

L.D. 2457

(Filing No. H-1330)

STATE OF MAINE HOUSE OF REPRESENTATIVES 115TH LEGISLATURE SECOND REGULAR SESSION

HOUSE AMENDMENT " \mathcal{H} " to HOUSE AMENDMENT "A" to H.P. 1775, 14 L.D. 2457, Bill, "An Act to Delay the Workers' Compensation Rate Increase"

Amend the amendment by inserting after the title the 18 following:

20 'Amend the bill by striking out the title and substituting the following:

'An Act Concerning Workers' Compensation'

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Further amend the amendment in the first paragraph after the 26 title in the first line (page 1, line 16 in amendment) by striking out the following: "Amend" and inserting in its place 28 the following: 'Further amend'

Further amend the amendment by inserting before section 1 the following:

'Sec. 1. 39 MRSA §52-B, sub-§1, as amended by PL 1991, c. 615, 34 Pt. D, §4, is further amended to read:

36 Maximum charges. Standards, schedules or scales of 1. maximum charges for individual services, procedures of courses of treatment. The maximum charges may not be less than the usual, 38 customary and reasonable charge paid by private 3rd-party payors 40 for similar services provided by Maine health care providers. In establishing these standards, schedules or scales, the commission 42 shall consult with organizations representing health care providers and other appropriate groups. The standards must be 44 adjusted annually to reflect any appropriate changes in levels of reimbursement. The standards shall must apply to hospital costs 46 and health care providers and must be in effect no later than January 1, 1992. Notwithstanding this section or any other provision of law, the standards, schedules or scales for 1993 are 48 the same as those in effect on January 1, 1992; and

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Sec. 2. 39 MRSA §65-A is enacted to read:

§65-A. Applicability

- Section 65 governs any actions, dispositions or proceedings under this Act after the effective date of this section.
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Sec. 3. 39 MRSA §71-A, sub-§§4 and 5 are enacted to read:

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4. Offsets. If a settlement is approved and the employee suffers another injury for which compensation is payable under this Act, the benefits payable for the subsequent injury must be reduced by an amount not to exceed the amount of the settlement to the extent necessary to avoid duplicative payment of benefits for any period of incapacity. All settlement agreements must expressly allocate amounts payable as compensation for wage loss, medical services, permanent impairment or other benefits agreed to by the parties, subject to a determination by the commissioner that the settlement is fair and reasonable.

5. Disapproval; disqualification of commissioner. A commissioner who disapproves or otherwise fails to approve a proposed lump-sum settlement must be disqualified from presiding at any subsequent formal hearing in that case.

Sec. 4. 39 MRSA §92-B, sub-§3, ¶B, as enacted by PL 1991, c. 615, Pt. D, §19, is amended to read:

B. Determination of <u>degree of impairment under section 55-B</u> <u>and of</u> maximum medical improvement and degree of impairment under section 56-B;

Sec. 5. 39 MRSA §92-B, sub-§10 is enacted to read:

10. Applicability. This section governs any actions, 36 dispositions or proceedings under this Act after the effective date of this subsection.

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Sec. 6. 39 MRSA §96-A, sub-§3 is enacted to read:

3. Effect of previous settlement. A petition or claim for benefits of any type available under this Act is not allowed on account of an injury that has been previously resolved by a lump-sum settlement or by any other final settlement process pursuant to the laws of any other jurisdiction.

Sec. 7. 39 MRSA §99-D is enacted to read:

§99-D. Automatic petition for provisional order

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Upon the petition of either party, the commissioner shall issue a provisional order clarifying that any structure of benefits, rights, compensation payment scheme, award or decree issued under this Act is subject to the procedural and substantive law of this Act in existence as of December 31, 1992, as if that procedural and substantive law were in effect on May 1, 1992. A final order may not be issued in contravention of this section.

 10 <u>1. Application to actions.</u> The provisions of this section apply only to actions in which a final order has not been issued
12 by the commission on or after May 1, 1992.

14 2. Benefits. Nothing in this section may be interpreted to require the repayment or surrender of benefits actually paid to or received by an employee between May 1, 1992 and December 31, 1992.

3. Repeal. This section is repealed on January 1, 1993.

Sec. 8. 39 MRSA §100, sub-§4-B, ¶C, as enacted by PL 1991, c. 615, Pt. D, §21, is amended to read:

C. If either party disagrees with the order of the commissioner under paragraph A, that party may request an expedited hearing on the pending petition pursuant to section 98. If an employee petitions for review of a discontinuance or a reduction in benefits made under subsection 4-A more than 21 days after the discontinuance or reduction and either party disagrees with the order of the commissioner under paragraph A, that party may request a hearing, but is not entitled to a hearing on an expedited basis pursuant to section 98.

Sec. 9. 39 MRSA §100, sub-§8 is enacted to read:

8. Applicability. This section governs any actions, dispositions or proceedings under this Act after the effective date of this subsection.

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Sec. 10. Resolve 1991, c. 59, §6-A is enacted to read:

Sec. 6-A. Consideration of increase. Resolved: That the commission shall consider the implications of any impending or potential workers' compensation rate increase as of the effective date of this section and shall make recommendations designed to mitigate any increase retrospective to May 1, 1992; and be it further

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Sec. 11. Provisional orders. Nothing in this Act may be interpreted to prohibit the issuance of a provisional order in any proceeding before the Superintendent of Insurance on the effective date of this Act.'

Further amend the amendment by renumbering the sections to read consecutively.

Further amend the amendment by inserting before the statement of fact the following:

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'Further amend the bill by inserting before the statement of fact the following:

'FISCAL NOTE

18 It can not be determined at this time if the changes proposed to the workers' compensation system and benefits will 20 result in any savings or costs.' '

STATEMENT OF FACT

This amendment substitutes a new title and amends the Maine 26 Revised Statutes, Title 39. The amendments to Title 39 do the following:

Freeze maximum fee standards, schedules and scales for
providers of health care services at their levels on January 1,
1992 during the year 1993;

Makes Title 39, section 65 applicable to all actions,
dispositions and proceedings after the effective date of Title
39, section 65-A;

3. Reduces benefits as necessary to avoid duplication if an employee is receiving or has received a settlement and suffers another injury. It requires that all settlement agreements be itemized and disqualifies from the case a commissioner who has disapproved a lump-sum settlement;

4. Adds to the possible duties of the independent medical examiner's determination of the degree of impairment under Title 39, section 55-B;

5. Makes the independent medical examiner provisions applicable to all actions, dispositions or proceedings after the effective date of Title 39, section 92-B, subsection 10;

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6. Disallows a petition of claim for an injury previously resolved by lump-sum or other final settlement in another jurisdiction;

7. Provides for provisional orders clarifying the procedural and substantive law applicable to a case;

8. Within the automatic discontinuance and reduction procedures, provides that an employee requesting a hearing more than 21 days after the discontinuance or reduction is not entitled to the hearing on an expedited basis; and

 9. Makes automatic discontinuance and reduction procedures
14 under Title 39, section 100 applicable to all actions, dispositions and proceedings after the effective date of Title
16 39, section 100, subsection 8.

The amendment also charges the Blue Ribbon Commission to Examine Alternatives to the Workers' Compensation System established by Resolve 1991, chapter 59 with consideration of any impending or potential workers' compensation rate increases and to make recommendations to mitigate such increases.

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Filed by Rep. Lipman of Augusta Reproduced and distributed under the direction of the Clerk of the House 3/29/92 (Filing No. H-1330)

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HOUSE AMENDMENT