FIRST REGULAR SESSION

SENATE BILL NO. 1

97TH GENERAL ASSEMBLY

INTRODUCED BY SENATOR RUPP.

Pre-filed December 1, 2012, and ordered printed.

TERRY L. SPIELER, Secretary.

AN ACT

To repeal sections 287.210, 287.220, 287.690, and 287.715, RSMo, and to enact in lieu thereof five new sections relating to workers' compensation, with an emergency clause for certain sections.

Be it enacted by the General Assembly of the State of Missouri, as follows:

Section A. Sections 287.210, 287.220, 287.690, and 287.715, RSMo, are repealed and five new sections enacted in lieu thereof, to be known as sections 287.165, 287.210, 287.220, 287.690, and 287.715, to read as follows:

287.165. Unless otherwise provided for under this chapter, interest for the purpose of this chapter shall be set at the adjusted rate of interest established by the director of revenue pursuant to section 32.065.

287.210. 1. After an employee has received an injury he shall from time to time thereafter during disability submit to reasonable medical examination at the request of the employer, [his] the employer's insurer, the commission, the division [or], an administrative law judge, or the attorney general on behalf of the second injury fund if the employer has not obtained a medical examination report, the time and place of which shall be fixed with due regard to the convenience of the employee and his physical condition and ability to attend. The employee may have his own physician present, and if the employee refuses to submit to the examination, or in any way obstructs it, his right to compensation shall be forfeited during such period unless in the opinion of the commission the circumstances justify the refusal or obstruction.

2. The commission, the division or administrative law judge shall, when deemed necessary, appoint a duly qualified impartial physician to examine the

EXPLANATION—Matter enclosed in bold-faced brackets [thus] in this bill is not enacted and is intended to be omitted in the law.
injured employee, and any physician so chosen, if he accepts the appointment, shall promptly make the examination requested and make a complete medical report to the commission or the division in such duplication as to provide all parties with copies thereof. The physician's fee shall be fair and reasonable, as provided in subsection 3 of section 287.140, and the fee and other reasonable costs of the impartial examination may be paid as other costs under this chapter. If all the parties shall have had reasonable access thereto, the report of the physician shall be admissible in evidence.

3. The testimony of any physician who treated or examined the injured employee shall be admissible in evidence in any proceedings for compensation under this chapter, but only if the medical report of the physician has been made available to all parties as in this section provided. Immediately upon receipt of notice from the division or the commission setting a date for hearing of a case in which the nature and extent of an employee's disability is to be determined, the parties or their attorneys shall arrange, without charge or costs, each to the other, for an exchange of all medical reports, including those made both by treating and examining physician or physicians, to the end that the parties may be commonly informed of all medical findings and opinions. The exchange of medical reports shall be made at least seven days before the date set for the hearing and failure of any party to comply may be grounds for asking for and receiving a continuance, upon proper showing by the party to whom the medical reports were not furnished. If any party fails or refuses to furnish the opposing party with the medical report of the treating or examining physician at least seven days before such physician's deposition or personal testimony at the hearing, as in this section provided, upon the objection of the party who was not provided with the medical report, the physician shall not be permitted to testify at that hearing or by medical deposition.

4. Upon request, an administrative law judge, the division, or the commission shall be provided with a copy of any medical report.

5. As used in this chapter the terms "physician's report" and "medical report" mean the report of any physician made on any printed form authorized by the division or the commission or any complete medical report. As used in this chapter the term "complete medical report" means the report of a physician giving the physician's qualifications and the patient's history, complaints, details of the findings of any and all laboratory, X-ray and all other technical examinations, diagnosis, prognosis, nature of disability, if any, and an estimate of the
percentage of permanent partial disability, if any. An element or elements of a complete medical report may be met by the physician's records.

6. Upon the request of a party, the physician or physicians who treated or are treating the injured employee shall be required to furnish to the parties a rating and complete medical report on the injured employee, at the expense of the party selecting the physician, along with a complete copy of the physician's clinical record including copies of any records and reports received from other health care providers.

