LEGISLATIVE HISTORY CHECKLIST Compiled by the NJ State Law Library

NJSA: 34:15-12

(Workers

compensation--increase

death benefits)

LAWS OF: 1990

CHAPTER: 122

Bill No:

A 2890

Sponsor(s):

Patero, Gill and Foy

Date Introduced: January 25, 1990

Committee: Assembly: Labor

Senate:

Labor, Industry

A mended during passage:

Yes

A mendments during passage

denoted by asterisks.

Date of Passage:

Assembly:

March 1, 1990

Senate:

October 11, 1990

Date of Approval: November 30, 1990

Following statements are attached if available:

Sponsor statement:

Yes

Committee Statement: Assembly: Yes

Senate:

Yes

Fiscal Note:

Yes

Veto Message:

Nο

Message on signing:

No

Following were printed:

Reports:

No

Hearings:

No

KBG/SLJ

[FIRST REPRINT] ASSEMBLY, No. 2890

STATE OF NEW JERSEY

INTRODUCED JANUARY 25, 1990

By Assemblymen PATERO, GILL and Foy

AN ACT concerning certain death benefits and amending R.S.34:15-12, R.S.34:15-13, and R.S.34:15-21.

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BE IT ENACTED by the Senate and General Assembly of the State of New Jersey:

1. R.S.34:15-12 is amended to read as follows:

34:15-12. Following is a schedule of compensation:

For injury producing temporary disability, 70% of the worker's weekly wages received at the time of the injury, subject to a maximum compensation of 75% of the average weekly wages earned by all employees covered by the [Unemployment "unemployment compensation law," Compensation Law] (R.S.43:21-1 et seq.) and a minimum of 20% of such average weekly wages a week. This compensation shall be paid during the period of such disability, not however, beyond 400 weeks. The amount of the maximum compensation shall be computed, determined, rounded out to the nearest dollar, and promulgated by the Commissioner of Labor [and Industry] on or before September 1 in each year based on said average weekly wages as of the calendar year preceding, and shall be effective as to injuries occurring in the calendar year following promulgation. In any year in which the maximum benefit rate based upon said computation would not be increased or decreased beyond \$1.00 in amount, the rate promulgated theretofore shall continue.

b. For disability total in character and permanent in quality, 70% of the weekly wages received at the time of injury, subject to a maximum and a minimum compensation as stated in [paragraph "a" hereof] subsection a. of this section. compensation shall be paid for a period of 450 weeks, at which time compensation payments shall cease unless the employee shall have submitted to such physical or educational rehabilitation as may have been ordered by the rehabilitation commission, and can show that because of such disability it is impossible for the employee to obtain wages or earnings equal to those earned at the time of the accident, in which case further weekly payments shall be made during the period of such disability, the amount thereof to be the previous weekly compensation payment diminished by that portion thereof that

EXPLANATION—Matter enclosed in bold-faced brackets [thus] in the above bill is not enacted and is intended to be omitted in the law.

the wage, or earnings, the employee is then able to earn, bears to the wages received at the time of the accident. If the employee's wages or earnings equal or exceed wages received at the time of the accident, then the compensation rate shall be reduced to \$5.00. In calculating compensation for this extension beyond 450 weeks the above minimum provision shall not apply. This extension of compensation payments beyond 450 weeks shall be subject to such periodic reconsiderations and extensions as the case may require, and shall apply only to disability total in character and permanent in quality, and shall not apply to any accident occurring prior to July 4, 1923.

c. For disability partial in character and permanent in quality, weekly compensation shall be paid based upon 70% of the weekly wages received at the time of the injury, subject to a maximum compensation per week of 75% of the Statewide average weekly wages (SAWW) earned by all employees covered by [Unemployment Compensation Law] "unemployment compensation law," (R.S.43:21-1 et seq.) and paid in accordance with the following "Disability Wage and Compensation Schedule" and a minimum of \$35.00 per week. The amount of awards for up to and including 180 weeks shall remain at the amounts listed in the "Disability Wage and Compensation Schedule" until January 1, 1982. On January 1, 1982, the dollar amounts listed for the first 180 weeks in the "Disability Wage and Compensation Schedule" shall be replaced by the following percentages of the Statewide average weekly wage:

