

## **COSTELLO MEDIA RELEASE**

**Contact: Liz McNeill**

**Phone: 405-521-6102**

**Date: June 29, 2011**

### **Work Comp Enforcement Continues for Oklahoma Department of Labor in Canadian County**

OKLAHOMA CITY – Commissioner Mark Costello announced last week that the Oklahoma Department of Labor would be taking aggressive action to enforce past workers' compensation judgments against Oklahoma employers who failed to provide, or under provided workers compensation insurance. Costello had stated there were over \$1.6 million in outstanding penalties that had gone uncollected during the previous administration. He listed eleven counties that would initially be pursued leading to eventual statewide enforcement action.

The first judgment was filed June 15<sup>th</sup> in Oklahoma County. Last Friday, a judgment was filed in Canadian County against Ground Unit Security, Inc. a security provider in Yukon under the name Yukon Enforcement Security. They were cited for their second violation January 17, 2008 for failure to carry workers' compensation insurance on 19 employees. The company signed a consent agreement on July 8, 2008 to pay a \$10,000 judgment in 18 monthly installments. To date, no payments have been made.

Costello explained that the process begins with an investigation to determine coverage. The Employment Standards Division then gives 30 days to comply. If the employer fails to comply, additional penalties are assessed. This process involves an Administrative Hearing and plenty of opportunities to comply.

Commissioner Costello explained that the backlog of three years left from the previous administration was going to be actively addressed. He believes that the protection of employees is most important. "We are going to aggressively pursue past workers' compensation judgments and will offer in detail the bad players, amount of judgment, and number of employees that did not have coverage or were under covered. We will continue to file county by county until we have cleaned up this backlog," said Costello.

Costello previously stated, "The Oklahoma Department of Labor has already identified a large number of employers who have just ignored the judgments and are going about business as usual. We will pursue these judgments county by county."