1	SENATE FLOOR VERSION
2	February 28, 2024 AS AMENDED
3	SENATE BILL NO. 1456 By: Treat of the Senate
4	and
5	Kannady of the House
6	
7	
8	[Workers' Compensation Court of Existing Claims - divisions - jurisdiction - costs - duty - appointment
9	
10	emergency]
11	
12	
13	BE IT ENACTED BY THE PEOPLE OF THE STATE OF OKLAHOMA:
14	SECTION 1. AMENDATORY 20 O.S. 2021, Section 30.14, is
15	amended to read as follows:
16	Section 30.14. A. 1 . In addition to the provisions of
17	Sections 30.1 through $\frac{30.12}{30.19}$ of Title 20 of the Oklahoma
18	Statutes, and in addition to the four permanent divisions
19	established by Section 30.2 of Title 20 of the Oklahoma Statutes,
20	the Court of Civil Appeals shall consist of as many additional
21	divisions as the Supreme Court may deem advisable to convene for
22	prompt disposition of its docket. Each division shall consist of
23	three Judges, at least two of whom shall concur in any decision. In
24	the exercise of its powers granted by Article VII, Section 6 of the

Oklahoma Constitution, the Supreme Court shall make temporary
assignments of judicial officers, active or retired, and lawyers,
having prior to their assignment the qualifications of a district
judge, to sit on a division of the Court of Civil Appeals convened
under the authority of this act section. Each division of the Court
of Civil Appeals shall select its presiding Judge. The Supreme
Court may prescribe by rule where the division shall sit and how

that Court shall conduct its business and practice before it.

- 2. The Court of Civil Appeals shall establish a division to be referred to as the Court of Existing Claims (CEC) Division of the Court of Civil Appeals which shall be vested with jurisdiction over all claims filed pursuant to the Workers' Compensation Code or previous statute in effect on the date of an injury that occurred before February 1, 2014. In no event does the CEC Division have jurisdiction over any claim arising on or after the effective date of this act.
- B. Each division of the Court of Civil Appeals convened under the authority of this act section shall have jurisdiction to determine or otherwise dispose of any case assigned to it by the Supreme Court, and its decisions, when final, shall be neither appealable to the Supreme Court nor be subject to reexamination by another division of the Court of Civil Appeals or by the Judges of that Court sitting en banc. The Supreme Court may recall a case from the Court of Civil Appeals; it may review a decision of the

- Court of Civil Appeals when a majority of its Justices direct that
 certiorari be granted. In any case assigned to it by the Supreme
 Court, the Court of Civil Appeals shall have the power to issue
 writs of habeas corpus, mandamus, quo warranto, certiorari, and
 - C. The opinions of the Court of Civil Appeals shall be written in the form prescribed by the Supreme Court. No opinion of the Court of Civil Appeals shall be binding or cited as a precedent unless it has been approved by the Supreme Court for publication in the official reporter. The Supreme Court shall prescribe by rule which opinion or decision, if any, of the Court of Civil Appeals shall be published in the unofficial reporter.
 - D. The jurisdiction, powers, duties and procedures of the Court of Civil Appeals shall be as provided by rules of the Supreme Court unless otherwise provided by statute.
 - E. No judicial officer, except as otherwise authorized by law, temporarily assigned to sit on the Court of Civil Appeals shall be entitled to additional compensation for judicial service on that Court. Expenses of judicial officers and lawyers assigned to the Court of Civil Appeals incurred in performing their duties shall be reimbursed pursuant to the State Travel Reimbursement Act, Section 500.1 et seq. of Title 74 of the Oklahoma Statutes.

prohibition.

