Florida House of Representatives - 2001

CS/HB 1927

By the Council for Competitive Commerce and Committee on Insurance and Representatives Waters, Ross, Melvin, Fields, Clarke, Brown, Simmons, Negron, Kallinger, Sobel and Lee

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1	A bill to be entitled
2	An act relating to workers' compensation;
3	amending s. 440.02, F.S.; revising definitions;
4	amending s. 440.06, F.S.; requiring employers
5	to secure compensation; amending s. 440.09,
6	F.S.; limiting compensation for certain
7	impairments; requiring certain entities
8	actively engaged in the construction industry
9	to secure payment of compensation under chapter
10	440, F.S., after a certain date; amending s.
11	440.10, F.S.; specifying liability for
12	compensation; amending s. 440.11, F.S;
13	providing for exclusiveness of liability;
14	amending s. 440.13, F.S.; providing an
15	additional criterion for determining certain
16	value of nonprofessional attendant care
17	provided by a family member; requiring carriers
18	to allow employees to change physicians under
19	certain circumstances; specifying payments for
20	independent medical examinations; deleting
21	selection of independent medical examiner
22	criteria; specifying the number of medical
23	opinions admissible into evidence; providing an
24	exception to certain recourse for payment for
25	services rendered; amending s. 440.134, F.S.;
26	revising a definition; revising certain
27	grievance procedures for workers' compensation
28	managed care arrangements; amending s. 440.14,
29	F.S.; providing for determination of pay;
30	amending s. 440.15, F.S.; revising criteria for
31	payment of compensation for permanent total
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1	disability; revising criteria for payment of
2	permanent impairment and wage-loss benefits;
3	amending s. 440.151, F.S.; providing for
4	compensation for occupational diseases;
5	amending s. 440.185, F.S.; requiring additional
6	information in a report of injury; amending s.
7	440.191, F.S.; including managed care
8	arrangements under provisions relating to the
9	Employee Assistance and Ombudsman Office;
10	revising procedures for petitions for benefits
11	under the office; amending s. 440.192, F.S.;
12	revising procedures for resolving benefit
13	disputes; transferring duties and
14	responsibilities of the Division of Workers'
15	Compensation to the Office of the Judges of
16	Compensation Claims; amending s. 440.20, F.S.;
17	specifying time for payment of compensation;
18	prohibiting approval of settlement proposals
19	providing for attorney's fees in excess of
20	certain amounts; amending s. 440.25, F.S.;
21	limiting continuances under procedures for
22	mediation and hearings; providing for
23	selections of mediators by the Chief Judge;
24	providing for holding mediation conferences
25	instead of mediation hearings under certain
26	circumstances; providing for completion of
27	pretrial stipulations; authorizing a judge of
28	compensation claims to sanction certain parties
29	under certain circumstances; requiring a judge
30	of compensation claims to order a pretrial
31	hearing for certain purposes under certain
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<ol> <li>circumstances; revising final hearing time</li> <li>limitations and procedures; deleting a</li> <li>requirement that judges of compensation claims</li> </ol>
3 requirement that judges of compensation claims
4 adopt and enforce certain uniform local rules;
5 specifying resolution of determination of pay
6 claims; requiring resolution of certain claims
7 through an expedited dispute resolution
8 process; providing for dismissal of certain
9 petitions for lack of prosecution under certain
10 circumstances; amending s. 440.29, F.S.;
11 providing for receipt into evidence of medical
12 reports from independent medical examiners;
13 amending s. 440.34, F.S.; providing for limited
14 additional attorney's fees in medical-only
15 cases; prohibiting approval of attorney's fees
16 in excess of certain amounts; deleting criteria
17 for determining certain attorney's fees;
18 amending s. 440.345, F.S.; requiring a summary
19 report of attorney's fees to the Governor and
20 the Legislature; amending s. 440.39, F.S.;
21 specifying duties of carriers with respect to
22 certain evidence; amending s. 440.4416, F.S.;
23 revising membership, member criteria, terms,
24 and meetings requirements of the Workers'
25 Compensation Oversight Board; deleting an
26 obsolete provision; providing additional
27 reporting requirements for the board; amending
28 s. 627.0915, F.S.; deleting obsolete
29 provisions; repealing s. 440.45(3), F.S.,
30 relating to rotating docketing judges of
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1 compensation claims; providing severability; 2 providing an effective date. 3 4 Be It Enacted by the Legislature of the State of Florida: 5 6 Section 1. Subsection (1), paragraph (b) of subsection 7 (14), and subsection (37) of section 440.02, Florida Statutes, 8 are amended to read: 440.02 Definitions.--When used in this chapter, unless 9 the context clearly requires otherwise, the following terms 10 11 shall have the following meanings: 12 "Accident" means only an unexpected or unusual (1) 13 event or result that happens suddenly. A mental or nervous 14 injury due to stress, fright, or excitement only, or disability or death due to the accidental acceleration or 15 aggravation of a venereal disease or of a disease due to the 16 habitual use of alcohol or controlled substances or narcotic 17 drugs, or a disease that manifests itself in the fear of or 18 19 dislike for an individual because of the individual's race, color, religion, sex, national origin, age, or handicap is not 20 an injury by accident arising out of the employment. If a 21 22 preexisting disease or anomaly is accelerated or aggravated by an accident arising out of and in the course of employment, 23 only acceleration of death or acceleration or aggravation of 24 the preexisting condition reasonably attributable to the 25 26 accident is compensable, with respect to death or permanent 27 impairment. An injury or exposure caused by exposure to a 28 toxic substance is not an injury by accident arising out of 29 the employment unless there is clear and convincing evidence establishing that exposure to the specific substance involved, 30 31

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1 at the levels to which the employee was exposed, can cause the 2 injury or disease sustained by the employee. 3 (14)4 "Employee" includes any person who is an officer (b) 5 of a corporation and who performs services for remuneration б for such corporation within this state, whether or not such 7 services are continuous. 8 1. Any officer of a corporation may elect to be exempt from this chapter by filing written notice of the election 9 with the division as provided in s. 440.05. 10 11 2. As to officers of a corporation who are actively 12 engaged in the construction industry, no more than three 13 officers may elect to be exempt from this chapter by filing 14 written notice of the election with the division as provided in s. 440.05, however; 15 16 a. Such election is valid only with respect to an 17 officer who is the president, vice president, secretary, or treasurer of the corporation. 18 Such election is valid only with respect to an 19 b. 20 officer who owns not less than 10 percent of the stock of the 21 corporation. 22 3. An officer of a corporation who elects to be exempt from this chapter by filing a written notice of the election 23 24 with the division as provided in s. 440.05 is not an employee. 25 26 Services are presumed to have been rendered to the corporation 27 if the officer is compensated by other than dividends upon 28 shares of stock of the corporation which the officer owns. 29 (37) "Catastrophic injury" means a permanent impairment constituted by: 30 31

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1 (a) Spinal cord injury involving severe paralysis of 2 an arm, a leg, or the trunk; (b) Amputation of an arm, a hand, a foot, or a leg 3 4 involving the effective loss of use of that appendage; 5 (c) Severe brain or closed-head injury as evidenced 6 by: 7 1. Severe sensory or motor disturbances; 8 2. Severe communication disturbances; 9 3. Severe complex integrated disturbances of cerebral 10 function; 11 4. Severe episodic neurological disorders; or 12 5. Other severe brain and closed-head injury 13 conditions at least as severe in nature as any condition 14 provided in subparagraphs 1.-4.; 15 (d) Second-degree or third-degree burns of 25 percent or more of the total body surface or third-degree burns of 5 16 percent or more to the face and hands; or 17 (e) Total or industrial blindness; or 18 (f) Any other injury that would otherwise qualify 19 20 under this chapter of a nature and severity that would qualify an employee to receive disability income benefits under Title 21 22 II or supplemental security income benefits under Title XVI of the federal Social Security Act as the Social Security Act 23 24 existed on July 1, 1992, without regard to any time 25 limitations provided under that act. Section 2. Section 440.06, Florida Statutes, is 26 27 amended to read: 28 440.06 Failure to secure compensation; effect.--Every 29 employer who fails to secure the payment of compensation, as provided in s. 440.10, by failing to meet the requirements of 30 under this chapter as provided in s. 440.38 may not, in any 31 6

suit brought against him or her by an employee subject to this chapter to recover damages for injury or death, defend such a suit on the grounds that the injury was caused by the negligence of a fellow servant, that the employee assumed the risk of his or her employment, or that the injury was due to the comparative negligence of the employee.