7. The testimony of a treating or examining physician may be submitted in evidence on the issues in controversy by a complete medical report and shall be admissible without other foundational evidence subject to compliance with the following procedures. The party intending to submit a complete medical report in evidence shall give notice at least sixty days prior to the hearing to all parties and shall provide reasonable opportunity to all parties to obtain cross-examination testimony of the physician by deposition. The notice shall include a copy of the report and all the clinical and treatment records of the physician including copies of all records and reports received by the physician from other health care providers. The party offering the report must make the physician available for cross-examination testimony by deposition not later than seven days before the matter is set for hearing, and each cross-examiner shall compensate the physician for the portion of testimony obtained in an amount not to exceed a rate of reasonable compensation taking into consideration the specialty practiced by the physician. Cross-examination testimony shall not bind the cross-examining party. Any testimony obtained by the offering party shall be at that party's expense on a proportional basis, including the deposition fee of the physician. Upon request of any party, the party offering a complete medical report in evidence must also make available copies of X rays or other diagnostic studies obtained by or relied upon by the physician. Within ten days after receipt of such notice a party shall dispute whether a report meets the requirements of a complete medical report by providing written objections to the offering party stating the grounds for the dispute, and at the request of any party, the administrative law judge shall rule upon such objections upon pretrial hearing whether the report meets the requirements of a complete medical report and upon the admissibility of the report or portions thereof. If no objections are filed the report is admissible, and any objections thereto are deemed waived. Nothing herein shall prevent the parties from agreeing to admit medical reports or records
by consent. [The provisions of this subsection shall not apply to claims against
the second injury fund.]

8. Certified copies of the proceedings before any coroner holding an
inquest over the body of any employee receiving an injury in the course of his
employment resulting in death shall be admissible in evidence in any proceedings
for compensation under this chapter, and it shall be the duty of the coroner to
give notice of the inquest to the employer and the dependents of the deceased
employee, who shall have the right to cross-examine the witness.

9. The division or the commission may in its discretion in extraordinary
cases order a postmortem examination and for that purpose may also order a body
exhumed.

287.220. 1. There is hereby created in the state treasury a special
fund to be known as the "Second Injury Fund" created exclusively for
the purposes as in this section provided and for special weekly benefits
in rehabilitation cases as provided in section 287.141. Maintenance of
the second injury fund shall be as provided by section 287.710. The
state treasurer shall be the custodian of the second injury fund which
shall be deposited the same as are state funds and any interest
accruing thereon shall be added thereto. The fund shall be subject to
audit the same as state funds and accounts and shall be protected by
the general bond given by the state treasurer. Upon the requisition of
the director of the division of workers' compensation, warrants on the
state treasurer for the payment of all amounts payable for
compensation and benefits out of the second injury fund shall be
issued.

