## Important Information for Employers and Employees on Compensation for Work Injuries and Occupational Diseases

**Employees' Compensation Ordinance** 

The Employees' Compensation Ordinance (ECO), Chapter 282 of the Laws of Hong Kong, applies to all full-time and part-time employees in Hong Kong in respect of injuries or deaths whilst at work or by specified occupational diseases.

## Injury at work

• If an employee sustains an injury or dies as a result of an accident arising out of and in the course of his employment, his employer is in general liable to pay compensation under the ECO.

• An injured employee should notify the employer of the accident as soon as possible.

- An employer must notify the Labour Department of any work accident within 14 days (7 days for fatal cases) after the accident.
- An employee who suffers incapacity arising from an occupational disease specified in the ECO is entitled to similar compensation and protection.

**Compensation payments** 

- 1) Sick Leave Pay: During the period of work injury sick leave, the employee is entitled to sick leave pay at the rate of four-fifths of the employee's normal monthly earnings, payable on normal pay days.
- 2) Lump Sum Compensation: If the injured employee suffers from permanent incapacity as a result of the accident, he is also entitled to a lump sum compensation calculated with reference to the employee's age, monthly earnings and permanent loss of earning capacity (as assessed by the statutory Employees' Compensation Assessment Board). The employer must pay the employee the compensation amount certified by the Labour Department within 21 days.
- 3) Medical Expenses: Unless adequate and free medical treatment has been provided to the injured employee, the employer is liable to pay medical expenses for the treatment of the employee's work injury, subject to a daily maximum as follows:-

In-patient treatment OR out-patient treatment HK\$200 Both in-patient AND out-patient treatment on the same day HK\$280

Compulsory insurance

Employers are compulsorily required to take out employees' compensation insurance to cover their liabilities under the ECO and at common law in respect of work injuries of their employees.

<u>In case an employer fails to report accident, fails to take out insurance or fails to pay compensation</u> The employee should report to the Labour Department immediately.

Claims to be determined by the Court

- The ECO does not empower the Commissioner for Labour to adjudicate on disputed claims. If the employer and the employee could not settle their dispute with the assistance of the Labour Department, the claim has to be determined by the Court.
- An application to the Court for employees' compensation claims has to be made within 24 months from the date of accident. Thus the employee concerned should contact the Labour Department for assistance as soon as possible if a case cannot be settled by the end of the 18<sup>th</sup> month from the date of accident.

**Employment Protection** 

An employer shall not terminate the contract of employment of his injured employee unless the relevant certificate has been issued by the Labour Department, or the compensation claim has been settled with the employee.

**Criminal Prosecution** 

If an employer willfully violates any provision of the ECO, the Labour Department will consider taking out prosecution against the employer after obtaining the employee's consent to be a prosecution witness.

**Enquiries** 

• General enquiries: 2717 1771

Homepage address: <a href="http://www.labour.gov.hk">http://www.labour.gov.hk</a>

• Enquiry in person to the district offices of the Employees' Compensation Division:

Hong Kong Offices	16/F, Southorn Centre, 130 Hennessy Road,
(cases in Hong Kong and outlying Islands)	Hong Kong
Kowloon Offices	10/F, Cheung Sha Wan Government Offices, Cheung Sha
(cases in Kowloon and cases involving government employees)	Wan Road, Kowloon
Tsuen Wan and Kwai Chung Offices	6/F, Tsuen Wan Government Offices,
(cases in Tsuen Wan, Kwai Chung and Western New Territories)	38 Sai Lau Kok Road, Tsuen Wan, New Territories
Shatin Office	2/F, Shatin Government Offices,
(cases in Shatin and Northern New Territories)	1 Sheung Wo Che Road, Shatin, New Territories
Fatal Cases Office	6/F, Harbour Building, 38 Pier Road, Central, Hong Kong

(This guide sets out in simple terms the main provisions of the Employees' Compensation Ordinance (Cap.282). It should be noted that the Ordinance itself remains the sole authority for the provisions of the law explained.)