A BILL FOR AN ACT

CONCERNING THE CREATION OF THE VOLUNTARY FIREFIGHTER CANCER BENEFITS PROGRAM.

Bill Summary

(Note: This summary applies to this bill as introduced and does not reflect any amendments that may be subsequently adopted. If this bill passes third reading in the house of introduction, a bill summary that applies to the reengrossed version of this bill will be available at http://leg.colorado.gov.)

The bill allows an employer to participate in a voluntary firefighter cancer benefits program, as a multiple employer health trust to provide benefits to firefighters by paying contributions into the established trust. The bill requires the trust to provide benefits to each firefighter based on the cancer diagnosis and award level.
Be it enacted by the General Assembly of the State of Colorado:

SECTION 1. In Colorado Revised Statutes, add part 4 to article 5 of title 29 as follows:

PART 4

VOLUNTARY FIREFIGHTER CANCER BENEFITS PROGRAM

29-5-401. Legislative declaration. (1) House Bill 07-1008, enacted in 2007, established a rebuttable presumption in the state workers' compensation system that certain types of cancer, when contracted by firefighters, are occupational diseases caused by employment as a firefighter.

(2) Nine years of experience has shown that the rebuttable presumption established by House Bill 07-1008 has produced no demonstrable benefit to firefighters but has led to significantly greater costs to employers of firefighters.

(3) The purpose of this Part 4 is to provide supplemental income and reimbursement for out-of-pocket costs not otherwise paid for by insurance coverage to firefighters who contract covered cancers and to reduce the cost of workers' compensation insurance for employers of firefighters. This Part 4 is not a replacement for workers' compensation coverage or any other kind of medical insurance.

(4) This Part 4 does not eliminate or curtail the obligation of an employer of firefighters to participate in the state workers' compensation system, nor does it eliminate or curtail the right of a firefighter to pursue benefits under the state
WORKERS' COMPENSATION SYSTEM. RATHER, IT PROVIDES A PRACTICAL
ALTERNATIVE FOR FIREFIGHTERS TO PURSUE IN DEALING WITH THE COSTS
AND BURDENS OF COVERED CANCERS WITHOUT BEING FORCED TO RELY ON
RECOVERING COMPENSATION UNDER THE REBUTTABLE PRESUMPTION
CREATED BY HOUSE BILL 07-1008.

29-5-402. Definitions. As used in this part 4, unless the
context otherwise requires:

(1) "CANCER" MEANS CANCER THAT ORIGINATES AS A CANCER OF
THE BRAIN, SKIN, DIGESTIVE SYSTEM, HEMATOLOGICAL SYSTEM, OR
GENITOURINARY SYSTEM OR AS DEFINED BY THE TRUST.

(2) "COVERED INDIVIDUAL" MEANS A FIREFIGHTER, PART-TIME
FIREFIGHTER, OR VOLUNTEER FIREFIGHTER WHO MEETS THE COVERAGE
REQUIREMENTS IN SECTION 29-5-403 (12).

(3) "EMPLOYER" MEANS A MUNICIPALITY, SPECIAL DISTRICT, FIRE
AUTHORITY, OR COUNTY IMPROVEMENT DISTRICT THAT EMPLOYS ONE OR
MORE FIREFIGHTERS, PART-TIME FIREFIGHTERS, OR VOLUNTEER
FIREFIGHTERS. "EMPLOYER" DOES NOT INCLUDE A POWER AUTHORITY
CREATED PURSUANT TO SECTION 29-1-204 OR A MUNICIPALLY OWNED
UTILITY.

(4) "FIREFIGHTER" MEANS A FULL-TIME, ACTIVE EMPLOYEE OF AN
EMPLOYER WHO REGULARLY WORKS AT LEAST ONE THOUSAND SIX
HUNDRED HOURS IN ANY CALENDAR YEAR AND WHOSE DUTIES ARE
DIRECTLY INVOLVED WITH THE PROVISION OF FIRE PROTECTION SERVICES,
AND WHO IS NOT A VOLUNTEER FIREFIGHTER.

