1	STATE OF OKLAHOMA
2	1st Session of the 60th Legislature (2025)
3	SENATE BILL 1076 By: Murdock
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6	AS INTRODUCED
7	An Act relating to the Administrative Workers'
8	Compensation Act; amending 85A O.S. 2021, Section 2, which relates to definitions; eliminating certain
9	provisions of definition; updating statutory references; and providing an effective date.
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12	BE IT ENACTED BY THE PEOPLE OF THE STATE OF OKLAHOMA:
13	SECTION 1. AMENDATORY 85A O.S. 2021, Section 2, is
14	amended to read as follows:
15	Section 2. As used in the Administrative Workers' Compensation
16	Act:
17	1. "Actually dependent" means a surviving spouse, a child or
18	any other person who receives one-half (1/2) or more of his or her
19	support from the employee;
20	2. "Carrier" means any stock company, mutual company, or
21	reciprocal or interinsurance exchange authorized to write or carry
22	on the business of workers' compensation insurance in this state.
23	Whenever required by the context, the term "carrier" shall be deemed
24 2 -	to include duly qualified self-insureds or self-insured groups;

1 3. "Case management" means the ongoing coordination, by a case 2 manager, of health care services provided to an injured or disabled 3 worker, including but not limited to systematically monitoring the 4 treatment rendered and the medical progress of the injured or 5 disabled worker; ensuring that any treatment plan follows all 6 appropriate treatment protocols, utilization controls and practice 7 parameters; assessing whether alternative health care services are 8 appropriate and delivered in a cost-effective manner based upon 9 acceptable medical standards; and ensuring that the injured or 10 disabled worker is following the prescribed health care plan; 11 4. "Case manager" means a person who is a registered nurse with 12 a current, active unencumbered license from the Oklahoma Board of 13 Nursing, or possesses one or more of the following certifications 14 which indicate the individual has a minimum number of years of case 15 management experience, has passed a national competency test and 16 regularly obtains continuing education hours to maintain 17 certification: 18 Certified Disability Management Specialist (CDMS), a. 19 Certified Case Manager (CCM), b. 20 с. Certified Rehabilitation Registered Nurse (CRRN), 21 Case Manager - Certified (CMC), d. 22 Certified Occupational Health Nurse (COHN), or e. 23 f. Certified Occupational Health Nurse Specialist (COHN-24 S); _ _

1 5. "Certified workplace medical plan" means an organization of 2 health care providers or any other entity, certified by the State 3 Commissioner of Health, that is authorized to enter into a 4 contractual agreement with an employer, group self-insurance 5 association plan, an employer's workers' compensation insurance 6 carrier, third-party administrator or an insured to provide medical 7 care under the Administrative Workers' Compensation Act. Certified 8 plans shall only include plans which provide medical services and 9 payment for services on a fee-for-service basis to medical 10 providers;

11 6. "Child" means a natural or adopted son or daughter of the 12 employee under eighteen (18) years of age; or a natural or adopted 13 son or daughter of an employee eighteen (18) years of age or over 14 who is physically or mentally incapable of self-support; or any 15 natural or adopted son or daughter of an employee eighteen (18) 16 years of age or over who is actually dependent; or any natural or 17 adopted son or daughter of an employee between eighteen (18) and 18 twenty-three (23) years of age who is enrolled as a full-time 19 student in any accredited educational institution. The term "child" 20 includes a posthumous child, a child legally adopted or one for whom 21 adoption proceedings are pending at the time of death, an actually 22 dependent stepchild or an actually dependent acknowledged child born 23 out of wedlock;

