

**B-Engrossed**  
**Senate Bill 688**

Ordered by the House June 5  
Including Senate Amendments dated April 23 and House Amendments  
dated June 5

Sponsored by COMMITTEE ON BUSINESS, TRANSPORTATION AND WORKFORCE DEVELOPMENT (at the request of Radio Cab Company)

**SUMMARY**

The following summary is not prepared by the sponsors of the measure and is not a part of the body thereof subject to consideration by the Legislative Assembly. It is an editor's brief statement of the essential features of the measure.

*[Modifies meaning of taxicab]* **Defines "passenger motor vehicle that is operated as a taxicab" and "passenger motor vehicle that is operated for nonemergency medical transportation"** for purposes of determining who are subject workers under workers' compensation statutes.

**A BILL FOR AN ACT**

Relating to subject workers for purposes of workers' compensation statutes; amending ORS 656.027.

**Be It Enacted by the People of the State of Oregon:**

**SECTION 1.** ORS 656.027 is amended to read:

656.027. All workers are subject to this chapter except those nonsubject workers described in the following subsections:

(1) A worker employed as a domestic servant in or about a private home. For the purposes of this subsection "domestic servant" means any worker engaged in household domestic service by private employment contract, including, but not limited to, home health workers.

(2) A worker employed to do gardening, maintenance, repair, remodeling or similar work in or about the private home of the person employing the worker.

(3)(a) A worker whose employment is casual and either:

(A) The employment is not in the course of the trade, business or profession of the employer;

or

(B) The employment is in the course of the trade, business or profession of a nonsubject employer.

(b) For the purpose of this subsection, "casual" refers only to employments where the work in any 30-day period, without regard to the number of workers employed, involves a total labor cost of less than \$500.

(4) A person for whom a rule of liability for injury or death arising out of and in the course of employment is provided by the laws of the United States.

(5) A worker engaged in the transportation in interstate commerce of goods, persons or property for hire by rail, water, aircraft or motor vehicle, and whose employer has no fixed place of business in this state.

(6) Firefighter and police employees of any city having a population of more than 200,000 that provides a disability and retirement system by ordinance or charter.

**NOTE:** Matter in **boldfaced** type in an amended section is new; matter *[italic and bracketed]* is existing law to be omitted. New sections are in **boldfaced** type.

1 (7)(a) Sole proprietors, except those described in paragraph (b) of this subsection. When labor  
2 or services are performed under contract, the sole proprietor must qualify as an independent con-  
3 tractor.

4 (b) Sole proprietors actively registered under ORS 671.525 or licensed under ORS 701.035. When  
5 labor or services are performed under contract for remuneration, notwithstanding ORS 656.005 (30),  
6 the sole proprietor must qualify as an independent contractor. Any sole proprietor registered under  
7 ORS 671.525 or licensed under ORS 701.035 and involved in activities subject thereto is conclusively  
8 presumed to be an independent contractor.

9 (8) Except as provided in subsection (23) of this section, partners who are not engaged in work  
10 performed in direct connection with the construction, alteration, repair, improvement, moving or  
11 demolition of an improvement on real property or appurtenances thereto. When labor or services  
12 are performed under contract, the partnership must qualify as an independent contractor.

13 (9) Except as provided in subsection (25) of this section, members, including members who are  
14 managers, of limited liability companies, regardless of the nature of the work performed. However,  
15 members, including members who are managers, of limited liability companies with more than one  
16 member, while engaged in work performed in direct connection with the construction, alteration,  
17 repair, improvement, moving or demolition of an improvement on real property or appurtenances  
18 thereto, are subject workers. When labor or services are performed under contract, the limited li-  
19 ability company must qualify as an independent contractor.

20 (10) Except as provided in subsection (24) of this section, corporate officers who are directors  
21 of the corporation and who have a substantial ownership interest in the corporation, regardless of  
22 the nature of the work performed by such officers, subject to the following limitations:

23 (a) If the activities of the corporation are conducted on land that receives farm use tax assess-  
24 ment pursuant to ORS chapter 308A, corporate officer includes all individuals identified as directors  
25 in the corporate bylaws, regardless of ownership interest, and who are members of the same family,  
26 whether related by blood, marriage or adoption.