(5) "PART-TIME FIREFIGHTER" MEANS AN ACTIVE EMPLOYEE OF AN
EMPLOYER WHO REGULARLY WORKS LESS THAN ONE THOUSAND SIX
HUNDRED HOURS IN ANY CALENDAR YEAR, WHOSE DUTIES ARE DIRECTLY
INVOLVED WITH THE PROVISION OF FIRE PROTECTION SERVICES, AND WHO IS NOT A VOLUNTEER FIREFIGHTER.

(6) "TRUST" MEANS A MULTIPLE EMPLOYER HEALTH TRUST DESCRIBED IN SECTION 10-3-903.5 (7)(b)(I), ESTABLISHED FOR THE PURPOSES OF THIS PART 4.

(7) "VOLUNTEER FIREFIGHTER" MEANS A VOLUNTEER FIREFIGHTER AS DEFINED IN SECTION 31-30-1102, INCLUDING A PERSON MEETING THIS DEFINITION WHO PROVIDES VOLUNTEER SERVICES TO A FIRE AUTHORITY CREATED BY AN INTERGOVERNMENTAL AGREEMENT PROVIDING FIRE PROTECTION.

29-5-403. Required benefits - conditions of receiving benefits.

(1) AN EMPLOYER MAY PARTICIPATE IN THE VOLUNTARY FIREFIGHTER CANCER BENEFITS PROGRAM BY PAYING CONTRIBUTIONS INTO A MULTIPLE EMPLOYER HEALTH TRUST AS SET FORTH IN SECTION 10-3-903.5 (7)(b)(I), ESTABLISHED FOR THE PURPOSES OF THIS PART 4. THE CONTRIBUTION LEVELS AND AWARD LEVEL DEFINITIONS WILL BE SET BY THE TRUST.

(2) FOR AN EMPLOYER CHOOSING TO PARTICIPATE IN THE VOLUNTARY FIREFIGHTER CANCER BENEFITS PROGRAM, THE TRUST SHALL PROVIDE THE MINIMUM BENEFITS SPECIFIED IN SUBSECTION (3) OF THIS SECTION TO COVERED INDIVIDUALS DIAGNOSED WITH CANCER, BASED ON THE AWARD LEVEL OF THE CANCER AT THE TIME OF DIAGNOSIS, AFTER THE EMPLOYER BECOMES A PARTICIPANT.

(3) AWARD LEVELS WILL BE ESTABLISHED BY THE TRUST BASED ON THE CATEGORY AND STAGE OF THE CANCER AS FOLLOWS:

(a) AWARD LEVEL ZERO, ONE HUNDRED DOLLARS UP TO TWO THOUSAND DOLLARS;

(b) AWARD LEVEL ONE, FOUR THOUSAND DOLLARS, WHICH SHALL
BE PAID IN ADDITION TO THE AMOUNTS PAID FOR AN AWARD LEVEL TWO 
OR HIGHER DIAGNOSIS;

(c) AWARD LEVEL TWO, FIVE THOUSAND DOLLARS;
(d) AWARD LEVEL THREE, FIFTEEN THOUSAND DOLLARS;
(e) AWARD LEVEL FOUR, TWENTY-TWO THOUSAND FIVE HUNDRED 
DOLLARS;
(f) AWARD LEVEL FIVE, TWENTY-EIGHT THOUSAND ONE HUNDRED 
TWENTY-FIVE DOLLARS;
(g) AWARD LEVEL SIX, THIRTY-SEVEN THOUSAND FIVE HUNDRED 
DOLLARS;
(h) AWARD LEVEL SEVEN, SIXTY-FIVE THOUSAND SIX HUNDRED 
TWENTY-FIVE DOLLARS;
(i) AWARD LEVEL EIGHT, EIGHTY-FOUR THOUSAND THREE 
HUNDRED SEVENTY-FIVE DOLLARS;
(j) AWARD LEVEL NINE, ONE HUNDRED SIXTY-EIGHT THOUSAND 
SEVEN HUNDRED FIFTY DOLLARS; OR 
(k) AWARD LEVEL TEN, TWO HUNDRED TWENTY-FIVE THOUSAND 
DOLLARS.