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28	\$47–20% of the Statewide	\$61-26% SAWW
29	average weekly	\$63-27% SAWW
30	wages, hereinafter	\$66-28% SAWW
31	referred to as "SAWW"	\$68-29% SAWW
32	\$49-21% SAWW	\$70-30% SAWW
33	\$51-22% SAWW	\$73-31% SAWW
34	\$54–23% SAWW	\$75-32% SAWW
35	\$56-24% SAWW	\$77-33% SAWW
36	\$59-25% SAWW	\$80-34% SAWW
37		\$82-35% SAWW

In the event that the 20% limitation for attorney fees as set forth in R.S.34:15-64 is reduced to a maximum of 10% before January 1, 1982, the above schedule shall be effective within 60 days of such reduction in attorney fees. All amounts in the "Disability Wage and Compensation Schedule" shall be rounded out to the nearest dollar. When a claim petition alleges more than one disability, the number of weeks in the award shall be determined and entered seperately for each such disability and the number of weeks for each disability shall not be cumulative when entering an award.

1 2	DISABILITY WAGE AND	COMPENSATION SCHEDULE
3	Weeks of Allowable	Maximum Weekly Compensation
4	Compensation	Applicable
5	Componention	
6	First 90 weeks	\$47
7	91 through 96 weeks	'
8	•	\$49 for the first 96 weeks
9	5.	then \$51 for each remaining
10		week
11	103 through 108 weeks .	\$49 for the first 96 weeks
12		then \$51 for the next 6 weeks
13		then \$54 for each remaining
14		week
15	109-114 weeks	\$49 for the first 96 weeks
16		then \$51 for the next 6 weeks
17		then \$54 for the next 6 weeks
18		then \$56 for each remaining
19		week
20	115-120 weeks	\$49 for the first 96 weeks
21		then \$51 for the next 6 weeks
22		then \$54 for the next 6 weeks
23		then \$56 for the next 6 weeks
24		then \$59 for each remaining
25		week
26		
27	Weeks of Allowable	Maximum Weekly Compensation
28	Compensation	Applicable
29		
30	121-126 weeks	\$49 for the first 96 weeks
31		then \$51 for the next 6 weeks
32		then \$54 for the next 6 weeks
33		then \$56 for the next 6 weeks
34		then \$59 for the next 6 weeks
35		then \$61 for each remaining
36		week
37	127-132 weeks	\$49 for the first 96 weeks
38		then \$51 for the next 6 weeks
39		then \$54 for the next 6 weeks
40		then \$56 for the next 6 weeks
41		then \$59 for the next 6 weeks
42		then \$61 for the next 6 weeks
43		
		then \$63 for each remaining
44		week
44 45	133-138 weeks	week \$49 for the first 96 weeks
44 45 46	133-138 weeks	week \$49 for the first 96 weeks then \$51 for the next 6 weeks
	133-138 weeks	week \$49 for the first 96 weeks

