A bill to be entitled 1 2 An act relating to workers' compensation; amending s. 3 440.13, F.S.; revising requirements for determining 4 the amount of a reimbursement for repackaged or 5 relabeled prescription medication; providing an 6 exception; prohibiting a dispensing manufacturer from 7 possession of a medicinal drug until certain persons 8 are paid; providing an effective date. 9 10 Be It Enacted by the Legislature of the State of Florida: 11 12 Section 1. Subsection (12) of section 440.13, Florida 13 Statutes, is amended to read: 14 440.13 Medical services and supplies; penalty for 15 violations; limitations.-16 (12) CREATION OF THREE-MEMBER PANEL; GUIDES OF MAXIMUM 17 REIMBURSEMENT ALLOWANCES.-18 A three-member panel is created, consisting of the (a) Chief Financial Officer, or the Chief Financial Officer's 19 20 designee, and two members to be appointed by the Governor, subject to confirmation by the Senate, one member who, on 21 22 account of present or previous vocation, employment, or 23 affiliation, shall be classified as a representative of 24 employers, the other member who, on account of previous 25 vocation, employment, or affiliation, shall be classified as a 26 representative of employees. The panel shall determine statewide 27 schedules of maximum reimbursement allowances for medically 28 necessary treatment, care, and attendance provided by

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29 physicians, hospitals, ambulatory surgical centers, work-30 hardening programs, pain programs, and durable medical 31 equipment. The maximum reimbursement allowances for inpatient 32 hospital care shall be based on a schedule of per diem rates, to 33 be approved by the three-member panel no later than March 1, 1994, to be used in conjunction with a precertification manual 34 as determined by the department, including maximum hours in 35 36 which an outpatient may remain in observation status, which 37 shall not exceed 23 hours. All compensable charges for hospital outpatient care shall be reimbursed at 75 percent of usual and 38 39 customary charges, except as otherwise provided by this 40 subsection. Annually, the three-member panel shall adopt schedules of maximum reimbursement allowances for physicians, 41 42 hospital inpatient care, hospital outpatient care, ambulatory 43 surgical centers, work-hardening programs, and pain programs. An individual physician, hospital, ambulatory surgical center, pain 44 program, or work-hardening program shall be reimbursed either 45 the agreed-upon contract price or the maximum reimbursement 46 47 allowance in the appropriate schedule.

(b) It is the intent of the Legislature to increase the schedule of maximum reimbursement allowances for selected physicians effective January 1, 2004, and to pay for the increases through reductions in payments to hospitals. Revisions developed pursuant to this subsection are limited to the following:

Payments for outpatient physical, occupational, and
 speech therapy provided by hospitals shall be reduced to the
 schedule of maximum reimbursement allowances for these services

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57 which applies to nonhospital providers.

58 2. Payments for scheduled outpatient nonemergency 59 radiological and clinical laboratory services that are not 60 provided in conjunction with a surgical procedure shall be 61 reduced to the schedule of maximum reimbursement allowances for 62 these services which applies to nonhospital providers.

63 3. Outpatient reimbursement for scheduled surgeries shall
64 be reduced from 75 percent of charges to 60 percent of charges.

4. Maximum reimbursement for a physician licensed under chapter 458 or chapter 459 shall be increased to 110 percent of the reimbursement allowed by Medicare, using appropriate codes and modifiers or the medical reimbursement level adopted by the three-member panel as of January 1, 2003, whichever is greater.

5. Maximum reimbursement for surgical procedures shall be increased to 140 percent of the reimbursement allowed by Medicare or the medical reimbursement level adopted by the three-member panel as of January 1, 2003, whichever is greater.

74 As to reimbursement for a prescription medication, the (C) 75 reimbursement amount for a prescription shall be the average 76 wholesale price plus \$4.18 for the dispensing fee, except where 77 the carrier has contracted for a lower amount. For repackaged or 78 relabeled prescription medications dispensed by a dispensing 79 practitioner as provided in s. 465.0276, the fee schedule for reimbursement shall be 112.5 percent of the average wholesale 80 81 price, plus \$8.00 for the dispensing fee. For purposes of this 82 subsection, the average wholesale price shall be calculated by 83 multiplying the number of units dispensed times the per-unit 84 average wholesale price set by the original manufacturer of the

