SEVENTH CONGRESS OF THE FEDERATED STATES OF MICRONESIA CONGRESS

FOURTH REGULAR SESSION, 1992

3

4

5

6

7

8

9

10

11

12

13

14

15

16

17

18

19

20

21

22

CONGRESSIONAL BILL NO. 7-406, C.D.1

Public Law No. 7 - 1 1 4

AN ACT

To further amend title 19 of the Code of the Federated States of Micronesia, as amended by Public Law No. 7-9, by amending sections 308 and 421, by adding new sections 308A, 421A, 429 and 430, and by repealing section 422 and enacting a section 422 in lieu thereof for the purpose of revising the Seaman's Protection Act to specify obligations, rights, and procedures on matters relating to injured or ill seamen and wrongful death claims by survivors of seamen, and for other purposes.

BE IT ENACTED BY THE CONGRESS OF THE FEDERATED STATES OF MICRONESIA:

- 1 Section 1. Section 421 of title 19 of the Code of the Federated
- 2 States of Micronesia is hereby amended to read as follows:
 - "Section 421. Wages, maintenance, and benefits for sick and injured seamen, other than those covered by section 421A.
 - (1) In the event of disabling sickness or injury while a seaman is on board a vessel other than a fishing vessel under signed shipping articles, or off the vessel pursuant to an actual mission assigned to him by, or by the authority of, the master, the seaman shall be entitled to:
 - (a) full wages, as long as he is sick or injured and remains on board the vessel;
 - (b) medical and surgical treatment and supply of proper and sufficient medicines and therapeutical appliances, until medically declared to have reached a maximum cure or to be incurable, but in no event more than thirty weeks from the day of the injury or commencement of the sickness;
 - (c) an amount equal to board and lodging up to a maximum period of thirty weeks, and one-third of his base wages during any portion of such period subsequent to his landing from the vessel but not to exceed a maximum period of sixteen weeks commencing from the day of injury or commencement of the sickness;



1	(d) repatriation as provided in section 423 of this
2	chapter including, in addition, all charges for his transpor-
3	tation, accommodation, and food during the journey and his
4	maintenance up to the time fixed for his departure.
5	(2) The shipowner or his representative shall take
6	adequate measures for safeguarding property left on board
7	by a sick, injured, or deceased seaman.
8	(3) The seaman shall not be entitled to any of the
9	foregoing benefits:
10	(a) if such sickness or injury resulted from his
11	willful act, default, or misconduct;
12	(b) if such sickness or injury developed from a
13	condition which was intentionally concealed from the employer
14	at or prior to his engagement under the articles;
15	(c) if he refuses medical treatment for such sickness
16	or injury or is denied such treatment because of misconduct or
17	default;
18	(d) if at the time of his engagement, he refused to
19	be medically examined.
20	(4) The seaman shall have a maritime lien against the
21	vessel for any wages due him under this section."
22	Section 2. Title 19 of the Code of the Federated States of
23	Micronesia is hereby further amended by adding a new section 421A to
24	read as follows:
25	"Section 421A. Wages, maintenance, and benefits for sick

1	and injured seamen, masters and officers on board fishing
2	<u>vessels</u> .
3	(1) In the event of disabling sickness or injury
4	while a seaman, master or officer is on board a fishing vessel
5	under signed shipping articles or a contract of employment,
6	or off the fishing vessel pursuant to an actual mission
7	assigned to him by, or by the authority of, the master,
8	employer or shipowner, the seaman, master or officer shall be
9	entitled to:
10	(a) full wages, as long as he is disabled from
11	working due to sickness or injury and remains on board the
12	fishing vessel, or for the duration of the seaman's or
13	master's employment contract, whichever is the longer period
14	of time; provided, that if the seaman, master or officer
15	recovers and is declared by a licensed physician to be
16	medically fit for duty prior to removal from the fishing vessel
17	or the termination of the employment contract, the right to
18	unearned wages terminates;
19	(b) medical and surgical treatment and supply of
20	proper and sufficient medicines and therapeutical appliances,
21	until medically declared by a licensed physician to have
22	reached a maximum cure or to be incurable;
23	(c) an amount equal to board and lodging
24	equivalent to the quality of that received on board the