1	DISABILITY WAGE AND CO	MPENSATION SCHEDULE (Cont'd)
2		then \$59 for the next 6 weeks
3		then \$61 for the next 6 weeks
4		then \$63 for the next 6 weeks
5		•
6		then \$66 for each remaining
7	400 444	week
8	139-144 weeks	\$49 for the first 96 weeks
9		then \$51 for the next 6 weeks
10		then \$54 for the next 6 weeks
11		then \$56 for the next 6 weeks
12		then \$59 for the next 6 weeks
13		then \$61 for the next 6 weeks
14		then \$63 for the next 6 weeks
15		then \$66 for the next 6 weeks
16		then \$68 for each remaining
17		week
18		
19	Weeks of Allowable	Maximum Weekly Compensation
20	Compensation	Applicable
21		
22	145-150 weeks	\$49 for the first 96 weeks
23		then \$51 for the next 6 weeks
24		then \$54 for the next 6 weeks
25		then \$56 for the next 6 weeks
26		then \$59 for the next 6 weeks
27		then \$61 for the next 6 weeks
28		then \$63 for the next 6 weeks
29		then \$66 for the next 6 weeks
30		then \$68 for the next 6 weeks
31		then \$70 for each remaining
32		week
33	151-156 weeks	\$49 for the first 96 weeks
34		then \$51 for the next 6 weeks
35		then \$54 for the next 6 weeks
36		then \$56 for the next 6 weeks
37		then \$59 for the next 6 weeks
38		then \$61 for the next 6 weeks
39		then \$63 for the next 6 weeks
40		then \$66 for the next 6 weeks
41		then \$68 for the next 6 weeks
42		then \$70 for the next 6 weeks
43		then \$73 for each remaining
44		week
45	157-162 weeks	\$49 for the first 96 weeks
46	10, 101 10010 1 1 1 1 1	then \$51 for the next 6 weeks
47		then \$54 for the next 6 weeks
48		then \$56 for the next 6 weeks
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	HEDULE (Cont'd)
2 Abor #50 for t	ha novet 6 wooka
	he next 6 weeks he next 6 weeks
	he next 6 weeks
-	each remaining
week	
12 Weeks of Allowable Maximum Weekly	_
13 Compensation Applic	able
14 15 163-168 weeks \$49 for the	first 96 weeks
	he next 6 weeks
	he next 6 weeks
	he next 6 weeks
	each remaining
28 week	
29 169-174 weeks \$49 for the fi	
	he next 6 weeks
	he next 6 weeks
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•	he next 6 weeks
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•	he next 6 weeks
38 then \$70 for t	he next 6 weeks
	he next 6 weeks
•	he next 6 weeks
41 then \$77 for t	he next 6 weeks
τι του φ// του τ.	each remaining
42 then \$80 for	
	o d
42 then \$80 for	J
42 then \$80 for 43 week 44 175-180 weeks \$49 for the fi	J
42 then \$80 for 43 week 44 175-180 weeks \$49 for the fi 45 then \$51 for the	rst 96 weeks
42 then \$80 for 43 week 44 175-180 weeks \$49 for the fi 45 then \$51 for the 46 then \$54 for the	rst 96 weeks he next 6 weeks

1	DISABILITY WAGE AND COMPENSATION SCHEDULE (Cont 'd)								
2									
3	then \$61 for the next 6 weeks								
4									
5	Weeks of Allowable Maximum Weekly Compensation								
6	Compensation Applicable								
7									
8	then \$63 for the next 6 weeks								
9	then \$66 for the next 6 weeks								
10	then \$68 for the next 6 weeks								
11	then \$70 for the next 6 weeks								
12	then \$73 for the next 6 weeks								
13	then \$75 for the next 6 weeks								
14	then \$77 for the next 6 weeks								
15	then \$80 for the next 6 weeks								
16	then \$82 for each remaining								
17	week								
18	181-210 weeks 35% of the Statewide average								
19	weekly wages, hereinafter								
20	referred to as "SAWW"								
21	211-240 weeks 40% of SAWW								
22	241-270 weeks 45% of SAWW								
23	271-300 weeks 50% of SAWW								
24	301-330 weeks 55% of SAWW								
25	331-360 weeks 60% of SAWW								
26	361-390 weeks 65% of SAWW								
27	391-420 weeks 70% of SAWW								
28	421-600 weeks 75% of SAWW								
29	Coid componentian shall be supposely subject to the provisions								
30	Said compensation shall be expressly subject to the provisions								
31	of R.S.34:15-37, and shall be paid to the employee for the period								
32 33	named in the following schedule ([subparagraphs] paragraphs 1 to 23 inclusive):								
34	Lost Member Number of Weeks								
35	Compensation								
36	1. Thumb 75								
3 <i>7</i>	2. First finger (commonly								
38	called index finger) 50								
39	3. Second finger 40								
40	4. Third finger 30								
41	5. Fourth finger (commonly								
42	called little finger) 20								
43	6. Great toe 40								
44	7. Toe, other than a great toe 15								
45	8. Hand, or thumb and first								
46	and second fingers (on								
47	one hand) or four fingers								
48	(on one hand)								
	· ·								