7 Section 3. Subsection (1) of section 440.09, Florida 8 Statutes, is amended, and subsection (9) is added to said 9 section, to read:

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440.09 Coverage.--

11 (1) The employer shall pay compensation or furnish 12 benefits required by this chapter if the employee suffers an 13 accidental compensable injury or death arising out of work 14 performed in the course and the scope of employment. The injury, its occupational cause, and any resulting 15 16 manifestations or disability shall be established to a reasonable degree of medical certainty and by objective 17 medical findings. Mental or nervous injuries occurring as a 18 19 manifestation of an injury compensable under this section 20 shall be demonstrated by clear and convincing evidence. In cases involving occupational disease or repetitive exposure, 21 22 both causation and sufficient exposure to support causation shall be proven by clear and convincing evidence. 23 24 Compensation may not be paid as a result of any impairment 25 rating for psychiatric impairments. 26 (a) This chapter does not require any compensation or 27 benefits for any subsequent injury the employee suffers as a 28 result of an original injury arising out of and in the course 29 of employment unless the original injury is the major contributing cause of the subsequent injury. 30 31

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If an injury arising out of and in the course of 1 (b) 2 employment combines with a preexisting disease or condition to 3 cause or prolong disability or need for treatment, the employer must pay compensation or benefits required by this 4 5 chapter only to the extent that the injury arising out of and 6 in the course of employment is and remains the major 7 contributing cause of the disability or need for treatment. 8 (c) Death resulting from an operation by a surgeon 9 furnished by the employer for the cure of hernia as required in s. 440.15(6) shall for the purpose of this chapter be 10 11 considered to be a death resulting from the accident causing 12 the hernia. 13 (d) If an accident happens while the employee is 14 employed elsewhere than in this state, which would entitle the employee or his or her dependents to compensation if it had 15 16 happened in this state, the employee or his or her dependents are entitled to compensation if the contract of employment was 17 made in this state, or the employment was principally 18 19 localized in this state. However, if an employee receives compensation or damages under the laws of any other state, the 20 21 total compensation for the injury may not be greater than is 22 provided in this chapter. 23 (9) Notwithstanding any other provision of this chapter, effective January 1, 2004, all partners or sole 24 25 proprietors actively engaged in the construction industry 26 shall secure the payment of compensation under this chapter. 27 Section 4. Paragraph (a) of subsection (1) of section 28 440.10, Florida Statutes, is amended to read: 440.10 Liability for compensation.--29 (1)(a) Every employer coming within the provisions of 30 this chapter, including any brought within the chapter by 31 8

waiver of exclusion or of exemption, shall be liable for, and 1 shall secure, in accordance with s. 440.38, the payment to his 2 3 or her employees, or any physician, surgeon, or pharmacist providing services under the provisions of s. 440.13, of the 4 5 compensation payable under ss. 440.13, 440.15, and 440.16. Any б contractor or subcontractor who engages in any public or 7 private construction in the state shall secure and maintain 8 compensation for his or her employees under this chapter as 9 provided in s. 440.38. 10 Section 5. Subsection (1) of section 440.11, Florida 11 Statutes, is amended to read: 440.11 Exclusiveness of liability .--12 13 (1) Except if an employer acts with the intent to 14 cause injury or death, the liability of an employer prescribed 15 in s. 440.10 shall be exclusive and in place of all other 16 liability, including any vicarious liability, of such employer to any third-party tortfeasor and to the employee, the legal 17 representative thereof, husband or wife, parents, dependents, 18 19 next of kin, and anyone otherwise entitled to recover damages 20 from such employer at law or in admiralty on account of such injury or death, except that if an employer fails to secure 21 22 payment of compensation in accordance with s. 440.38 as required by this chapter, an injured employee, or the legal 23 representative thereof in case death results from the injury, 24 may elect to claim compensation under this chapter or to 25 26 maintain an action at law or in admiralty for damages on

27 account of such injury or death. In such action the defendant

28 may not plead as a defense that the injury was caused by

29 negligence of a fellow employee, that the employee assumed the 30 risk of the employment, or that the injury was due to the

31 comparative negligence of the employee. The same immunities

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from liability enjoyed by an employer shall extend as well to 1 2 each employee of the employer when such employee is acting in 3 furtherance of the employer's business and the injured employee is entitled to receive benefits under this chapter. 4 5 Such fellow-employee immunities shall not be applicable to an employee who acts, with respect to a fellow employee, with 6 7 willful and wanton disregard or unprovoked physical aggression 8 or with gross negligence when such acts result in injury or 9 death or such acts proximately cause such injury or death, nor shall such immunities be applicable to employees of the same 10 11 employer when each is operating in the furtherance of the 12 employer's business but they are assigned primarily to 13 unrelated works within private or public employment. The same 14 immunity provisions enjoyed by an employer shall also apply to any sole proprietor, partner, corporate officer or director, 15 16 supervisor, or other person who in the course and scope of his or her duties acts in a managerial or policymaking capacity 17 and the conduct which caused the alleged injury arose within 18 19 the course and scope of said managerial or policymaking duties 20 and was not a violation of a law, whether or not a violation 21 was charged, for which the maximum penalty which may be 22 imposed does not exceed 60 days' imprisonment as set forth in s. 775.082. The immunity from liability provided in this 23 24 subsection extends to county governments with respect to 25 employees of county constitutional officers whose offices are 26 funded by the board of county commissioners. Intent, as used 27 in this subsection, does not include actions of an employer 28 that are substantially certain to result in injury or death. 29 If an employee recovers damages from an employer either by judgment or settlement under this subsection, the workers' 30 compensation carrier for the employer or the employer, if 31

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self-insured, shall have an offset against any workers' 1 2 compensation benefits to which the employee would be entitled under this chapter. Nothing in this subsection shall create 3 4 or result in vicarious liability on the part of the employer. 5 Section 6. Paragraph (b) of subsection (2), paragraphs б (a), (b), (e), and (f) of subsection (5), paragraph (c) of 7 subsection (9), and paragraph (b) of subsection (14) of 8 section 440.13, Florida Statutes, are amended, and paragraph (f) is added to subsection (2) of said section, to read: 9 440.13 Medical services and supplies; penalty for 10 11 violations; limitations.--(2) MEDICAL TREATMENT; DUTY OF EMPLOYER TO FURNISH.--12 13 (b) The employer shall provide appropriate 14 professional or nonprofessional attendant care performed only at the direction and control of a physician when such care is 15 16 medically necessary. The value of nonprofessional attendant care provided by a family member must be determined as 17 follows: 18 19 If the family member is not employed, the per-hour 1. 20 value equals the federal minimum hourly wage. If the family member is employed and elects to 21 2. 22 leave that employment to provide attendant or custodial care, the per-hour value of that care equals the per-hour value of 23 the family member's former employment, not to exceed the 24 per-hour value of such care available in the community at 25 26 large. 27 3. If the family member remains employed while 28 providing attendant or custodial care, the per-hour value of 29 that care equals the per-hour value of the family member's employment, not to exceed the per-hour value of such care 30 available in the community at large. 31 11

4. A family member or a combination of family members 1 2 providing nonprofessional attendant care under this paragraph 3 may not be compensated for more than a total of 12 hours per 4 day. 5 (f) Upon the written request of the employee, the 6 carrier shall give the employee the opportunity for one change 7 of physician during the course of treatment for any one 8 accident. The employee shall be entitled to select another physician from among not fewer than three carrier-authorized 9 physicians who are not professionally affiliated. 10 11 (5) INDEPENDENT MEDICAL EXAMINATIONS. --12 (a) In any dispute concerning overutilization, medical 13 benefits, compensability, or disability under this chapter, 14 the carrier or the employee may select an independent medical 15 examiner. The examiner may be a health care provider treating 16 or providing other care to the employee. An independent medical examiner may not render an opinion outside his or her 17 area of expertise, as demonstrated by licensure and applicable 18 19 practice parameters. Upon the written request of the employee, 20 the carrier shall pay the cost of one independent medical examination per accident. The cost of any additional 21 22 independent medical examination shall be borne by the party requesting the additional independent medical examination. 23 Only the costs of independent medical examinations expressly 24 25 relied upon by the judge of compensation claims to award 26 benefits in the final compensation order shall be taxable 27 costs under s. 440.34(3). 28 (b) Each party is bound by his or her selection of an 29 independent medical examiner and is entitled to an alternate 30 examiner only if: 31

1 1. The examiner is not qualified to render an opinion 2 upon an aspect of the employee's illness or injury which is 3 material to the claim or petition for benefits; 4 2. The examiner ceases to practice in the specialty 5 relevant to the employee's condition; 3. The examiner is unavailable due to injury, death, 6 7 or relocation outside a reasonably accessible geographic area; 8 or 9 The parties agree to an alternate examiner. 10 11 Any party may request, or a judge of compensation claims may require, designation of a division medical advisor as an 12 13 independent medical examiner. The opinion of the advisors 14 acting as examiners shall not be afforded the presumption set 15 forth in paragraph (9)(c). (e) No medical opinion other than the opinion of a 16 medical advisor appointed by the judge of compensation claims 17 or division, an independent medical examiner, or an authorized 18 treating provider is admissible in proceedings before the 19 20 judges of compensation claims. The employee and the carrier may each submit into evidence, and the judge of compensation 21 claims shall admit, the medical opinion of no more than one 22 independent medical examiner per specialty. In cases involving 23 occupational disease or repetitive trauma, no medical opinions 24 are admissible unless based on reliable scientific principles 25 26 sufficiently established to have gained general acceptance in 27 the pertinent area of specialty. 28 (f) Attorney's fees incurred by an injured employee in 29 connection with delay of or opposition to an independent medical examination, including, but not limited to, motions 30 for protective orders, are not recoverable under this chapter. 31 13