- F. The Supreme Court shall prescribe by rule the scope of review it will afford when a petition for certiorari to the Court of Civil Appeals is filed.
- SECTION 2. AMENDATORY 85A O.S. 2021, Section 122, as amended by Section 1, Chapter 19, 1st Extraordinary Session, O.S.L. 2023 (85A O.S. Supp. 2023, Section 122), is amended to read as
 - Section 122. A. The Workers' Compensation Commission Revolving Fund established by Section 28.1 of this title shall be used for the costs of administering the Administrative Workers' Compensation Act and for other purposes as authorized by law.
 - B. For the purpose of providing funds for the Workers'

 Compensation Commission Revolving Fund, for the Workers'

 Compensation Court of Existing Claims (CEC) Division of the Court of

 Civil Appeals Administrative Fund created in Section 401.1 of this

 title, for the Multiple Injury Trust Fund created in Section 28 of

 this title, and to fund other provisions within this title, the

 following tax rates shall apply:
 - 1. Each mutual or interinsurance association, stock company,
 CompSource Mutual Insurance Company or other insurance carrier
 writing workers' compensation insurance in this state shall pay to
 the Oklahoma Tax Commission an assessment at a rate of one percent
 (1%) of all gross direct premiums written during each quarter of the
 calendar year for workers' compensation insurance on risks located

follows:

in this state after deducting from such gross direct premiums, return premiums, unabsorbed portions of any deposit premiums, policy dividends, safety refunds, savings and other similar returns paid or credited to policyholders. Such payments to the Oklahoma Tax Commission shall be made not later than the fifteenth day of the month following the close of each quarter of the calendar year in which such gross direct premium is collected or collectible. Contributions made by insurance carriers and CompSource Mutual Insurance Company, under the provisions of this section, shall be considered for the purpose of computing workers' compensation rates; and

2. When an employer is authorized to become a self-insurer, the Commission shall so notify the Oklahoma Tax Commission, giving the effective date of such authorization. The Oklahoma Tax Commission shall then assess and collect from the employers carrying their own risk an assessment at the rate of two percent (2%) of the total compensation for permanent total disability awards, permanent partial disability awards and death benefits paid out during each quarter of the calendar year by the employers. Such assessment shall be payable by the employers and collected by the Oklahoma Tax Commission according to the provisions of this section regarding payment and collection of the assessment created in paragraph 1 of this subsection.

C. It shall be the duty of the Oklahoma Tax Commission to collect the payments provided for in this title. The Oklahoma Tax Commission is hereby authorized to bring an action for the recovery of any delinquent or unpaid payments required in this section. The Oklahoma Tax Commission may also enforce payments by proceeding in accordance with the provisions of Section 98 of this title.

- D. The Oklahoma Tax Commission shall pay monthly to the State
 Treasurer to the credit of the Multiple Injury Trust Fund all monies
 collected under the provisions of this section, less the annual
 amounts which shall be apportioned by the Oklahoma Tax Commission,
 as follows; provided, however, if the fund in any one month is
 insufficient to make the required payments, the unpaid portion shall
 be paid as soon as funds become available:
- 1. Five Million Five Hundred Thousand Dollars (\$5,500,000.00) shall be payable each fiscal year in equal monthly installments to the credit of the Workers' Compensation Commission Revolving Fund established in Section 28.1 of this title to be used to implement the provisions of this title; and
- 2. One Million Seven Hundred Fifty Thousand Dollars (\$1,750,000.00) shall be payable in equal monthly installments to the credit of the Workers' Compensation Court of Existing Claims (CEC) Division of the Court of Civil Appeals Administrative Fund established in Section 401.1 of this title for the fiscal year ending June 30, 2023, and Two Hundred Fifty Thousand Dollars

