



## 103RD GENERAL ASSEMBLY

### State of Illinois

2023 and 2024

HB1543

Introduced 1/31/2023, by Rep. Dan Ugaste

#### SYNOPSIS AS INTRODUCED:

820 ILCS 305/1

from Ch. 48, par. 138.1

Amends the Workers' Compensation Act. Provides that an injury arises out of and in the course of employment only if the accident significantly caused or contributed to both the resulting condition and the disability. Provides that an injury does not arise out of and in the course of employment if (1) the hazard or risk was not incidental to employment and was a hazard or risk to which the general public is also exposed, (2) the injury did not occur at a time and place and under circumstances reasonably required by the employment, or (3) the disability resulted from a personal risk. Limits conditions under which repetitive or cumulative trauma is compensable. Provides that gradual deterioration or progressive degeneration of the body caused by aging is not compensable as repetitive or cumulative trauma. Effective immediately.

LRB103 05093 SPS 50107 b

1 AN ACT concerning employment.

2 **Be it enacted by the People of the State of Illinois,**  
3 **represented in the General Assembly:**

4 Section 5. The Workers' Compensation Act is amended by  
5 changing Section 1 as follows:

6 (820 ILCS 305/1) (from Ch. 48, par. 138.1)

7 Sec. 1. This Act may be cited as the Workers' Compensation  
8 Act.

9 (a) The term "employer" as used in this Act means:

10 1. The State and each county, city, town, township,  
11 incorporated village, school district, body politic, or  
12 municipal corporation therein.

13 2. Every person, firm, public or private corporation,  
14 including hospitals, public service, eleemosynary, religious  
15 or charitable corporations or associations who has any person  
16 in service or under any contract for hire, express or implied,  
17 oral or written, and who is engaged in any of the enterprises  
18 or businesses enumerated in Section 3 of this Act, or who at or  
19 prior to the time of the accident to the employee for which  
20 compensation under this Act may be claimed, has in the manner  
21 provided in this Act elected to become subject to the  
22 provisions of this Act, and who has not, prior to such  
23 accident, effected a withdrawal of such election in the manner

1 provided in this Act.

2 3. Any one engaging in any business or enterprise referred  
3 to in subsections 1 and 2 of Section 3 of this Act who  
4 undertakes to do any work enumerated therein, is liable to pay  
5 compensation to his own immediate employees in accordance with  
6 the provisions of this Act, and in addition thereto if he  
7 directly or indirectly engages any contractor whether  
8 principal or sub-contractor to do any such work, he is liable  
9 to pay compensation to the employees of any such contractor or  
10 sub-contractor unless such contractor or sub-contractor has  
11 insured, in any company or association authorized under the  
12 laws of this State to insure the liability to pay compensation  
13 under this Act, or guaranteed his liability to pay such  
14 compensation. With respect to any time limitation on the  
15 filing of claims provided by this Act, the timely filing of a  
16 claim against a contractor or subcontractor, as the case may  
17 be, shall be deemed to be a timely filing with respect to all  
18 persons upon whom liability is imposed by this paragraph.

19 In the event any such person pays compensation under this  
20 subsection he may recover the amount thereof from the  
21 contractor or sub-contractor, if any, and in the event the  
22 contractor pays compensation under this subsection he may  
23 recover the amount thereof from the sub-contractor, if any.

24 This subsection does not apply in any case where the  
25 accident occurs elsewhere than on, in or about the immediate  
26 premises on which the principal has contracted that the work

1 be done.

2 4. Where an employer operating under and subject to the  
3 provisions of this Act loans an employee to another such  
4 employer and such loaned employee sustains a compensable  
5 accidental injury in the employment of such borrowing employer  
6 and where such borrowing employer does not provide or pay the  
7 benefits or payments due such injured employee, such loaning  
8 employer is liable to provide or pay all benefits or payments  
9 due such employee under this Act and as to such employee the  
10 liability of such loaning and borrowing employers is joint and  
11 several, provided that such loaning employer is in the absence  
12 of agreement to the contrary entitled to receive from such  
13 borrowing employer full reimbursement for all sums paid or  
14 incurred pursuant to this paragraph together with reasonable  
15 attorneys' fees and expenses in any hearings before the  
16 Illinois Workers' Compensation Commission or in any action to  
17 secure such reimbursement. Where any benefit is provided or  
18 paid by such loaning employer the employee has the duty of  
19 rendering reasonable cooperation in any hearings, trials or  
20 proceedings in the case, including such proceedings for  
21 reimbursement.

22 Where an employee files an Application for Adjustment of  
23 Claim with the Illinois Workers' Compensation Commission  
24 alleging that his claim is covered by the provisions of the  
25 preceding paragraph, and joining both the alleged loaning and  
26 borrowing employers, they and each of them, upon written

1 demand by the employee and within 7 days after receipt of such  
2 demand, shall have the duty of filing with the Illinois  
3 Workers' Compensation Commission a written admission or denial  
4 of the allegation that the claim is covered by the provisions  
5 of the preceding paragraph and in default of such filing or if  
6 any such denial be ultimately determined not to have been bona  
7 fide then the provisions of Paragraph K of Section 19 of this  
8 Act shall apply.

9 An employer whose business or enterprise or a substantial  
10 part thereof consists of hiring, procuring or furnishing  
11 employees to or for other employers operating under and  
12 subject to the provisions of this Act for the performance of  
13 the work of such other employers and who pays such employees  
14 their salary or wages notwithstanding that they are doing the  
15 work of such other employers shall be deemed a loaning  
16 employer within the meaning and provisions of this Section.