(4) IN ADDITION TO AN AWARD PURSUANT TO SUBSECTION (3) OF 
THIS SECTION:

(a) A PAYMENT IS MADE TO THE COVERED INDIVIDUAL FOR THE 
ACTUAL COST, UP TO TWENTY-FIVE THOUSAND DOLLARS, FOR 
REHABILITATIVE OR VOCATIONAL TRAINING EMPLOYMENT SERVICES AND 
EDUCATIONAL TRAINING RELATING TO THE CANCER DIAGNOSIS;
(b) A PAYMENT IS MADE TO THE COVERED INDIVIDUAL OF UP TO 
TEN THOUSAND DOLLARS IF A COVERED INDIVIDUAL INCURS COSMETIC 
DISFIGUREMENT COSTS RESULTING FROM CANCER.
(5) IF THE CANCER IS DIAGNOSED AS TERMINAL CANCER, THE COVERED INDIVIDUAL WILL RECEIVE A LUMP-SUM PAYMENT OF TWENTY-FIVE THOUSAND DOLLARS AS AN ACCELERATED PAYMENT TOWARD THE BENEFITS DUE IN SUBSECTION (3) OF THIS SECTION.

(6) THE COVERED INDIVIDUAL IS ENTITLED TO ADDITIONAL AWARDS IF THE CANCER INCREASES IN AWARD LEVEL, BUT THE AMOUNT OF ANY AWARD PAID EARLIER FOR THE SAME CANCER WILL BE SUBTRACTED FROM THE NEW AWARD.

(7) IF A COVERED INDIVIDUAL DIES WHILE OWED BENEFITS PURSUANT TO THIS SECTION, THE BENEFITS WILL BE PAID TO THE SURVIVING SPOUSE OR DOMESTIC PARTNER, IF ANY, AT THE TIME OF DEATH, AND IF THERE IS NO SURVIVING SPOUSE OR DOMESTIC PARTNER, ANY SURVIVING CHILDREN EQUALLY. IF THERE IS NO SURVIVING SPOUSE, DOMESTIC PARTNER, OR CHILD, THE OBLIGATION OF THE TRUST TO PAY BENEFITS WILL CEASE.

(8) IF A COVERED INDIVIDUAL RETURNS TO THE SAME POSITION OF EMPLOYMENT AFTER A CANCER DIAGNOSIS, THE COVERED INDIVIDUAL IS ENTITLED TO THE BENEFITS IN THIS SECTION FOR ANY SUBSEQUENT NEW TYPE OF COVERED CANCER DIAGNOSIS.

(9) THE MAXIMUM AMOUNT THAT MAY BE PAID TO A COVERED INDIVIDUAL FOR EACH CANCER DIAGNOSIS IS TWO HUNDRED FORTY-NINE THOUSAND DOLLARS.

(10) UNLESS THE OFFSET PROVISIONS OF SECTION 8-42-103 (1)(h) HAVE ALREADY BEEN TAKEN, THE BENEFITS PAID PURSUANT TO THIS SECTION MUST BE OFFSET BY ANY PAYMENTS MADE UNDER THE "WORKERS' COMPENSATION ACT OF COLORADO", ARTICLES 40 TO 47 OF TITLE 8, REGARDLESS OF WHEN THE PAYMENTS ARE MADE. THE TRUST
MAY DETERMINE HOW AND WHEN THE OFFSETS ARE IMPLEMENTED.