- 1 (\$250,000.00) payable in equal monthly installments to such fund for
- 2 | the fiscal year beginning July 1, 2023, and each subsequent fiscal
- 3 year.
- 4 Monies deposited in the Workers' Compensation Court of Existing
- 5 | Claims (CEC) Division of the Court of Civil Appeals Administrative
- 6 | Fund shall be used by the Workers' Compensation Court of Existing
- 7 | Claims (CEC) Division to implement provisions provided for in this
- 8 | title. All unencumbered funds remaining in the Workers'
- 9 | Compensation Administration Court of Existing Claims (CEC) Division
- 10 of the Court of Criminal Appeals Administrative Fund on July 1,
- 11 | 2027, shall be transferred to the State Treasurer to be returned to
- 12 | the Multiple Injury Trust Fund.
- E. The refund provisions of Sections 227 through 229 of Title
- 14 | 68 of the Oklahoma Statutes shall be applicable to any payments made
- 15 pursuant to this section.
- 16 SECTION 3. AMENDATORY 85A O.S. 2021, Section 400, is
- 17 | amended to read as follows:
- 18 | Section 400. A. The Workers' Compensation Court of Existing
- 19 | Claims (CEC) shall be renamed the Workers' Compensation Court of
- 20 | Existing Claims (CEC) Division of the Court of Civil Appeals as
- 21 established by Section 30.14 of Title 20 of the Oklahoma Statutes
- 22 | for the purpose of hearing disputes relating to claims that arise
- 23 arose before February 1, 2014. The Court shall consist of the
- 24 existing judges for the remainder of his or her term. Each judge of

the Court shall continue to serve as the appointment to a designated
position on the Court. The terms of the judges by position number
shall expire on the following dates:

Position 4 shall expire 7-1-20.

4

5

6

7

8

9

10

11

12

13

14

15

16

17

18

19

20

21

22

23

24

Position 5 shall expire 7-1-20.

Position 8 shall expire 7-1-20.

Position 9 shall expire 7-1-20.

- B. Effective July 1, 2020 July 1, 2024, the Workers' Compensation Court of Existing Claims CEC Division of the Court of Civil Appeals shall consist of one judge to be appointed by the Governor, with confirmation by the Senate. The judge shall be appointed for a term to expire on July 1, 2022. The Governor shall select the judge from a list of three applicants submitted to the Governor by the Judicial Nominating Commission. If the list is not acceptable to the Governor, the Governor may request from the Judicial Nominating Commission a list of names of three additional applicants. Any present judge of the Court of Existing Claims may apply to the Judicial Nominating Commission for appointment to fill any position authorized by this section who currently serves as a member of the Court of Civil Appeals on a rotational basis as determined by the Chief Justice of the Supreme Court. Such appointment shall be an additional duty requirement.
- C. A judge may be removed for cause by the Court on the Judiciary prior to the expiration of his or her term.

D. Each judge shall receive a salary equal to that paid to a
district judge of this state, and shall devote full time to his or
her duties and shall not engage in the private practice of law
during the term in office.

- E. If a vacancy occurs on the Court of Existing Claims, the

 Governor shall appoint a judge to serve the remainder of the term

 from a list of three applicants submitted to the Governor by the

 Judicial Nominating Commission, with confirmation of the State

 Senate. If the list is not acceptable to the Governor, the Governor may request from the Judicial Nominating Commission a list of the names of three additional applicants.
- F. 1. Effective January 1, 2020 July 1, 2024, the Governor shall appoint an appointment of the Administrator of the Court of Existing Claims, who shall serve at the pleasure of the Governor.

 The Administrator shall be appointed by the Governor with the advice and consent of the Senate. The compensation for the Administrator shall be set at ninety percent (90%) of the compensation of a district court judge shall terminate, with all duties to be assumed by the Administrative Director of the Courts.
- 2. The Administrator <u>Director</u> shall employ and supervise the work of employees of the <u>CEC Division of the</u> Court <u>of Civil Appeals</u> and shall have the authority to expend funds and contract on behalf of the <u>Cec Division</u>. The <u>Administrator Director</u> may contract with the <u>Oklahoma Workers' Compensation Commission to provide</u>