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1 7. "Claimant" means a person who claims benefits for an injury 2 or occupational disease pursuant to the provisions of the 3 Administrative Workers' Compensation Act; 4 8. "Commission" means the Workers' Compensation Commission; 5 9. "Compensable injury" means damage or harm to the a. 6 physical structure of the body, or damage or harm to 7 prosthetic appliances, including eyeglasses, contact 8 lenses, or hearing aids, of which the major cause is 9 either an accident, cumulative trauma or occupational 10 disease arising out of the course and scope of 11 employment. An "accident" means an event involving 12 factors external to the employee that: 13 was unintended, unanticipated, unforeseen, (1)14 unplanned and unexpected, 15 occurred at a specifically identifiable time and (2)16 place, 17 occurred by chance or from unknown causes, or (3) 18 was independent of sickness, mental incapacity, (4) 19 bodily infirmity or any other cause. 20 b. "Compensable injury" does not include: 21 injury to any active participant in assaults or (1)22 combats which, although they may occur in the 23 workplace, are the result of non-employment-24 related hostility or animus of one, both, or all _ _

1		of the combatants and which assault or combat
2		amounts to a deviation from customary duties;
3		provided, however, injuries caused by horseplay
4		shall not be considered to be compensable
5		injuries, except for innocent victims,
6	(2)	injury incurred while engaging in or performing
7		or as the result of engaging in or performing any
8		recreational or social activities for the
9		employee's personal pleasure,
10	(3)	injury which was inflicted on the employee at a
11		time when employment services were not being
12		performed or before the employee was hired or
13		after the employment relationship was terminated,
14	(4)	injury if the accident was caused by the use of
15		alcohol, illegal drugs, or prescription drugs
16		used in contravention of physician's orders. If
17		a biological specimen is collected within twenty-
18		four (24) hours of the employee being injured or
19		reporting an injury, or if at any time after the
20		injury a biological specimen is collected by the
21		Oklahoma Office of the Chief Medical Examiner if
22		the injured employee does not survive for at
23		least twenty-four (24) hours after the injury and
24		the employee tests positive for intoxication, an
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1 illegal controlled substance, or a legal 2 controlled substance used in contravention to a 3 treating physician's orders, or refuses to 4 undergo the drug and alcohol testing, there shall 5 be a rebuttable presumption that the injury was 6 caused by the use of alcohol, illegal drugs, or 7 prescription drugs used in contravention of 8 physician's orders. This presumption may only be 9 overcome if the employee proves by clear and 10 convincing evidence that his or her state of 11 intoxication had no causal relationship to the 12 injury, 13 (5) any strain, degeneration, damage or harm to, or 14 disease or condition of, the eye or 15 musculoskeletal structure or other body part 16 resulting from the natural results of aging, 17 osteoarthritis, arthritis, or degenerative 18 process including, but not limited to, 19 degenerative joint disease, degenerative disc 20 disease, degenerative 21 spondylosis/spondylolisthesis and spinal 22 stenosis, or 23 (6) any preexisting condition except when the 24 treating physician clearly confirms an

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1		identifiable and significant aggravation incurred
2		in the course and scope of employment.
3	С.	A compensable injury shall be established by medical
4		evidence supported by objective findings as defined in
5		paragraph 31 of this section.
6	d.	The injured employee shall prove by a preponderance of
7		the evidence that he or she has suffered a compensable
8		injury.
9	e.	Benefits shall not be payable for a condition which
10		results from a non-work-related independent
11		intervening cause following a compensable injury which
12		causes or prolongs disability, aggravation, or
13		requires treatment. A non-work-related independent
14		intervening cause does not require negligence or
15		recklessness on the part of a claimant.
16	f.	An employee who suffers a compensable injury shall be
17		entitled to receive compensation as prescribed in $\frac{1}{1}$
18		act the Administrative Workers' Compensation Act.
19		Notwithstanding other provisions of law, if it is
20		determined that a compensable injury did not occur,
21		the employee shall not be entitled to compensation
22		under this act the Administrative Workers'
23		Compensation Act;
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1 10. "Compensation" means the money allowance payable to the 2 employee or to his or her dependents and includes the medical 3 services and supplies provided for in Section 50 of this title and 4 funeral expenses;

5 11. "Consequential injury" means injury or harm to a part of 6 the body that is a direct result of the injury or medical treatment 7 to the part of the body originally injured in the claim. The 8 Commission shall not make a finding of a consequential injury unless 9 it is established by objective medical evidence that medical 10 treatment for such part of the body is required;