27 (b) If the activities of the corporation involve the commercial harvest of timber and all officers  
28 of the corporation are members of the same family and are parents, daughters or sons, daughters-  
29 in-law or sons-in-law or grandchildren, then all such officers may elect to be nonsubject workers.  
30 For all other corporations involving the commercial harvest of timber, the maximum number of ex-  
31 empt corporate officers for the corporation shall be whichever is the greater of the following:

32 (A) Two corporate officers; or

33 (B) One corporate officer for each 10 corporate employees.

34 (c) When labor or services are performed under contract, the corporation must qualify as an  
35 independent contractor.

36 (11) A person performing services primarily for board and lodging received from any religious,  
37 charitable or relief organization.

38 (12) A newspaper carrier utilized in compliance with the provisions of ORS 656.070 and 656.075.

39 (13) A person who has been declared an amateur athlete under the rules of the United States  
40 Olympic Committee or the Canadian Olympic Committee and who receives no remuneration for  
41 performance of services as an athlete other than board, room, rent, housing, lodging or other rea-  
42 sonable incidental subsistence allowance, or any amateur sports official who is certified by a re-  
43 cognized Oregon or national certifying authority, which requires or provides liability and accident  
44 insurance for such officials. A roster of recognized Oregon and national certifying authorities will  
45 be maintained by the Department of Consumer and Business Services, from lists of certifying or-

1 organizations submitted by the Oregon School Activities Association and the Oregon Park and Re-  
2 creation Society.

3 (14) Volunteer personnel participating in the ACTION programs, organized under the Domestic  
4 Volunteer Service Act of 1973, P.L. 93-113, known as the Foster Grandparent Program and the  
5 Senior Companion Program, whether or not the volunteers receive a stipend or nominal reimburse-  
6 ment for time and travel expenses.

7 (15) A person who has an ownership or leasehold interest in equipment and who furnishes,  
8 maintains and operates the equipment. As used in this subsection "equipment" means:

9 (a) A motor vehicle used in the transportation of logs, poles or piling.

10 (b) A motor vehicle used in the transportation of rocks, gravel, sand, dirt or asphalt concrete.

11 [(c) A motor vehicle operated as a taxicab as defined in ORS 825.017.]

12 [(d)] (c) A motor vehicle used in the transportation of property by a for-hire motor carrier that  
13 is required under ORS 825.100 or 825.104 to possess a certificate or permit.

14 (16) A person engaged in the transportation of the public for recreational down-river boating  
15 activities on the waters of this state pursuant to a federal permit when the person furnishes the  
16 equipment necessary for the activity. As used in this subsection, "recreational down-river boating  
17 activities" means those boating activities for the purpose of recreational fishing, swimming or  
18 sightseeing utilizing a float craft with oars or paddles as the primary source of power.

19 (17) A person who performs volunteer ski patrol activities who receives no wage other than  
20 noncash remuneration.

21 (18) A person 19 years of age or older who contracts with a newspaper publishing company or  
22 independent newspaper dealer or contractor to distribute newspapers to the general public and  
23 perform or undertake any necessary or attendant functions related thereto.

24 (19) A person performing foster parent or adult foster care duties pursuant to ORS chapter 411,  
25 418, 430 or 443.

26 (20) A person performing services on a volunteer basis for a nonprofit, religious, charitable or  
27 relief organization, whether or not such person receives meals or lodging or nominal reimbursements  
28 or vouchers for meals, lodging or expenses.

29 (21) A person performing services under a property tax work-off program established under ORS  
30 310.800.

31 (22) A person who performs service as a caddy at a golf course in an established program for  
32 the training and supervision of caddies under the direction of a person who is an employee of the  
33 golf course.

34 (23)(a) Partners who are actively registered under ORS 671.525 or licensed under ORS 701.035  
35 and who have a substantial ownership interest in a partnership. If all partners are members of the  
36 same family and are parents, spouses, sisters, brothers, daughters or sons, daughters-in-law or sons-  
37 in-law or grandchildren, all such partners may elect to be nonsubject workers. For all other part-  
38 nerships registered under ORS 671.510 to 671.710 or licensed under ORS chapter 701, the maximum  
39 number of exempt partners shall be whichever is the greater of the following:

40 (A) Two partners; or

41 (B) One partner for each 10 partnership employees.