- support services or personnel needs necessary to carry out the

 purposes of the <u>Court CEC Division</u> and shall supervise the work of

 any such personnel as necessary to maintain the <u>CEC Division of the</u>

 Court of Civil Appeals as a Court of Record.
- 5 G. D. The CEC Division of the Court of Existing Claims Civil Appeals shall contract with the Oklahoma Workers' Compensation 6 Commission to integrate its case management and records Information 7 Technology System into the system of the Oklahoma Workers' 8 9 Compensation Commission with such integration to be completed on or 10 before July 1, 2022 July 1, 2024. The CEC Division shall contract 11 with the Oklahoma Workers' Compensation Commission to pay for the 12 cost of such integration and costs associated with the maintenance and upgrades to the system. The Court Commission shall be entitled 13 to any fees generated for the retrieval of such data. 14
 - H. E. The Court CEC Division shall operate by the rules adopted by the Workers' Compensation Court prior to February 1, 2014.
 - I. F. The Court of Civil Appeals is hereby designated and confirmed as a court of record for any and all cases of the Court of Existing Claims Division, with respect to any matter within the limits of its jurisdiction, and within such limits the judges thereof shall possess the powers and prerogatives of the judges of the other courts of record of this state including the power to punish for contempt those persons who disobey a subpoena, or refuse

15

16

17

18

19

20

21

22

23

1 to be sworn or to answer as a witness, when lawfully ordered to do 2 so.

- J. G. The principal office CEC Division of the Court shall be situated in the City of Oklahoma City in quarters assigned by the Office of Management and Enterprise Services. The Court of Civil Appeals may hold hearings in any city of this state.
- K. H. All county commissioners, and presiding district judges of this state, or institutions of higher education shall make quarters available for the conducting of hearings by a judge of the Court CEC Division upon request by the Court.
- L. I. Judges The designated judge of the Workers' Compensation

 CEC Division of the Court of Existing Claims Civil Appeals may

 punish for direct contempt pursuant to Sections 565, 565.1 and 566

 of Title 21 of the Oklahoma Statutes.
- M. J. The CEC Division of the Court of Civil Appeals as established by Section 30.14 of Title 20 of the Oklahoma Statutes shall be vested with jurisdiction over all claims filed pursuant to the Workers' Compensation Code or previous statute in effect on the date of an injury that occurred before February 1, 2014. In no event does the CEC Division have jurisdiction over any claim arising on or after the effective date of this act. All claims so filed shall be heard by the judge sitting without a jury. The Court CEC Division shall have full power and authority to determine all questions in relation to payment of claims for compensation under

1 the provisions of the Workers' Compensation Code or previous statute in effect on the date of an injury that occurred before February 1, 2 2014. The Court CEC Division, upon application of either party, 3 shall order a hearing. Upon a hearing, either party may present 4 5 evidence and be represented by counsel. The decision of the Court designated judge of the CEC Division shall be final as to all 6 questions of fact and law; provided, the decision of the Court judge 7 may be appealed to the a division of the Court en bane of Civil 8 9 Appeals of which the judge is not a member, or the Supreme Court as 10 provided by the Workers' Compensation Code or previous statute in effect on the date of an injury that occurred before February 1, 11 12 2014. In the event that an insufficient number of active judges are available to comprise the three-judge en banc panel, retired or 13 former judges of the district court, Workers' Compensation Court or 14 Workers' Compensation Court of Existing Claims may be designated by 15 the Presiding Judge of the Court of Existing Claims as eligible to 16 serve on such panel. The Governor shall provide to the Court of 17 Existing Claims a list of designated judges eligible for service on 18 the Court en banc. The decision of the Court judge of the CEC 19 Division shall be issued within thirty (30) days following the 20 submission of the case by the parties. The power and jurisdiction 21 of the Court over each case shall be continuing and it may, from 22 time to time, make such modifications or changes with respect to 23

1 former findings or orders relating thereto if, in its opinion, it 2 may be justified.

- N. K. For an injury occurring before February 1, 2014, all benefits and procedures to obtain benefits shall be determined by the workers' compensation law of this state in effect on the date of the injury.
 - O. L. All accrued rights and penalties incurred pursuant to a final order of the Workers' Compensation Court or the CEC Division of the Court of Civil Appeals shall be preserved. No accrued right, penalty incurred, or proceeding begun by virtue of a statute repealed by this act shall be abrogated by the terms of this act.
 - P. M. Annually, on or before the first day of July, commencing with July 2019, the Administrator Administrative Director of the Courts shall prepare and submit electronically a report for the prior calendar year to the Governor, the Chief Justice of the Supreme Court, the President Pro Tempore of the Senate and the Speaker of the House of Representatives which shall include a statement of the number of awards made and the causes of the accidents leading to the injuries for which the awards were made, total work load data of the CEC Division of the Court of Civil Appeals, a detailed report of the work load of the judges of the CEC Division of the Court, a detailed statement of the expenses of the office of the Administrator of Workers' Compensation Court of Existing Claims CEC Division, together with any other matter which

the Administrator <u>Director</u> deems proper to report to the Governor including any recommendations he or she may desire to make.