17 (b) The term "employee" as used in this Act means:

18 1. Every person in the service of the State, including  
19 members of the General Assembly, members of the Commerce  
20 Commission, members of the Illinois Workers' Compensation  
21 Commission, and all persons in the service of the University  
22 of Illinois, county, including deputy sheriffs and assistant  
23 state's attorneys, city, town, township, incorporated village  
24 or school district, body politic, or municipal corporation  
25 therein, whether by election, under appointment or contract of  
26 hire, express or implied, oral or written, including all

1 members of the Illinois National Guard while on active duty in  
2 the service of the State, and all probation personnel of the  
3 Juvenile Court appointed pursuant to Article VI of the  
4 Juvenile Court Act of 1987, and including any official of the  
5 State, any county, city, town, township, incorporated village,  
6 school district, body politic or municipal corporation therein  
7 except any duly appointed member of a police department in any  
8 city whose population exceeds 500,000 according to the last  
9 Federal or State census, and except any member of a fire  
10 insurance patrol maintained by a board of underwriters in this  
11 State. A duly appointed member of a fire department in any  
12 city, the population of which exceeds 500,000 according to the  
13 last federal or State census, is an employee under this Act  
14 only with respect to claims brought under paragraph (c) of  
15 Section 8.

16 One employed by a contractor who has contracted with the  
17 State, or a county, city, town, township, incorporated  
18 village, school district, body politic or municipal  
19 corporation therein, through its representatives, is not  
20 considered as an employee of the State, county, city, town,  
21 township, incorporated village, school district, body politic  
22 or municipal corporation which made the contract.

23 2. Every person in the service of another under any  
24 contract of hire, express or implied, oral or written,  
25 including persons whose employment is outside of the State of  
26 Illinois where the contract of hire is made within the State of

1 Illinois, persons whose employment results in fatal or  
2 non-fatal injuries within the State of Illinois where the  
3 contract of hire is made outside of the State of Illinois, and  
4 persons whose employment is principally localized within the  
5 State of Illinois, regardless of the place of the accident or  
6 the place where the contract of hire was made, and including  
7 noncitizens, and minors who, for the purpose of this Act are  
8 considered the same and have the same power to contract,  
9 receive payments and give quittances therefor, as adult  
10 employees.

11 3. Every sole proprietor and every partner of a business  
12 may elect to be covered by this Act.

13 An employee or his dependents under this Act who shall  
14 have a cause of action by reason of any injury, disablement or  
15 death arising out of and in the course of his employment may  
16 elect to pursue his remedy in the State where injured or  
17 disabled, or in the State where the contract of hire is made,  
18 or in the State where the employment is principally localized.

19 However, any employer may elect to provide and pay  
20 compensation to any employee other than those engaged in the  
21 usual course of the trade, business, profession or occupation  
22 of the employer by complying with Sections 2 and 4 of this Act.  
23 Employees are not included within the provisions of this Act  
24 when excluded by the laws of the United States relating to  
25 liability of employers to their employees for personal  
26 injuries where such laws are held to be exclusive.

1           The term "employee" does not include persons performing  
2 services as real estate broker, broker-salesman, or salesman  
3 when such persons are paid by commission only.

4           (c) "Commission" means the Industrial Commission created  
5 by Section 5 of "The Civil Administrative Code of Illinois",  
6 approved March 7, 1917, as amended, or the Illinois Workers'  
7 Compensation Commission created by Section 13 of this Act.

8           (d) 1. To obtain compensation under this Act, an employee  
9 bears the burden of showing, by a preponderance of credible  
10 ~~the~~ evidence, that he or she has sustained accidental injuries  
11 arising out of and in the course of the employment.

12           Accidental injuries shall be considered to be arising out  
13 of and in the course of employment only if the accident  
14 significantly caused or contributed to both the resulting  
15 condition and disability.

16           Accidental injuries shall not be considered to be arising  
17 out of and in the course of employment if: (i) the accident  
18 resulted from a hazard or risk that was not incidental to the  
19 employment or the accident resulted from a hazard or risk to  
20 which the general public is also exposed; (ii) the accident  
21 did not occur at a time and place and under circumstances  
22 reasonably required by the employment; or (iii) the medical  
23 condition or disability for which compensation is being sought  
24 resulted from a personal risk.

25           2. An injury due to repetitive or cumulative trauma is  
26 compensable only if the repetitive or cumulative trauma



1 significantly caused or contributed to both the resulting  
2 medical condition and disability. Ordinary, gradual  
3 deterioration or progressive degeneration of the body caused  
4 by aging or by the normal activities of day-to-day living  
5 shall not be compensable.

6 If the duration of the repetitive or cumulative trauma  
7 which is found to be the cause of the injury is for a period of  
8 fewer than 3 months and the evidence demonstrates that the  
9 exposure to the repetitive or cumulative trauma with the  
10 immediate prior employer significantly caused or contributed  
11 to both the resulting medical condition and the disability,  
12 the prior employer shall be liable for the injury.

13 3. An injury, its occupational cause, and any resulting  
14 manifestations of disability must be established to a  
15 reasonable degree of medical certainty, based on objective  
16 relevant medical evidence.

17 (Source: P.A. 102-1030, eff. 5-27-22.)

18 Section 99. Effective date. This Act takes effect upon  
19 becoming law.