11 12. "Continuing medical maintenance" means medical treatment 12 that is reasonable and necessary to maintain claimant's condition 13 resulting from the compensable injury or illness after reaching 14 maximum medical improvement. Continuing medical maintenance shall 15 not include diagnostic tests, surgery, injections, counseling, 16 physical therapy, or pain management devices or equipment;

17 13. "Course and scope of employment" means an activity of any 18 kind or character for which the employee was hired and that relates 19 to and derives from the work, business, trade or profession of an 20 employer, and is performed by an employee in the furtherance of the 21 affairs or business of an employer. The term includes activities 22 conducted on the premises of an employer or at other locations 23 designated by an employer and travel by an employee in furtherance

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1 of the affairs of an employer that is specifically directed by the 2 employer. This term does not include:

- a. an employee's transportation to and from his or her place of employment,
- b. travel by an employee in furtherance of the affairs of
 an employer if the travel is also in furtherance of
 personal or private affairs of the employee,
- c. any injury occurring in a parking lot or other common
 area adjacent to an employer's place of business
 before the employee clocks in or otherwise begins work
 for the employer or after the employee clocks out or
 otherwise stops work for the employer unless the
 employer owns or maintains exclusive control over the
 area, or
- d. any injury occurring while an employee is on a work
 break, unless the injury occurs while the employee is
 on a work break inside the employer's facility or in
 an area owned by or exclusively controlled by the
 employer and the work break is authorized by the
 employee's supervisor;

14. "Cumulative trauma" means an injury to an employee that is caused by the combined effect of repetitive physical activities extending over a period of time in the course and scope of employment. Cumulative trauma shall not mean fatigue, soreness or

¹ general aches and pain that may have been caused, aggravated,
² exacerbated or accelerated by the employee's course and scope of
³ employment. Cumulative trauma shall have resulted directly and
⁴ independently of all other causes;

5 15. "Death" means only death resulting from compensable injury 6 as defined in paragraph 9 of this section;

7 16. "Disability" means incapacity because of compensable injury 8 to earn, in the same or any other employment, substantially the same 9 amount of wages the employee was receiving at the time of the 10 compensable injury;

11 17. "Drive-away operations" includes every person engaged in 12 the business of transporting and delivering new or used vehicles by 13 driving, either singly or by towbar, saddle-mount or full-mount 14 method, or any combination thereof, with or without towing a 15 privately owned vehicle;

16 "Employee" means any person, including a minor, in the 18. a. 17 service of an employer under any contract of hire or 18 apprenticeship, written or oral, expressed or implied, 19 but excluding one whose employment is casual and not 20 in the course of the trade, business, profession, or 21 occupation of his or her employer and excluding one 22 who is required to perform work for a municipality or 23 county or the state or federal government on having 24 been convicted of a criminal offense or while _ _

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1 incarcerated. "Employee" shall also include a member 2 of the Oklahoma National Guard while in the 3 performance of duties only while in response to state 4 orders and any authorized voluntary or uncompensated 5 worker, rendering services as a firefighter, law 6 enforcement officer or emergency management worker. 7 Travel by a police officer, fireman, or a member of a 8 first aid or rescue squad, in responding to and 9 returning from an emergency, shall be deemed to be in 10 the course of employment. 11 The term "employee" shall not include: b. 12 any person for whom an employer is liable under (1)

13 any Act of Congress for providing compensation to 14 employees for injuries, disease or death arising 15 out of and in the course of employment including, 16 but not limited to, the Federal Employees' 17 Compensation Act, the Federal Employers' 18 Liability Act, the Longshore and Harbor Workers' 19 Compensation Act and the Jones Act, to the extent 20 his or her employees are subject to such acts,

any person who is employed in agriculture, (2) 22 ranching, or horticulture by an employer who had a gross annual payroll in the preceding calendar year of less than One Hundred Thousand Dollars

