First Regular Session Seventy-third General Assembly STATE OF COLORADO

INTRODUCED

LLS NO. 21-0490.01 Kristen Forrestal x4217

HOUSE BILL 21-1050

HOUSE SPONSORSHIP

Gray and Van Winkle,

SENATE SPONSORSHIP

Bridges and Cooke,

House Committees Business Affairs & Labor **Senate Committees**

A BILL FOR AN ACT

101	CONCERNING THE "WORKERS' COMPENSATION ACT OF COLORADO",
102	AND, IN CONNECTION THEREWITH, MAKING CHANGES THAT
103	AFFECT THE TIMELY PAYMENT OF BENEFITS, GUARDIAN AD
104	LITEM AND CONSERVATOR SERVICES, BENEFIT OFFSETS
105	RELATED TO THE RECEIPT OF FEDERAL DISABILITY OR
106	RETIREMENT BENEFITS, THE REDUCTION OF BENEFITS BASED ON
107	APPORTIONMENT, THE SELECTION OF INDEPENDENT MEDICAL
108	EXAMINERS, LIMITS ON TEMPORARY DISABILITY AND
109	PERMANENT PARTIAL DISABILITY PAYMENTS, THE WITHDRAWAL
110	OF ADMISSIONS OF LIABILITY, MILEAGE EXPENSE
111	REIMBURSEMENT, THE AUTHORITY OF PREHEARING
112	ADMINISTRATIVE LAW JUDGES, THE REOPENING OF PERMANENT
113	TOTAL DISABILITY AWARDS, AND PETITIONS FOR REVIEW AND

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 <u>http://leg.colorado.gov.</u>)

The bill:

- Adds guardian ad litem and conservator services to the list of medical aid that an employer is required to furnish to an employee who is incapacitated as a result of a work-related injury or occupational disease (section 1 of the bill);
- Requires an injured worker who is claiming mileage reimbursement for travel related to obtaining compensable medical care to submit a request to the employer or insurer within 120 days after the expense is incurred, and requires the employer or insurer to pay or dispute mileage within 30 days after submittal and to include in the brochure of claimants' rights an explanation of rights to mileage reimbursement and the deadline for filing a request (sections 1 and 7);
- Clarifies that offsets to disability benefits granted by the federal "Old-Age, Survivors, and Disability Insurance Amendments of 1965" only apply if the payments were not already being received by the employee at the time of the work-related injury (section 2);
- Prohibits the reduction of an employee's temporary total disability, temporary partial disability, or medical benefits based on apportionment under any circumstances; limits apportionment of permanent impairment to specific situations; and declares that the employer or insurer bears the burden of proof, by a preponderance of the evidence, at a hearing regarding apportionment of permanent impairment or permanent total disability benefits (section 3);
- Adds the following conditions that must be met for an employer or insurer to request the selection of an independent medical examiner when an authorized treating physician has not determined that the employee has reached maximum medical improvement (MMI): An examining physician must have examined the employee at least 20 months after the date of the injury, have determined that the

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employee has reached MMI, and have served a written report to the authorized treating physician specifying that the examining physician has determined that the employee has reached MMI; and the authorized treating physician must have responded that the employee has not reached MMI or must have failed to respond within 15 days after service of the report (section 4);

- Changes the whole person impairment rating applicable to an injured worker from 25% to 19% for purposes of determining the maximum amount of combined temporary disability and permanent partial disability payments an injured worker may receive (section 5);
- Clarifies when benefits and penalties payable to an injured worker are deemed paid (section 6);
- Prohibits an employer or insurer from withdrawing an admission of liability when 2 years or more have passed since the date the admission of liability on the issue of compensability was filed, except in cases of fraud (section 7);
- Prohibits the director of the division of workers' compensation or an administrative law judge from determining issues of compensability or liability unless specific benefits or penalties are awarded or denied at the same time (section 8);
- Clarifies the scope of authority of prehearing administrative law judges (section 9);
- Increases the threshold amount that an injured worker must earn in order for permanent total disability payments to cease and allows for annual adjustment of the threshold amount starting in 2022 (section 11); and
- Clarifies the orders that are subject to review or appeal (sections 10 and 12).

