Fifty-ninth Legislative Assembly of North Dakota

HOUSE BILL NO. 1307

Introduced by

Representatives Kaldor, Kroeber, Solberg

1 A BILL for an Act to amend and reenact section 65-05-09.2 of the North Dakota Century Code,

2 relating to workers' compensation social security retirement offset.

3 BE IT ENACTED BY THE LEGISLATIVE ASSEMBLY OF NORTH DAKOTA:

4 **SECTION 1. AMENDMENT.** Section 65-05-09.2 of the North Dakota Century Code is 5 amended and reenacted as follows:

6 65-05-09.2. Retirement offset prohibited. If an employee is entitled to permanent 7 total disability benefits and social security retirement benefits under 42 U.S.C. sections 402 and 8 405, the aggregate wage loss benefits payable under this title must be determined in 9 accordance with this section. The employee's social security retirement offset must equal forty 10 percent of the calculated ratio of the employee's average weekly wages, as calculated on the 11 commencement of the first, or recurrent, disability under section 65-05-09, to the current state's 12 average weekly wage. Any offset calculated cannot exceed forty percent of the employee's 13 weekly social security retirement benefit. If a claim has been accepted on an aggravation basis and the employee is eligible for social security benefits, the organization's offset must be 14 15 proportionally calculated. An overpayment must be recouped in the same manner as set forth 16 in section 65-05-09.1 organization may not offset the employee's benefits based on receipt of 17 these social security retirement benefits. This section applies to an employee who becomes 18 entitled to and receives social security retirement benefits after June 30, 1989, and before 19 August 1, 1995, or who receives social security retirement benefits that have been converted 20 from social security disability benefits by the social security administration after June 30, 1989, 21 and before August 1, 1995. A conversion by the organization from offsetting an employee's 22 social security disability benefits to offsetting an employee's social security retirement benefits 23 under this section may not result in a decrease in the aggregate amount of benefits the 24 employee receives from both sources.