

STATE OF MINNESOTA

OFFICE OF THE GOVERNOR 130 STATE CAPITOL SAINT PAUL 55155

28 May 1991

The Honorable Robert Vanasek Speaker of the House Minnesota House of Representatives 463 State Office Building Saint Paul, Minnesota 55155

Dear Mr. Speaker:

I have vetoed Chapter 247, House File 1422/Senate File 1248, a bill relating to Workers' Compensation.

Early in our deliberations I established a set of principles by which I would measure any reform proposal presented to me for signature.

The legislation you passed fails to meet seven of those standards. For the record, let me reiterate the areas where the bill is deficient.

- The legislation fails to provide for substantial judicial reform.
- 2. The legislation does not eliminate circumstances where claimants can receive even more in benefits than they earned while working.
- 3. The legislation leaves intact a system which grants total disability benefits to claimants who are not seriously disabled.
- 4. Far from controlling costly and pointless litigation, the legislation would substantially increase lawsuits.
- 5. The legislation purports to reduce premiums but in fact only artificially compresses rates via a mandate that almost certainly will not withstand judicial scrutiny.
- 6. The legislation addresses rising health care costs by rolling back some fees but fails to manage and coordinate health care options in a cost efficient manner.
- 7. The legislation was passed by both the House and Senate on almost purely partisan lines.

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Clearly, this bill falls way short of the long-term structural reform required and is therefore not acceptable. Basically, by passing this bill the Legislature abdicated its responsibility for guaranteeing that Minnesota have a fair and equitable Workers' Compensation system.

Instead, the Legislature authorized another commission to study the Workers' Compansation system. There have been at least three studies of the system in recent years.

I believe Minnesota workers and employers deserve more than another study commission. Regrettably, the Legislative Leadership refused to acknowledge the urgency of this need.

Sincerely

ARNE H. CARLSON

Governor

Attachment: Workers' Compensation Reform Principles

c: Senator Roger Moe, Majority Leader
Senator Jerome Hughes, President of the Senate
Senator Duane Benson, Minority Leader
Senator Florian Chmielewski, Senate Chief Author
Representative Terry Dempsey, Minority Leader
Representative Tom Rukavina, House Chief Author
Mr. Edward A. Burdick, Chief Clerk of the House
Mr. Patrick E. Flahaven, Secretary of the Senate
Ms. Joan Anderson Growe, Secretary of State