(9) EXPERT MEDICAL ADVISORS.--1 2 (c) If there is disagreement in the opinions of the 3 health care providers, if two health care providers disagree on medical evidence supporting the employee's complaints or 4 5 the need for additional medical treatment, or if two health б care providers disagree that the employee is able to return to 7 work, the division may, and the judge of compensation claims 8 may shall, upon his or her own motion or within 15 days after 9 receipt of a written request by either the injured employee, the employer, or the carrier, order the injured employee to be 10 11 evaluated by an expert medical advisor. The opinion of the expert medical advisor is presumed to be correct unless there 12 13 is clear and convincing evidence to the contrary as determined by the judge of compensation claims. The expert medical 14 advisor appointed to conduct the evaluation shall have free 15 16 and complete access to the medical records of the employee. An employee who fails to report to and cooperate with such 17 evaluation forfeits entitlement to compensation during the 18 19 period of failure to report or cooperate. 20 (14) PAYMENT OF MEDICAL FEES.--21 (b) Fees charged for remedial treatment, care, and 22 attendance may not exceed the applicable fee schedules adopted under this chapter, except as provided pursuant to a contract 23 entered into between an employer or carrier and a certified 24 25 health care provider or health care facility for the payment 26 of medical services for covered expenses. 27 Section 7. Paragraph (d) of subsection (1), subsection 28 (2), and paragraphs (c) and (d) of subsection (15) of section 29 440.134, Florida Statutes, are amended to read: 30 440.134 Workers' compensation managed care arrangement.--31

(1) As used in this section, the term: 1 2 "Grievance" means a written complaint filed by an (d) 3 injured worker expressing dissatisfaction with the insurer's 4 workers' compensation managed care arrangement's refusal to provide medical care provided by an insurer's workers' 5 6 compensation managed care arrangement health care providers, 7 expressed in writing by an injured worker. 8 (2)(a)(b) Effective January 1, 1997, The employer may shall, subject to the terms and limitations specified 9 elsewhere in this section and chapter, furnish to the employee 10 11 solely through managed care arrangements such medically 12 necessary remedial treatment, care, and attendance for such 13 period as the nature of the injury or the process of recovery 14 requires. 15 (b)(a) The agency shall authorize an insurer to offer 16 or utilize a workers' compensation managed care arrangement after the insurer files a completed application along with the 17 payment of a \$1,000 application fee, and upon the agency's 18 19 being satisfied that the applicant has the ability to provide 20 quality of care consistent with the prevailing professional standards of care and the insurer and its workers' 21 compensation managed care arrangement otherwise meets the 22 requirements of this section. No insurer may offer or utilize 23 24 a managed care arrangement without such authorization. The 25 authorization, unless sooner suspended or revoked, shall 26 automatically expire 2 years after the date of issuance unless 27 renewed by the insurer. The authorization shall be renewed 28 upon application for renewal and payment of a renewal fee of 29 \$1,000, provided that the insurer is in compliance with the requirements of this section and any rules adopted hereunder. 30

31 An application for renewal of the authorization shall be made

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90 days prior to expiration of the authorization, on forms provided by the agency. The renewal application shall not require the resubmission of any documents previously filed with the agency if such documents have remained valid and unchanged since their original filing.

б (15)(c) At the time the workers' compensation managed 7 care arrangement is implemented, the insurer must provide 8 detailed information to workers and health care providers 9 describing how a grievance may be registered with the insurer. Within 15 days after the date the request for medical care is 10 received by the insurer or by the insurer's workers' 11 12 compensation managed care arrangement, whichever date is 13 earlier, the insurer shall grant or deny the request. If the 14 insurer denies the request, the insurer shall notify the injured worker in writing of his or her right to file a 15 16 grievance.

(d) Grievances must be considered in a timely manner 17 and must be transmitted to appropriate decisionmakers who have 18 19 the authority to fully investigate the issue and take 20 corrective action. If the insurer or the insurer's workers' 21 compensation managed care arrangement fails to notify the 22 injured worker of the outcome of the grievance in writing within 15 days after the date of receiving the grievance, the 23 grievance shall be presumed to be resolved against the injured 24 25 worker and the grievance procedures shall be presumed to be 26 exhausted for purposes of s. 440.192(3). 27 Section 8. Paragraph (a) of subsection (1) of section 28 440.14, Florida Statutes, is amended to read: 29 440.14 Determination of pay.--(1) Except as otherwise provided in this chapter, the 30 31 average weekly wages of the injured employee at the time of 16

1 the injury shall be taken as the basis upon which to compute 2 compensation and shall be determined, subject to the 3 limitations of s. 440.12(2), as follows:

4 (a) If the injured employee has worked in the 5 employment in which she or he was working at the time of the б injury, whether for the same or another employer, during 7 substantially the whole of 13 weeks immediately preceding the 8 injury, her or his average weekly wage shall be one-thirteenth 9 of the total amount of wages earned in such employment during the 13 weeks. As used in this paragraph, the term 10 11 "substantially the whole of 13 weeks" means an actual shall be 12 deemed to mean and refer to a constructive period of 13 weeks 13 as a whole, which shall be defined as the 13 complete weeks 14 before the date of the accident, excluding the week the injury 15 occurs.a consecutive period of 91 days, and The term "during 16 substantially the whole of 13 weeks" shall be deemed to mean during not less than 90 percent of the total customary 17 full-time hours of employment within such period considered as 18 19 a whole. 20 Section 9. Paragraphs (b) and (f) of subsection (1) and paragraph (a) of subsection (3) of section 440.15, Florida 21 22 Statutes, are amended to read: 23 440.15 Compensation for disability.--Compensation for 24 disability shall be paid to the employee, subject to the 25 limits provided in s. 440.12(2), as follows: 26 (1) PERMANENT TOTAL DISABILITY.--27 Any compensable injury eligible for permanent (b)

28 total benefits must be of a nature and severity that prevents

29 the employee from being able to perform his or her previous

30 work or any work available in substantial numbers within the

31 national economy. If the employee is engaged in or is

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physically capable of being engaged in any gainful employment, 1 2 he or she is not entitled to permanent total disability. The 3 burden is on the employee to establish that he or she is 4 unable, due to physical limitations, to perform even part-time 5 sedentary work if such work is available within a 100-mile б radius of the employee's residence. In addition, Only a 7 catastrophic injury as defined in s. 440.02 shall, in the 8 absence of conclusive proof of a substantial earning capacity, 9 constitute permanent total disability. Only claimants with 10 catastrophic injuries are eligible for permanent total 11 benefits. In no other case may permanent total disability be awarded. 12

13 (f)1. If permanent total disability results from 14 injuries that occurred subsequent to June 30, 1955, and for which the liability of the employer for compensation has not 15 been discharged under s. 440.20(11), the injured employee 16 shall receive additional weekly compensation benefits equal to 17 5 percent of her or his weekly compensation rate, as 18 19 established pursuant to the law in effect on the date of her 20 or his injury, multiplied by the number of calendar years 21 since the date of injury. The weekly compensation payable and 22 the additional benefits payable under this paragraph, when combined, may not exceed the maximum weekly compensation rate 23 in effect at the time of payment as determined pursuant to s. 24 440.12(2). Entitlement to these supplemental payments shall 25 26 cease at age 62 if the employee is eligible for social 27 security benefits under 42 U.S.C. s.<del>ss.</del>402 or s.<del>and</del> 423, 28 whether or not the employee has applied for such benefits. 29 These supplemental benefits shall be paid by the division out of the Workers' Compensation Administration Trust Fund when 30 31 the injury occurred subsequent to June 30, 1955, and before

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July 1, 1984. These supplemental benefits shall be paid by the
 employer when the injury occurred on or after July 1, 1984.
 Supplemental benefits are not payable for any period prior to
 October 1, 1974.

5 2.a. The division shall provide by rule for the б periodic reporting to the division of all earnings of any 7 nature and social security income by the injured employee 8 entitled to or claiming additional compensation under subparagraph 1. Neither the division nor the employer or 9 carrier shall make any payment of those additional benefits 10 provided by subparagraph 1. for any period during which the 11 employee willfully fails or refuses to report upon request by 12 13 the division in the manner prescribed by such rules.

14 The division shall provide by rule for the periodic b. 15 reporting to the employer or carrier of all earnings of any 16 nature and social security income by the injured employee entitled to or claiming benefits for permanent total 17 disability. The employer or carrier is not required to make 18 19 any payment of benefits for permanent total disability for any 20 period during which the employee willfully fails or refuses to 21 report upon request by the employer or carrier in the manner 22 prescribed by such rules or if any employee who is receiving permanent total disability benefits refuses to apply for or 23 24 cooperate with the employer or carrier in applying for social 25 security benefits.

3. When an injured employee receives a full or partial
lump-sum advance of the employee's permanent total disability
compensation benefits, the employee's benefits under this
paragraph shall be computed on the employee's weekly
compensation rate as reduced by the lump-sum advance.
(3) PERMANENT IMPAIRMENT AND WAGE-LOSS BENEFITS.--

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(a) Impairment benefits.--

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Once the employee has reached the date of maximum
 medical improvement, impairment benefits are due and payable
 within 20 days after the carrier has knowledge of the
 impairment.