(11) THE BENEFITS IN THIS SECTION ARE REDUCED BY TWENTY-FIVE PERCENT IF A COVERED INDIVIDUAL USED A TOBACCO PRODUCT WITHIN THE FIVE YEARS IMMEDIATELY PRECEDING THE CANCER DIAGNOSIS.

(12)(a) IN ORDER FOR A COVERED INDIVIDUAL TO BE ELIGIBLE FOR THE BENEFITS IN THIS SECTION, PRIOR TO THE DIAGNOSIS OF CANCER AND NO MORE THAN FIVE YEARS FOR A FIREFIGHTER OR NO MORE THAN TEN YEARS FOR A VOLUNTEER FIREFIGHTER OR PART-TIME FIREFIGHTER AFTER THE FIREFIGHTER, VOLUNTEER FIREFIGHTER, OR PART-TIME FIREFIGHTER BECAME EMPLOYED BY AN EMPLOYER, THE FIREFIGHTER, VOLUNTEER FIREFIGHTER, OR PART-TIME FIREFIGHTER MUST HAVE HAD A MEDICAL EXAMINATION THAT WOULD REASONABLY HAVE FOUND AN ILLNESS OR INJURY THAT COULD HAVE CAUSED THE CANCER AND NO ILLNESS OR INJURY WAS FOUND.

(b) IN ADDITION TO SUBSECTION (12)(a) OF THIS SECTION, IN ORDER FOR A COVERED INDIVIDUAL TO BE ELIGIBLE FOR THE BENEFITS IN THIS SECTION, THE FOLLOWING CONDITIONS MUST BE MET:

(I) THE FIREFIGHTER:
(A) HAS AT LEAST FIVE YEARS OF CONTINUOUS, FULL-TIME EMPLOYMENT WITH AN EMPLOYER; AND
(B) IS DIAGNOSED WITH CANCER WITHIN TEN YEARS AFTER CEASING EMPLOYMENT AS A FIREFIGHTER; OR

(II) THE VOLUNTEER FIREFIGHTER:
(A) HAS AT LEAST TEN YEARS OF ACTIVE SERVICE, AS USED IN SECTION 31-30-1122, AND HAS MAINTAINED A MINIMUM TRAINING PARTICIPATION IN THE FIRE DEPARTMENT OF THIRTY-SIX HOURS EACH
YEAR; AND

(B) IS DIAGNOSED WITH CANCER WITHIN TEN YEARS AFTER
CEASING EMPLOYMENT AS A VOLUNTEER FIREFIGHTER; OR

(III) THE PART-TIME FIREFIGHTER:

(A) HAS AT LEAST TEN YEARS OF ACTIVE SERVICE; AND

(B) IS DIAGNOSED WITH CANCER WITHIN TEN YEARS AFTER
CEASING EMPLOYMENT AS A PART-TIME FIREFIGHTER.

(c) THE TRUST SHALL DEVELOP A FORMULA TO ALLOW THE
COMBINING OF VOLUNTEER, PART-TIME, AND FULL-TIME FIREFIGHTER
SERVICE TO ESTABLISH ELIGIBILITY.

(d) THE CLAIM FOR BENEFITS MUST BE FILED NO LATER THAN TWO
YEARS AFTER THE DIAGNOSIS OF THE CANCER. THE CLAIM FOR EACH TYPE
OF CANCER NEEDS TO BE FILED ONLY ONCE TO ALLOW THE TRUST TO
INCREASE THE AWARD LEVEL PURSUANT TO SUBSECTION (3) OF THIS
SECTION.

(13) FOR THE PURPOSE OF EMPLOYER POLICIES AND BENEFITS,
A CANCER DIAGNOSIS IS TREATED AS AN ON-THE-JOB INJURY OR ILLNESS.
THIS SUBSECTION (13) DOES NOT AFFECT ANY DETERMINATION AS TO
WHETHER THE CANCER IS COVERED UNDER THE "WORKERS'
COMPENSATION ACT OF COLORADO", ARTICLES 40 TO 47 OF TITLE 8.