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1		(\$100,000.00) wages for agricultural, ranching or
2		horticultural workers, or any person who is
3		employed in agriculture, ranching or horticulture
4		who is not engaged in operation of motorized
5		machines. This exemption applies to any period
6		of time for which such employment exists,
7		irrespective of whether or not the person is
8		employed in other activities for which the
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5		exemption does not apply . If the person is
10		employed for part of a year in exempt activities
11		and for part of a year in nonexempt activities,
12		the employer shall be responsible for providing
13		workers' compensation only for the period of time
14		for which the person is employed in nonexempt
15		activities,
16	(3)	any person who is a licensed real estate sales
17		associate or broker, paid on a commission basis,
18	(4)	any person employed by an employer with five or
19		fewer total employees, all of whom are related
20		within the second degree by blood or marriage to
21		the employer, all of whom are dependents living
22		in the household of the employer, or all of whom
23		are a combination of such relatives and
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dependents. If the employer is not a natural

24 27 1 person such relative shall be related within the 2 second degree by blood or marriage to a person 3 who owns fifty percent (50%) or more of the employer, or such dependent shall be in the 5 household of a person who owns fifty percent 6 (50%) or more of the employer,

- (5) any person employed by an employer which is a youth sports league which qualifies for exemption from federal income taxation pursuant to federal law,
- 11 (6) sole proprietors, members of a partnership, 12 individuals who are party to a franchise 13 agreement as set out by the Federal Trade 14 Commission franchise disclosure rule, 16 CFR 15 436.1 through 436.11, members of a limited 16 liability company who own at least ten percent 17 (10%) of the capital of the limited liability 18 company or any stockholder-employees of a 19 corporation who own ten percent (10%) or more 20 stock in the corporation, unless they elect to be 21 covered by a policy of insurance covering 22 benefits under the Administrative Workers' 23 Compensation Act,
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(7) any person providing or performing voluntary service who receives no wages for the services other than meals, drug or alcohol rehabilitative therapy, transportation, lodging or reimbursement for incidental expenses except for volunteers specifically provided for in subparagraph a of this paragraph,

- 8 (8) a person, commonly referred to as an owner-9 operator, who owns or leases a truck-tractor or 10 truck for hire, if the owner-operator actually 11 operates the truck-tractor or truck and if the 12 person contracting with the owner-operator is not 13 the lessor of the truck-tractor or truck. 14 Provided, however, an owner-operator shall not be 15 precluded from workers' compensation coverage 16 under the Administrative Workers' Compensation 17 Act if the owner-operator elects to participate 18 as a sole proprietor,
- 19(9) a person referred to as a drive-away owner-20operator who privately owns and utilizes a tow21vehicle in drive-away operations and operates22independently for hire, if the drive-away owner-23operator actually utilizes the tow vehicle and if24the person contracting with the drive-away owner-

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1 operator is not the lessor of the tow vehicle. 2 Provided, however, a drive-away owner-operator 3 shall not be precluded from workers' compensation 4 coverage under the Administrative Workers' 5 Compensation Act if the drive-away owner-operator 6 elects to participate as a sole proprietor, and 7 (10) any person who is employed as a domestic servant 8 or as a casual worker in and about a private home 9 or household, which private home or household had 10 a gross annual payroll in the preceding calendar 11 year of less than Fifty Thousand Dollars 12 (\$50,000.00) for such workers; 13 "Employer" means a natural person, partnership, 19. 14 association, limited liability company, corporation, and the legal 15 representatives of a deceased employer, or the receiver or trustee 16 of a person, partnership, association, corporation, or limited 17 liability company, departments, instrumentalities and institutions 18 of this state and divisions thereof, counties and divisions thereof, 19 public trusts, boards of education and incorporated cities or towns 20 and divisions thereof, employing a person included within the term 21 "employee" as defined in this section. Employer may also mean the 22 employer's workers' compensation insurance carrier, if applicable. 23 Except as provided otherwise, this act the Administrative Workers' 24

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¹ <u>Compensation Act</u> applies to all public and private entities and ² institutions;

³ 20. "Employment" includes work or labor in a trade, business, ⁴ occupation or activity carried on by an employer or any authorized ⁵ voluntary or uncompensated worker rendering services as a ⁶ firefighter, peace officer or emergency management worker;