fishing vessel upon landing of the seaman, master or

1	officer from the fishing vessel; provided, that
2	such payments shall terminate when the seaman or master is
3	medically declared by a licensed physician to have reached
4	maximum cure or to be incurable;
5	(d) repatriation as provided in section 423 of
6	this chapter including, in addition, all charges for his
7	transportation, accommodation, and food during the journey
8	and his maintenance as provided for in subsection (c)
9	above;
10	(e) a lump sum payment in an amount set forth in
11	the payment schedule established by the Secretary if,
12	after reaching maximum care or being medically declared
13	incurable, the seaman or master is medically declared by a
14	licensed physician to be permanently disabled from working
15	as a seaman, master or officer.
16	(2) The employer, shipowner or their respective
17	representatives shall take adequate measures for safe-
18	guarding property left on board by a sick, injured, or
19	deceased seaman, master or officer.
20	(3) The seaman, master or officer shall not be
21	entitled to any of the foregoing benefits:
22	(a) if such sickness or injury resulted from his
23	willful act, default, or misconduct;
24	(b) if such sickness or injury developed from a
25	condition which was intentionally concealed from the

2.3

1	employer or shipowner at or prior to his engagement under
2	the articles or employment contract;
3	(c) if he refuses medical treatment for such
4	sickness or injury or is denied such treatment because of
5	misconduct or default;
6	(d) if at the time of his engagement under the
7	articles or employment contract, he refused to be medically
8	examined.
9	(4) The seaman, master or officer shall have a
10	maritime lien against the vessel for any wages due him
11	under this section."
12	Section 3. Title 19 of the Code of the Federated States of
13	Micronesia is hereby further amended by adding a new section 429 to
14	read as follows:
15	"Section 429. Agreement to submit disputes to arbitration;
16	Compelling compliance with Agreement.
17	(1) Agreement to submit disputes to arbitration. A
18	provision in a written contract of employment between a
19	shipowner or employer and a seaman, master or officer, to
20	settle by arbitration a claim or controversy arising out of
21	performance of the contract, the refusal to perform the
22	whole or any part thereof, or the breach of said contract,
23	shall be valid, enforceable, and irrevocable, except upon
24	such grounds as exist for the revocation of any contract.
25	(2) Compelling compliance with Agreement. A party

1	aggrieved by the failure, neglect, or refusal of another
2	to perform under an agreement in writing providing for
3	arbitration, may apply to the court for an order directing
4	that the arbitration proceed in the manner provided for in
5	the agreement. Five days' notice in writing of the applica-
6	tion shall be served upon the party in default. Service
7	thereof shall be made in the manner provided for by sub-
8	chapter I of title 6 of the Code of the Federated States of
9	Micronesia. The court shall hear the parties, and upon
10	being satisfied that the making of the agreement is not in
11	issue, the court hearing the application shall make an order
12	directing the parties to proceed to arbitration in accor-
13	dance with the agreement. If the making of the agreement is
14	in issue, the court shall proceed summarily to the trial
15	thereof. If the court finds that no agreement in writing
16	providing for arbitration was made, the proceeding shall
17	be dismissed."
18	Section 4. Title 19 of the Code of the Federated States of
19	Micronesia is hereby further amended by adding a new section 430 to
20	read as follows:
21	Section 430. Exclusiveness of remedy; Territorial
22	applicability.
23	(1) Exclusiveness of remedy. The rights and remedies
24	granted by chapters 3 and 4 of title 19 of the Code
25	of the Federated States of Micronesia to a seaman, master or

officer on account of a disabling sickness, injury, or death sustained by the seaman, master or officer under the circumstances described in sections 308, 308A, 421(1) and 421A(1), shall exclude all other liability of the shipowner or employer to the seaman, master or officer or their spouse, next of kin, dependents, legal representative, or anyone else entitled to recover damages from the shipowner or employer at common law, general maritime law or otherwise, on account of the disabling injury, sickness, or death.

sustains a disabling injury or sickness while on board a vessel under signed shipping articles or a contract of employment governed by the laws of the Federated States of Micronesia, he shall be entitled to recover under chapters 3 and 4 of title 19 of the Code of the Federated States of Micronesia. The right to recover under title 19, chapters 3 and 4, shall exclude all other liability of the shipowner or employer. All contracts of employment of a seaman, master or officer governed by the laws of the Federated States of Micronesia, and all shipping articles signed under the laws of the Federated States of Micronesia, are deemed to include an agreement to that effect."

