5/11/2015

HB 3082 Oliveira

SUBJECT: Increasing burial benefits under workers' compensation system

COMMITTEE: Business and Industry — favorable, without amendment

VOTE: 5 ayes — Oliveira, Simmons, Collier, Rinaldi, Romero

0 nays

2 absent — Fletcher, Villalba

WITNESSES: For — (Registered, but did not testify: Rene Lara, Texas AFL-CIO; Pam

Beachley, Texas Cotton Ginners' Trust; Jo Betsy Norton, Texas Mutual

Insurance Company)

Against — None

On — (Registered, but did not testify: Amy Lee, Texas Department of

Insurance, Division of Workers' Compensation)

BACKGROUND: Under Labor Code, sec. 408.186, if an employee's death results from a

compensable injury under the workers' compensation system, the

insurance carrier is required to pay the lesser of the actual costs incurred

for reasonable burial expenses or \$6,000.

The \$6,000 maximum amount was set in 1999 when the 76th Legislature

enacted HB 2510 by Dukes. It has not been changed since then, even

though burial expenses often exceed \$6,000.

DIGEST: HB 3082 would increase the maximum amount of burial benefits available

> under the workers' compensation system. If the death of an employee resulted from a compensable injury under the workers' compensation system, the insurance carrier would be required to pay the lesser of the

actual costs incurred for reasonable burial expenses or \$10,000.

The bill would take effect September 1, 2015, and would apply only to claims for workers' compensation burial benefits based on compensable

HB 3082 House Research Organization page 2

injuries that occurred on or after that date.