Q. Subject to the availability of funds, the Judge of the Court of Existing Claims may employ one at-will full- or part-time special workers' compensation judge with jurisdiction to hear cases as set forth in subsection M of this section and as may be assigned by the Judge. The special workers' compensation judge shall receive compensation for such services in accordance with the provisions of Section 92.1A of Title 20 of the Oklahoma Statutes.

SECTION 4. AMENDATORY 85A O.S. 2021, Section 401, is amended to read as follows:

revolving fund for the Workers' Compensation Court of Existing

Claims (CEC) Division of the Court of Civil Appeals to be designated

the "Workers' Compensation Court of Existing Claims (CEC) Division

of the Court of Civil Appeals Revolving Fund". The fund shall be a

continuing fund, not subject to fiscal year limitations, and shall

consist of all monies received by the Workers' Compensation CEC

Division of the Court of Existing Claims Civil Appeals from all

fees, penalties and fines imposed by the Workers' Compensation CEC

Division of the Court of Existing Claims Civil Appeals or its

Administrator the Administrative Director of the Courts. All monies accruing to the credit of said such fund are hereby appropriated and may be budgeted and expended by the Workers' Compensation CEC

1 Division of the Court of Existing Claims Civil Appeals for the 2 purpose of defraying necessary expenses of the Workers' Compensation Court of Existing Claims CEC Division in performance of its duties. 3 Expenditures from said such fund shall be made upon warrants issued 5 by the State Treasurer against claims filed as prescribed by law with the Director of the Office of Management and Enterprise 6 Services for approval and payment. 7 SECTION 5. 85A O.S. 2021, Section 401.1, is 8 AMENDATORY 9 amended to read as follows: Section 401.1. There is hereby created in the State Treasury a 10 revolving fund for the Workers' Compensation Court of Existing 11 12 Claims (CEC) Division of the Court of Civil Appeals to be designated the "Workers' Compensation Court of Existing Claims (CEC) Division 13 of the Court of Civil Appeals Administrative Fund". The fund shall 14 be a continuing fund, not subject to fiscal year limitations, and 15 shall consist of all monies received by the Workers' Compensation 16 Court of Existing Claims from revenues apportioned pursuant to 17 Section 122 of Title 85A of the Oklahoma Statutes. All monies 18 accruing to the credit of said such fund are hereby appropriated and 19 may be budgeted and expended by the Workers' Compensation CEC 20 Division of the Court of Existing Claims Civil Appeals for the 21 purpose of funding the operations of the Court, for administering 22 the provisions of Titles 85 and 85A of the Oklahoma Statutes, 23

contracting with the Oklahoma Workers' Compensation Commission to

1	provide support services or personnel needs necessary to carry out
2	the purposes of the CEC Division of the Court of Civil Appeals, and
3	for any other purpose related to the Administrative Workers'
4	Compensation Act that the Court deems appropriate. Expenditures
5	from said such fund shall be made upon warrants issued by the State
6	Treasurer against claims filed as prescribed by law with the
7	Director of the Office of Management and Enterprise Services for
8	approval and payment.
9	SECTION 6. This act shall become effective July 1, 2024.
10	SECTION 7. It being immediately necessary for the preservation
11	of the public peace, health or safety, an emergency is hereby
12	declared to exist, by reason whereof this act shall take effect and
13	be in full force from and after its passage and approval.
14	COMMITTEE REPORT BY: COMMITTEE ON APPROPRIATIONS February 28, 2024 - DO PASS
15	restact, 20, 2021 Bo Thes
16	
17	
18	
19	
20	
21	
22	
23	
24	