6 2. The three-member panel, in cooperation with the 7 division, shall establish and use a uniform permanent 8 impairment rating schedule. This schedule must be based on medically or scientifically demonstrable findings as well as 9 the systems and criteria set forth in the American Medical 10 Association's Guides to the Evaluation of Permanent 11 Impairment; the Snellen Charts, published by American Medical 12 13 Association Committee for Eye Injuries; and the Minnesota 14 Department of Labor and Industry Disability Schedules. The schedule should be based upon objective findings. The schedule 15 16 shall be more comprehensive than the AMA Guides to the Evaluation of Permanent Impairment and shall expand the areas 17 already addressed and address additional areas not currently 18 19 contained in the guides. On August 1, 1979, and pending the 20 adoption, by rule, of a permanent schedule, Guides to the Evaluation of Permanent Impairment, copyright 1977, 1971, 21 22 1988, by the American Medical Association, shall be the temporary schedule and shall be used for the purposes hereof. 23 24 For injuries after July 1, 1990, pending the adoption by 25 division rule of a uniform disability rating schedule, the 26 Minnesota Department of Labor and Industry Disability Schedule 27 shall be used unless that schedule does not address an injury. 28 In such case, the Guides to the Evaluation of Permanent Impairment by the American Medical Association shall be used. 29 Determination of permanent impairment under this schedule must 30 31 be made by a physician licensed under chapter 458, a doctor of

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osteopathic medicine licensed under chapters 458 and 459, a chiropractic physician licensed under chapter 460, a podiatric physician licensed under chapter 461, an optometrist licensed under chapter 463, or a dentist licensed under chapter 466, as appropriate considering the nature of the injury. No other persons are authorized to render opinions regarding the existence of or the extent of permanent impairment.

3. All impairment income benefits shall be based on an 8 9 impairment rating using the impairment schedule referred to in subparagraph 2. Impairment income benefits are paid biweekly 10 11 weekly at a the rate equal to of 50 percent of the employee's 12 compensation rate average weekly temporary total disability 13 benefit not to exceed the maximum weekly benefit under s. 14 440.12. An employee's entitlement to impairment income benefits begins the day after the employee reaches maximum 15 16 medical improvement or the expiration of temporary benefits, whichever occurs earlier, and continues until the earlier of: 17

18 a. The expiration of a period computed at the rate of19 3 weeks for each percentage point of impairment; or

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b. The death of the employee.

After the employee has been certified by a doctor 21 4. 22 as having reached maximum medical improvement or 6 weeks before the expiration of temporary benefits, whichever occurs 23 24 earlier, the certifying doctor shall evaluate the condition of 25 the employee and assign an impairment rating, using the 26 impairment schedule referred to in subparagraph 2. 27 Compensation is not payable for the mental, psychological, or 28 emotional injury arising out of depression from being out of 29 work or from preexisting mental, psychological, or emotional conditions. If the certification and evaluation are performed 30 31 by a doctor other than the employee's treating doctor, the

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certification and evaluation must be submitted to the treating 1 2 doctor, and the treating doctor must indicate agreement or 3 disagreement with the certification and evaluation. The certifying doctor shall issue a written report to the 4 5 division, the employee, and the carrier certifying that б maximum medical improvement has been reached, stating the 7 impairment rating, and providing any other information 8 required by the division. If the employee has not been certified as having reached maximum medical improvement before 9 the expiration of 102 weeks after the date temporary total 10 11 disability benefits begin to accrue, the carrier shall notify 12 the treating doctor of the requirements of this section. 13 5. The carrier shall pay the employee impairment 14 income benefits for a period based on the impairment rating. 15 The division may by rule specify forms and 6. 16 procedures governing the method of payment of wage loss and impairment benefits for dates of accidents before January 1, 17 1994, and for dates of accidents on or after January 1, 1994. 18 19 Section 10. Paragraph (e) of subsection (1) and 20 subsection (2) of section 440.151, Florida Statutes, are amended to read: 21 22 440.151 Occupational diseases.--23 (1)24 (e) No compensation shall be payable for disability or 25 death resulting from tuberculosis arising out of and in the 26 course of employment by the Department of Health at a state 27 tuberculosis hospital, or aggravated by such employment, when 28 the employee had suffered from said disease at any time prior 29 to the commencement of such employment. Both causation and sufficient exposure to support causation shall be proven by 30 clear and convincing evidence. 31

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1 Whenever used in this section the term (2) 2 "occupational disease" shall be construed to mean only a disease which is due to causes and conditions which are 3 4 characteristic of and peculiar to a particular trade, 5 occupation, process, or employment, and to exclude all б ordinary diseases of life to which the general public is 7 exposed, unless the incidence of the disease is substantially 8 higher in the particular trade, occupation, process, or employment than for the general public. "Occupational 9 disease" does not mean a disease for which there are no 10 epidemiological studies showing that exposure to the specific 11 12 substance involved, at the levels to which the employee was 13 exposed, can cause the precise disease sustained by the 14 employee. 15 Section 11. Subsection (2) of section 440.185, Florida 16 Statutes, is amended to read: 440.185 Notice of injury or death; reports; penalties 17 for violations .--18 19 (2) Within 7 days after actual knowledge of injury or 20 death, the employer shall report such injury or death to its carrier, in a format prescribed by the division, and shall 21 22 provide a copy of such report to the employee or the employee's estate. The report of injury shall contain the 23 24 following information: 25 (a) The name, address, and business of the employer; 26 (b) The name, social security number, street, mailing 27 address, telephone number, and occupation of the employee; 28 (C) The cause and nature of the injury or death; The year, month, day, and hour when, and the 29 (d) particular locality where, the injury or death occurred; and 30 31

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1 (e) A record of the employee's earnings for the 13 2 weeks prior to the date of injury; and 3 (f)(e) Such other information as the division may 4 require. 5 б The carrier shall, within 14 days after the employer's receipt 7 of the form reporting the injury, file the information 8 required by this subsection with the division in Tallahassee. However, the division may by rule provide for a different 9 reporting system for those types of injuries which it 10 11 determines should be reported in a different manner and for those cases which involve minor injuries requiring 12 13 professional medical attention in which the employee does not 14 lose more than 7 days of work as a result of the injury and is able to return to the job immediately after treatment and 15 16 resume regular work. Section 12. Section 440.191, Florida Statutes, is 17 amended to read: 18 19 440.191 Employee Assistance and Ombudsman Office.--20 (1)(a) In order to effect the self-executing features of the Workers' Compensation Law, this chapter shall be 21 22 construed to permit injured employees and employers or the employer's carrier to resolve disagreements without undue 23 expense, costly litigation, or delay in the provisions of 24 benefits. It is the duty of all who participate in the 25 26 workers' compensation system, including, but not limited to, 27 carriers, service providers, health care providers, managed 28 care arrangements, attorneys, employers, and employees, to 29 attempt to resolve disagreements in good faith and to cooperate with the division's efforts to resolve disagreements 30 31 between the parties. The division may by rule prescribe 24

definitions that are necessary for the effective 1 administration of this section. 2 (b) An Employee Assistance and Ombudsman Office is 3 4 created within the Division of Workers' Compensation to inform 5 and assist injured workers, employers, carriers, and health б care providers, and managed care arrangements in fulfilling 7 their responsibilities under this chapter. The division may by 8 rule specify forms and procedures for administering requests 9 for assistance provided by this section. 10 (c) The Employee Assistance and Ombudsman Office, 11 Division of Workers' Compensation, shall be a resource 12 available to all employees who participate in the workers' 13 compensation system and shall take all steps necessary to 14 educate and disseminate information to employees and employers. Upon receiving a notice of injury or death, the 15 16 Employee Assistance and Ombudsman Office is authorized to 17 initiate contact with the injured employee or employee's representative to discuss rights and responsibilities of the 18 19 employee under this chapter and the services available through 20 the Employee Assistance and Ombudsman Office. 21 (2) (a) An employee may not file a petition requesting 22 any benefit under this chapter unless the employee has exhausted the procedures for informal dispute resolution under 23 24 this section. (a) (b) If at any time the employer or its carrier 25 26 fails to provide benefits to which the employee believes she 27 or he is entitled, the employee shall contact the office to 28 request assistance in resolving the dispute. The office may 29 review petitions for benefits filed under s. 440.192 shall investigate the dispute and may shall attempt to facilitate an 30 31 agreement between the employee and the employer or carrier. 25

1 The employee, the employer, and the carrier shall cooperate 2 with the office and shall timely provide the office with any 3 documents or other information that it may require in 4 connection with its efforts under this section.

5 <u>(b)(c)</u> The office may compel parties to attend 6 conferences in person or by telephone in an attempt to resolve 7 disputes quickly and in the most efficient manner possible. 8 Settlement agreements resulting from such conferences must be 9 submitted to the Office of the Judges of Compensation Claims 10 for approval.