1 Be it enacted by the General Assembly of the State of Colorado:

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SECTION 1. In Colorado Revised Statutes, 8-42-101, amend

- 3 (1)(a); and **add** (7) as follows:
- 4 8-42-101. Employer must furnish medical aid approval of
- 5 plan fee schedule contracting for treatment no recovery from
- 6 employee medical treatment guidelines accreditation of physicians
- 7 and other medical providers rules repeal. (1) (a) (I) Every

employer, regardless of said THE employer's method of insurance, shall
furnish such medical, surgical, dental, nursing, and hospital treatment;
medical, hospital, and surgical supplies; crutches; and apparatus; AND
GUARDIAN AD LITEM OR CONSERVATOR SERVICES as may reasonably be
needed at the time of the injury or occupational disease and thereafter
during the disability to cure and relieve the employee from the effects of
the injury.

8 (II) AN EMPLOYER OR AN EMPLOYER'S INSURER THAT IS REQUIRED 9 TO FURNISH GUARDIAN AD LITEM OR CONSERVATOR SERVICES PURSUANT 10 TO THIS SUBSECTION (1)(a) SHALL PAY AN AMOUNT SET IN A FEE SCHEDULE 11 ESTABLISHED BY THE DIRECTOR BY RULE. THE DIRECTOR SHALL INCLUDE 12 IN THE FEE SCHEDULE:

13 (A) REASONABLE ATTORNEY FEES AND COSTS TO APPOINT A 14 GUARDIAN AD LITEM OR CONSERVATOR THROUGH THE APPROPRIATE 15 PROBATE COURT FOR AN EMPLOYEE WHO IS LEGALLY INCAPACITATED AS 16 THE RESULT OF A WORK-RELATED INJURY OR OCCUPATIONAL DISEASE; AND 17 (B) REASONABLE FEES AND COSTS OF A GUARDIAN AD LITEM OR 18 CONSERVATOR APPOINTED FOR AN EMPLOYEE FOR SERVICES THAT ARE 19 REASONABLY NECESSARY AS A RESULT OF THE WORK-RELATED INJURY OR 20 OCCUPATIONAL DISEASE.

(7) A CLAIMANT MUST SUBMIT A REQUEST FOR MILEAGE EXPENSE
REIMBURSEMENT FOR TRAVEL REASONABLY NECESSARY AND RELATED TO
OBTAINING COMPENSABLE TREATMENT, SUPPLIES, OR SERVICES SPECIFIED
IN SUBSECTION (1)(a) OF THIS SECTION TO THE EMPLOYER OR, IF INSURED,
TO THE EMPLOYER'S INSURER NO LATER THAN ONE HUNDRED TWENTY
DAYS AFTER THE DATE THE EXPENSE IS INCURRED UNLESS GOOD CAUSE
FOR A LATER SUBMISSION IS SHOWN. GOOD CAUSE INCLUDES A FAILURE BY

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THE EMPLOYER OR EMPLOYER'S INSURER TO PROVIDE THE NOTICE IN THE
 BROCHURE REQUIRED BY SECTION 8-43-203 (3)(c)(IV). WITHIN THIRTY
 DAYS AFTER THE DATE THE CLAIMANT SUBMITS THE REQUEST FOR
 MILEAGE EXPENSE REIMBURSEMENT, THE EMPLOYER OR EMPLOYER'S
 INSURER SHALL PAY THE MILEAGE EXPENSES OR, IF DENYING THE REQUEST,
 PROVIDE WRITTEN NOTICE TO THE CLAIMANT STATING THE REASON THE
 REQUEST WAS DENIED.

8 SECTION 2. In Colorado Revised Statutes, 8-42-103, add
9 (1)(c)(V) 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:

(c) (V) THE REDUCTIONS OR OFFSETS IN THIS SUBSECTION (1)(c)
APPLY ONLY IF THE EMPLOYEE WAS NOT RECEIVING THE PERIODIC
DISABILITY BENEFITS OR RETIREMENT BENEFITS GRANTED BY THE FEDERAL
"OLD-AGE, SURVIVORS, AND DISABILITY INSURANCE AMENDMENTS OF
1965", PUB.L. 89-97, AS AMENDED, OR EMPLOYER-PAID RETIREMENT
BENEFITS AT THE TIME OF THE WORK-RELATED INJURY.