2. All claims against the second injury fund for injuries
occurring prior to the effective date of this section shall be
compensated as provided in this subsection. All cases of permanent
disability where there has been previous disability shall be compensated as
herein provided. Compensation shall be computed on the basis of the average
earnings at the time of the last injury. If any employee who has a preexisting
permanent partial disability whether from compensable injury or otherwise, of
such seriousness as to constitute a hindrance or obstacle to employment or to
obtaining reemployment if the employee becomes unemployed, and the preexisting
permanent partial disability, if a body as a whole injury, equals a minimum of
fifty weeks of compensation or, if a major extremity injury only, equals a
minimum of fifteen percent permanent partial disability, according to the medical
standards that are used in determining such compensation, receives a subsequent
compensable injury resulting in additional permanent partial disability so that
the degree or percentage of disability, in an amount equal to a minimum of fifty
weeks compensation, if a body as a whole injury or, if a major extremity injury
only, equals a minimum of fifteen percent permanent partial disability, caused
by the combined disabilities is substantially greater than that which would have
resulted from the last injury, considered alone and of itself, and if the employee
is entitled to receive compensation on the basis of the combined disabilities, the
employer at the time of the last injury shall be liable only for the degree or
percentage of disability which would have resulted from the last injury had there
been no preexisting disability. After the compensation liability of the employer
for the last injury, considered alone, has been determined by an administrative
law judge or the commission, the degree or percentage of employee’s disability
that is attributable to all injuries or conditions existing at the time the last injury
was sustained shall then be determined by that administrative law judge or by
the commission and the degree or percentage of disability which existed prior to
the last injury plus the disability resulting from the last injury, if any, considered
alone, shall be deducted from the combined disability, and compensation for the
balance, if any, shall be paid out of a special fund known as the second injury
fund, hereinafter provided for. If the previous disability or disabilities, whether
from compensable injury or otherwise, and the last injury together result in total
and permanent disability, the minimum standards under this subsection for a
body as a whole injury or a major extremity injury shall not apply and the
employer at the time of the last injury shall be liable only for the disability
resulting from the last injury considered alone and of itself; except that if the
compensation for which the employer at the time of the last injury is liable is less
than the compensation provided in this chapter for permanent total disability,
then in addition to the compensation for which the employer is liable and after
the completion of payment of the compensation by the employer, the employee
shall be paid the remainder of the compensation that would be due for permanent
total disability under section 287.200 out of [a special fund known as the "Second
Injury Fund" hereby created exclusively for the purposes as in this section
provided and for special weekly benefits in rehabilitation cases as provided in
section 287.141. Maintenance of the second injury fund shall be as provided by
section 287.710. The state treasurer shall be the custodian of the second injury
fund which shall be deposited the same as are state funds and any interest accruing thereon shall be added thereto. The fund shall be subject to audit the same as state funds and accounts and shall be protected by the general bond given by the state treasurer. Upon the requisition of the director of the division of workers' compensation, warrants on the state treasurer for the payment of all amounts payable for compensation and benefits out of the second injury fund shall be issued.

2.] the second injury fund.

3. All claims against the second injury fund for injuries occurring after the effective date of this section shall be compensated as provided in this subsection.

   (1) No claims for permanent partial disability occurring after the effective date of this section shall be filed against the second injury fund. Claims for permanent total disability under section 287.200 against the second injury fund shall be compensable only when all of the following conditions are met:

      (a) An employee has a medically documented preexisting permanent partial disability as a direct result of active military duty in any branch of the United States armed forces or as a result of a preexisting permanent partial disability from a compensable injury as defined in section 287.020;

      (b) Such preexisting disability equals a minimum of fifty weeks of permanent partial disability compensation according to the medical standards that are used in determining such compensation; and

      (c) Such employee thereafter sustains a subsequent compensable work-related injury that, when combined with the preexisting disability, as set forth in paragraphs (a) and (b) of this subdivision, results in a permanent total disability as defined under this chapter.

   (2) When an employee is entitled to compensation as provided in this subsection, the employer at the time of the last work-related injury shall only be liable for the disability resulting from the subsequent work-related injury considered alone and of itself.

   (3) Compensation for benefits payable under this subsection shall be based on the employee's compensation rate calculated under section 287.250.

4. In all cases in which a recovery against the second injury fund is sought for permanent partial disability, permanent total disability, or death, the
The state treasurer, with the advice and consent of the attorney general of Missouri, may enter into **agreed statements of fact that would affect the second injury fund**, or compromise settlements as contemplated by section 287.390, or agreed statements of fact that would affect the second injury fund. All awards for permanent partial disability, permanent total disability, or death affecting the second injury fund shall be subject to the provisions of this chapter governing review and appeal [with the following limitations]:

(a) For all claims filed prior to the effective date of this section, with the exception of permanent total disability claims, such settlement may be made in any amount not to exceed sixty thousand dollars; or

(b) For all permanent total disability claims, such settlement may be made in any amount not to exceed the sum of two hundred times the employee's permanent total disability rate as of the date of the injury.

