LRB9215651WHcs

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AN ACT concerning workers' occupational diseases.

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

4 Section 5. The Workers' Occupational Diseases Act is 5 amended by changing Section 5 as follows:

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(820 ILCS 310/5) (from Ch. 48, par. 172.40)

7 (Text of Section WITHOUT the changes made by P.A. 89-7,8 which has been held unconstitutional)

Sec. 5. (a) There is no common law or statutory right to 9 10 recover compensation or damages from the employer, his insurer, his broker, any service organization retained by the 11 12 employer, his insurer or his broker to provide safety 13 service, advice or recommendations for the employer or the agents or employees of any of them for or on account of any 14 15 injury to health, disease, or death therefrom, other than for 16 the compensation herein provided or for damages as provided in Section 3 of this Act. This Section shall not affect any 17 right to compensation under the "Workers' Compensation Act". 18

No compensation is payable under this Act for any condition of physical or mental ill-being, disability, disablement, or death for which compensation is recoverable on account of accidental injury under the "Workers' Compensation Act".

Where the disablement or death for 24 (b) which compensation is payable under this Act was caused under 25 26 circumstances creating a legal liability for damages on the 27 part of some person other than his employer to pay damages, then legal proceedings may be taken against such other person 28 29 to recover damages notwithstanding such employer's payment of or liability to pay compensation under this Act. In such 30 31 case, however, if the action against such other person is 1 brought by the disabled employee or his personal 2 representative and judgment is obtained and paid or settlement is made with such other person, either 3 with or 4 without suit, then from the amount received by such employee 5 or personal representative there shall be paid to the 6 employer the amount of compensation paid or to be paid by him 7 to such employee or personal representative, including 8 amounts paid or to be paid pursuant to paragraph (a) of 9 Section 8 of this Act.

Out of any reimbursement received by the employer, 10 11 pursuant to this Section the employer shall pay his pro rata share of all costs and reasonably necessary expenses in 12 connection with such third party claim, action or suit, and 13 where the services of an attorney at law of the employee or 14 dependents have resulted in or substantially contributed to 15 16 the procurement by suit, settlement or otherwise of the proceeds out of which the employer is reimbursed, then, 17 in 18 the absence of other agreement, the employer shall pay such 19 attorney 25% of the gross amount of such reimbursement.

20 If the disabled employee or his personal representative 21 agrees to receive compensation from the employer or accept 22 from the employer any payment on account of such 23 compensation, or to institute proceedings to recover the same, the employer may have or claim a lien upon any award, 24 25 judgment or fund out of which such employee might be compensated from such third party. 26

such actions brought by the employee or his personal 27 In representative, he shall forthwith notify his employer 28 by personal service or registered mail, of such fact and of the 29 30 name of the court in which the suit is brought, filing proof thereof in the action. The employer may, at any time 31 32 thereafter join in the action upon his motion so that all orders of court after hearing and judgment shall be made for 33 his protection. No release or settlement of claim for damages 34

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by reason of such disability or death, and no satisfaction of judgment in such proceedings, are valid without the written consent of both employer and employee or his personal representative, except in the case of the employers, such consent is not required where the employer has been fully indemnified or protected by court order.

7 In the event the employee or his personal representative 8 fails to institute a proceeding against such third person at 9 any time prior to 3 months before such action would be barred at law the employer may in his own name, or in the name of 10 11 the employee or his personal representative, commence a proceeding against such other person for the recovery of 12 damages on account of such disability or death to the 13 employee, and out of any amount recovered the employer shall 14 15 over to the injured employee or his personal pay 16 representative all sums collected from such other person by judgment or otherwise in excess of the 17 amount of such 18 compensation paid or to be paid under this Act, including 19 amounts paid or to be paid pursuant to paragraph (a) of 20 Section 8 of this Act, and costs, attorney's fees and 21 reasonable expenses as may be incurred by such employer in 22 making such collection or in enforcing such liability.

23 The employee, employer, and carrier have a duty to cooperate with each other in investigating and prosecuting 24 claims and potential claims against third-party tortfeasors 25 26 by producing nonprivileged documents and allowing inspection of premises, but only to the extent necessary for that 27 purpose. The documents and the results of the inspections are 28 29 confidential and exempt from the provisions of the Freedom of 30 Information Act, and may not be used or disclosed for any 31 other purpose.

32 (Source: P.A. 81-992.)

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