20 SECTION 3. In Colorado Revised Statutes, 8-42-104, amend (3),
21 (4), and (5) introductory portion; and add (7) as follows:

8-42-104. Effect of previous injury or compensation. (3) An
employee's temporary total disability, temporary partial disability, or
medical benefits shall not be reduced based on a previous injury
APPORTIONMENT UNDER ANY CIRCUMSTANCES. THIS SUBSECTION (3)
SUPERCEDES THE COLORADO COURT OF APPEALS DECISIONS IN *HUTCHISON V. INDUSTRIAL CLAIM APPEALS OFFICE OF COLORADO*, 405 P.3d 458

(COLO. APP. 2017) AND DUNCANV. INDUSTRIAL CLAIM APPEALS OFFICE OF
 COLORADO, 107 P.3d 999 (COLO. APP. 2004).

3 (4) An employee's recovery of permanent total disability shall not 4 be reduced when the disability is the result of A work-related injury or A 5 work-related injury combined with genetic, congenital, or similar 6 conditions; BODY HABITUS; OR FAMILY HISTORY; except that this 7 subsection (4) shall DOES not apply to reductions in recovery or 8 apportionments allowed pursuant to the Colorado supreme court's 9 decision in the case denominated Anderson v. Brinkhoff, 859 P.2d 819 10 (Colo. 1993).

11 (5) In cases of permanent medical impairment, the employee'saward or settlement shall NOT be reduced EXCEPT:

13 (7) FOR THE PURPOSES OF SUBSECTIONS (4) AND (5) OF THIS
14 SECTION, THE EMPLOYER OR, IF THE EMPLOYER IS INSURED, THE
15 EMPLOYER'S INSURER HAS THE BURDEN OF PROOF, BY A PREPONDERANCE
16 OF THE EVIDENCE, AT ANY HEARING REGARDING APPORTIONMENT THAT
17 MAY RESULT IN A REDUCTION OF BENEFITS TO AN EMPLOYEE UNDER THIS
18 SECTION.

SECTION 4. In Colorado Revised Statutes, 8-42-107, amend
(8)(b)(II)(B), (8)(b)(II)(C), and (8)(b)(II)(D); and add (8)(b)(II)(E) as
follows:

8-42-107. Permanent partial disability benefits - schedule medical impairment benefits - how determined. (8) Medical
impairment benefits - determination of MMI for scheduled and
nonscheduled injuries. (b) (II) If either party disputes a determination
by an authorized treating physician on the question of whether the injured
worker has or has not reached maximum medical improvement, an

independent medical examiner may be selected in accordance with
section 8-42-107.2; except that, if an authorized treating physician has not
determined that the employee has reached maximum medical
improvement, the employer or insurer may only request the selection of
an independent medical examiner if all of the following conditions are
met:

(B) A party has requested in writing that an authorized treating
physician determine whether the employee has reached maximum medical
improvement AND HAS PROVIDED THE AUTHORIZED TREATING PHYSICIAN
WITH THE WRITTEN REPORT REQUIRED BY SUBSECTION (8)(b)(II)(E) OF
THIS SECTION;

12 (C) Such THE authorized treating physician has not determined
13 that the employee has reached maximum medical improvement; and

(D) A physician other than such THE authorized treating physician
has EXAMINED THE EMPLOYEE AT LEAST TWENTY MONTHS AFTER THE
DATE OF THE INJURY AND determined that the employee has reached
maximum medical improvement; AND

18 (E) THE REQUESTING PARTY HAS PROVIDED THE AUTHORIZED 19 TREATING PHYSICIAN AND ALL OTHER PARTIES WITH A WRITTEN REPORT 20 FROM THE PHYSICIAN WHO HAS EXAMINED THE EMPLOYEE PURSUANT TO 21 SUBSECTION (8)(b)(II)(D) OF THIS SECTION, INDICATING THAT THE 22 EXAMINING PHYSICIAN HAS DETERMINED THAT THE EMPLOYEE HAS 23 REACHED MAXIMUM MEDICAL IMPROVEMENT, AND THE AUTHORIZED 24 TREATING PHYSICIAN HAS RESPONDED IN WRITING TO ALL THE PARTIES 25 THAT THE EMPLOYEE HAS NOT REACHED MAXIMUM MEDICAL 26 IMPROVEMENT OR HAS FAILED TO RESPOND IN WRITING WITHIN FIFTEEN 27 CALENDAR DAYS AFTER THE SERVICE OF THE WRITTEN REPORT.

