by a claimant for benefits payable by the fund under 15 subsection (2). When a claim under subsection (2) is received, the 16 director shall notify the employer against whom a claim is 17 suspended or the carrier. The employer or carrier may access all 18 information the agency receives respecting the claim and may 19 request that the agency obtain specific additional information. The 20 fund standards, quidelines, templates, and any other forms used by the director to implement the Christopher R. Slezak first responder 21 presumed coverage fund shall must be posted and maintained on the 22 23 department's website. The director shall review and consider claims 24 in the order in which they are received and shall approve or deny a 25 claim within 30 days after receipt of the claim.

26 (8) The director shall submit an annual report to the state
27 budget director and the senate and house of representatives
28 standing committees on appropriations not later than April 1 of
29 each year that includes, but is not limited to, all of the



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1 following:

2 (a) The total number of claims received under the Christopher
3 R. Slezak first responder presumed coverage fund in the immediately
4 preceding calendar year.

5 (b) The number of claims approved and the total dollar amount
6 of claims paid by the Christopher R. Slezak first responder
7 presumed coverage fund in the immediately preceding calendar year.

8 (c) The costs of administering the Christopher R. Slezak first
9 responder presumed coverage fund in the immediately preceding
10 calendar year.

11 (9) The department shall not implement the first responder
12 presumed coverage fund until the legislature has appropriated money
13 to the fund.

14 (9) (10) By March 31 of each year, the worker's compensation 15 agency shall report to the chairs of the appropriations committees 16 of the senate and the house of representatives the estimated amount 17 of both of the following:

18 (a) The anticipated cost of benefits in the next fiscal year
19 for claims authorized under subsection (2) and payable by the
20 Christopher R. Slezak first responder presumed coverage fund.

(b) The amount of any anticipated shortfall in the Christopher
R. Slezak first responder presumed coverage fund that would prevent
payment of claims under subsection (6) for the current fiscal year.

24 (10) (11) The Christopher R. Slezak first responder presumed
25 coverage fund has the same rights under this act as an employer or
26 carrier.



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