SENATE FILE 365 BY BOULTON

A BILL FOR

- 1 An Act relating to the choice of doctor to treat injured
- 2 employees under workers' compensation laws and including
- 3 effective date and applicability provisions.
- 4 BE IT ENACTED BY THE GENERAL ASSEMBLY OF THE STATE OF IOWA:

1 Section 1. Section 85.27, subsection 4, Code 2023, is
2 amended to read as follows:

4. <u>a. (1)</u> For purposes of this section, the employer is obliged to furnish reasonable services and supplies to treat an injured employee, and has the right to choose the care <u>unless</u> <u>the employee has predesignated a physician as provided in</u> <u>paragraph "b"</u>. If the employer chooses the care, the employer shall hold the employee harmless for the cost of care until the employer notifies the employee that the employer is no longer authorizing all or any part of the care and the reason for the change in authorization. An employer is not liable for the cost of care that the employee's condition, for which care was arranged, is not related to the employment. The treatment must be offered promptly and be reasonably suited to treat the injury without undue inconvenience to the employee.

(2) If the employee has reason to be dissatisfied with the 17 18 care offered, the employee should communicate the basis of 19 such dissatisfaction to the employer, in writing if requested, 20 following which the employer and the employee may agree to 21 alternate care reasonably suited to treat the injury. If the 22 employer and employee cannot agree on such alternate care, the 23 commissioner may, upon application and reasonable proofs proof 24 of the necessity therefor, allow and order other care. In an 25 emergency, the employee may choose the employee's care at the 26 employer's expense, provided the employer or the employer's 27 agent cannot be reached immediately. An application made under 28 this subsection shall be considered an original proceeding 29 for purposes of commencement and contested case proceedings 30 under section 85.26. The hearing shall be conducted pursuant 31 to chapter 17A. Before a hearing is scheduled, the parties 32 may choose a telephone hearing or an in-person hearing. A 33 request for an in-person hearing shall be approved unless the 34 in-person hearing would be impractical because of the distance 35 between the parties to the hearing. The workers' compensation

LSB 2201XS (2) 90

je/rn

-1-

1 commissioner shall issue a decision within ten working days of 2 receipt of an application for alternate care made pursuant to a 3 telephone hearing or within fourteen working days of receipt of 4 an application for alternate care made pursuant to an in-person 5 hearing.

6 (3) The employer shall notify an injured employee of the 7 employee's ability to contest the employer's choice of care 8 pursuant to this subsection paragraph a''.

9 b. (1) An injured employee has the right to choose care, 10 unless care needs to be provided at the job site in response to 11 a life-threatening emergency, if the employee has predesignated 12 a physician who is a primary care provider, who has previously 13 provided medical treatment to the employee and has retained 14 the employee's medical records, to provide treatment for the 15 injury. Upon hire and periodically during employment, an 16 employer shall provide written notice to all employees who have 17 not yet predesignated a physician, of their right under this 18 paragraph "b'' to predesignate such a physician for treatment of 19 an injury, in a manner prescribed by the workers' compensation 20 commissioner by rule. The employer or the employer's insurer 21 shall not coerce or otherwise attempt to influence an injured 22 employee's choice of a physician to provide care. An employee 23 shall, as soon as practicable, notify the employer of an 24 injury, and upon receiving such notice of an injury from an 25 employee, the employer shall again provide written notice to 26 that employee of the employee's right under this paragraph 27 "b'' in a manner prescribed by the workers' compensation 28 commissioner by rule. If an employer fails to notify an 29 employee of the employee's right to choose a physician as 30 provided in this paragraph "b'', the employee has the right to 31 choose any physician to provide treatment for the injury and 32 the treatment shall be considered care authorized under this 33 section. 34 (2) For the purposes of this paragraph "b", "physician"