29-5-404. Authority of the trust - rules. (1) IN ADDITION TO ANY
AUTHORITY GIVEN TO THE TRUST, THE TRUST HAS THE AUTHORITY TO:

(a) CREATE A PROGRAM DESCRIPTION TO FURTHER DEFINE OR
MODIFY, BUT NOT DECREASE, THE BENEFITS OF THIS PART 4;

(b) MODIFY THE CONTRIBUTION RATES, BENEFIT LEVELS,
INCLUDING THE MAXIMUM AMOUNT, CONSISTENT WITH SUBSECTION (1)(a)
OF THIS SECTION, AND STRUCTURE OF THE BENEFITS BASED ON ACTUARIAL
RECOMMENDATIONS AND WITH INPUT FROM A COMMITTEE OF THE TRUST
CONSISTING OF REPRESENTATIVES FROM LABOR, MANAGEMENT,
VOLUNTEER, AND TRUST ADMINISTRATION; AND

(c) ADOPT RULES AND PROCEDURES FOR THE ADMINISTRATION OF
THE TRUST.

29-5-405. Exclusion from coverage. An employer who
participates in the voluntary firefighter cancer benefits
program created in this part 4 is not subject to section 8-41-209
(1) and (2) unless the employer ends participation in the program.

SECTION 2. In Colorado Revised Statutes, 8-41-209, add (4) as
follows:

8-41-209. Coverage for occupational diseases contracted by
firefighters. (4) An employer who participates in the voluntary
firefighter cancer benefits program created in part 4 of article
5 of title 29 is not subject to this section unless the employer
ends participation in that program.

SECTION 3. In Colorado Revised Statutes, 8-42-103, add (1)(h)
as follows:

8-42-103. Disability indemnity payable as wages - period of
disability. (1) If the injury or occupational disease causes disability, a
disability indemnity shall be payable as wages pursuant to section
8-42-105 (2)(a) subject to the following limitations:

(h) Unless the offset provisions of section 29-5-403 (10)
have already been taken, in cases where it is determined that a
firefighter has received an award of benefits for a cancer
diagnosis pursuant to section 29-5-403 (3)(b) to (3)(k), the
aggregate benefits payable for temporary total disability,
TEMPORARY PARTIAL DISABILITY, PERMANENT PARTIAL DISABILITY, AND
PERMANENT TOTAL DISABILITY SHALL BE REDUCED, BUT NOT BELOW ZERO,
BY AN AMOUNT EQUAL TO THE TOTAL AMOUNT OF SUCH CANCER
DIAGNOSIS BENEFITS. IN CASES WHERE IT IS DETERMINED THAT A COVERED
INDIVIDUAL HAS RECEIVED COSMETIC DISFIGUREMENT BENEFITS
PURSUANT TO SECTION 29-5-403 (4)(b), BENEFITS FOR DISFIGUREMENT
PAYABLE PURSUANT TO SECTION 8-42-108 SHALL BE REDUCED, BUT NOT
BELOW ZERO, BY AN AMOUNT EQUAL TO SUCH COSMETIC DISFIGUREMENT
BENEFITS.

SECTION 4. In Colorado Revised Statutes, 10-3-903.5, amend
(7)(b)(I) as follows:

10-3-903.5. Jurisdiction over providers of health care benefits.
(7) (b) A multiple employer health trust is any trust that is:
(I) Sponsored, maintained, and funded by one or more entities of
state government or political subdivisions of the state organized pursuant
to state law and is for the benefit of the entity's employees, including a
multiple employer health trust established for the purposes of PART
3 OR 4 of article 5 of title 29; C.R.S.; or

SECTION 5. Safety clause. The general assembly hereby finds,
determines, and declares that this act is necessary for the immediate
preservation of the public peace, health, and safety.