11 (c)(d) The Employee Assistance and Ombudsman Office 12 may assign an ombudsman to assist the employee in resolving 13 the dispute. If the dispute is not resolved within 30 days 14 after the employee contacts the office, The ombudsman may shall, at the employee's request, assist the employee in 15 16 drafting a petition for benefits and explain the procedures 17 for filing petitions. The division may by rule determine the method used to calculate the 30-day period. The Employee 18 Assistance and Ombudsman Office may not represent employees 19 20 before the judges of compensation claims. An employer or 21 carrier may not pay any attorneys' fees on behalf of the 22 employee for services rendered or costs incurred in connection with this section, unless expressly authorized elsewhere in 23 this chapter. 24

 25
 Section 13.
 Subsections (1), (2), (5), (7), and (8) of

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 section 440.192, Florida Statutes, are amended to read:

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440.192 Procedure for resolving benefit disputes.--

(1) Subject to s. 440.191, any employee who has not received a benefit to which the employee believes she or he is entitled under this chapter shall serve by certified mail upon the employer, the employer's carrier, and the Office of the

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Judges of Compensation Claims division in Tallahassee a 1 2 petition for benefits meeting that meets the requirements of 3 this section. The Chief Judge division shall refer the petition to the Office of the judges of compensation claims. 4 Upon receipt of a petition, the Office of the 5 (2) б Judges of Compensation Claims shall review each petition and 7 shall dismiss each petition or any portion of the petition, 8 upon its own motion or upon the motion of any party, that does not on its face specifically identify or itemize the 9 10 following: 11 (a) Name, address, telephone number, and social security number of the employee. 12 13 (b) Name, address, and telephone number of the 14 employer. 15 (c) A detailed description of the injury and cause of 16 the injury, including the location of the occurrence and the date or dates of accident. 17 (d) A detailed description of the employee's job, work 18 responsibilities, and work the employee was performing when 19 20 the injury occurred. (e) The time period for which compensation was not 21 22 timely provided and the specific classification of the 23 compensation. 24 (f) Date of maximum medical improvement, character of 25 disability, and specific statement of all benefits or 26 compensation that the employee is seeking. 27 The specific All travel costs to which the (g) 28 employee believes she or he is entitled, including dates of travel and purpose of travel, means of transportation, and 29 mileage, including the date the request for mileage was filed 30 31

1 with the carrier and a copy of the request for mileage filed 2 with the carrier. 3 (h) Specific listing of all medical charges alleged unpaid, including the name and address of the medical 4 5 provider, the amounts due, and the specific dates of б treatment. 7 (i) The type or nature of treatment care or attendance sought and the justification for such treatment. If the 8 9 employee is under the care of a physician for the injury 10 identified under paragraph (c), a copy of the physician's request, authorization, or recommendation for treatment, care, 11 12 or attendance must accompany the petition. 13 (j) Specific explanation of any other disputed issue 14 that a judge of compensation claims will be called to rule 15 upon. 16 (k) Any other information and documentation the Chief 17 Judge may require by rule. 18 19 The dismissal of any petition or portion of the petition under 20 this section is without prejudice and does not require a 21 hearing. 22 (5) All motions to dismiss must state with particularity the basis for the motion. The judge of 23 24 compensation claims shall enter an order upon such motions 25 without hearing, unless good cause for hearing is shown. When 26 any petition or portion of a petition is dismissed for lack of 27 specificity under this subsection, the claimant must be 28 allowed 20 days after the date of the order of dismissal in 29 which to file an amended petition. Any grounds for dismissal for lack of specificity under this section not asserted within 30 31

1 45 30 days after receipt of the petition for benefits are 2 thereby waived.

3 (7) Notwithstanding the provisions of s. 440.34, a
4 judge of compensation claims may not award attorney's fees
5 payable by the carrier for services expended or costs incurred
6 prior to the filing of a petition that does not meeting meet
7 the requirements of this section.

8 (8) Within 30 14 days after receipt of a petition for 9 benefits by certified mail, the carrier must either pay the requested benefits without prejudice to its right to deny 10 11 within 120 days from receipt of the petition or file a 12 response to petition notice of denial with the Office of the 13 Judges of Compensation Claims division. The carrier must list 14 all benefits requested but not paid and explain its justification for nonpayment in the response to petition 15 notice of denial. A carrier that does not deny compensability 16 in accordance with s. 440.20(4) is deemed to have accepted the 17 employee's injuries as compensable, unless it can establish 18 19 material facts relevant to the issue of compensability that 20 could not have been discovered through reasonable investigation within the 120-day period. The carrier shall 21 22 provide copies of the response notice to the filing party, employer, and claimant by certified mail. 23 24 Section 14. Subsections (4) and (11) of section 25 440.20, Florida Statutes, are amended to read: 26 440.20 Time for payment of compensation; penalties for 27 late payment. --

(4) If the carrier is uncertain of its obligation to
provide benefits or compensation, it may initiate payment
without prejudice and without admitting liability. The carrier
shall immediately and in good faith commence investigation of

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the employee's entitlement to benefits under this chapter and 1 2 shall admit or deny compensability within 120 days after the 3 initial provision of compensation or benefits as required by subsection (2) or s. 440.192(8). Upon commencement of payment 4 5 as required by subsection (2) or s. 440.192(8), the carrier б shall provide written notice to the employee that it has 7 elected to pay all or part of the claim pending further 8 investigation, and that it will advise the employee of claim 9 acceptance or denial within 120 days. A carrier that fails to deny compensability within 120 days after the initial 10 11 provision of benefits or payment of compensation, as required by subsection (2) or s. 440.192(8), waives the right to deny 12 13 compensability, unless the carrier can establish material 14 facts relevant to the issue of compensability that it could not have discovered through reasonable investigation within 15 16 the 120-day period. The initial provision of compensation or benefits, for purposes of this subsection, shall mean the 17 first installment of compensation or benefits to be paid by 18 19 the carrier under subsection (2) or pursuant to a petition of 20 benefits under s. 440.192(8). When a claimant is not represented by counsel, 21 (11)(a) 22 upon joint petition of all interested parties, a lump-sum payment in exchange for the employer's or carrier's release

23 24 from liability for future medical expenses, as well as future 25 payments of compensation expenses and any other benefits 26 provided under this chapter, shall be allowed at any time in 27 any case in which the employer or carrier has filed a written 28 notice of denial within 120 days after the employer receives 29 notice date of the injury, and the judge of compensation claims at a hearing to consider the settlement proposal finds 30 31 a justiciable controversy as to legal or medical

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compensability of the claimed injury or the alleged accident. 1 2 The employer or carrier may not pay any attorney's fees on 3 behalf of the claimant for any settlement under this section unless expressly authorized elsewhere in this chapter. Upon 4 5 the joint petition of all interested parties and after giving б due consideration to the interests of all interested parties, 7 the judge of compensation claims may enter a compensation 8 order approving and authorizing the discharge of the liability 9 of the employer for compensation and remedial treatment, care, 10 and attendance, as well as rehabilitation expenses, by the 11 payment of a lump sum. The judge of compensation claims shall 12 not approve settlement proposals, including any stipulations 13 or agreements between the parties or between a claimant and 14 his or her attorney related to a settlement, which provide for an attorney's fee in excess of the amount permitted in s. 15 16 440.34.Such a compensation order so entered upon joint petition of all interested parties is not subject to 17 modification or review under s. 440.28. If the settlement 18 19 proposal together with supporting evidence is not approved by 20 the judge of compensation claims, it shall be considered void. Upon approval of a lump-sum settlement under this subsection, 21 22 the judge of compensation claims shall send a report to the Chief Judge of the amount of the settlement and a statement of 23 the nature of the controversy. The Chief Judge shall keep a 24 record of all such reports filed by each judge of compensation 25 26 claims and shall submit to the Legislature a summary of all 27 such reports filed under this subsection annually by September 28 15. 29 When a claimant is not represented by counsel, (b)

30 upon joint petition of all interested parties, a lump-sum
31 payment in exchange for the employer's or carrier's release

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from liability for future medical expenses, as well as future 1 2 payments of compensation and rehabilitation expenses, and any 3 other benefits provided under this chapter, may be allowed at any time in any case after the injured employee has attained 4 5 maximum medical improvement. An employer or carrier may not б pay any attorney's fees on behalf of the claimant for any 7 settlement, unless expressly authorized elsewhere in this 8 chapter. The judge of compensation claims shall not approve 9 settlement proposals, including any stipulations or agreements between the parties or between a claimant and his or her 10 attorney related to the settlement proposal, which provide for 11 12 an attorney's fee in excess of the amount permitted in s. 13 440.34.A compensation order so entered upon joint petition of 14 all interested parties shall not be subject to modification or review under s. 440.28. However, a judge of compensation 15 16 claims is not required to approve any award for lump-sum payment when it is determined by the judge of compensation 17 claims that the payment being made is in excess of the value 18 19 of benefits the claimant would be entitled to under this 20 chapter. The judge of compensation claims shall make or cause 21 to be made such investigations as she or he considers 22 necessary, in each case in which the parties have stipulated that a proposed final settlement of liability of the employer 23 for compensation shall not be subject to modification or 24 review under s. 440.28, to determine whether such final 25 26 disposition will definitely aid the rehabilitation of the 27 injured worker or otherwise is clearly for the best interests 28 of the person entitled to compensation and, in her or his 29 discretion, may have an investigation made by the Rehabilitation Section of the Division of Workers' 30 31 Compensation. The joint petition and the report of any