35 includes an individual physician, a group of physicians, or

LSB 2201XS (2) 90

je/rn

1 a clinic. For the purposes of this paragraph "b", "primary 2 care provider " means an employee's personal physician licensed 3 to practice medicine and surgery or osteopathic medicine and 4 surgery in this state or in another state who provides primary 5 care and is a family or general practitioner, a pediatrician, 6 an internist, an obstetrician, or a gynecologist. A physician 7 who practices in another state shall not be predesignated by an 8 employee unless the physician's office is located within sixty 9 miles of where the employee is employed or was injured unless 10 the workers' compensation commissioner allows otherwise. A 11 physician chosen by an injured employee to provide treatment 12 is authorized to arrange for any consultation, surgical 13 consultation, referral, emergency care, or other specialized 14 medical services as the physician deems necessary to treat the 15 injury. The employer shall pay for all such care, unless the 16 workers' compensation commissioner determines otherwise. (3) If the employer has reason to be dissatisfied with the 17 18 care chosen by the employee, the employer should communicate 19 the basis of such dissatisfaction to the employee, in writing 20 if requested, following which the employee and the employer may 21 agree to alternate care reasonably suited to treat the injury. 22 If the employee and employer cannot agree on such alternate 23 care, the commissioner may, upon application and reasonable 24 proof of the necessity therefor, allow and order other care. 25 c. An application made to the commissioner under paragraph 26 "a" or "b" shall be considered an original proceeding for 27 purposes of commencement and contested case proceedings under 28 section 85.26. The hearing shall be conducted pursuant to 29 chapter 17A. Before a hearing is scheduled, the parties may 30 choose a telephone hearing, an audio-video conference hearing, 31 or an in-person hearing. A request for an in-person hearing 32 shall be approved unless the in-person hearing would be 33 impractical because of the distance between the parties to the 34 hearing. The workers' compensation commissioner shall issue a 35 decision within ten working days of receipt of an application

LSB 2201XS (2) 90

je/rn

3/7

1 for alternate care if a telephone hearing or audio-video

2 conference hearing is held or within fourteen working days of

3 receipt of an application for alternate care if an in-person

4 hearing is held.

5 Sec. 2. Section 85.39, Code 2023, is amended to read as 6 follows:

7 85.39 Examination of injured employees.

1. a. After an injury, the employee, if requested by the 8 9 employer, shall submit for examination at some reasonable 10 time and place and as often as reasonably requested, to a ll physician or physicians authorized to practice under the laws 12 of this state or another state, without cost to the employee; 13 but if the employee requests, the employee, at the employee's 14 own cost, is entitled to have a physician or physicians 15 of the employee's own selection present to participate in 16 the examination. If an employee is required to leave work 17 for which the employee is being paid wages to attend the 18 requested examination, the employee shall be compensated at 19 the employee's regular rate for the time the employee is 20 required to leave work, and the employee shall be furnished 21 transportation to and from the place of examination, or the 22 employer may elect to pay the employee the reasonable cost of 23 the transportation. The refusal of the employee to submit 24 to the examination shall forfeit the employee's right to any 25 compensation for the period of the refusal. Compensation shall 26 not be payable for the period of refusal.

27 2. <u>b.</u> If an evaluation of permanent disability has been 28 made by a physician retained by the employer and the employee 29 believes this evaluation to be too low, the employee shall, 30 upon application to the commissioner and upon delivery of a 31 copy of the application to the employer and its insurance 32 carrier, be reimbursed by the employer the reasonable fee for 33 a subsequent examination by a physician of the employee's 34 own choice, and reasonably necessary transportation expenses 35 incurred for the examination. The physician chosen by the

