THE GENERAL ASSEMBLY OF PENNSYLVANIA

SENATE BILL No. 1378 ^{Session of} 2015

INTRODUCED BY FOLMER, GORDNER, WAGNER, SCARNATI, SMUCKER, HUTCHINSON, AUMENT, MENSCH, RESCHENTHALER AND STEFANO, OCTOBER 12, 2016

REFERRED TO LABOR AND INDUSTRY, OCTOBER 12, 2016

AN ACT

1 2 3 4 5 6 7 8	Amending the act of June 2, 1915 (P.L.736, No.338), entitled, as reenacted and amended, "An act defining the liability of an employer to pay damages for injuries received by an employe in the course of employment; establishing an elective schedule of compensation; providing procedure for the determination of liability and compensation thereunder; and prescribing penalties," in liability and compensation, further providing for the liability of an employer.
9	The General Assembly of the Commonwealth of Pennsylvania
10	hereby enacts as follows:
11	Section 1. Section 303 of the act of June 2, 1915 (P.L.736,
12	No.338), known as the Workers' Compensation Act, reenacted and
13	amended June 21, 1939 (P.L.520, No.281) and amended December 5,
14	1974 (P.L.782, No.263), is amended to read:
15	Section 303. (a) The liability of an employer <u>, or an</u>
16	employer's affiliate, holding company or subsidiary, under this
17	act shall be exclusive and in place of any and all other
18	liability to such employes, his legal representative, husband or
19	wife, parents, dependents, next of kin or anyone otherwise
20	entitled to damages in any action at law or otherwise on account

of any injury or death as defined in section 301 (c)(1) and (2)
or occupational disease as defined in section 108.

3 (b) In the event injury or death to an employe is caused by a third party, then such employe, his legal representative, 4 husband or wife, parents, dependents, next of kin, and anyone 5 otherwise entitled to receive damages by reason thereof, may 6 bring their action at law against such third party, but the 7 8 employer, or an employer's affiliate, holding company or subsidiary, his insurance carrier, their servants and agents, 9 10 employes, representatives acting on their behalf or at their 11 request shall not be liable to a third party for damages, 12 contribution, or indemnity in any action at law, or otherwise, unless liability for such damages, contributions or indemnity 13 14 shall be expressly provided for in a written contract entered 15 into by the party alleged to be liable prior to the date of the 16 occurrence which gave rise to the action.

17 (c) For the purposes of this section:

18 <u>(1) The term "affiliate" shall mean a person who, directly</u> 19 or indirectly, through an intermediary controls, is controlled

20 by or is under common control with a specific person.

21 (2) The term "holding company" shall:

22 (i) Mean a person other than an individual which, directly

23 or indirectly, owns or has the power or right to control or vote

24 <u>a significant part of the outstanding voting securities of a</u>

25 <u>business organization</u>.

26 <u>(ii) Be considered to be indirectly holding or owning a</u>

27 power, right or security if the holding company holds or owns

28 the power, right or security through an interest in a

29 <u>subsidiary.</u>

30 (3) The term "subsidiary" shall mean a person other than an

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- 1 individual that is one of the following:
- 2 (i) A business organization, with a significant part of
- 3 <u>outstanding equity securities or interests owned</u>, subject to a
- 4 power or right of control or held with the power to vote by a
- 5 <u>holding company.</u>
- 6 (ii) A person deemed to be a subsidiary under the former act
- 7 of May 5, 1933 (P.L.364, No.106), known as the "Business
- 8 <u>Corporation Law."</u>
- 9 Section 2. This act shall take effect immediately.