1	9.	Arm .						.330
2	10.	Foot.						.230
3	11.	Leg .						.315

- 12. The loss of the first phalange of the thumb or of any finger shall be considered to be equal to the loss of 1/2 of such thumb or finger, and the compensation shall be for 1/2 of the periods of time above specified. The loss of any portion of the thumb or any finger between the terminal joint and the end thereof shall be compensated for a like proportion of the period of time prescribed for the loss of the first phalange of such member.
- 13. The loss of the first phalange and any portion of the second shall be considered as the loss of the entire finger or thumb, but in no case shall the amount received for more than one finger exceed the amount provided in this schedule for the loss of a hand.
- 14. The loss of the first phalange of any toe shall be considered to be equal to the loss of 1/2 of such toe, and compensation shall be for 1/2 of the period of time above specified.
- 15. The loss of the first phalange and any portion of the second shall be considered as the loss of the entire toe.
 - 16. For the loss of vision of an eye, 200 weeks.
- 17. For the enucleation of an eye, 25 weeks, in addition to such compensation, if any, as may be allowable under [subparagraph] paragraph 16 of this subsection.
- 18. For the loss of a natural tooth, [4] <u>four</u> weeks for each tooth lost.
- 19. For the total loss of hearing in one ear, 60 weeks. For the total loss of hearing in both ears by one accident, 200 weeks.
- 20. The loss of both hands, or both arms, or both feet, or both legs, or both eyes, or any two thereof as the result of any one accident, shall constitute total and permanent disability to be compensated according to the provisions of [paragraph "b."] subsection b. of this section.
- 21. Amputation between the elbow and the wrist shall be considered as the equivalent of the loss of a hand and amputation at the elbow shall be considered equivalent to the loss of the arm. Amputation between the knee and ankle shall be considered as the equivalent of the loss of a foot, and amputation at the knee shall be considered equivalent to the loss of the leg. An additional amount of 30% of the amputation award shall be added to that award to compute the total award made in amputations of body members, provided, however, that this additional amount shall not be subject to legal fees.
- 22. In all lesser or other cases involving permanent loss, or where the usefulness of a member of any physical function is permanently impaired, the duration of compensation shall bear such relation to the specific periods of time stated in the above schedule as the disabilities bear to those produced by the injuries

named in the schedule. In cases in which the disability is determined as a percentage of total and permanent disability, the duration of the compensation shall be a corresponding portion of 600 weeks. Should the employer and employee be unable to agree upon the amount of compensation to be paid in cases not covered by the schedule, either party may appeal to the Division of Workers' Compensation for a settlement of the controversy.

- 23. Where there is a traumatic hernia, compensation will be allowed if notice thereof is given by the claimant to the employer within 48 hours after the occurrence of the hernia but any Sunday, Saturday or holiday shall be excluded from this 48-hour period.
- d. If previous loss of function to the body, head, a member or an organ is established by competent evidence, and subsequently an injury or occupational disease arising out of and in the course of an employment occurs to that part of the body, head, member or organ, where there was a previous loss of function, then [and in such case,] the employer or the employer's insurance carrier at the time of the subsequent injury or occupational disease shall not be liable for any such loss and credit shall be given the employer or the employer's insurance carrier for the previous loss of function and the burden of proof in such matters shall rest on the employer.
- e. In case of the death of the person from any cause other than the accident or occupational disease, during the period of payments for permanent injury, the remaining payments shall be paid to such of the deceased person's dependents as are included in the provisions of [said section] R.S. 34:15-13 or, if no dependents, the remaining amount due, but not exceeding [\$2,000.00] \$3,500.00, shall be paid in a lump sum to the proper person for burial and funeral expenses; but no compensation shall be due any other person than the injured employee on account of compensation being paid in excess of 450 weeks on account of disability total in character and permanent in quality as provided by [paragraph] subsection b. of this section.
- (cf: P.L.1979, c.283, s.5)

