
A BILL FOR AN ACT

RELATING TO WORKERS' COMPENSATION.

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

1 SECTION 1. Section 386-21, Hawaii Revised Statutes, is
2 amended by amending subsection (c) to read as follows:
3 "(c) The liability of the employer for medical care,
4 services, and supplies shall be limited to the charges computed
5 as set forth in this section. The director shall make
6 determinations of the charges and adopt fee schedules based upon
7 those determinations. Effective January 1, 1997, and for each
8 succeeding calendar year thereafter, the charges shall not
9 exceed one hundred ten per cent of fees prescribed in the
10 Medicare Resource Based Relative Value Scale system applicable
11 to Hawaii, as prepared by the United States Department of Health
12 and Human Services, and effective January 1, 2007, the fees for
13 medical services shall not exceed _____ per cent of fees
14 prescribed in the Medicare Resource Based Relative Value Scale
15 system applicable to Hawaii, as prepared by the United States
16 Department of Health and Human Services, except as provided in
17 this subsection. The rates or fees provided for in this section



1 shall be adequate to ensure at all times the standard of
2 services and care intended by this chapter to injured employees.

3 If the director determines that an allowance under the
4 medicare program is not reasonable, or if a medical treatment,
5 accommodation, product, or service existing as of June 29, 1995,
6 is not covered under the medicare program, the director [~~may~~],
7 at any time, may establish an additional fee schedule or
8 schedules not exceeding the prevalent charge for fees for
9 services actually received by providers of health care services
10 to cover charges for that treatment, accommodation, product, or
11 service. If no prevalent charge for a fee for service has been
12 established for a given service or procedure, the director shall
13 adopt a reasonable rate that shall be the same for all providers
14 of health care services to be paid for that service or
15 procedure.

16 The director shall update the schedules required by this
17 section every three years or annually, as required. The updates
18 shall be based upon:

19 (1) Future charges or additions prescribed in the Medicare
20 Resource Based Relative Value Scale system applicable
21 to Hawaii as prepared by the United States Department
22 of Health and Human Services; or



1 (2) A statistically valid survey by the director of
2 prevalent charges for fees for services actually
3 received by providers of health care services or based
4 upon the information provided to the director by the
5 appropriate state agency having access to prevalent
6 charges for medical fee information.

7 When a dispute exists between an insurer or self-insured
8 employer and a medical service provider regarding the amount of
9 a fee for medical services, the director may resolve the dispute
10 in a summary manner as the director may prescribe; provided that
11 a provider shall not charge more than the provider's private
12 patient charge for the service rendered."

13 SECTION 2. Statutory material to be repealed is bracketed
14 and stricken. New statutory material is underscored.

15 SECTION 3. This Act shall take effect upon its approval.



H.B. NO. 2694

Report Title:

Workers' Compensation

Description:

Changes the reimbursement rate for medical services under the State's workers' compensation law to an unspecified percentage of the Medicare Resource Based Value Scale system rates. (HB2694 HD1)

HB2694 HD1 HMS 2006-1833