7 21. "Evidence-based" means expert-based, literature-supported 8 and outcomes validated by well-designed randomized trials when such 9 information is available and which uses the best available evidence 10 to support medical decision making;

¹¹ 22. "Gainful employment" means the capacity to perform ¹² employment for wages for a period of time that is not part-time, ¹³ occasional or sporadic;

14 "Impaired self-insurer" means a private self-insurer or 23. 15 group self-insurance association that fails to pay its workers' 16 compensation obligations, or is financially unable to do so and is 17 the subject of any proceeding under the Federal Bankruptcy Reform 18 Act of 1978, and any subsequent amendments or is the subject of any 19 proceeding in which a receiver, custodian, liquidator, 20 rehabilitator, trustee or similar officer has been appointed by a 21 court of competent jurisdiction to act in lieu of or on behalf of 22 the self-insurer;

23 24. "Incapacity" means inadequate strength or ability to 24 perform a work-related task;

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1 25. "Insurance Commissioner" means the Insurance Commissioner
2 of the State of Oklahoma;

3 26. "Insurance Department" means the Insurance Department of 4 the State of Oklahoma;

5 27. "Major cause" means more than fifty percent (50%) of the 6 resulting injury, disease or illness. A finding of major cause 7 shall be established by a preponderance of the evidence. A finding 8 that the workplace was not a major cause of the injury, disease or 9 illness shall not adversely affect the exclusive remedy provisions 10 of this act the Administrative Workers' Compensation Act and shall 11 not create a separate cause of action outside this act the 12 Administrative Workers' Compensation Act;

13 28. "Maximum medical improvement" means that no further 14 material improvement would reasonably be expected from medical 15 treatment or the passage of time;

16 29. "Medical services" means those services specified in 17 Section 50 of this title;

18 30. "Misconduct" shall include the following:

19 a. unexplained absenteeism or tardiness,

b. willful or wanton indifference to or neglect of the
 duties required,

c. willful or wanton breach of any duty required by the
 employer,

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1			d.	the	misma	nagement of a position of employment by
2				acti	on or	inaction,
3			e.	acti	ons o	r omissions that place in jeopardy the
4				heal	th, l	ife, or property of self or others,
5			f.	dish	onest	У,
6			g.	wron	gdoin	d'
7			h.	viol	ation	of a law, or
8			i.	a vi	olati	on of a policy or rule adopted to ensure
9				orde	rly w	ork or the safety of self or others;
10	3	1.	a.	(1)	"Ob	jective findings" are those findings which
11				cann	ot co	me under the voluntary control of the
12				pati	ent.	
13				(2)	(a)	When determining permanent disability, a
14						physician, any other medical provider, an
15						administrative law judge, the Commission or
16						the courts shall not consider complaints of
17						pain.
18					(b)	For the purpose of making permanent
19						disability ratings to the spine, physicians
20						shall use criteria established by the Sixth
21						Edition of the American Medical Association
22						"Guides to the Evaluation of Permanent
23						Impairment".
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1	(3)	(a)	Objective evidence necessary to prove
2			permanent disability in occupational hearing
3			loss cases may be established by medically
4			recognized and accepted clinical diagnostic
5			methodologies, including, but not limited
6			to, audiological tests that measure air and
7			bone conduction thresholds and speech
8			discrimination ability.

- 9 (b) Any difference in the baseline hearing
 10 levels shall be confirmed by subsequent
 11 testing; provided, however, such test shall
 12 be given within four (4) weeks of the
 13 initial baseline hearing level test but not
 14 before five (5) days after being adjusted
 15 for presbycusis.
- b. Medical opinions addressing compensability and permanent disability shall be stated within a reasonable degree of medical certainty;

19 32. "Official Disability Guidelines" or "ODG" means the current 20 edition of the Official Disability Guidelines and the ODG Treatment 21 in Workers' Comp as published by the Work Loss Data Institute; 22 33. "Permanent disability" means the extent, expressed as a 23 percentage, of the loss of a portion of the total physiological 24 capabilities of the human body as established by competent medical

