LEGISLATURE OF NEBRASKA

ONE HUNDRED FOURTH LEGISLATURE

FIRST SESSION

LEGISLATIVE BILL 363

Introduced by Nordquist, 7.

Read first time January 15, 2015

Committee: Business and Labor

- 1 A BILL FOR AN ACT relating to the Nebraska Workers' Compensation Act; to
- 2 amend section 48-125, Revised Statutes Cumulative Supplement, 2014;
- 3 to provide time limits and penalties for late payment of medical
- 4 payments; and to repeal the original section.
- 5 Be it enacted by the people of the State of Nebraska,

- 1 Section 1. Section 48-125, Revised Statutes Cumulative Supplement,
- 2 2014, is amended to read:
- 3 48-125 (1)(a) Except as hereinafter provided, all amounts of
- 4 compensation payable under the Nebraska Workers' Compensation Act shall
- 5 be payable periodically in accordance with the methods of payment of
- 6 wages of the employee at the time of the injury or death. Such payments
- 7 shall be sent directly to the person entitled to compensation or his or
- 8 her designated representative except as otherwise provided in section
- 9 48-149.
- 10 (b) Fifty percent shall be added for waiting time for all delinquent
- 11 payments after thirty days' notice has been given of disability or after
- 12 thirty days from the entry of a final order, award, or judgment of the
- 13 Nebraska Workers' Compensation Court, except that for any award or
- 14 judgment against the state in excess of one hundred thousand dollars
- 15 which must be reviewed by the Legislature as provided in section
- 16 48-1,102, fifty percent shall be added for waiting time for delinquent
- 17 payments thirty days after the effective date of the legislative bill
- 18 appropriating any funds necessary to pay the portion of the award or
- 19 judgment in excess of one hundred thousand dollars.
- 20 <u>(2) All medical payments payable under the Nebraska Workers'</u>
- 21 Compensation Act shall be payable within thirty days after notice has
- 22 been given or within thirty days after the entry of a final order, award,
- 23 <u>or judgment of the compensation court. If a medical payment is delinquent</u>
- 24 by thirty days or more, fifty percent shall be added to the amount
- 25 payable and shall be paid to the employee.
- $(3 \ 2)(a)$ Whenever the employer refuses payment of compensation or
- 27 medical payments subject to section 48-120, or when the employer neglects
- 28 to pay compensation for thirty days after injury or neglects to pay
- 29 medical payments subject to such section after thirty days' notice has
- 30 been given of the obligation for medical payments, and proceedings are
- 31 held before the compensation court, a reasonable attorney's fee shall be

- 1 allowed the employee by the compensation court in all cases when the
- 2 employee receives an award. Attorney's fees allowed shall not be deducted
- 3 from the amounts ordered to be paid for medical services nor shall
- 4 attorney's fees be charged to the medical providers.
- 5 (b) If the employer files an appeal from an award of a judge of the
- 6 compensation court and fails to obtain any reduction in the amount of
- 7 such award, the Court of Appeals or Supreme Court shall allow the
- 8 employee a reasonable attorney's fee to be taxed as costs against the
- 9 employer for such appeal.
- 10 (c) If the employee files an appeal from an order of a judge of the
- 11 compensation court denying an award and obtains an award or if the
- 12 employee files an appeal from an award of a judge of the compensation
- 13 court when the amount of compensation due is disputed and obtains an
- 14 increase in the amount of such award, the Court of Appeals or Supreme
- 15 Court may allow the employee a reasonable attorney's fee to be taxed as
- 16 costs against the employer for such appeal.
- 17 (d) A reasonable attorney's fee allowed pursuant to this subsection
- 18 shall not affect or diminish the amount of the award.
- 19 $(4\ 3)$ When an attorney's fee is allowed pursuant to this section,
- 20 there shall further be assessed against the employer an amount of
- 21 interest on the final award obtained, computed from the date compensation
- 22 was payable, as provided in section 48-119, until the date payment is
- 23 made by the employer, at a rate equal to the rate of interest allowed per
- 24 annum under section 45-104.01, as such rate may from time to time be
- 25 adjusted by the Legislature. Interest shall apply only to those weekly
- 26 compensation benefits awarded which have accrued as of the date payment
- 27 is made by the employer. If the employer pays or tenders payment of
- 28 compensation, the amount of compensation due is disputed, and the award
- 29 obtained is greater than the amount paid or tendered by the employer, the
- 30 assessment of interest shall be determined solely upon the difference
- 31 between the amount awarded and the amount tendered or paid.

LB363 2015 LB363 2015

1 Sec. 2. Original section 48-125, Revised Statutes Cumulative

2 Supplement, 2014, is repealed.