(2) Notwithstanding subdivision (1) of this subsection to the contrary, the state treasurer, with the advice and consent of the attorney general and with the express authorization of the majority of the second injury fund commission, may enter into compromise settlements as contemplated by section 287.390 in any amount.

(3) The state treasurer, with the advice and consent of the attorney general and with the express authorization of a majority of the second injury fund commission, may enter into compromise settlements with dependents of claimants, whether finally adjudicated or not, arising from the Missouri supreme court's decision in Schoemehl v. Treasurer of Missouri, 217 S.W.3d 900 (Mo. 2007).

(4) For all claims filed against the second injury fund on or after July 1, 1994, the attorney general shall use assistant attorneys general except in circumstances where an actual or potential conflict of interest exists, to provide legal services as may be required in all claims made for recovery against the fund. Any legal expenses incurred by the attorney general's office in the handling of such claims, including, but not limited to, medical examination fees incurred under sections 287.210 and the expenses provided for under section 287.140, expert witness fees, court reporter expenses, travel costs, and related legal expenses shall be paid by the fund. Effective July 1, 1993, the payment of such legal expenses shall be contingent upon annual appropriations made by the
general assembly, from the fund, to the attorney general's office for this specific purpose.

3. If more than one injury in the same employment causes concurrent temporary disabilities, compensation shall be payable only for the longest and largest paying disability.

4. If more than one injury in the same employment causes concurrent and consecutive permanent partial disability, compensation payments for each subsequent disability shall not begin until the end of the compensation period of the prior disability.

5. If an employer fails to insure or self-insure as required in section 287.280, funds from the second injury fund may be withdrawn to cover the fair, reasonable, and necessary expenses incurred relating to claims for injuries occurring prior to the effective date of this section, to cure and relieve the effects of the injury or disability of an injured employee in the employ of an uninsured employer consistent with subsection 3 of section 287.140, or in the case of death of an employee in the employ of an uninsured employer, funds from the second injury fund may be withdrawn to cover fair, reasonable, and necessary expenses incurred relating to a death occurring prior to the effective date of this section, in the manner required in sections 287.240 and 287.241. In defense of claims arising under this subsection, the treasurer of the state of Missouri, as custodian of the second injury fund, shall have the same defenses to such claims as would the uninsured employer. Any funds received by the employee or the employee's dependents, through civil or other action, must go towards reimbursement of the second injury fund, for all payments made to the employee, the employee's dependents, or paid on the employee's behalf, from the second injury fund pursuant to this subsection. The office of the attorney general of the state of Missouri shall bring suit in the circuit court of the county in which the accident occurred against any employer not covered by this chapter as required in section 287.280.

6. Every three years the second injury fund shall have an actuarial study made to determine the solvency of the fund taking into consideration any existing balance carried forward from a previous year, appropriate funding level of the fund, and forecasted expenditures from the fund. The first actuarial study shall be completed prior to July 1, 1988. The expenses of such actuarial studies shall be paid out of the fund for the support of the division of workers' compensation.
[7.] 9. The director of the division of workers' compensation shall maintain the financial data and records concerning the fund for the support of the division of workers' compensation and the second injury fund. The division shall also compile and report data on claims made pursuant to subsection 9 of this section. The attorney general shall provide all necessary information to the division for this purpose.

[8.] 10. All claims for fees and expenses filed against the second injury fund and all records pertaining thereto shall be open to the public.

[9.] 11. Any employee who at the time a compensable work-related injury is sustained prior to the effective date of this section is employed by more than one employer, the employer for whom the employee was working when the injury was sustained shall be responsible for wage loss benefits applicable only to the earnings in that employer's employment and the injured employee shall be entitled to file a claim against the second injury fund for any additional wage loss benefits attributed to loss of earnings from the employment or employments where the injury did not occur, up to the maximum weekly benefit less those benefits paid by the employer in whose employment the employee sustained the injury. The employee shall be entitled to a total benefit based on the total average weekly wage of such employee computed according to subsection 8 of section 287.250. The employee shall not be entitled to a greater rate of compensation than allowed by law on the date of the injury. The employer for whom the employee was working where the injury was sustained shall be responsible for all medical costs incurred in regard to that injury.

