THE SENATE TWENTY-EIGHTH LEGISLATURE, 2015 STATE OF HAWAII **S.B. NO.**  $^{1174}_{S.D. 2}$ 

1

### 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  | Requested mutual examination. [After an injury and during the    |
| 5  | period of disability, the employee, whenever ordered by the      |
| 6  | director of labor and industrial relations, shall submit to      |
| 7  | examination, at reasonable times and places, by a duly qualified |
| 8  | physician or surgeon designated and paid by the employer. The    |
| 9  | employee shall have the right to have a physician or surgeon     |
| 10 | designated and paid by the employee present at the examination,  |
| 11 | which right, however, shall not be construed to deny to the      |
| 12 | employer's physician the right to visit the injured employee at  |
| 13 | all reasonable times and under all reasonable conditions during  |
| 14 | 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       |
|    | 2015-1913 SB1174 SD2 SMA.doc :                                   |

### **S.B. NO.** <sup>1174</sup> S.D. 2

| 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).]  |
| 17 | (a) Following an injury and after a claim is filed by the        |
| 18 | injured employee, the employer may appoint a qualified physician |
| 19 | mutually agreed upon by the parties and paid for by the          |
| 20 | employer, to conduct an independent medical examination or a     |

2015-1913 SB1174 SD2 SMA.doc

## **S.B. NO.** <sup>1174</sup> S.D. <sup>2</sup>

| 1  | permanent impairment rating examination of the injured employee  |
|----|--|
| 2  | and make a report to the employer.                               |
| 3  | (b) The cover letter to the physician selected to perform        |
| 4  | an examination under this section shall notify the physician     |
| 5  | that the physician has been mutually selected by the parties to  |
| 6  | conduct an independent examination. The cover letter shall be    |
| 7  | transmitted to the injured employee at least five working days   |
| 8  | prior to the appointment. The employee or employee's             |
| 9  | representative shall be promptly provided with a copy upon the   |
| 10 | issuance of the report of the independent medical examination or |
| 11 | permanent impairment rating examination.                         |
| 12 | (c) A physician selected pursuant to this section to             |
| 13 | perform an independent medical examination or a permanent        |
| 14 | impairment rating examination shall be willing to undertake the  |
| 15 | examination and be paid by the employer. The selected physician  |
| 16 | shall be currently licensed to practice in Hawaii pursuant to    |
| 17 | chapter 442 or 453; except that upon approval by the director, a |
| 18 | physician in a specialty area who resides outside of the State   |
| 19 | and is licensed in another state as a physician with             |
| 20 | requirements equivalent to a physician's license under chapter   |
| 21 | 442 or 453, may be selected if no physician licensed by the      |



3

Page 3

### **S.B. NO.** <sup>1174</sup> S.D. 2

| 1  | State in that specialty area is available to conduct the        |
|----|---|
| 2  | examination.  |
| 3  | If the employee does not reside in Hawaii, a physician who      |
| 4  | is licensed in and who resides in the state of the employee's   |
| 5  | residence may be selected if that state's physician licensing   |
| 6  | requirements are equivalent to a physician's license under      |
| 7  | chapter 442 or 453.   |
| 8  | If the parties are unable to reach a mutual agreement on        |
| 9  | the selection of a physician to conduct the independent medical |
| 10 | examination or permanent impairment rating examination, the     |
| 11 | parties shall prepare a list of five physicians qualified to do |
| 12 | the examination. The employer shall appoint the first           |
| 13 | physician, the employee shall appoint the second physician, and |
| 14 | the process shall continue by alternating appointments until    |
| 15 | there is a list of five physicians. The parties shall then      |
| 16 | alternate striking physicians from the list with the employee   |
| 17 | striking the first physician. The process shall continue until  |
| 18 | there is a single physician remaining on the list and that      |
| 19 | physician shall conduct the examination.                        |
| 20 | Any physician mutually selected or otherwise appointed to       |
| 21 | do an independent medical examination or permanent impairment   |

4

**S.B. NO.**  $^{1174}_{S.D. 2}$ 

| 1  | rating examination pursuant to this section shall examine the    |
|----|--|
| 2  | employee within forty-five days of receiving notice of the       |
| 3  | selection or appointment, or otherwise, as soon as possible.     |
| 4  | (d) In no event shall an independent medical examination         |
| 5  | and a permanent impairment rating examination be combined into a |
| 6  | single medical examination unless the employee consents in       |
| 7  | writing to the single examination by the selected physician.     |
| 8  | In no event shall the director, appellate board, or a court      |
| 9  | order more than one requested independent medical examination    |
| 10 | and one permanent impairment rating examination per case, unless |
| 11 | valid reason exists with regard to the medical progress of the   |
| 12 | employee's medical treatment or when major surgery and elective  |
| 13 | surgery, or either, is contemplated. In the event of multiple    |
| 14 | examinations, the process of mutually selecting or otherwise     |
| 15 | appointing a physician set forth in this section shall apply.    |
| 16 | (e) If an employee refuses to submit to, or unreasonably         |
| 17 | interferes with the examination, the employee's right to claim   |
| 18 | compensation for the work injury shall be suspended until the    |
| 19 | refusal or interference ceases. No compensation shall be         |
| 20 | payable to the employee for the period of suspension.            |

2015-1913 SB1174 SD2 SMA.doc

Page 5

# **S.B. NO.** $^{1174}_{S.D. 2}$

| 1  | The cost of conducting the ordered independent medical           |
|----|--|
| 2  | examination or permanent impairment rating exam shall be limited |
| 3  | to the complex consultation charges governed by the medical fee  |
| 4  | schedule established pursuant to section 386-21(c).              |
| 5  | (f) When an employee has attained medical stability as           |
| 6  | determined by the employee's attending physician, a physician    |
| 7  | may be appointed to conduct a permanent impairment rating        |
| 8  | examination. The physician shall be mutually selected by the     |
| 9  | parties or otherwise appointed pursuant to this section.         |
| 10 | For the purposes of this subsection, "medical stability"         |
| 11 | means that no further improvement of the employee's work-related |
| 12 | condition can reasonably be anticipated from curative health     |
| 13 | care or the passage of time."                                    |
| 14 | SECTION 2. This Act does not affect rights and duties that       |
| 15 | matured, penalties that were incurred, and proceedings that were |
| 16 | begun before its effective date.                                 |
| 17 | SECTION 3. Statutory material to be repealed is bracketed        |
| 18 | and stricken. New statutory material is underscored.             |
| 19 | SECTION 4. This Act shall take effect on January 7, 2059.        |

## 2015-1913 SB1174 SD2 SMA.doc

#### S.B. NO. <sup>1174</sup> S.D. 2

**Report Title:** Workers' Compensation; Medical Examination

#### Description:

2015-1913 SB1174 SD2 SMA.doc

Provides that an independent medical examination and permanent impairment rating examination shall be conducted by a qualified physician selected by the mutual agreement of the parties. Provides a process for appointment in the event that there is no mutual agreement. Effective 1/7/2059. (SD2)

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