## A BILL FOR AN ACT

RELATING TO WORKERS' COMPENSATION.

### BE IT ENACTED BY THE LEGISLATURE OF THE STATE OF HAWAII:

1	SECTION 1. Section 386-79, Hawaii Revised Statutes, is
2	amended to read as follows:
3	"\$386-79 [Medical examination by employer's physician.]
4	Medical examinations; selection of physicians. [After an injury
5	and during the period of disability, the employee, whenever
6	ordered by the director of labor and industrial relations, shall
7	submit to examination, at reasonable times and places, by a duly
8	qualified physician or surgeon designated and paid by the
9	employer. The employee shall have the right to have a physician
10	or surgeon designated and paid by the employee present at the
11	examination, which right, however, shall not be construed to
12	deny to the employer's physician the right to visit the injured
13	employee at all reasonable times and under all reasonable
14	conditions during total disability.
15	If an employee refuses to submit to, or in any way
16	obstructs such examination, the employee's right to claim
17	compensation for the work injury shall be suspended until the
18	refusal or obstruction ceases and no compensation shall be
	2013-1398 SB875 SD1 SMA.doc

```
1
    payable for the period during which the refusal or obstruction
2
    continues.
3
         In cases where the employer is dissatisfied with the
4
    progress of the case or where major and elective surgery, or
5
    either, is contemplated, the employer may appoint a physician or
6
    surgeon of the employer's choice who shall examine the injured
7
    employee and make a report to the employer. If the employer
8
    remains dissatisfied, this report may be forwarded to the
9
    director.
10
         Employer requested examinations under this section shall
11
    not exceed more than one per case unless good and valid reasons
12
    exist with regard to the medical progress of the employee's
13
    treatment. The cost of conducting the ordered medical
14
    examination shall be limited to the complex consultation charges
15
    governed by the medical fee schedule established pursuant to
16
    section 386-21(c).] (a) Following an injury and after a claim
17
    is filed by the injured employee, the employer, upon mutual
18
    agreement of the parties, may appoint a qualified physician,
19
    paid by the employer, to conduct an independent medical
20
    examination or a permanent impairment rating examination of the
21
    injured employee and make a report to the employer. The
22
    employee or the employee's representative shall be promptly
    2013-1398 SB875 SD1 SMA.doc
```

1 provided with a copy of the report of the independent medical 2 examination or permanent impairment rating examination. 3 The director shall keep and maintain a list of qualified 4 physicians and their respective qualifications. If the employer 5 and the employee cannot agree on a physician to perform the 6 independent medical examination or permanent impairment rating 7 examination, the employer or employee may request in writing 8 that the physician be appointed by the director. Within seven 9 calendar days of the receipt of request, the director shall 10 appoint from the director's list of qualified physicians a 11 physician licensed in a relevant medical specialty, licensed to 12 practice in Hawaii, willing to undertake the examination, and 13 paid for by the employer. 14 Any physician mutually selected by the employer and 15 employee or appointed by the director shall examine the employee 16 within forty-five calendar days of selection or appointment or 17 as soon as practicably possible. In no event shall an independent medical examination and a 18 19 permanent impairment rating examination be combined into a

single medical examination unless the injured employee consents

in writing prior to the scheduling of the examinations.

2013-1398 SB875 SD1 SMA.doc

20

1 In no event shall the director, appellate board, or court 2 order more than one employer-requested independent medical 3 examination and one permanent impairment rating examination per 4 case, unless valid reasons exist with regard to the medical 5 progress of the employee's treatment or where major surgery and 6 elective surgery, or either, is contemplated. 7 If an employee refuses to submit to, or in any way 8 obstructs the examination, the employee's right to claim 9 compensation for the work injury shall be suspended until the 10 refusal or obstruction ceases and no compensation shall be 11 payable for the period during which the refusal or obstruction 12 continues. The cost of conducting the ordered independent 13 medical examination or permanent impairment rating examination 14 shall be limited to the complex consultation charges governed by the medical fee schedule established pursuant to section 15 16 386-21(c). 17 A physician selected to perform an independent medical 18 examination or permanent impairment rating examination, as 19 provided in this subsection, shall be currently licensed 20 pursuant to chapter 453; except that upon approval by the 21 director, a physician who resides outside the State of Hawaii 22 and is licensed in another state as a physician equivalent to a 2013-1398 SB875 SD1 SMA.doc

- 1 license under chapter 453, may be selected if there is no State
  2 of Hawaii-licensed physician available in a relevant medical
- 3 specialty. Further, if the claimant does not reside in Hawaii,
- 4 a physician who resides outside the State of Hawaii and is
- 5 licensed in the state of the out-of-state claimant's residence
- $\mathbf{6}$  as a physician equivalent to a license under chapter 453 may be
- 7 selected. Upon approval of the director, a physician who
- 8 resides outside the state of the out-of-state claimant's
- 9 residence and is licensed in another state as a physician
- 10 equivalent to a license under chapter 453 may be selected if
- 11 there is no physician available in a relevant medical specialty
- in the out-of-state claimant's state of residence.
- (b) When an injured employee has attained medical
- 14 stability as determined by the injured employee's attending
- 15 physician, the employer may appoint a physician, paid by the
- 16 employer and selected by agreement of the parties, who shall
- 17 conduct a permanent impairment rating examination of the injured
- 18 employee pursuant to subsection (a).
- 19 For the purposes of this subsection, "medical stability"
- 20 means that no further improvement in the injured employee's
- 21 work-related condition can reasonably be expected from curative
- 22 health care or the passage of time."

2013-1398 SB875 SD1 SMA.doc



- 1 SECTION 2. There is appropriated out of the general 2 revenues of the State of Hawaii the sum of \$ 3 much thereof as may be necessary for fiscal year 2013-2014 and 4 the same sum or so much thereof as may be necessary for fiscal 5 year 2014-2015 for the establishment of three full-time equivalent (3.00 FTE) permanent workers' compensation hearings 6 7 officer positions and two full-time equivalent (2.00 FTE) 8 permanent office assistant positions in the disability 9 compensation division of the department of labor and industrial 10 relations to assist in workers' compensation claims. 11 The sums appropriated shall be expended by the department 12 of labor and industrial relations for the purposes of this Act. 13 SECTION 3. This Act does not affect rights and duties that 14 matured, penalties that were incurred, and proceedings that were 15 begun before its effective date. 16 SECTION 4. Statutory material to be repealed is bracketed 17 and stricken. New statutory material is underscored. 18 SECTION 5. This Act shall take effect on July 1, 2050; 19 provided that:
- 21 (2) This Act shall be repealed on June 30, 2018, and

Section 2 shall take effect on July 1, 2013; and

section 386-79, Hawaii Revised Statutes, shall be

2013-1398 SB875 SD1 SMA.doc

(1)



# S.B. NO. 875 S.D. 1

1	reenacted in the form in which it read on the day
2	before the effective date of section 1 of this Act.
2	

### Report Title:

Workers' Compensation; Medical Examinations; Appropriation

#### Description:

Amends section 386-79, HRS, to require independent medical examinations and permanent impairment rating examinations for workers' compensation claims to be performed by physicians mutually agreed upon by employers and employees or appointed by the director of the department of labor and industrial relations. Allows for the use of an out-of-state physician under certain conditions. Appropriates unspecified funds. Effective 7/1/2050. Section 2 effective 7/1/13. Repeals on 6/30/2018. (SD1)

The summary description of legislation appearing on this page is for informational purposes only and is not legislation or evidence of legislative intent.