- 2. R.S.34:15-13 is amended to read as follows:
- 34:15-13. Except as hereinafter provided, in case of death, compensation shall be computed, but not distributed, on the following basis:
 - a. For one dependent, 50% of wages.
 - b. For two dependents, 55% of wages.
- c. For three dependents, 60% of wages.
 - d. For four dependents, 65% of wages.
- e. For five or more dependents, 70% of wages.
- f. The term "dependents" shall apply to and include any or all of the following who are dependent upon the deceased at the time of accident or the occurrence of occupational disease, or at the

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time of death, namely: husband, wife, parent, stepparents, grandparents, children, stepchildren, grandchildren, child in esse, posthumous child, illegitimate children, brothers, sisters, half brothers, half sisters, niece, nephew. Legally adopted children shall, in every particular, be considered as natural children. Dependency shall be conclusively presumed as to the decedent's spouse and to the natural children under 18 years of age of a decedent who were actually a part of the decedent's household at the time of the decedent's death. Every provision of this article applying to one class shall be equally applicable to the other. Should any dependent of a deceased employee die during the period covered by such weekly payments the right of such dependent to compensation under this section shall cease, but should the surviving spouse of a deceased employee remarry during such period and before the total compensation is paid, the spouse shall be entitled to receive the remainder of the compensation which would have been due [said] the spouse had the spouse not remarried, or [\$1,000.00] \$2,500, whichever is the lesser. The foregoing schedule applies only to persons wholly dependent, and in the case of persons only partially dependent, except in the case of the surviving spouse and children who were actually a part of the decedent's household at the time of death, the compensation shall be such proportion of the scheduled percentage as the amounts actually contributed to them by the deceased for their support constituted of his total wages and the provision as to a minimum of 20% of the average weekly wage as set forth in [paragraph] subsection a. of ¹[this section] R.S. $34:15-12^{1}$ shall not apply to such compensation. In determining the number of dependents, where the deceased employee was a minor, the number of persons dependent upon the deceased employee shall be determined in the same way as if the deceased employee were an adult, notwithstanding any rule of law as to the person entitled to a minor's wages.

g. Compensation shall be computed upon the foregoing basis. Distribution shall be made among dependents, if more than one, according to the order of the Division of Workers' Compensation, which shall, when applied to for that purpose, determine, upon the facts being presented to it, the proportion to be paid to or on behalf of each dependent according to the relative-dependency. Payment on behalf of infants shall be made to the surviving parent, if any, or to the statutory or testamentary guardian.

h. If death results from the accident or occupational disease, whether there be dependents or not, expenses of the last sickness of the deceased employee shall be paid in accordance with the provisions for medical and hospital service as set forth in [section] R.S.34:15-15 [of this Title]. [Also] In addition, the cost of burial and of a funeral, not to exceed [\$2,000.00] \$3,500 shall be paid to the dependent or other person having paid [said] the

costs of burial and the funeral. In the event that the [said] dependent or other person has paid less than [\$2,000.00] \$3,500 for the costs of burial and the funeral, the [said] dependent or other person shall be reimbursed in the amount paid and, if the costs of burial and the funeral exceed the amount so paid, the difference between the said amount and [\$2,000.00] \$3,500 or so much thereof as may be necessary to pay the cost of burial and the funeral, shall be paid to the undertaker or embalmer or the dependent or other person having paid the costs of burial and the funeral. In the event that no part of the costs of burial and the funeral ¹[has] have¹ been paid, the amount of such cost of burial ¹[and]¹ and the funeral, not to exceed [\$2,000.00] \$3,500, shall be paid to the undertaker or embalmer or the dependent or other person ¹[having paid] who is to pay¹ the costs of burial and the funeral.

- i. In computing compensation to those named in this section, except husband, wife, parents and stepparents, only those under 18 or over 40 years of age shall be included and then only for that period in which they are under 18 or over 40; provided, however, that payments to such physically or mentally deficient persons as are for such reason dependent shall be made during the full compensation period of 450 weeks.
- j. The maximum compensation in case of death shall be subject to the maximum compensation as stated in [paragraph] subsection a. of [section] R.S.34:15-12 [of this Title] and a minimum of 20% of average weekly wages per week as set forth in [paragraph] subsection a. [above] of R.S.34:15-12, except in the case of partial dependency as provided in this section. This compensation shall be paid, in the case of a surviving spouse, during the entire period of survivorship or until such surviving spouse shall remarry except that any earnings from employment by the surviving spouse after 450 weeks of compensation have been paid shall be deducted from the compensation thereafter payable to [said] the spouse and, in the case of other dependents, during 450 weeks and if at the expiration of 450 weeks there shall be one or more dependents under 18 years of age, compensation shall be continued for such dependents until they reach 18 years of age at the schedule provided under [paragraphs] subsections a. to e. of this section.