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investigation so made will be deemed a part of the proceeding. 1 2 An employer shall have the right to appear at any hearing 3 pursuant to this subsection which relates to the discharge of such employer's liability and to present testimony at such 4 5 hearing. The carrier shall provide reasonable notice to the employer of the time and date of any such hearing and inform 6 7 the employer of her or his rights to appear and testify. When 8 the claimant is represented by counsel or when the claimant 9 and carrier or employer are represented by counsel, final 10 approval of the lump-sum settlement agreement, as provided for 11 in a joint petition and stipulation, shall be approved by 12 entry of an order within 7 days after the filing of such joint 13 petition and stipulation without a hearing, unless the judge 14 of compensation claims determines, in her or his discretion, that additional testimony is needed before such settlement can 15 be approved or disapproved and so notifies the parties. The 16 probability of the death of the injured employee or other 17 person entitled to compensation before the expiration of the 18 19 period during which such person is entitled to compensation 20 shall, in the absence of special circumstances making such course improper, be determined in accordance with the most 21 recent United States Life Tables published by the National 22 Office of Vital Statistics of the United States Department of 23 Health and Human Services. The probability of the happening of 24 any other contingency affecting the amount or duration of the 25 26 compensation, except the possibility of the remarriage of a 27 surviving spouse, shall be disregarded. As a condition of 28 approving a lump-sum payment to a surviving spouse, the judge of compensation claims, in the judge of compensation claims' 29 discretion, may require security which will ensure that, in 30 the event of the remarriage of such surviving spouse, any 31

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unaccrued future payments so paid may be recovered or recouped 1 by the employer or carrier. Such applications shall be 2 3 considered and determined in accordance with s. 440.25. (c) Notwithstanding s. 440.21(2), when a claimant is 4 5 represented by counsel, the claimant may waive all rights to 6 all benefits under this chapter by entering into a settlement 7 agreement releasing the employer and the carrier from 8 liability for workers' compensation benefits in exchange for a 9 lump-sum payment to the claimant. The settlement agreement requires approval by the judge of compensation claims only as 10 11 to the attorney's fees paid to the claimant's attorney by the 12 claimant. The parties need not submit any information or 13 documentation in support of the settlement, except as needed 14 to justify the amount of the attorney's fees. Neither the 15 employer nor the carrier is responsible for any attorney's 16 fees relating to the settlement and release of claims under this section. Payment of the lump-sum settlement amount must 17 be made within 14 days after the date the judge of 18 19 compensation claims mails the order approving the attorney's 20 fees. Any order entered by a judge of compensation claims approving the attorney's fees as set out in the settlement 21 under this subsection is not considered to be an award and is 22 23 not subject to modification or review. The judge of 24 compensation claims shall report these settlements to the chief judge in accordance with the requirements set forth in 25 26 paragraphs (a) and (b). Settlements entered into under this subsection are valid and apply to all dates of accident. 27 28 (d) With respect to any lump-sum settlement under this 29 subsection, a judge of compensation claims must consider 30 whether the settlement provides for appropriate recovery of any child support arrearage. Neither the employer nor the 31 34

carrier has a duty to investigate or collect information 1 2 regarding child support arrearages. 3 (e) (c) This section applies to all claims that the 4 parties have not previously settled, regardless of the date of 5 accident. 6 Section 15. Subsections (1), (3), and (4) of section 7 440.25, Florida Statutes, are amended to read: 8 440.25 Procedures for mediation and hearings .--(1) Within 90 <del>21</del> days after a petition for benefits is 9 filed under s. 440.192, a mediation conference concerning such 10 petition shall be held. Within 40 7 days after such petition 11 is filed, the judge of compensation claims shall notify the 12 13 interested parties by order that a mediation conference concerning such petition will be held unless the parties have 14 notified the Office of the Judges of Compensation Claims that 15 16 a mediation has been held. Such order must notice shall give the date by which, time, and location of the mediation 17 conference must be held. Such order notice may be served 18 19 personally upon the interested parties or may be sent to the 20 interested parties by mail. Continuances may be granted only if the requesting party demonstrates to the judge of 21 22 compensation claims that the reason for requesting the 23 continuance arises from circumstances beyond the party's control. Any order granting a continuance must set forth the 24 25 date of the rescheduled mediation conference. A mediation 26 conference may not be used solely for the purpose of mediating 27 attorney's fees. 28 (3)(a) Such mediation conference shall be conducted 29 informally and shall does not require the use of formal rules of evidence or procedure. Any information from the files, 30 31 reports, case summaries, mediator's notes, or other 35

communications or materials, oral or written, relating to a 1 2 mediation conference under this section obtained by any person 3 performing mediation duties is privileged and confidential and may not be disclosed without the written consent of all 4 5 parties to the conference. Any research or evaluation effort б directed at assessing the mediation program activities or 7 performance must protect the confidentiality of such 8 information. Each party to a mediation conference has a privilege during and after the conference to refuse to 9 disclose and to prevent another from disclosing communications 10 11 made during the conference whether or not the contested issues are successfully resolved. This subsection and paragraphs 12 13 (4)(a) and (b) shall not be construed to prevent or inhibit 14 the discovery or admissibility of any information that is otherwise subject to discovery or that is admissible under 15 16 applicable law or rule of procedure, except that any conduct or statements made during a mediation conference or in 17 negotiations concerning the conference are inadmissible in any 18 19 proceeding under this chapter. 20 (b)1. Unless the parties conduct a private mediation under subparagraph 2., mediation shall be conducted by a 21 mediator selected by the Deputy Chief Judge from among 22 mediators The Chief Judge shall select a mediator. The 23 mediator shall be employed on a full-time basis by the Office 24 of the Judges of Compensation Claims. A mediator must be a 25 26 member of The Florida Bar for at least 5 years and must 27 complete a mediation training program approved by the Chief

29 Judges of Compensation Claims on an as-needed basis and shall

30 be selected from a list prepared by the Chief Judge. An

31 adjunct mediator must be independent of all parties

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Judge. Adjunct mediators may be employed by the Office of the
participating in the mediation conference. An adjunct mediator 1 2 must be a member of The Florida Bar for at least 5 years and 3 must complete a mediation training program approved by the Chief Judge. An adjunct mediator shall have access to the 4 5 office, equipment, and supplies of the judge of compensation claims in each district. This subparagraph is repealed January 6 7 1, 2003. 8 2.a. With respect to any mediation occurring on or 9 after January 1, 2003; or 10 b. If the parties agree or if no mediators under 11 subparagraph 1. are available to conduct the required 12 mediation within the period specified in this section, 13 14 the parties shall hold a mediation conference at the carrier's 15 expense within the 90-day period set for mediation. The 16 mediation conference shall be conducted by a mediator certified under s. 44.106. If the parties do not agree upon a 17 mediator within 10 days after the date of the order, the 18 19 claimant shall notify the judge in writing and the judge shall 20 appoint a mediator under this subparagraph within 7 days. In the event both parties agree, the results of the mediation 21 22 conference shall be binding and neither party shall have a right to appeal the results. In the event either party refuses 23 to agree to the results of the mediation conference, the 24 25 results of the mediation conference as well as the testimony, 26 witnesses, and evidence presented at the conference shall not 27 be admissible at any subsequent proceeding on the claim. The 28 mediator shall not be called in to testify or give deposition 29 to resolve any claim for any hearing before the judge of 30 compensation claims. The employer may be represented by an 31

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attorney at the mediation conference if the employee is also 1 2 represented by an attorney at the mediation conference. 3 (c) The parties shall complete the pretrial 4 stipulations before the conclusion of the mediation conference 5 if the claims, except for attorney's fees and costs, have not 6 been settled and if any claims in any filed petition remain 7 unresolved. The judge of compensation claims may sanction a 8 party or both parties for failure to complete the pretrial 9 stipulations before the conclusion of the mediation 10 conference. 11 (4)(a) If the parties fail to agree upon written 12 submission of pretrial stipulations at the mediation 13 conference, on the 10th day following commencement of 14 mediation, the questions in dispute have not been resolved, the judge of compensation claims shall order a pretrial 15 16 hearing to occur within 14 days after the date of mediation ordered by the judge of compensation claims hold a pretrial 17 hearing. The judge of compensation claims shall give the 18 19 interested parties at least 7 days' advance notice of the 20 pretrial hearing by mail. At the pretrial hearing, the judge of compensation claims shall, subject to paragraph (b), set a 21 22 date for the final hearing that allows the parties at least 30 days to conduct discovery unless the parties consent to an 23 24 earlier hearing date. (b) The final hearing must be held and concluded 25 26 within 90 45 days after the mediation conference is held 27 pretrial hearing. Continuances may be granted only if the 28 requesting party demonstrates to the judge of compensation 29 claims that the reason for requesting the continuance arises from circumstances beyond the party's control. Any order 30 granting a continuance must set forth the date and time of the 31 38