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SECTION 5. In Colorado Revised Statutes, amend 8-42-107.5
 as follows:

3 8-42-107.5. Limits on temporary disability payments and 4 permanent partial disability payments. (1) No A claimant whose impairment rating is twenty-five NINETEEN percent or less may NOT 5 6 receive more than seventy-five thousand dollars from combined 7 temporary disability payments and permanent partial disability payments. 8 No A claimant whose impairment rating is greater than twenty-five 9 NINETEEN percent may receive more than one hundred fifty thousand 10 dollars from combined temporary disability payments and permanent 11 partial disability payments.

12 (2) For the purposes of this section, any mental impairment rating 13 shall be combined with the physical impairment rating to establish a 14 claimant's impairment rating for determining the applicable cap. For 15 injuries sustained on and after January 1, 2012, the director shall adjust these limits on the amount of compensation for combined temporary 16 17 disability payments and permanent partial disability payments on July 1, 18 2011, and each July 1 thereafter, by the percentage of THE adjustment 19 made by the director to the state average weekly wage pursuant to section 20 8-47-106.

SECTION 6. In Colorado Revised Statutes, add 8-42-126 as
follows:

8-42-126. Monetary benefits and penalties - timely payment
- determination of date deemed paid. For the purposes of articles
40 to 47 of this title 8, rules promulgated pursuant to articles
40 to 47 of this title 8, and any orders of the division and office
of administrative courts in the department of personnel,

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1 MONETARY BENEFITS OR PENALTIES REQUIRED TO BE PAID TO AN INJURED 2 WORKER ARE DEEMED PAID ON THE DATE THE PAYMENT IS RECEIVED BY 3 OR DELIVERED TO THE INTENDED PAYEE; EXCEPT THAT PAYMENT 4 DELIVERY ATTEMPTED THROUGH THE UNITED STATES POSTAL SERVICE IS 5 DEEMED PAID THREE DAYS AFTER THE DATE OF THE POSTMARK IF THE 6 PAYMENT IS ADDRESSED TO THE PAYEE'S LAST-KNOWN ADDRESS 7 REPORTED TO THE DIVISION AND POSTMARKED AT LEAST THREE BUSINESS 8 DAYS BEFORE THE DATE THE PAYMENT IS DUE.

9 SECTION 7. In Colorado Revised Statutes, 8-43-203, amend (3)
10 introductory portion and (3)(c)(IV); and add (1)(c) as follows:

8-43-203. Notice concerning liability - notice to claimants notice of rights and claims process - rules. (1) (c) THE EMPLOYER OR,
IF INSURED, THE EMPLOYER'S INSURANCE CARRIER MAY NOT WITHDRAW
AN INITIAL ADMISSION OF LIABILITY ON THE ISSUE OF COMPENSABILITY
FILED PURSUANT TO THIS SUBSECTION (1) IF TWO YEARS OR MORE HAVE
ELAPSED SINCE THE DATE THE INITIAL ADMISSION OF LIABILITY WAS FILED
WITH THE DIVISION, EXCEPT IN CASES OF FRAUD.