(cf: P.L.1979, c.283, s.6)

- 3. R.S.34:15-21 is amended to read as follows:
- 34:15-21. Payments in case of death; to whom made; bond. In case of death, compensation payments may be made directly to dependents of full age and on behalf of infants to the surviving parent, if any, or to the statutory or testamentary guardian of any such infant. The [workmen's compensation bureau] <u>Division of Workers' Compensation</u>, on application or when a petition has been filed, may order such payments to be made to the

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administrator or executor of the decedent, or to such person as would be appointed administrator of the estate of the decedent, and may, if compensation is to be paid weekly, require, in the discretion of the [bureau] division, the filing with the [bureau] division of a bond, with satisfactory surety, to the dependents, [for not more than one hundred dollars] in an amount determined by the division, for the proper application of the compensation payments. If a commutation of the award is ordered and it is impracticable to make distribution of the commuted sum among the persons entitled thereto, then the [bureau] division, on making the commutation, shall require a bond, with such sureties and in such amount as will, in the judgment of the [bureau] division, fully secure the persons severally entitled to portions of the commuted sum.

(cf: R.S.34:15-21)

4. This act shall take effect on the 90th day following enactment, and shall apply to all compensable deaths occuring on or after the effective date.

LABOR

Increases amount of certain workers' compensation death benefits.

would be appointed administrator of the estate of the decedent, and may, if compensation is to be paid weekly, require, in the discretion of the [bureau] division, the filing with the [bureau] division of a bond, with satisfactory surety, to the dependents, [for not more than one hundred dollars] in an amount determined by the division, for the proper application of the compensation payments. If a commutation of the award is ordered and it is impracticable to make distribution of the commuted sum among the persons entitled thereto, then the [bureau] division, on making the commutation, shall require a bond, with such sureties and in such amount as will, in the judgment of the [bureau] division, fully secure the persons severally entitled to portions of the commuted sum.

(cf: R.S.34:15-21)

4. This act shall take effect on the 90th day following enactment, and shall apply to all compensable deaths occuring on or after the effective date.

SYONSORS STATEMENT

 This bill increases the amount of the burial benefit established under the workers' compensation law, R.S.34:15-1 et seq., from \$2,000 to \$3,500. The increase provided by the bill raises the burial benefit amount to approximately the same level as the average cost of a funeral in the State. The burial benefit amount has not been increased since 1979.

The bill also provides that if the surviving spouse of a deceased employee remarries during the period when the spouse is entitled to weekly benefits under the law, the spouse will receive whichever is less of the remainder of the compensation that would have been due if there had been no marriage, or \$2,500, instead of the \$1,000 presently permitted.

Finally, the bill authorizes the Division of Workers' Compensation in the Department of Labor to establish the amount of the bond an employer or insurer is required to file in situations where death benefit payments are to be made over time. Currently, the amount of such a bond may not exceed \$100.

LABOR

Increases amount of certain workers' compensation death benefits.

ASSEMBLY LABOR COMMITTEE

STATEMENT TO

ASSEMBLY, No. 2890

STATE OF NEW JERSEY

DATED: FEBRUARY 8, 1990

The Assembly Labor Committee reports favorably Assembly Bill No. 2890.

This bill increases the amount of the burial benefit established under the workers' compensation law, R.S.34:15-1 et seq., from \$2,000 to \$3,500. The increase provided by the bill raises the burial benefit amount to approximately the same level as the average cost of a funeral in the State. The burial benefit amount has not been increased since 1979.

