

## **127th MAINE LEGISLATURE**

LD 125

LR 396(01)

An Act Extending Workers' Compensation Benefits to Certain Employees of the Office of the State Fire Marshal Who Contract Cancer

> Preliminary Fiscal Impact Statement for Original Bill Sponsor: Sen. Diamond of Cumberland Committee: Labor, Commerce, Research and Economic Development Fiscal Note Required: Yes

## **Preliminary Fiscal Impact Statement**

Potential current biennium cost increase - Worker's Compensation Management Fund Potential future biennium cost increase - General Fund Potential future biennium cost increase - Other Special Revenue Funds

## **Fiscal Detail and Notes**

Adding fire investigators and sergeants employed by the Office of the State Fire Marshall to the definition of a firefighter that may qualify for workers' compensation benefits under a rebuttable presumption contained in Title 39-A, §328-B may increase costs to the Workers' Compensation Management Fund within the Department of Administrative and Financial Services beginning in fiscal year 2015-16. The impact to the Fund will depend on actual experience.

According to the State's data warehouse, there are currently 14 filled and one vacant fire investigator, senior fire investigator and fire investigations sergeant positions within the Office of the State Fire Marshall. Although the exact cost to the State related to lost time and medical costs will depend on actual experience, the Division of Workers' Compensation within the Bureau of Human Resources estimates a maximum cost for one fatality who has a minor child as high as \$694,839 in lost time benefits alone.

This provision may also increase General Fund and Other Special Revenue Funds costs to the Office of the Fire Marshall within the Department of Public Safety from increased workers' compensation premiums. The State, as a self-insured program, charges each state department and agency a premium rate that is built into the cost associated with each position within a department or agency. That rate is based on the actual claims experience of each individual department and agency and is averaged over a three year period. The future impact to the premium rate for the Office of the State Fire Marshall will be based on actual experience.