18 (3) In addition to any other notice required by this section, at the 19 time that the employer or, if insured, the employer's insurance carrier 20 provides the notice required by subsection (1) of this section, the 21 employer or insurance carrier shall provide to the claimant a brochure 22 written in easily understood language, in a form developed by the director 23 after consultation with employers, insurance carriers, and representatives 24 of injured workers, describing the claims process and informing the 25 claimant of his or her THE CLAIMANT'S rights. If the claimant has 26 previously authorized the employer or, if insured, the employer's 27 insurance carrier to communicate with the claimant through electronic

transmission, the brochure may be sent to the claimant electronically. The
 brochure shall, at a minimum, contain the following information:

3 (c) A description of the claimant's right to receive benefit
4 payments, including the claimant's right to receive:

5 (IV) Mileage expenses EXPENSE REIMBURSEMENT for travel to and 6 from work-related medical care and to and from pharmacies to obtain 7 medical prescriptions for work-related medical care. THE DESCRIPTION OF 8 THE RIGHT TO RECEIVE MILEAGE EXPENSE REIMBURSEMENT MUST INCLUDE 9 INFORMATION CONCERNING THE CLAIMANT'S REQUIREMENT TO SUBMIT A 10 REQUEST FOR REIMBURSEMENT TO THE EMPLOYER OR EMPLOYER'S 11 INSURANCE CARRIER NO LATER THAN ONE HUNDRED TWENTY DAYS AFTER 12 THE EXPENSE IS INCURRED PURSUANT TO SECTION 8-42-101 (7) and an 13 EXAMPLE OF A MILEAGE REIMBURSEMENT FORM.

SECTION 8. In Colorado Revised Statutes, 8-43-207, add (2) as
follows:

16 8-43-207. Hearings. (2) NOTWITHSTANDING ANY OTHER
17 PROVISION OF THIS ARTICLE 43, NEITHER THE DIRECTOR NOR AN
18 ADMINISTRATIVE LAW JUDGE SHALL DETERMINE THE ISSUES OF THE
19 COMPENSABILITY OF A CLAIM OR THE LIABILITY OF ANY PARTY TO A CLAIM
20 UNLESS SPECIFIC BENEFITS OR PENALTIES ARE AWARDED OR DENIED
21 CONTEMPORANEOUSLY WITH THE DETERMINATION.

SECTION 9. In Colorado Revised Statutes, 8-43-207.5, amend
(1) and (2) as follows:

8-43-207.5. Prehearing conferences. (1) Notwithstanding any
provision of articles 40 to 47 of this title TITLE 8 to the contrary, at any
time not less than ten days prior to the formal adjudication on the record
of any issue before the director or an administrative law judge in the

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1 office of administrative courts IN THE DEPARTMENT OF PERSONNEL, any 2 party to a claim may request a prehearing conference before a prehearing 3 administrative law judge in the division of workers' compensation for the 4 speedy resolution of or simplification of any issues and to determine the 5 general readiness of remaining issues for formal adjudication on the 6 record. The issues addressed in such THE prehearing conference shall be 7 limited to: Ripeness of legal, but not factual, issues for formal 8 adjudication on the record before the director or an administrative law 9 judge in the office of administrative courts; discovery matters; and 10 evidentiary disputes MAY INCLUDE ANY ISSUES PROPERLY WITHIN THE 11 AUTHORITY OF A PREHEARING ADMINISTRATIVE LAW JUDGE PURSUANT TO 12 SUBSECTION (2) OF THIS SECTION. The filing of an application for hearing 13 with the office of administrative courts shall IN THE DEPARTMENT OF 14 PERSONNEL IS not be a prerequisite to a request for a prehearing 15 conference under this section. The director and the administrative law 16 judges in the office of administrative courts IN THE DEPARTMENT OF 17 PERSONNEL may also request a prehearing conference under this section.

(2) (a) "Prehearing administrative law judge" means a qualified
person appointed by the director pursuant to section 8-47-101 to preside
over prehearing conferences pursuant to this section, to approve
settlements pursuant to section 8-43-204, to conduct settlement
conferences pursuant to section 8-43-206, and to conduct arbitrations
pursuant to section 8-43-206.5. Such

(b) Prehearing administrative law judges shall have authority to
 Order any party to participate in a prehearing conference; issue
 interlocutory orders; issue subpoenas in the name of the division for
 production of documentary evidence which shall be served in the same

manner as subpoenas in the district court; make evidentiary rulings;
permit parties to cause depositions to be taken; determine the competency
of any party to a claim to enter into a settlement agreement; and strike the
application for hearing of a party for failure to comply with any provision
of this section. APPROVE ANY STIPULATIONS OF THE PARTIES AND ISSUE
INTERLOCUTORY ORDERS REGARDING PROCEDURAL MATTERS.
PROCEDURAL MATTERS INCLUDE:

