By the Committee on Banking and Insurance; and Senator Hays

597-03580-14 20141580c1

1 2 An act

A bill to be entitled

An act relating to the Workers' Compensation Cost Task Force; amending s. 440.13, F.S.; creating the Workers' Compensation Cost Task Force; providing for membership; providing duties; requiring the task force to submit a report to the Governor, the President of the Senate, and the Speaker of the House of Representatives by a specified date; providing an expiration date; providing an effective date.

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Be It Enacted by the Legislature of the State of Florida:

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Section 1. Subsection (17) is added to section 440.13, Florida Statutes, to read:

15 440.13 Medical services and supplies; penalty for violations; limitations.—

- (17) WORKERS' COMPENSATION COST TASK FORCE.-
- (a) The Workers' Compensation Cost Task Force is created.

  The Department of Financial Services shall provide

  administrative and staff support services relating to the

  functions of the task force. The task force shall organize by

  July 1, 2014. The task force shall be composed of the following

  18 members:
- 1. The Chief Financial Officer, or his or her designee, who shall serve as chair of the task force.
- 2. Three members of the task force who shall be the president or chief executive officer, or his or her designee, of the Florida Chamber of Commerce, Associated Industries of Florida, and the Florida Hospital Association.

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3. The Secretary of the Department of Health, or his or her designee.

- 4. One member of the three-member panel, created under subsection (12).
- 5. One member that represents a critical access hospital, appointed by the Speaker of the House of Representatives.
- 6. One member who represents a rural hospital, appointed by the President of the Senate.
- 7. Five members appointed by the President of the Senate and five members appointed by the Speaker of the House of Representatives which must each include:
  - a. A member of the Legislature;
- b. An owner or representative of a hospital system that has over 2,000 beds and provides services to a significant number of workers' compensation claims;
- c. An owner or representative of a business that employs more than 500 employees;
- d. An owner or representative of a business that employs
  less than 25 employees; and
- <u>e. A representative from an insurance company that provides</u> workers' compensation insurance.
- (b) Members of the task force shall serve without compensation, but are entitled to reimbursement for per diem and travel expenses pursuant to s. 112.061.
- (c) The purpose of the task force is to analyze workers' compensation costs. The task force shall review and analyze the recommendations of the Three-Member Panel 2013 Biennial Report in the context of reducing workers' compensation costs. The task force shall develop a report that includes its findings and

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methodology for hospital inpatient and outpatient reimbursements in workers' compensation cases which will reward efficiency, quality, and outcomes. The task force must address other factors related to workers' compensation costs, including, but not limited to, the volume of inpatient and outpatient services, the number of accidents and workers compensation claims, fraud, the cost per claim and treatment, and tort costs related to workers compensation care. The task force shall submit the report to the Governor, the President of the Senate, and the Speaker of the House of Representatives by January 15, 2015.

(d) This subsection shall be repealed June 30, 2015.
Section 2. This act shall take effect upon becoming a law.