rescheduled hearing. If a judge of compensation claims grants 1 2 two or more continuances to a requesting party, the judge of compensation claims shall report such continuances to the 3 Deputy Chief Judge. 4 5 (c) The judge of compensation claims shall give the б interested parties at least 7 days' advance notice of the 7 final hearing, served upon the interested parties by mail. 8 (d) The final hearing shall be held within 210 days after receipt of the petition for benefits in the county where 9 the injury occurred, if the injury occurred in this state, 10 11 unless otherwise agreed to between the parties and authorized by the judge of compensation claims in the county where the 12 13 injury occurred. If the injury occurred outside without the 14 state and is one for which compensation is payable under this chapter, then the final hearing above referred to may be held 15 16 in the county of the employer's residence or place of business, or in any other county of the state that which will, 17 in the discretion of the Chief Judge, be the most convenient 18 19 for a hearing. The final hearing shall be conducted by a judge 20 of compensation claims, who shall, within 30 14 days after final hearing or closure of the hearing record, unless 21 22 otherwise agreed by the parties, enter a final order on the merits of the disputed issues determine the dispute in a 23 24 summary manner. The judge of compensation claims may enter an 25 abbreviated final order in cases when compensability is not 26 disputed. Either party may request separate findings of fact 27 and conclusions of law.At the final such hearing, the 28 claimant and employer may each present evidence in respect of 29 the claims presented by the petition for benefits such claim and may be represented by any attorney authorized in writing 30 31 for such purpose. When there is a conflict in the medical 39

evidence submitted at the hearing, the provisions of s. 440.13 1 2 shall apply. The report or testimony of the expert medical 3 advisor shall be made a part of the record of the proceeding and shall be given the same consideration by the judge of 4 5 compensation claims as is accorded other medical evidence б submitted in the proceeding; and all costs incurred in 7 connection with such examination and testimony may be assessed 8 as costs in the proceeding, subject to the provisions of s. 9 440.13. No judge of compensation claims may make a finding of 10 a degree of permanent impairment that is greater than the 11 greatest permanent impairment rating given the claimant by any 12 examining or treating physician, except upon stipulation of 13 the parties.

14 (e) The order making an award or rejecting the claim, referred to in this chapter as a "compensation order," shall 15 16 set forth the findings of ultimate facts and the mandate; and the order need not include any other reason or justification 17 for such mandate. The compensation order shall be filed in the 18 19 office of the division at Tallahassee. A copy of such 20 compensation order shall be sent by mail to the parties and 21 attorneys of record at the last known address of each, with 22 the date of mailing noted thereon.

Each judge of compensation claims is required to 23 (f) submit a special report to the Chief Judge in each contested 24 25 workers' compensation case in which the case is not determined 26 within 14 days of final hearing. Said form shall be provided 27 by the Chief Judge and shall contain the names of the judge of 28 compensation claims and of the attorneys involved and a brief 29 explanation by the judge of compensation claims as to the reason for such a delay in issuing a final order. The Chief 30 31 Judge shall compile these special reports into an annual

public report to the Governor, the Secretary of Labor and 1 2 Employment Security, the Legislature, The Florida Bar, and the 3 appellate district judicial nominating commissions. 4 (g) Judges of compensation claims shall adopt and 5 enforce uniform local rules for workers' compensation. (g)(h) Notwithstanding any other provision of this 6 7 section, the judge of compensation claims may require the 8 appearance of the parties and counsel before her or him 9 without written notice for an emergency conference where there is a bona fide emergency involving the health, safety, or 10 11 welfare of an employee. An emergency conference under this section may result in the entry of an order or the rendering 12 13 of an adjudication by the judge of compensation claims. 14 (h)(i) To expedite dispute resolution and to enhance the self-executing features of the Workers' Compensation Law, 15 16 the Chief Judge shall make provision by rule or order for the resolution of appropriate motions by judges of compensation 17 claims without oral hearing upon submission of brief written 18 statements in support and opposition, and for expedited 19 20 discovery and docketing. Unless the judge of compensation claims orders a hearing under paragraph (i), claims related to 21 22 the determination of pay under s. 440.14 shall be resolved 23 under this paragraph. 24 (i) (j) To further expedite dispute resolution and to enhance the self-executing features of the system, those 25 26 petitions filed in accordance with s. 440.192 that involve a 27 claim for benefits of \$5,000 or less shall, in the absence of 28 compelling evidence to the contrary, be presumed to be 29 appropriate for expedited resolution under this paragraph; and any other claim filed in accordance with s. 440.192, upon the 30 31 written agreement of both parties and application by either 41

party, may similarly be resolved under this paragraph. Claims 1 2 for medical-only benefits of \$5,000 or less, or medical mileage reimbursement shall, in the absence of compelling 3 4 evidence to the contrary, be resolved through the expedited 5 dispute resolution process under this paragraph. For purposes б of expedited resolution pursuant to this paragraph, the Chief 7 Judge shall make provision by rule or order for expedited and 8 limited discovery and expedited docketing in such cases. At 9 least 15 days prior to hearing, the parties shall exchange and file with the judge of compensation claims a pretrial outline 10 of all issues, defenses, and witnesses on a form promulgated 11 by the Chief Judge; provided, in no event shall such hearing 12 13 be held without 15 days' written notice to all parties. No 14 pretrial hearing shall be held. The judge of compensation claims shall limit all argument and presentation of evidence 15 16 at the hearing to a maximum of 30 minutes, and such hearings shall not exceed 30 minutes in length. Neither party shall be 17 required to be represented by counsel. The employer or carrier 18 may be represented by an adjuster or other qualified 19 20 representative. The employer or carrier and any witness may 21 appear at such hearing by telephone. The rules of evidence 22 shall be liberally construed in favor of allowing introduction of evidence. 23 24 (j) A judge of compensation claims, either upon the motion of a party or the judge's own motion, may dismiss a 25 26 petition for lack of prosecution if no petitions, responses, 27 motions, orders, requests for hearings, or notices of 28 deposition have been filed for a period of 12 months, unless 29 good cause is shown. Dismissals for lack of prosecution are without prejudice and do not require a hearing. 30 31

1 (k) A judge of compensation claims may not award 2 interest on unpaid medical bills, nor may the amount of such 3 bills be used to calculate the amount of interest awarded. 4 5 Regardless of the date benefits were initially requested, 6 attorney's fees do not attach under this subsection until 30 7 days from the date the carrier or employer, if self-insured, 8 receives the petition. 9 Section 16. Subsection (4) of section 440.29, Florida 10 Statutes, is amended to read: 11 440.29 Procedure before the judge of compensation 12 claims.--13 (4) All medical reports of authorized treating health 14 care providers or independent medical examiners, whose medical opinion is submitted under s. 440.13(5)(e), relating to the 15 16 claimant and subject accident shall be received into evidence by the judge of compensation claims upon proper motion. 17 However, such records must be served on the opposing party at 18 least 30 days before the final hearing. This section does not 19 20 limit any right of further discovery, including, but not 21 limited to, depositions. Section 17. Subsections (1) and (3) of section 440.34, 22 23 Florida Statutes, are amended to read: 24 440.34 Attorney's fees; costs.--(1) A fee, gratuity, or other consideration may not be 25 26 paid for services rendered for a claimant in connection with 27 any proceedings arising under this chapter, unless approved as 28 reasonable by the judge of compensation claims or court having 29 jurisdiction over such proceedings. Except as provided by this subsection, any attorney's fee approved by a judge of 30 31 compensation claims for services rendered to a claimant must 43

equal to 20 percent of the first \$5,000 of the amount of the 1 benefits secured, 15 percent of the next \$5,000 of the amount 2 3 of the benefits secured, 10 percent of the remaining amount of the benefits secured to be provided during the first 10 years 4 5 after the date the claim is filed, and 5 percent of the benefits secured after 10 years. However, in medical-only 6 7 petitions, the judge of compensation claims shall consider the 8 following factors in each case and may approve an additional 9 increase or decrease the attorney's fee, not to exceed \$1,000 per accident based on a reasonable hourly rate, if the judge 10 of compensation claims expressly finds that the attorney's 11 12 fee, based on benefits secured, fails to fairly compensate the 13 attorney and, in her or his judgment, the circumstances of the 14 particular case warrant such action. The judge of compensation claims shall not approve a compensation order, a 15 16 joint stipulation for lump-sum settlement, a stipulation or agreement between a claimant and his or her attorney, or any 17 other agreement related to benefits under this chapter that 18 19 provides for an attorney's fee in excess of the amount 20 permitted by this section. + 21 (a) The time and labor required, the novelty and 22 difficulty of the questions involved, and the skill requisite to perform the legal service properly. 23 24 (b) The fee customarily charged in the locality for 25 similar legal services. 26 (c) The amount involved in the controversy and the 27 benefits resulting to the claimant. 28 (d) The time limitation imposed by the claimant or the 29 circumstances. 30 (e) The experience, reputation, and ability of the lawyer or lawyers performing services. 31 44