8 (I) ISSUING SUBPOENAS FOR WITNESSES AND DOCUMENTARY
9 EVIDENCE THAT MUST BE SERVED IN THE SAME MANNER AS SUBPOENAS
10 SERVED IN DISTRICT COURT;

11 (II) RESOLVING PREHEARING EVIDENTIARY DISPUTES;

12 (III) DETERMINING IF DEPOSITIONS MUST BE TAKEN;

(IV) RULING ON THE IMPOSITION OF SANCTIONS FOR DISCOVERY
DISPUTES PROVIDED IN THE COLORADO RULES OF CIVIL PROCEDURE,
EXCEPT RULE 107;

16 (V) GRANTING OR DENYING REQUESTS FOR EXTENSIONS OF TIME
17 FOR TAKING ANY ACTION SPECIFIED IN THIS ARTICLE 43;

(VI) RESOLVING DISPUTES REGARDING DISCOVERY, INCLUDING
PERMISSION TO ENGAGE IN DISCOVERY WITH A SELF-REPRESENTED PARTY;
(VII) APPOINTING GUARDIANS AD LITEM AND CONSERVATORS, AS
APPROPRIATE, AND ASSESSING THE REASONABLE FEES AND COSTS FOR ANY
APPOINTMENTS FROM ONE OR MORE OF THE PARTIES;

23 (VIII) DETERMINING THE RIPENESS OF LEGAL ISSUES FOR FORMAL

24 ADJUDICATION; AND

25 (IX) DETERMINING THE COMPETENCY OF ANY PARTY TO A CLAIM
26 TO ENTER INTO SETTLEMENT AGREEMENTS.

27 SECTION 10. In Colorado Revised Statutes, 8-43-301, amend

1 (2) as follows:

2 8-43-301. Petitions to review. (2) (a) (I) Any IF A party IS 3 dissatisfied with an order that DETERMINES COMPENSABILITY OF A CLAIM 4 OR LIABILITY OF ANY PARTY, THAT requires any party to pay a penalty or 5 benefits, or THAT denies a claimant any benefit or penalty, THE PARTY 6 may file a petition to review with the division, THE ORDER. If the order 7 was entered by the director, or THE PARTY MUST FILE THE PETITION WITH 8 THE DIVISION. IF THE ORDER WAS ENTERED BY AN ADMINISTRATIVE LAW 9 JUDGE, THE PARTY MUST FILE THE PETITION at the Denver office of the 10 office of administrative courts in the department of personnel. if the order 11 was entered by an administrative law judge, and THE PARTY MUST serve 12 the same PETITION TO REVIEW by mail on all the parties.

(II) The PARTY MUST FILE THE petition shall be filed TO REVIEW
within twenty days after the date of the certificate of mailing of the order,
and, unless so TIMELY filed, the order shall be IS final.

16 (b) A DISSATISFIED PARTY MAY FILE the petition to review may be 17 filed by mail, and shall be THE PETITION IS deemed filed upon the date of 18 mailing, as determined by the certificate of mailing, if the certificate of 19 mailing indicates that the petition to review was mailed to the division or 20 to the Denver office of the office of administrative courts in the 21 department of personnel, as appropriate. The petition to review shall 22 MUST be in writing and shall MUST set forth in detail the particular errors 23 and objections of the petitioner. A petitioner shall MUST, at the same time 24 OF FILING THE PETITION, order any transcript relied upon for the petition 25 to review, arrange with the hearing reporter to pay for the same 26 TRANSCRIPT, and notify opposing parties of the transcript ordered. 27 Opposing parties shall have twenty days after the date of the certificate of mailing of the petition to review to MUST order any other transcript not
ordered by the petitioner and arrange with the hearing reporter to pay for
the same OTHER TRANSCRIPT WITHIN TWENTY DAYS AFTER THE DATE OF
THE CERTIFICATE OF MAILING OF THE PETITION TO REVIEW THE ORDER.