12. No compensation shall be payable from the second injury fund if the employee elects to pursue compensation under the workers' compensation law of another state with jurisdiction over the employee's injury or accident or occupational disease.

13. Notwithstanding the requirements of section 287.470, the life payments to an injured employee made from the fund shall be suspended when the employee is able to obtain suitable gainful employment or be self-employed in view of the nature and severity of the injury. The division shall promulgate rules setting forth a reasonable standard means test to determine if such employment warrants the suspension of benefits.

14. Notwithstanding the requirements of section 287.470, the director may suspend, in whole or in part, the life payments to an
injured employee made from the fund when the employee becomes eligible to receive Social Security benefits. In no case shall the sum of the amount of monthly payments from the fund and the monthly Social Security benefits attributable to the employee's injury, be less than the monthly life payments from the fund the employee has been receiving.

15. All awards issued under this chapter affecting the second injury fund shall be subject to the provisions of this chapter governing review and appeal.

16. The division shall pay any liabilities of the fund in the following priority:

(1) Expenses related to the legal defense of the fund under subsection 4 of this section;

(2) Permanent total disability awards in the order in which claims are settled or finally adjudicated;

(3) Permanent partial disability awards in the order in which such claims are settled or finally adjudicated;

(4) Medical expenses incurred prior to July 1, 2012, under subsection 7 of this section; and

(5) Interest on unpaid awards.

Such liabilities shall be paid to the extent the fund has a positive balance. Any unpaid amounts shall remain an ongoing liability of the fund until satisfied.

287.690. [1.] Prior to December 31, 1993, for the purpose of providing for the expense of administering this chapter [and for the purpose set out in subsection 2 of this section], every person, partnership, association, corporation, whether organized under the laws of this or any other state or country, the state of Missouri, including any of its departments, divisions, agencies, commissions, and boards or any political subdivisions of the state who self-insure or hold themselves out to be any part self-insured, company, mutual company, the parties to any interindemnity contract, or other plan or scheme, and every other insurance carrier, insuring employers in this state against liability for personal injuries to their employees, or for death caused thereby, under this chapter, shall pay, as provided in this chapter, tax upon the net deposits, net premiums or net assessments received, whether in cash or notes in this state, or on account of business done in this state, for such insurance in this state at the rate of two percent in lieu of all [other] **premium** taxes on such net deposits, net premiums
or net assessments, which amount of taxes shall be assessed and collected as herein provided. Beginning October 31, 1993, and every year thereafter, the director of the division of workers' compensation shall estimate the amount of revenue required to administer this chapter and the division director shall determine the rate of tax to be paid in the following calendar year pursuant to this section commencing with the calendar year beginning on January 1, 1994. If the balance of the fund [estimated to be] on hand on [December thirty-first] July first of the year each tax rate determination is made on October thirty-first is less than one hundred ten percent of the previous year's expenses plus any additional revenue required due to new statutory requirements given to the division by the general assembly, then the division director shall impose a tax not to exceed two percent in lieu of all other taxes on net deposits, net premiums or net assessments, rounded up to the nearest one-half of a percentage point, which amount of taxes shall be assessed and collected as herein provided. The net premium equivalent for individual self-insured employers and any group of political subdivisions of this state qualified to self-insure their liability pursuant to this chapter as authorized by section 537.620 shall be based on average rate classifications calculated by the department of insurance, financial institutions and professional registration as taken from premium rates filed by the twenty insurance companies providing the greatest volume of workers' compensation insurance coverage in this state. For employers qualified to self-insure their liability pursuant to this chapter, the rates filed by such group of employers in accordance with subsection 2 of section 287.280 shall be the net premium equivalent. Every entity required to pay the tax imposed pursuant to this section and section 287.730 shall be notified by the division of workers' compensation within ten calendar days of the date of the determination of the rate of tax to be imposed for the following year. Net premiums, net deposits or net assessments are defined as gross premiums, gross deposits or gross assessments less canceled or returned premiums, premium deposits or assessments and less dividends or savings, actually paid or credited.

