LEGISLATURE OF NEBRASKA ONE HUNDRED SIXTH LEGISLATURE SECOND SESSION

LEGISLATIVE BILL 1129

Introduced by Vargas, 7. Read first time January 22, 2020 Committee:

A BILL FOR AN ACT relating to the Nebraska Workers' Compensation Act; to
amend section 48-116, Reissue Revised Statutes of Nebraska; to
change evasion of law provisions to ensure certain coverage under
the act; and to repeal the original section.
Be it enacted by the people of the State of Nebraska,

Section 1. Section 48-116, Reissue Revised Statutes of Nebraska, is
amended to read:

3 48-116 Any person, firm, or corporation creating or carrying into 4 operation any scheme, artifice, or device to enable him or her, them, or 5 it to execute work without being responsible to the workers for the provisions of the Nebraska Workers' Compensation Act shall be included in 6 7 the term employer, and with the immediate employer shall be jointly and severally liable to pay the compensation herein provided for and be 8 9 subject to all the provisions of such act. This section, however, shall not be construed as applying to an owner who lets a contract to a 10 contractor in good faith, or a contractor, who, in good faith, lets to a 11 subcontractor a portion of his or her contract, if the owner or principal 12 contractor, as the case may be, requires the contractor or subcontractor, 13 respectively, to procure a policy or policies of insurance from an 14 insurance company licensed to write such insurance in this state, which 15 policy or policies of insurance shall guarantee payment of compensation 16 17 according to the Nebraska Workers' Compensation Act to injured workers. When any person, firm, or corporation lets a portion of a contract to a 18 19 contractor or subcontractor for work ordinarily done by employees of the person, firm, or corporation without requiring the contractor or 20 subcontractor to procure a policy or policies of insurance from an 21 22 insurance company licensed to write such insurance to guarantee payment of compensation to injured workers according to the Nebraska Workers' 23 Compensation Act, the contractor or subcontractor shall be included in 24 25 the term employee for purposes of the act.

26 Sec. 2. Original section 48-116, Reissue Revised Statutes of 27 Nebraska, is repealed.

-2-