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SECTION 11. In Colorado Revised Statutes, 8-43-303, **amend** (3) as follows:

7 8-43-303. Reopening. (3) (a) In cases where a claimant is 8 determined to be permanently totally disabled, any such case WHEN A 9 CLAIMANT HAS BEEN AWARDED PERMANENT TOTAL DISABILITY BENEFITS, 10 THE AWARD may be reopened at any time to determine if the claimant has 11 returned to employment. If the claimant has returned to employment and 12 is earning HAS EARNED in excess of four SEVEN thousand FIVE HUNDRED 13 dollars per year or has participated in activities which THAT indicate that 14 the claimant has the ability to return to employment such AND EARN IN 15 EXCESS OF SEVEN THOUSAND FIVE HUNDRED DOLLARS IN A YEAR, THE 16 claimant's permanent total disability award shall cease and the claimant 17 shall IS not be entitled to further permanent total disability benefits as a 18 result of the injury or occupational disease which THAT led to the original 19 permanent total disability award. Any subsequent permanent partial 20 disability benefits awarded for the same injury or occupational disease 21 shall be decreased by the amount of permanent total disability benefits 22 previously received by the employee.

(b) ON JULY 1, 2022, AND EACH JULY 1 THEREAFTER, FOR INJURIES
SUSTAINED ON OR AFTER JANUARY 1, 2022, THE DIRECTOR SHALL ADJUST
THE AMOUNT OF EARNINGS REQUIRED FOR CEASING PERMANENT TOTAL
DISABILITY BY THE PERCENTAGE OF THE ADJUSTMENT MADE BY THE
DIRECTOR TO THE STATE AVERAGE WEEKLY WAGE PURSUANT TO SECTION

1 8-47-106.

2 SECTION 12. In Colorado Revised Statutes, 8-43-307, amend
3 (1) as follows:

4 8-43-307. Appeals to court of appeals. (1) The final order of the 5 director or the panel shall constitute CONSTITUTES the final order of the 6 division. Any IF A person in interest, including Pinnacol Assurance, being 7 IS dissatisfied with any final order of the division THAT DETERMINES 8 COMPENSABILITY OF A CLAIM OR LIABILITY OF ANY PARTY, THAT REQUIRES 9 ANY PARTY TO PAY A PENALTY OR BENEFITS, OR THAT DENIES A CLAIMANT 10 ANY BENEFIT OR PENALTY, THE PERSON may commence an action in the 11 court of appeals against the industrial claim appeals office as defendant 12 to modify or vacate any such THE order on the grounds set forth in section 13 8-43-308.

14 SECTION 13. Act subject to petition - effective date -15 **applicability.** (1) This act takes effect at 12:01 a.m. on the day following 16 the expiration of the ninety-day period after final adjournment of the 17 general assembly; except that, if a referendum petition is filed pursuant 18 to section 1 (3) of article V of the state constitution against this act or an 19 item, section, or part of this act within such period, then the act, item, 20 section, or part will not take effect unless approved by the people at the 21 general election to be held in November 2022 and, in such case, will take 22 effect on the date of the official declaration of the vote thereon by the 23 governor.

(2) (a) Sections 4, 6, 8, 9, 10, and 12; section 8-42-101 (7),
Colorado Revised Statutes, in section 1; and section 8-43-203 (3)(c)(IV),
Colorado Revised Statutes, in section 7 of this act apply to workers'
compensation claims pending or filed on or after the applicable effective

1 date of this act.

(b) Section 8-42-104 (4), (5) introductory portion, and (7),
Colorado Revised Statutes, in section 3 of this act apply to applications
for hearings regarding apportionment filed on or after the applicable
effective date of this act.

6 (c) Section 8-43-203 (1)(c), Colorado Revised Statutes, in section
7 of this act applies to initial admissions of liability on the issue of
8 compensability filed on or after the applicable effective date of this act.
9 (d) Sections 2, 5, and 11; section 8-42-101 (1)(a), Colorado
10 Revised Statutes, in section 1; and section 8-42-104 (3), Colorado
11 Revised Statutes, in section 3 of this act apply to injuries occurring on or
12 after the applicable effective date of this act.