-4-

LSB 2201XS (2) 90 je/rn S.F. 365

1 employee has the right to confer with and obtain from the 2 employer-retained physician sufficient history of the injury 3 to make a proper examination. An employer is only liable to 4 reimburse an employee for the cost of an examination conducted 5 pursuant to this subsection paragraph b'' if the injury for 6 which the employee is being examined is determined to be 7 compensable under this chapter or chapter 85A or 85B. An 8 employer is not liable for the cost of such an examination 9 if the injury for which the employee is being examined is 10 determined not to be a compensable injury. A determination of 11 the reasonableness of a fee for an examination made pursuant to 12 this subsection paragraph b'', shall be based on the typical fee 13 charged by a medical provider to perform an impairment rating 14 in the local area where the examination is conducted. 2. If the employee has chosen a physician to provide care 15 16 as provided in section 85.27, subsection 4, paragraph b'', when 17 it is medically indicated that no significant improvement from 18 an injury is anticipated, the employee may obtain a medical 19 opinion from the employee's physician, at the employer's 20 expense, regarding the extent of the employee's permanent 21 disability. If the employee obtains such an evaluation and the 22 employer believes this evaluation of permanent disability to be 23 too high, the employer may arrange for a medical examination of 24 the injured employee by a physician of the employer's choice 25 for the purpose of obtaining a medical opinion regarding the 26 extent of the employee's permanent disability. If an employee 27 is required to leave work for which the employee is being paid 28 wages to attend an examination under this subsection, the 29 employee shall be compensated at the employee's regular rate 30 for the time the employee is required to leave work, and the 31 employee shall be furnished transportation to and from the 32 place of examination, or the employer may elect to pay the 33 employee the reasonable cost of transportation. The physician 34 chosen by the employer to conduct the examination has the right 35 to confer with and obtain from any physician who has treated

LSB 2201XS (2) 90

-5-

S.F. 365

1 the injured employee sufficient history of the injury to make 2 a proper examination. The refusal by the employee to submit 3 to the examination shall forfeit the employee's right to any 4 compensation for the period of the refusal. Compensation shall 5 not be payable for the period of refusal. Sec. 3. EFFECTIVE DATE. This Act takes effect January 1, 6 7 2024. 8 Sec. 4. APPLICABILITY. This Act applies to injuries 9 occurring on or after January 1, 2024. 10 EXPLANATION The inclusion of this explanation does not constitute agreement with 11 12 the explanation's substance by the members of the general assembly. 13 This bill relates to the choice of a physician to treat an 14 injured employee under the state's workers' compensation laws. 15 The bill allows the employer to choose care unless the employee 16 has predesignated a physician as provided in the bill. 17 The bill gives an employee the right to predesignate a 18 physician who is a primary care provider, who has previously 19 provided treatment to the employee and has retained the 20 employee's medical records, to provide treatment for a 21 work-related injury. The employer is required to provide 22 written notice to employees of this right upon hire, and 23 periodically during employment, and upon receiving notice 24 of an injury from an employee who has not yet predesignated 25 a physician of the employee's right to do so, in a manner 26 prescribed by the workers' compensation commissioner. An 27 employer or an employer's insurer shall not coerce or otherwise 28 attempt to influence an injured employee's choice of a 29 physician. 30 If the employer fails to provide such notification, an 31 injured employee has the right to choose any physician to 32 provide treatment for the work-related injury and that 33 treatment shall be considered authorized care.

34 If the employer or employee is dissatisfied with the care 35 chosen by the other party, the dissatisfied party should

-6-

LSB 2201XS (2) 90 je/rn

6/7

1 communicate the basis of dissatisfaction to the other party, in 2 writing if requested, and the parties may agree to alternate 3 care reasonably suited to treat the injury. If the parties 4 cannot agree to such alternate care, the dissatisfied party may 5 make an application for alternate care to the commissioner. 6 An application for alternate care is an original proceeding 7 and is treated as a contested case. A party may request that 8 the hearing be held in person, by telephone, or by audio-video 9 conference. The commissioner is required to issue a decision

10 within 10 working days of receipt of an application if a
11 telephone hearing or audio-video conference hearing is held or
12 within 14 days if an in-person hearing is held.

13 The bill provides that if the employee has chosen care, when 14 it is medically indicated that no significant improvement from 15 an injury is anticipated, the employee may obtain a medical 16 opinion regarding the extent of the employee's permanent 17 disability. If the employer believes that the evaluation of 18 permanent disability obtained by the employee is too high, the 19 employer has the right to obtain another medical opinion from a 20 physician of the employer's choosing.

21 The bill takes effect and applies to injuries occurring on or 22 after January 1, 2024.

-7-

LSB 2201XS (2) 90 je/rn