[2. After January 1, 1994, the director of the division shall make one or more loans to the Missouri employers mutual insurance company in an amount not to exceed an aggregate amount of five million dollars from the fund maintained to administer this chapter for start-up funding and initial capitalization of the company. The board of the company shall make application to the director for the loans, stating the amount to be loaned to the company. The
loans shall be for a term of five years and, at the time the application for such
loans is approved by the director, shall bear interest at the annual rate based on
the rate for linked deposit loans as calculated by the state treasurer pursuant to
section 30.758.]  

287.715. 1. For the purpose of providing for revenue for the second injury
fund, every authorized self-insurer, and every workers' compensation policyholder
insured pursuant to the provisions of this chapter, shall be liable for payment of
an annual surcharge in accordance with the provisions of this section. The
annual surcharge imposed under this section shall apply to all workers'
compensation insurance policies and self-insurance coverages which are written
or renewed on or after April 26, 1988, including the state of Missouri, including
any of its departments, divisions, agencies, commissions, and boards or any
political subdivisions of the state who self-insure or hold themselves out to be any
part self-insured. Notwithstanding any law to the contrary, the surcharge
imposed pursuant to this section shall not apply to any reinsurance or
retrocessional transaction.

2. Beginning October 31, 2005, and each year thereafter, the director of
the division of workers' compensation shall estimate the amount of benefits
payable from the second injury fund during the following calendar year and shall
calculate the total amount of the annual surcharge to be imposed during the
following calendar year upon all workers' compensation policyholders and
authorized self-insurers. The amount of the annual surcharge percentage to be
imposed upon each policyholder and self-insured for the following calendar year
commencing with the calendar year beginning on January 1, 2006, shall be set at
and calculated against a percentage, not to exceed three percent, of the
policyholder's or self-insured's workers' compensation net deposits, net premiums,
or net assessments for the previous policy year, rounded up to the nearest
one-half of a percentage point, that shall generate, as nearly as possible, one
hundred ten percent of the moneys to be paid from the second injury fund in the
following calendar year, less any moneys contained in the fund at the end of the
previous calendar year. All policyholders and self-insurers shall be notified by
the division of workers' compensation within ten calendar days of the
determination of the surcharge percent to be imposed for, and paid in, the
following calendar year. The net premium equivalent for individual self-insured
employers and any group of political subdivisions of this state qualified to
self-insure their liability pursuant to this chapter as authorized by section
537.620 shall be based on average rate classifications calculated by the department of insurance, financial institutions and professional registration as taken from premium rates filed by the twenty insurance companies providing the greatest volume of workers' compensation insurance coverage in this state. For employers qualified to self-insure their liability pursuant to this chapter, the rates filed by such group of employers in accordance with subsection 2 of section 287.280 shall be the net premium equivalent. The director may advance funds from the workers' compensation fund to the second injury fund if surcharge collections prove to be insufficient. Any funds advanced from the workers' compensation fund to the second injury fund must be reimbursed by the second injury fund no later than December thirty-first of the year following the advance. The surcharge shall be collected from policyholders by each insurer at the same time and in the same manner that the premium is collected, but no insurer or its agent shall be entitled to any portion of the surcharge as a fee or commission for its collection. The surcharge is not subject to any taxes, licenses or fees.

3. All surcharge amounts imposed by this section shall be deposited to the credit of the second injury fund.

4. Such surcharge amounts shall be paid quarterly by insurers and self-insurers, and insurers shall pay the amounts not later than the thirtieth day of the month following the end of the quarter in which the amount is received from policyholders. If the director of the division of workers' compensation fails to calculate the surcharge by the thirty-first day of October of any year for the following year, any increase in the surcharge ultimately set by the director shall not be effective for any calendar quarter beginning less than sixty days from the date the director makes such determination.