Section 5. Section 308 of title 19 of the Code of the Federated

1	"Section 308. Wrongful death of seamen, other than those
2	covered by section 308A. Whenever the death of a seaman,
3	other than those covered by section 308A, resulting from an
4	injury, shall be caused by wrongful act, ommission, neglect,
5	or default occurring on board a vessel, other than a
6	fishing vessel, the personal representative of the
7	deceased seaman may maintain a suit for damages, for the
8	exclusive benefit of the deceased's wife, husband, parent,
9	child, or dependent relative, against the vessel, person, or
10	corporation which would have been liable if death had not
11	ensued."
12	Section 6. Title 19 of the Code of the Federated States of
13	Micronesia is hereby further amended by adding a new section 308A to
14	read as follows:
15	"Section 308A. Death of seamen, masters and officers on
16	board fishing vessels. In the case of death of a seaman,
17	master or officer occurring on board a fishing vessel, or
18	in the case of his death occurring on shore, if, at the
19	time, he was entitled to medical care and maintenance at
20	the shipowner's or employer's expense:
21	(1) The shipowner or employer shall be liable to
22	defray reasonable local funeral expenses and make payment
23	of the base wages of the deceased seaman, master or officer
24	up to the end of the month in which the death occurs;
25	(2) Wages, maintenance and benefits due to a seaman,

1	master or officer pursuant to section 421A of title 19 of
2	this Code shall be paid after his death to his estate; and
3	(3) The estate of the deceased seaman, master or
4	officer shall be entitled to assert a claim for a lump sum
5	payment in the amount set forth in the payment schedule
6	specified in regulations promulgated by the Secretary."
7	Section 7. Section 422 of title 19 of the Code of the Federated
8	States of Micronesia is hereby repealed in its entirety and a new
9	section 422 is hereby enacted to read as follows:
10	"Section 422. Liability of third person.
11	(1) When a work-related injury, illness or death for
12	which compensation is payable under section 308, 308A, 421
13	or 421A of title 19 of the Code of the Federated States of
14	Micronesia has been sustained under circumstances creating
15	in some person other than the employer, shipowner, or
16	another employee of the employer or shipowner acting in the
17	course of his employment, a legal liability to pay damages
18	on account thereof, the injured employee or the decendent's
19	estate may claim compensation under section 308, 308A, 421
20	or 421A of title 19 of the Code of the Federated States of
21	Micronesia and recover damages from such third person.
22	(2) If the employee or the decendent's estate
23	commences an action against such third person, he or it
24	shall without delay give the employer or shipowner written

25

notice of the action and the name and location of the court

Public Law No. 7 - 1 14

in which the action	n is brought by	personal service or	
registered mail.	The employer or	shipowner may, at any	
time before trial	on the facts, jo	oin as a party plaintiff	

- injury or death the employee or the decendent's estate has not commenced an action against such third person, the employer or shipowner having paid or being liable for compensation under section 308, 308A, 421 or 421A of title 19 of the Code of the Federated States of Micronesia, shall be subrogated to the rights of the injured employee or the decendent's estate. Except as limited by chapters 5 and 8 of title 19 of the Code of the Federated States of Micronesia, the employee or the decendent's estate may at any time commence an action or join in any action commenced by the employer or shipowner against such third person.
- (4) No release or settlement of any claim or action under this section is valid without the written consent of the employer or shipowner and the employee or the decendent's estate. The entire amount of any settlement payment or judgment obtained from a third person is subject to the employer's or shipowner's right of reimbursement of its compensation payments under section 308, 308A, 421 or 421A of title 19 of the Code of the Federated States of Micronesia."

28 68

Section 8. This act shall become law upon approval by the President of the Federated States of Micronesia or upon its becoming law without such approval. Bailey Olter President Federated States of Micronesia