RESOLUTION NUMBER 21-01

RESOLUTION IN SUPPORT OF ADDRESSING THE REEMPLOYMENT BENEFITS SYSTEM UNDER THE ALASKA WORKERS' COMPENSATION ACT

WHEREAS, the Alaska Workers' Compensation Board (Board) is a public organization that is accountable through its members to the residents, the Legislature, and the Governor of Alaska;

WHEREAS, the Board acts as the lead state agency for adjudicating disputes under the Alaska Workers' Compensation Act (Act), to ensure quick, efficient, and fair payments of benefits to injured workers at a reasonable cost to employers;

WHEREAS, Alaska's workers' compensation premium rates are the 4th highest in the nation according to the October 2018 Oregon Workers' Compensation Premium Rate Ranking Summary;

WHEREAS, stay-at-work/early return-to-work programs reduce reemployment costs to employers and improve worker outcomes;

WHEREAS, the Act requires a reemployment benefits eligibility evaluation when an injured worker has been unable to work for 90 days, without regard to whether an evaluation is warranted at that time;

WHEREAS, retraining plans under the Act focus on the quickest option to return an injured worker to work regardless of interest in that vocational goal, and at a maximum plan cost of \$13,300;

WHEREAS, the maximum plan cost of \$13,300, which has not been adjusted since 2000, is often insufficient to create a plan that meets statutory requirements;

NOW THEREFORE BE IT RESOLVED that the Board respectfully requests that the Alaska State Legislature amend the Alaska Workers' Compensation Act to provide the following:

- 1. Transition from emphasis on retraining to emphasis on stay-at-work/early return-to-work.
- 2. Increase the 90-day mandatory reemployment evaluation under AS 23.30.041 to 120 days.
- 3. Increase eligibility evaluation time from 30 days to 60 days.
- 4. Provide a statutory provision allowing reconsideration of the RBA's decision within 30 days of the decision.
- 5. Provide a statutory provision allowing modification of the RBA's decision within one year if circumstances have changed.

- 6. Transition from reemployment plans of shortest duration to plans that consider the injured worker's interests and experience, within statutory cost and duration limits.
- 7. Authorize the Board to establish fees for reemployment specialist services.
- 8. Increase the benefit under .041(I) from \$13,300 to \$19,300, and adjust to cpi annually.
- 9. Extend the timeframe to select a job dislocation benefit.
- 10. Establish a method for injured workers to voluntarily exit the reemployment benefits system.
- 11. Allow an employer to controvert reemployment benefits based on noncooperation.

BE IT FURTHER RESOLVED that copies of the Resolution be promptly transmitted to the Governor, the President of the Senate, the Speaker of the House, and the Chairman of the Senate and House Labor and Commerce Committees.

CERTIFICATION

The Alaska Workers' Compensation Board held a meeting duly and regularly called, noticed, and convened this 14th day of January, 2021, and the foregoing Resolution was signed and adopted at said meeting.

DocuSigned by: **Charles Collins ABSENT** -FBD50BB689C648F Charles Collins, Jacob Howdeshell, Chair Labor Member DocuSigned by: DocuSigned by: anthony Ladd ACBFFB21552145B Brad Austin, Anthony Ladd, Labor Member Labor Member DocuSigned by: DocuSigned by: Randy Beltz, Sarah Lefebvre, **Industry Member Industry Member** DocuSigned by: **ABSENT** Pamela Cline, Justin Mack, Labor Member Labor Member ocuSigned by: Bob Doyle, Jason Motyka, Industry Member
Docusigned by: **Industry Member** DocuSigned by: Julie Duquette 6ADD7712C6404C Julie Duquette, Nancy Shaw, **Industry Member** Labor Member DocuSigned by: (کفعل Sara Faulkner, Robert Weel. Industry Member
DocuSigned by: Industry Member ~A. Bronson Frye 1A3579C96FDA4EC Bronson Frye, Lake Williams, **Labor Member** Labor Member DocuSigned by: Lluristina Gilbert Christina Gilbert, Vacant, **Industry Member** Labor Member Vacant,

Industry Member