STAND. COM. REP. NO. 204

Honolulu, Hawaii Fehlz, 2009

RE: H.B. No. 1390

Honorable Calvin K.Y. Say Speaker, House of Representatives Twenty-Fifth State Legislature Regular Session of 2009 State of Hawaii

Sir:

Your Committee on Labor & Public Employment, to which was referred H.B. No. 1390 entitled:

"A BILL FOR AN ACT RELATING TO WORKERS' COMPENSATION,"

begs leave to report as follows:

The purpose of this bill is to provide prompt medical treatment for injured workers by:

- Increasing the availability of medical care for injured workers; and
- (2) Encouraging more physicians to accept industrial accident claims.

This bill increases the fee schedule of compensation for medical care in workers' compensation cases from 110 per cent to 150 per cent of the Medicare Resource Based Relative Value Scale system applicable to Hawaii as prepared by the United States Department of Health and Human Services.

The ILWU Local 142, Hawaii Medical Association, Hawaii State Chiropractic Association, Hawaii Chapter-American Physical Therapy Association, and several concerned individuals testified in support of this bill. Two individuals supported the intent of this measure. The Department of Labor and Industrial Relations, Department of Human Resources Development, Department of Human Resources of the City and County of Honolulu, American Insurance Association, State Farm Insurance Companies, and Hawaii Insurers



STAND. COM. REP. NO. Page 2

Council testified in opposition to this bill. The Department of Commerce and Consumer Affairs submitted comments.

Currently, Hawaii's injured workers are finding it difficult to obtain medical treatment. One reason is that many physicians are not willing to accept cases involving injuries covered by workers' compensation. Since workers' compensation claims often necessitate the filing of extensive medical treatment plans and reports, these types of cases are often difficult and time consuming with physicians rarely recovering the financial costs involved because of low reimbursement rates. By increasing the limitations on reimbursement rates, more physicians may be encouraged to accept industrial claims cases.

As affirmed by the record of votes of the members of your Committee on Labor & Public Employment that is attached to this report, your Committee is in accord with the intent and purpose of H.B. No. 1390 and recommends that it pass Second Reading and be referred to the Committee on Consumer Protection & Commerce.

> Respectfully submitted on behalf of the members of the Committee on Labor & Public Employment,

141. N

KARL RHOADS, Chair





## Record of Votes of the Committee on Labor & Public Employment

Bill/Resolution No.: HB 1390	Committee Referral: LAB, CPC, FIN			Date: 2-10-09	
□ The committee is reconsidering its previous decision on the measure.					
The recommendation is to:  Pass, unamended (as is)  Pass, with amendments (HD)  Hold    Image: Pass short form bill with HD to recommit for future public hearing (recommit)					
LAB Members		Ayes	Ayes (WR)	Nays	Excused
1. RHOADS, Karl (C)					
2. YAMASHITA, Kyle T. (VC)		-			
		-			
3. AQUINO, Henry J.C.					
		1 1			
4. AWANA, Karen Leinani		/			
		-			
5. HANOHANO, Faye P.					
6. KEITH-AGARAN, Gilbert S.C.	and the second				
6. KEITH-AGARAN, Gilbert S.C.		-	The		
7. LEE, Marilyn B.					
		a dan basadi			
8. NAKASHIMA, Mark M.		~			
	N NAMES OF				
9. SAIKI, Scott K.					
10. SOUKI, Joseph M.		~			
11. TAKUMI, Roy M.		-			
the state of the start of the state of					
12. PINE, Kymberly Marcos					
<b>TOTAL (12)</b>		9	1		2
The recommendation is:  I Adopted  I Not Adopted    If joint referral,					
Vice Chair's or designee's signature:					
Distribution: Original (White) – Committee Duplicate (Yellow) – Chief Clerk's Office Duplicate (Pink) – HMSO					