1 (f) The contingency or certainty of a fee. 2 (3) If the claimant should prevail in any proceedings 3 before a judge of compensation claims or court, there shall be 4 taxed against the employer the reasonable costs of such 5 proceedings, not to include the attorney's fees of the б claimant. A claimant shall be responsible for the payment of 7 her or his own attorney's fees, except that a claimant shall 8 be entitled to recover a reasonable attorney's fee from a 9 carrier or employer: 10 (a) Against whom she or he successfully asserts a 11 petition claim for medical benefits only, if the claimant has 12 not filed or is not entitled to file at such time a claim for 13 disability, permanent impairment, wage-loss, or death 14 benefits, arising out of the same accident; or 15 (b) In any case in which the employer or carrier files 16 a response to petition notice of denial with the Office of the Judges of Compensation Claims division and the injured person 17 has employed an attorney in the successful prosecution of the 18 19 claim; or 20 (c) In a proceeding in which a carrier or employer 21 denies that an injury occurred for which compensation benefits 22 are payable, and the claimant prevails on the issue of compensability; or 23 24 (d) In cases where the claimant successfully prevails 25 in proceedings filed under s. 440.24 or s. 440.28. 26 27 Regardless of the date benefits were initially requested, 28 attorney's fees shall not attach under this subsection until 29 30 days from the date the carrier or employer, if self-insured, receives the petition. In applying the factors 30 set forth in subsection (1) to cases arising under paragraphs 31 45

1 (a), (b), (c), and (d), the judge of compensation claims must 2 only consider only such benefits and the time reasonably spent 3 in obtaining them as were secured for the claimant within the 4 scope of paragraphs (a), (b), (c), and (d). 5 Section 18. Section 440.345, Florida Statutes, is б amended to read: 7 440.345 Reporting of attorney's fees.--All fees paid 8 to attorneys for services rendered under this chapter shall be 9 reported to the division as the division requires by rule. The 10 division shall annually summarize the such data in a report to 11 the Governor, the President of the Senate, and the Speaker of 12 the House of Representatives Workers' Compensation Oversight 13 Board. 14 Section 19. Subsection (8) is added to section 440.39, Florida Statutes, to read: 15 16 440.39 Compensation for injuries when third persons are liable.--17 (8) This section does not impose on the carrier a duty 18 to preserve evidence pertaining to the industrial accident or 19 20 to injuries arising from such accident. Section 20. Subsections (1) and (2) of section 21 440.4416, Florida Statutes, are amended to read: 22 440.4416 Workers' Compensation Oversight Board .--23 24 (1) There is created within the Department of Labor 25 and Employment Security the Workers' Compensation Oversight 26 Board. The board shall be composed of the following members, each of whom has knowledge of, or experience with, the 27 28 workers' compensation system: 29 Five Six members selected by the Governor, none of (a) whom shall be a member of the Legislature at the time of 30 31 appointment, consisting of the following: 46

1 One representative Two representatives of the 1. 2 workers' compensation insurance industry employers. 3 2. One representative Four representatives of workers' 4 compensation health care providers employees, one of whom must 5 be a representative of an employee's union whose members are covered by workers' compensation pursuant to this chapter. 6 7 3. One representative of workers' compensation 8 claimant's attorneys. 9 4. One representative of workers' compensation defense 10 attorneys. 11 5. One representative who is either an employer or a 12 nonsalaried and nonmanagement employee. 13 (b) Two Three members selected by the President of the 14 Senate, none of whom shall be members of the Legislature at the time of appointment, consisting of: 15 16 1. A representative of employers who employs at least 10 employees in Florida for which workers' compensation 17 coverage is provided pursuant to this chapter, and who is a 18 19 licensed general contractor actively engaged in the 20 construction industry in this state. 1.2. A representative of employers who employs fewer 21 22 than 25 10 employees in Florida for which workers' compensation coverage is provided pursuant to this chapter. 23 24 2.3. A representative of employees who is a nonsalaried and nonmanagement employee of an employer 25 26 employing at least 25 persons. 27 (c) Two Three members selected by the Speaker of the 28 House of Representatives, none of whom shall be members of the Legislature at the time of appointment, consisting of: 29 1. A representative of employers who employs fewer 30 than 10 employees in Florida and who is a licensed general 31 47

1 contractor actively engaged in the construction industry in 2 this state for which workers' compensation coverage is 3 provided pursuant to this chapter. 4 1.2. A representative of employers who employs at 5 least 25 10 employees in Florida for which workers' compensation coverage is provided pursuant to this chapter. б 7 2.3. A representative of employees who is a 8 nonsalaried and nonmanagement employee of an employer 9 employing fewer than 25 persons. 10 (d) Additionally, the Insurance Commissioner and the 11 secretary of the Department of Labor and Employment Security 12 shall be nonvoting ex officio members. 13 (d)(e) The terms of all current board members shall expire December 31, 20<u>01. New</u> original appointments to the 14 board shall be made on or before January 1, 2002 1994. 15 16 Vacancies in the membership of the board shall be filled in the same manner as the original appointments. Except as to ex 17 officio members of the board, Three appointees of the 18 Governor, one appointee two appointees of the President of the 19 20 Senate, and one appointee two appointees of the Speaker of the House of Representatives shall serve for terms of 2 years, and 21 22 the remaining appointees shall serve for terms of 4 years. Thereafter, all members shall serve for terms of 4 years; 23 except that a vacancy shall be filled by appointment for the 24 25 remainder of the term. The board shall have an organizational 26 meeting on or before March 1, 1994, the time and place of such 27 meeting to be determined by the Governor. 28 (e)(f) Each member is accountable to the Governor for 29 proper performance of his or her duties as a member of the board. The Governor may remove from office any member for 30 31 malfeasance, misfeasance, neglect of duty, drunkenness, 48

incompetence, permanent inability to perform official duties, 1 2 or for pleading guilty or nolo contendere to, or having been 3 adjudicated guilty of, a first degree misdemeanor or a felony. 4 (f)(g) A vacancy shall occur upon failure of a member 5 to attend four consecutive meetings of the board or 50 percent of the meetings of the board during a 12-month period, unless 6 7 the board by majority votes to excuse the absence of such 8 member. (2) POWERS AND DUTIES; ORGANIZATION. --9 (a) The board shall have all the powers necessary and 10 11 convenient to carry out and effectuate the purposes of this 12 section, including, but not limited to, the power to: 13 1. Conduct public hearings. 2. Report to the Legislature by January 1, 1995, as to 14 the feasibility of a return-to-work program that includes 15 16 incentives for employers who encourage such a program and 17 disincentives for employers who hinder such a program. 2.3. Prescribe qualifications for board employees. 18 3.4. Appear on its own behalf before other boards, 19 20 commissions, or agencies of the state or Federal Government. 21 4.5. Make and execute contracts to the extent that 22 such contracts are consistent with duties and powers set forth in this section and elsewhere in the law of this state. 23 24 (b) The board shall adopt bylaws, formulate workers' compensation legislation or amendments, review, advise, and 25 26 appear before the Legislature in connection with legislation 27 that impacts the workers' compensation system, advise the 28 division on policy, administrative and legislative issues, and 29 appear before other state or federal agencies in connection 30 with matters impacting the workers' compensation system. 31

1 (c) The Governor board shall select a chair from among 2 the employer or employee members of the board. The member 3 designated as chair who shall serve as chair for a term period 4 of 2 years or and until a successor is elected and qualified, 5 unless removed from the board by the Governor. The chair shall be the chief administrative officer of the board and shall б 7 have the authority to plan, direct, coordinate, and execute 8 the powers and duties of the board. 9 (d) The board shall hold at least one regularly scheduled meeting each quarter and other such meetings during 10 the year as it deems necessary, except that the chair, a 11 12 quorum of the board, or the division may call meetings. The 13 board shall hold at least two meetings a year outside Leon 14 County. The board shall maintain transcripts of each meeting. Such transcripts shall be available to any interested person 15 16 in accordance with chapter 119. (e) The board shall approve the bylaws or amendments 17 thereto by unanimous vote. All other board actions or 18 19 recommendations shall be approved by not less than a majority 20 vote of the members present employee representatives and 21 majority vote of employer representatives, unless the bylaws 22 otherwise provide. 23 (f) The board shall submit all formal reports and 24 publications made by the board to the division at least 30 25 days prior to the release or publication of the information. 26 The board shall include in all formal reports and publications 27 any response from the division. 28 Section 21. Section 627.0915, Florida Statutes, is 29 amended to read: 30 627.0915 Rate filings; workers' compensation, 31 drug-free workplace, and safe employers.--The Department of 50

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Insurance shall approve rating plans for workers' compensation 1 2 insurance that give specific identifiable consideration in the 3 setting of rates to employers that either implement a drug-free workplace program pursuant to rules adopted by the 4 5 Division of Workers' Compensation of the Department of Labor б and Employment Security or implement a safety program pursuant 7 to provisions of the rating plan approved by the Division of 8 Safety pursuant to rules adopted by the Division of Safety of 9 the Department of Labor and Employment Security or implement both a drug-free workplace program and a safety program. The 10 11 Division of Safety may by rule require that the client of a 12 help supply services company comply with the essential 13 requirements of a workplace safety program as a condition for receiving a premium credit. The plans must take effect January 14 1, 1994, must be actuarially sound, and must state the savings 15 16 anticipated to result from such drug-testing and safety 17 programs. 18 Section 22. Subsection (3) of section 440.45, Florida 19 Statutes, is repealed. 20 Section 23. If any provision of this act or its application to any person or circumstance is held invalid, the 21 22 invalidity does not affect other provisions or applications of 23 the act which can be given effect without the invalid provision or application, and to this end the provisions of 24 25 this act are declared severable. 26 Section 24. This act shall take effect January 1, 27 2002. 28 29 30 31