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Proponent Testimony on SB 361 Senate Commerce Committee Jeff King, Workers' Compensation Director, KDOL March 8, 2022

Madame Chair & Committee Members,

I am Jeff King, Workers' Compensation Director at the Kansas Department of Labor. I am here to present our proponent testimony on Senate Bill 361.

Senate Bill 361 would increase the benefits for permanent total disability suffered by an injured worker. Under the Kansas workers compensation act, the current cap on permanent total disability is \$155,000, which also includes any payments that were made for temporary total disability, temporary partial, and permanent partial disability.

In a 2019 publication by Workers Compensation Research Institute, Kansas had the lowest cap on permanent total disability benefits. At the current maximum weekly compensation rate of \$737, a worker who was permanently, totally disabled would receive benefits for approximately four years at which time benefits would stop, and the injured worker would have to rely on Social Security disability, or other forms of assistance for the rest of his/her life or for the duration of the disability. Lower paid workers with smaller wages would be paid for a longer period, based on the weekly compensation rate, but most workers would see benefits stop within 4-6 years.

Most states have no limit on total monetary permanent total disability benefits. In states surrounding Kansas, three of the states, Nebraska, Missouri, and Colorado pay permanent total disability benefits for the length of the disability, which may be for life. Oklahoma pays benefits for 15 years or upon reaching Social Security retirement age, whichever is longer. Kansas is far behind most states when it comes to taking care of workers who have been seriously injured and are unable to return to any substantial, gainful employment.

Madame Chair, I thank the committee for your time and willingness to work with our agency. I will stand for questions at the appropriate time.

Jeff King Workers Compensation Director Kansas Department of Labor