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85 underlying drug dispensed by the practitioner, based upon the 86 published manufacturer's average wholesale price published in 87 the Medi-Span Master Drug Database as of the date of dispensing. 88 All pharmaceutical claims submitted for repackaged or relabeled 89 prescription medications must include the National Drug Code of 90 the original manufacturer. Fees for pharmaceuticals and pharmaceutical services shall be reimbursable at the applicable 91 92 fee schedule amount except where the employer or carrier, or a service company, third party administrator, or any entity acting 93 on behalf of the employer or carrier directly contracts with the 94 95 provider seeking reimbursement for a lower amount. Where the 96 employer or carrier has contracted for such services and the 97 employee elects to obtain them through a provider not a party to 98 the contract, the carrier shall reimburse at the schedule, 99 or contract price, whichever is lower. No Such negotiated, 100 contract shall rely on a provider that is not reasonably 101 accessible to the employee.

102 (d) Reimbursement for all fees and other charges for such treatment, care, and attendance, including treatment, care, and 103 104 attendance provided by any hospital or other health care 105 provider, ambulatory surgical center, work-hardening program, or 106 pain program, must not exceed the amounts provided by the 107 uniform schedule of maximum reimbursement allowances as determined by the panel or as otherwise provided in this 108 109 section. This subsection also applies to independent medical 110 examinations performed by health care providers under this 111 chapter. In determining the uniform schedule, the panel shall 112 first approve the data which it finds representative of

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113 prevailing charges in the state for similar treatment, care, and 114 attendance of injured persons. Each health care provider, health 115 care facility, ambulatory surgical center, work-hardening 116 program, or pain program receiving workers' compensation 117 payments shall maintain records verifying their usual charges. 118 In establishing the uniform schedule of maximum reimbursement 119 allowances, the panel must consider:

The levels of reimbursement for similar treatment,
 care, and attendance made by other health care programs or
 third-party providers;

123 2. The impact upon cost to employers for providing a level 124 of reimbursement for treatment, care, and attendance which will 125 ensure the availability of treatment, care, and attendance 126 required by injured workers;

127 3. The financial impact of the reimbursement allowances 128 upon health care providers and health care facilities, including trauma centers as defined in s. 395.4001, and its effect upon 129 130 their ability to make available to injured workers such 131 medically necessary remedial treatment, care, and attendance. The uniform schedule of maximum reimbursement allowances must be 132 133 reasonable, must promote health care cost containment and 134 efficiency with respect to the workers' compensation health care 135 delivery system, and must be sufficient to ensure availability 136 of such medically necessary remedial treatment, care, and 137 attendance to injured workers; and

138 4. The most recent average maximum allowable rate of
139 increase for hospitals determined by the Health Care Board under
140 chapter 408.

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(e) In addition to establishing the uniform schedule ofmaximum reimbursement allowances, the panel shall:

143 1. Take testimony, receive records, and collect data to 144 evaluate the adequacy of the workers' compensation fee schedule, 145 nationally recognized fee schedules and alternative methods of 146 reimbursement to certified health care providers and health care 147 facilities for inpatient and outpatient treatment and care.

148 2. Survey certified health care providers and health care 149 facilities to determine the availability and accessibility of 150 workers' compensation health care delivery systems for injured 151 workers.

3. Survey carriers to determine the estimated impact on carrier costs and workers' compensation premium rates by implementing changes to the carrier reimbursement schedule or implementing alternative reimbursement methods.

4. Submit recommendations on or before January 1, 2003,
and biennially thereafter, to the President of the Senate and
the Speaker of the House of Representatives on methods to
improve the workers' compensation health care delivery system.

161 The department, as requested, shall provide data to the panel, 162 including, but not limited to, utilization trends in the 163 workers' compensation health care delivery system. The 164 department shall provide the panel with an annual report 165 regarding the resolution of medical reimbursement disputes and 166 any actions pursuant to subsection (8). The department shall 167 provide administrative support and service to the panel to the 168 extent requested by the panel. For prescription medication

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- 169 purchased under the requirements of this subsection, a
- 170 dispensing practitioner shall not possess such medication unless
- 171 payment has been made by the practitioner, the practitioner's
- 172 professional practice, or the practitioner's practice management
- 173 company or employer to the supplying manufacturer, wholesaler,
- 174 distributor, or drug repackager within 60 days of the dispensing
- 175 practitioner taking possession of that medication.
- 176

Section 2. This act shall take effect July 1, 2013.

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