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1 evidence and based on the Sixth Edition of the American Medical 2 Association "Guides to the Evaluation of Permanent Impairment", if 3 the impairment is contained therein;

34. "Permanent partial disability" means a permanent disability or loss of use after maximum medical improvement has been reached which prevents the injured employee, who has been released to return to work by the treating physician, from returning to his or her preinjury or equivalent job. All evaluations of permanent partial disability must be supported by objective findings;

10 35. "Permanent total disability" means, based on objective 11 findings, incapacity, based upon accidental injury or occupational 12 disease, to earn wages in any employment for which the employee may 13 become physically suited and reasonably fitted by education, 14 training, experience or vocational rehabilitation provided under 15 this act the Administrative Workers' Compensation Act. Loss of both 16 hands, both feet, both legs, or both eyes, or any two thereof, shall 17 constitute permanent total disability;

18 36. "Preexisting condition" means any illness, injury, disease, 19 or other physical or mental condition, whether or not work-related, 20 for which medical advice, diagnosis, care or treatment was 21 recommended or received preceding the date of injury;

37. "Pre-injury or equivalent job" means the job that the claimant was working for the employer at the time the injury occurred or any other employment offered by the claimant's employer

¹ that pays at least one hundred percent (100%) of the employee's ² average weekly wage;

3 38. "Private self-insurer" means a private employer that has been authorized to self-insure its workers' compensation obligations pursuant to this act the Administrative Workers' Compensation Act, but does not include group self-insurance associations authorized by this act the Administrative Workers' Compensation Act, or any public employer that self-insures pursuant to this act the Administrative Workers' Compensation Act;

¹⁰ 39. "Prosthetic" means an artificial device used to replace a ¹¹ part or joint of the body that is lost or injured in an accident or ¹² illness covered by this act the Administrative Workers' Compensation ¹³ Act;

40. "Scheduled member" or "member" means hands, fingers, arms, legs, feet, toes, and eyes. In addition, for purposes of the Multiple Injury Trust Fund only, "scheduled member" means hearing impairment;

41. "Scientifically based" involves the application of rigorous, systematic, and objective procedures to obtain reliable and valid knowledge relevant to medical testing, diagnoses and treatment; is adequate to justify the general conclusions drawn; and has been accepted by a peer-review journal or approved by a panel of independent experts through a comparably rigorous, objective, and scientific review;

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42. "State average weekly wage" means the state average weekly wage determined by the Oklahoma Employment Security Commission in the preceding calendar year. If such determination is not available, the Commission shall determine the wage annually after reasonable investigation;

⁶ 43. "Subcontractor" means a person, firm, corporation or other
⁷ legal entity hired by the general or prime contractor to perform a
⁸ specific task for the completion of a work-related activity;

9 44. "Surgery" does not include an injection, or the forcing of 10 fluids beneath the skin, for treatment or diagnosis;

¹¹ 45. "Surviving spouse" means the employee's spouse by reason of ¹² a legal marriage recognized by the State of Oklahoma or under the ¹³ requirements of a common law marriage in this state, as determined ¹⁴ by the Workers' Compensation Commission;

¹⁵ 46. "Temporary partial disability" means an injured employee ¹⁶ who is temporarily unable to perform his or her job, but may perform ¹⁷ alternative work offered by the employer;

¹⁸ 47. "Time of accident" or "date of accident" means the time or ¹⁹ date of the occurrence of the accidental incident from which ²⁰ compensable injury, disability, or death results; and

21 48. "Wages" means money compensation received for employment at 22 the time of the accident, including the reasonable value of board, 23 rent, housing, lodging, or similar advantage received from the 24 employer and includes the amount of tips required to be reported by 23 rent includes the amount of tips required to be reported by 24 employer and includes the amount of tips required to be reported by 24 rent includes the amount of tips required to be reported by 24 rent includes the amount of tips required to be reported by

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1	the employer under Section 6053 of the Internal Revenue Code and the
2	regulations promulgated pursuant thereto or the amount of actual
3	tips reported, whichever amount is greater.
4	SECTION 2. This act shall become effective November 1, 2025.
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