42 (b) When labor or services are performed under contract for remuneration, notwithstanding ORS  
43 656.005 (30), the partnership qualifies as an independent contractor. Any partnership registered un-  
44 der ORS 671.525 or licensed under ORS 701.035 and involved in activities subject thereto is conclu-  
45 sively presumed to be an independent contractor.

1 (24)(a) Corporate officers who are directors of a corporation actively registered under ORS  
2 671.525 or licensed under ORS 701.035 and who have a substantial ownership interest in the corpo-  
3 ration, regardless of the nature of the work performed. If all officers of the corporation are members  
4 of the same family and are parents, spouses, sisters, brothers, daughters or sons, daughters-in-law  
5 or sons-in-law or grandchildren, all such officers may elect to be nonsubject workers. For all other  
6 corporations registered under ORS 671.510 to 671.710 or licensed under ORS chapter 701, the maxi-  
7 mum number of exempt corporate officers shall be whichever is the greater of the following:

8 (A) Two corporate officers; or

9 (B) One corporate officer for each 10 corporate employees.

10 (b) When labor or services are performed under contract for remuneration, notwithstanding ORS  
11 656.005 (30), the corporation qualifies as an independent contractor. Any corporation registered un-  
12 der ORS 671.525 or licensed under ORS 701.035 and involved in activities subject thereto is conclu-  
13 sively presumed to be an independent contractor.

14 (25)(a) Limited liability company members who are members of a company actively registered  
15 under ORS 671.525 or licensed under ORS 701.035 and who have a substantial ownership interest in  
16 the company, regardless of the nature of the work performed. If all members of the company are  
17 members of the same family and are parents, spouses, sisters, brothers, daughters or sons,  
18 daughters-in-law or sons-in-law or grandchildren, all such members may elect to be nonsubject  
19 workers. For all other companies registered under ORS 671.510 to 671.710 or licensed under ORS  
20 chapter 701, the maximum number of exempt company members shall be whichever is the greater  
21 of the following:

22 (A) Two company members; or

23 (B) One company member for each 10 company employees.

24 (b) When labor or services are performed under contract for remuneration, notwithstanding ORS  
25 656.005 (30), the company qualifies as an independent contractor. Any company registered under  
26 ORS 671.525 or licensed under ORS 701.035 and involved in activities subject thereto is conclusively  
27 presumed to be an independent contractor.

28 (26) A person serving as a referee or assistant referee in a youth or adult recreational soccer  
29 match whose services are retained on a match-by-match basis.

30 (27) A person performing language translator or interpreter services that are provided for others  
31 through an agent or broker.

32 **(28) A person who operates, and who has an ownership or leasehold interest in, a pas-**  
33 **senger motor vehicle that is operated as a taxicab or for nonemergency medical transporta-**  
34 **tion. As used in this subsection:**

35 **(a) "Lease" means a contract under which the lessor provides a vehicle to a lessee for**  
36 **consideration.**

37 **(b) "Leasehold" includes, but is not limited to, a lease for a shift or a longer period.**

38 **(c) "Passenger motor vehicle that is operated as a taxicab" means a vehicle that:**

39 **(A) Has a passenger seating capacity that does not exceed seven persons;**

40 **(B) Is transporting persons, property or both on a route that begins or ends in Oregon;**

41 **and**

42 **(C)(i) Carries passengers for hire when the destination and route traveled may be con-**  
43 **trolled by a passenger and the fare is calculated on the basis of any combination of an initial**  
44 **fee, distance traveled or waiting time; or**

45 **(ii) Is in use under a contract to provide specific service to a third party to transport**

1 **designated passengers or to provide errand services to locations selected by the third party.**

2 **(d) "Passenger motor vehicle that is operated for nonemergency medical**  
3 **transportation" means a vehicle that:**

4 **(A) Has a passenger seating capacity that does not exceed seven persons;**

5 **(B) Is transporting persons, property or both on a route that begins or ends in Oregon;**  
6 **and**

7 **(C) Provides medical transportation services under contract with or on behalf of a mass**  
8 **transit or transportation district.**

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