The bill also provides that if the surviving spouse of a deceased employee remarries during the period when the spouse is entitled to weekly benefits under the law, the spouse will receive whichever is less of the remainder of the compensation that would have been due if there had been no marriage, or \$2,500, instead of the \$1,000 presently permitted.

Finally, the bill authorizes the Division of Workers' Compensation in the Department of Labor to establish the amount of the bond an employer or insurer is required to file in situations where death benefit payments are to be made over time. Currently, the amount of such a bond may not exceed \$100.

SENATE LABOR, INDUSTRY AND PROFESSIONS COMMITTEE

STATEMENT TO

ASSEMBLY, No. 2890

with committee amendments

STATE OF NEW JERSEY

DATED: MAY 17, 1990

The Senate Labor, Industry and Professions Committee reports favorably and with committee amendments Assembly Bill No. 2890.

This bill increases the amount of the burial benefit established under the workers' compensation law, R.S.34:15-1 et seq., from \$2,000 to \$3,500. The increase provided by the bill raises the burial benefit amount to approximately the same level as the average cost of a funeral in the State. The burial benefit amount has not been increased since 1979.

The bill also provides that if the surviving spouse of a deceased employee remarries during the period when the spouse is entitled to weekly benefits under the law, the spouse will receive whichever is less of the remainder of the compensation that would have been due if there had been no marriage, or \$2,500, instead of the \$1,000 presently permitted.

Finally, the bill authorizes the Division of Workers' Compensation in the Department of Labor to establish the amount of the bond an employer or insurer is required to file in situations where death benefit payments are to be made over time. Currently, the amount of such a bond may not exceed \$100.

The committee made technical amendments to the bill.

LEGISLATIVE FISCAL ESTIMATE TO

[FIRST REPRINT] ASSEMBLY, No. 2890

STATE OF NEW JERSEY

DATED: September 10, 1990

Assembly Bill No. 2890 (1R) of 1990 would increase the amount of the burial benefits established under the workers' compensation law, R.S.34:15-1 et seq., from \$2,000 to \$3,500. The bill would also provide that if the surviving spouse of a deceased employee remarries during the period when the spouse is entitled to weekly benefits under the law, the spouse would receive whichever is less of the remainder of the compensation that would have been due if there had been no marriage, or \$2,500, instead of the \$1,000 presently permitted. Also, the bill would authorize the Division of Workers' Compensation in the Department of Labor to establish the amount of the bond an employer or insurer is required to file in situations where death benefit payments are to be made over time.

The Department of the Treasury has asserted that the impact of this bill would not be significant, and has thus not provided a fiscal note worksheet. The department states that it experiences approximately three death claims a year among State employees. This figure is confirmed by New Jersey Department of Labor (DOL) statistics concerning public employee injuries and fatalities. According to the DOL's New Jersey Public Employees Occupational Injuries and Illnesses report for calendar year 1988, which is the most recent available data on the subject, there were twelve fatal cases from a total public sector workforce of 481,000, three of which were State employees. For purposes of the report, the public sector workforce encompassed both State and local employees. No data concerning private sector employees were given.

Using the percentage of fatal cases that the public sector workforce experienced during the calendar year (.00249 percent), it is possible to arrive at an estimate for the private sector workforce as well. With the current private sector workforce of approximately 3.2 million State-wide, it can be estimated that there will be approximately 80 fatal cases (3.2 million x .0000249) during the calendar year. Under this legislation, burial benefits would be increased by approximately \$120,000 (80 x \$1,500). This cost would be borne by workers' compensation insurers or self-insuring employers.

The Office of Legislative Services notes that the direct cost to the State government of enacting this legislation would indeed be insignificant given the low number of fatal cases experienced by State and local employees. With approximately three cases from State employees and nine cases from local employees per year, the increase in total benefits paid for the entire public sector workforce would be no more than \$18,000. The cost effect as a result of the remarriage provision, which is nearly incalculable, would be even smaller.

This legislative fiscal estimate has been produced by the Office of Legislative Services due to the failure of the Executive Branch to respond to our request for a fiscal note.

This fiscal estimate has been prepared pursuant to P.L.1980, c.67.