5. If a policyholder or self-insured fails to make payment of the surcharge or an insurer fails to make timely transfer to the division of surcharges actually collected from policyholders, as required by this section, a penalty of one-half of one percent of the surcharge unpaid, or untransferred, shall be assessed against the liable policyholder, self-insured or insurer. Penalties assessed under this subsection shall be collected in a civil action by a summary proceeding brought by the director of the division of workers' compensation.

6. **In order to maintain the fiscal solvency of the second injury fund, should the anticipated collections authorized in subsection 2 of this section fail to be sufficient to meet its current and anticipated**
legal obligations, provide funds to settle cases, and provide funds for
the administration of the fund for calendar years 2014, 2015, 2016, 2017,
2018, 2019, and 2020, the director of the division of workers'
compensation, shall determine the amount of revenue so
required. Notwithstanding subsection 2 of this section to the contrary,
such necessary funds as determined by the director of the division of
workers' compensation shall be collected with a supplemental
surcharge, not to exceed one and one-half percent, calculated in like
manner as authorized in subsection 2 of this section. All policyholders
and self-insurers shall be notified by the division of workers'
compensation of the supplemental surcharge percent to be imposed for
such period of time as part of the notice provided in subsection 2 of
this section. The provisions of this subsection shall expire on

7. In order to maintain the fiscal solvency of the second injury
fund, should the anticipated collections authorized in subsections 2 and
6 of this section fail to be sufficient to meet its current and anticipated
legal obligations, provide funds to settle cases, and provide funds for
the administration of the fund for calendar years 2015, 2016, 2017, 2018,
2019, and 2020, the second injury fund commission shall determine on
or before October thirty-first the amount of revenue so required for the
following calendar year. Notwithstanding subsection 2 of this section
to the contrary, such necessary funds as determined by the second
injury fund commission shall be collected with a supplemental
surcharge, not to exceed one and one-half percent, calculated in like
manner as authorized in subsection 2 of this section. All policyholders
and self-insurers shall be notified by the division of workers'
compensation of the supplemental surcharge percent to be imposed for
such period of time as part of the notice provided in subsection 2 of
this section. The provisions of this subsection shall expire on

8. Once the number of pending cases is reduced to the point
where the number of staff with the attorney general's office defending
the second injury fund can be reduced from July 2013 levels, the
attorney general shall begin reducing such staff in proportion to the
number of pending cases which remain.

9. Funds collected under the provisions of this chapter shall be
the sole funding source of the second injury fund.

10. The "Second Injury Fund Commission" is hereby established. The second injury fund commission shall be composed of four members including the governor, the attorney general, the president pro tem of the senate, and the speaker of the house of representatives. Commission members may not appoint a designee to serve in their absence. The second injury fund commission shall convene as necessary as determined by the governor. The second injury fund commission shall also reconvene within thirty days of any official written request submitted to the governor by any member of the second injury fund commission. The surcharge amount as authorized under subsection 7 of this section shall be reviewed and established annually by the second injury fund commission by a three-fourths vote. The office of attorney general and the division of workers' compensation shall provide technical assistance and support to the members of the second injury fund commission, for purposes of this section. The members of the second injury fund commission shall receive no compensation in addition to their salary as governor, attorney general, or members of the general assembly, but may receive their necessary expenses while attending the meetings of the commission, to be paid out of the second injury fund.

Section B. Because it is necessary to ensure the solvency of the second injury fund, the enactment of section 287.165 and the repeal and reenactment of section 287.220 of this act is deemed necessary for the immediate preservation of the public health, welfare, peace and safety, and is hereby declared to be an emergency act within the meaning of the constitution, and the enactment of section 287.165 and the repeal and reenactment of section 287.220 of this act shall be in full force and effect upon its passage and approval.