

* R S.	L.D. 916
2	DATE: 5/12/5 (Filing No. H-338)
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6	LABOR
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10	Reproduced and distributed under the direction of the Clerk of the House.
12	STATE OF MAINE
14	HOUSE OF REPRESENTATIVES 122ND LEGISLATURE
16	FIRST SPECIAL SESSION
18	COMMITTEE AMENDMENT "A" to H.P. 635, L.D. 916, Bill, "An
20	Act To Amend the Workers' Compensation Medical Fee Schedule To Include Hospital Charges"
22	Amend the bill by striking out the title and substituting
24	the following:
26	'Resolve, Establishing the Commission on Maximum Hospital Charges for Workers' Compensation'
28	Further amend the bill by striking out everything after the
30	title and before the summary and inserting in its place the following:
32	'Emergency preamble. Whereas, acts and resolves of the
34	Legislature do not become effective until 90 days after adjournment unless enacted as emergencies; and
36	Whereas, the Commission on Maximum Hospital Charges for
38	Workers' Compensation is established to determine whether a schedule of maximum charges for hospital services provided to
40	workers' compensation claimants should be established and if so to recommend those maximum charges; and
42	Whereas, the study must be initiated before the 90-day
44	period expires in order that the study may be completed and a report submitted in time for submission to the next legislative
46	session; and
48	Whereas, in the judgment of the Legislature, these facts create an emergency within the meaning of the Constitution of
50	Maine and require the following legislation as immediately necessary for the preservation of the public peace, health and
52	safety; now, therefore, be it
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COMMITTEE AMENDMENT "A" to H.P. 635, L.D. 916

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2 Sec. 1. Commission established. Resolved: That the Commission on Maximum Hospital Charges for Workers' Compensation, referred to in this resolve as "the commission," is established; and be it further

Sec. 2. Commission membership. Resolved: That the commission consists of 13 members appointed as follows:

 1. Three members of the Senate, appointed by the President of the Senate, 2 of whom serve on the Joint Standing Committee on
12 Labor and of whom no more than 2 are members of the same political party;

 Four members of the House of Representatives, appointed
by the Speaker of the House, each of whom serves on the Joint Standing Committee on Labor and of whom no more than 2 are
members of the same political party;

20 3. One representative of Maine hospitals, appointed by the President of the Senate;

 One representative of a mutual insurance company
licensed to sell workers' compensation insurance in Maine, appointed by the Speaker of the House;

5. One representative of a workers' compensation 28 self-insurer in Maine, appointed by the President of the Senate;

30 6. One representative of organized labor, appointed by the Speaker of the House;

 One representative of an organization representing
businesses in Maine, appointed by the President of the Senate; and

8. The Executive Director of the Workers' Compensation 38 Board, or the executive director's designee; and be it further

 40 Sec. 3. Chairs. Resolved: That the first-named Senate member is the Senate chair of the commission and the first-named House
42 of Representatives member is the House chair of the commission; and be it further

Sec. 4. Appointments; convening of commission. Resolved: That all appointments must be made no later than 30 days following the 46 effective date of this resolve. The appointing authorities shall notify the Executive Director of the Legislative Council once all 48 appointments have been completed. Within 15 days after all members, the chairs shall 50 appointment of

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COMMITTEE AMENDMENT "A" to H.P. 635, L.D. 916

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call and convene the first meeting of the commission, which must 2 be no later than August 1, 2005; and be it further

4 Sec. 5. Duties. Resolved: That the commission shall study information provided by the Maine Health Data Organization 6 concerning actual payments made by private 3rd-party payors for hospital services and any other relevant information to determine 8 the following:

 Whether a schedule of maximum charges for hospital services provided to workers' compensation claimants should be
established; and

14 2. If a schedule should be established, what the maximum charges should be; and be it further

Sec. 6. Staff assistance. Resolved: That the Legislative Council shall provide necessary staffing services to the commission; and be it further

Sec. 7. Compensation. Resolved: That the legislative members of the commission are entitled to receive the legislative per 22 diem, as defined in the Maine Revised Statutes, Title 3, section 24 2, and reimbursement for travel and other necessary expenses related to their attendance at authorized meetings of the Public members not otherwise compensated by their 26 commission. employers or other entities that they represent are entitled to receive reimbursement of necessary expenses and, 28 upon demonstration of financial hardship, a per diem equal to the 30 legislative per diem for their attendance at authorized meetings of the commission; and be it further

Sec. 8. Report. Resolved: That, no later than December 7, 2005, the commission shall submit a report that includes its findings and recommendations, including suggested legislation, for presentation to the Joint Standing Committee on Labor, the Legislative Council and the Workers' Compensation Board. The commission is authorized to introduce legislation related to its report to the Second Regular Session of the 122nd Legislature at the time of submission of its report; and be it further

42 Sec. 9. Extension. Resolved: That, if the commission requires a limited extension of time to complete its study and make its 44 report, it may apply to the Legislative Council, which may grant an extension; and be it further

Sec. 10. Commission budget. Resolved: That the chairs of the commission, with assistance from the commission staff, shall administer the commission's budget. Within 10 days after its first meeting, the commission shall present a work plan and

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## COMMITTEE AMENDMENT "A" to H.P. 635, L.D. 916

proposed budget to the Legislative Council for its approval. The commission may not incur expenses that would result in the commission's exceeding its approved budget. Upon request from the commission the Executive Director of the Legislative Council shall promptly provide the commission chairs and staff with a status report on the commission budget, expenditures incurred and paid and available funds.

**Emergency clause.** In view of the emergency cited in the 10 preamble, this resolve takes effect when approved.'

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#### **SUMMARY**

This amendment replaces the bill with a resolve that establishes the Commission on Maximum Hospital Charges for Workers' Compensation. The commission's duties are to study information provided by the Maine Health Data Organization concerning actual payments made by private 3rd-party payors for hospital services and, based on that information, to determine whether a schedule of maximum charges for hospital services provided to workers' compensation claimants should be established and, if so, to recommend those maximum charges.

> FISCAL NOTE REQUIRED (See attached)

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## **122nd MAINE LEGISLATURE**

## LD 916

## LR 2125(02)

## An Act To Amend the Workers' Compensation Medical Fee Schedule To Include Hospital Charges

Fiscal Note for Bill as Amended by Committee Amendment "A" Committee: Labor Fiscal Note Required: Yes

## **Fiscal Note**

Current Costs - Legislative Study Minor cost increase - Other Special Revenue Funds

### Legislative Study

The projected costs to fund the general operating expenses of this study are \$4,740 in fiscal year 2005-06. The Legislature's Part I budget includes \$30,000 in fiscal year 2005-06 for legislative studies. Whether the amount is sufficient to fund all studies will depend on the number of studies authorized by the Legislative Council and the Legislature.

### **Fiscal Detail and Notes**

Additional costs to the Workers' Compensation Board associated with serving on the Commission can be absorbed within existing budgeted resources.