THE GENERAL ASSEMBLY OF PENNSYLVANIA

HOUSE BILL

No. 2081 Session of 2014

INTRODUCED BY ADOLPH, SCAVELLO, W. KELLER, KILLION, MILLARD, MICOZZIE, SWANGER, THOMAS, KOTIK, MENTZER, CLYMER, SONNEY, GINGRICH, LAWRENCE, GILLEN, ROSS, GROVE, TRUITT, O'BRIEN, MALONEY, HACKETT, HENNESSEY, WATSON, PARKER, TAYLOR, EVERETT, MASSER, MURT, F. KELLER, MCGINNIS, GRELL, GERGELY, CORBIN, LUCAS, KORTZ, P. COSTA, COX, DONATUCCI AND MARKOSEK, MARCH 11, 2014

REFERRED TO COMMITTEE ON LABOR AND INDUSTRY, MARCH 11, 2014

AN ACT

Amending the act of June 2, 1915 (P.L.736, No.338), entitled, as reenacted and amended, "An act defining the liability of an employer to pay damages for injuries received by an employe 3 in the course of employment; establishing an elective schedule of compensation; providing procedure for the determination of liability and compensation thereunder; and prescribing penalties, " in interpretation and definitions, 7 further providing for definitions; and in liability and 8 compensation, further providing for the receipt of 9 10 compensation. 11 The General Assembly of the Commonwealth of Pennsylvania 12 hereby enacts as follows: 13 Section 1. Section 104 of the act of June 2, 1915 (P.L.736, No.338), known as the Workers' Compensation Act, reenacted and 14 amended June 21, 1939 (P.L.520, No.281) and amended June 24, 15 1996 (P.L.350, No.57), is amended to read: 16 Section 104. The term "employe," as used in this act is 17 18 declared to be synonymous with servant, and includes --All natural persons who perform services for another for a

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- 1 valuable consideration, exclusive of persons subject to coverage
- 2 under the Longshore and Harbor Workers' Compensation Act (44
- 3 Stat. 1424, 33 U.S.C. § 901 et seq.) or the Merchant Marine Act
- 4 of 1920 (41 Stat. 988, 46 U.S.C. § 861 et seq.), or any other
- 5 workers' compensation laws of the Federal Government, or persons
- 6 whose employment is casual in character and not in the regular
- 7 course of the business of the employer, and exclusive of persons
- 8 to whom articles or materials are given out to be made up,
- 9 cleaned, washed, altered, ornamented, finished or repaired, or
- 10 adapted for sale in the worker's own home, or on other premises,
- 11 not under the control or management of the employer. Except as
- 12 hereinafter provided in clause (c) of section 302 and sections
- 13 305 and 321, every executive officer of a corporation elected or
- 14 appointed in accordance with the charter and by-laws of the
- 15 corporation, except elected officers of the Commonwealth or any
- 16 of its political subdivisions, shall be an employe of the
- 17 corporation. An executive officer of a for-profit corporation or
- 18 an executive officer of a nonprofit corporation who serves
- 19 voluntarily and without remuneration may, however, elect not to
- 20 be an employe of the corporation for the purposes of this act.
- 21 For purposes of this section, an executive officer of a for-
- 22 profit corporation is an individual who has an ownership
- 23 interest in the corporation, in the case of a Subchapter S
- 24 corporation as defined by the act of March 4, 1971 (P.L.6,
- 25 No.2), known as the "Tax Reform Code of 1971," or an ownership
- 26 interest in the corporation of at least five per centum, in the
- 27 case of a Subchapter C corporation as defined by the Tax Reform
- 28 Code of 1971.
- 29 Section 2. Section 322 of the act, added July 2, 1993
- 30 (P.L.190, No.44), is amended to read:

- 1 Section 322. It shall be unlawful for any employe to receive
- 2 compensation under this act if he is [at the same time] <u>subject</u>
- 3 to receiving workers' compensation under the laws of [the
- 4 Federal Government or] any other state, or if he is subject to
- 5 <u>coverage under the Longshore and Harbor Workers' Compensation</u>
- 6 Act (44 Stat. 1424, 33 U.S.C. § 901 et seq.) or the Merchant
- 7 Marine Act of 1920 (41 Stat. 988, 46 U.S.C. § 861 et seq.), or
- 8 any other workers' compensation laws of the Federal Government
- 9 for the same injury. Further, it shall be unlawful for an
- 10 employe receiving compensation under this act simultaneously
- 11 from two or more employers or insurers during any period of
- 12 total disability to receive total compensation in excess of the
- 13 maximum benefit under this act. Nothing in this section shall be
- 14 deemed to prohibit payment of workers' compensation on a pro-
- 15 rata basis, where an employe suffers from more than one injury
- 16 while in the employ of more than one employer: Provided,
- 17 however, That the total compensation paid shall not exceed the
- 18 maximum weekly compensation payable under this act: And,
- 19 Provided further, That any such pro rata calculation shall be
- 20 based upon the earnings by such an employe in the employ of each
- 21 such employer and that all wage losses suffered as a result of
- 22 any injury which is compensable under this act shall be used as
- 23 the basis for calculating the total compensation to be paid on a
- 24 pro rata basis.
- 25 Section 3. This act shall take effect immediately.