SENATE, No. 3375 **STATE OF NEW JERSEY** 219th LEGISLATURE

INTRODUCED JANUARY 21, 2021

Sponsored by: Senator TROY SINGLETON District 7 (Burlington)

SYNOPSIS

Concerns medical treatment arising from workers' compensation claims.

CURRENT VERSION OF TEXT As introduced.



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AN ACT concerning medical treatments arising from workers'
 compensation claims, supplementing chapter 15 of Title 34 of
 the Revised Statutes, and amending various sections of the
 statutory law.

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BE IT ENACTED by the Senate and General Assembly of the State of New Jersey:

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1. R.S.34:15-53 is amended to read as follows:

10 34:15-53. Within 20 days after the filing of an answer, or the 11 expiration of the time for filing an answer if no answer is filed, the 12 secretary of the division shall fix a time and place for hearing the 13 petition, or shall send the petition and answer or a transcript of the petition and answer to the director, a deputy director or 1 of the 14 15 referees, in which case such director, deputy director or referee, 16 within 20 days after the filing of the answer, shall fix a time and 17 place for the hearing of the petition. Such time shall be not less than 18 4 weeks nor more than 6 weeks after the filing of the petition, provided however, that in cases where the extent of permanent 19 20 disability, total or partial, is an issue, the determination of such 21 issue shall be deferred as provided in section 34:15-16 of this Title. 22 The petition shall be heard either in the county in which the injury 23 occurred or in which the petitioner or respondent resides, or in 24 which the respondent's place of business is located, or in which the 25 respondent may be served with process. When a time and place has 26 been fixed for such hearing, the director, deputy director or the 27 referee to whom the cause has been referred shall give at least 10 28 days' notice to each party of the time and place of hearing. Unless 29 the petitioner or respondent gives good cause to the director, deputy 30 director, or the referee that an in-person proceeding is necessary for 31 the proper administration of justice, any administrative matter, 32 conference, or hearing to approve a settlement shall be conducted 33 by telephone or video conferencing. The director, deputy director or 34 any referee to whom a cause has been referred, shall have power to 35 adjourn the hearing thereof from time to time in his discretion.

- 36 (cf: P.L.1956, c.141, s.7)
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2. R.S.34:15-64 is amended to read as follows:

39 34:15-64. a. The commissioner, director and the judges of 40 compensation may make such rules and regulations for the conduct 41 of the hearing not inconsistent with the provisions of this chapter as 42 may, in the commissioner's judgment, be necessary. The official 43 conducting any hearing under this chapter may allow to the party in 44 whose favor judgment is entered, costs of witness fees and a 45 reasonable attorney fee, not exceeding 20% of the judgment; and a

Matter underlined <u>thus</u> is new matter.

EXPLANATION – Matter enclosed in **bold-faced** brackets [thus] in the above bill is not enacted and is intended to be omitted in the law.

reasonable fee not exceeding \$400 for any one witness, except that
 the following fees may be allowed for a medical witness:

3 (1) (a) A fee of not more than \$600 paid to an evaluating
4 physician for an opinion regarding the need for medical treatment
5 or for an estimation of permanent disability, if the physician
6 provides the opinion or estimation in a written report; and

7 (b) An additional fee of not more than \$400 paid to the
8 evaluating physician who makes a court appearance to give
9 testimony; or

10 (2) (a) A fee of not more than \$450 paid to a treating physician 11 for the preparation and submission of a report including the entire 12 record of treatment, medical history, opinions regarding diagnosis, 13 prognosis, causal relationships between the treated condition and 14 the claim, the claimant's ability to return to work with or without 15 restrictions, what, if any, restrictions are appropriate, and the 16 anticipated date of return to work, and any recommendations for 17 further treatment; and

(b) (i) An additional fee of not more than \$300 per hour, with
the total amount not to exceed \$2,500, paid to the treating physician
who gives testimony concerning causal relationship, ability to work
or the need for treatment; or

(ii) An additional fee of not more than \$300 per hour, with the
total amount not to exceed \$1,500, paid to the treating physician
who gives a deposition concerning causal relationship, ability to
work or the need for treatment.

b. (1) No fee for an evaluating physician pursuant to this
section shall be contingent on whether a judgment or award is or is
not made in favor of the petitioner.

(2) No evaluating or treating physician shall charge any fee for a
report, testimony or deposition in excess of the amount permitted
pursuant to the provisions of this section.

32 c. A fee shall be allowed at the discretion of the judge of 33 compensation when, in the official's judgment, the services of an 34 attorney and medical or expert witnesses are necessary for the 35 proper presentation of the case. In determining a reasonable fee for 36 medical or expert witnesses, the official shall consider (1) the time, 37 personnel, and other cost factors required to conduct the 38 examination or expert services; (2) the extent, adequacy and 39 completeness of the medical evaluation or expert services; (3) the 40 objective measurement of bodily function and the avoidance of the 41 use of subjective complaints; and (4) the necessity of a court 42 appearance of the medical or expert witness. When, however, at a 43 reasonable time, prior to any hearing compensation has been offered 44 and the amount then due has been tendered in good faith or paid 45 within 26 weeks from the date of the notification to the employer of 46 an accident or an occupational disease or the employee's final active 47 medical treatment or within 26 weeks after the employee's return to 48 work whichever is later or within 26 weeks after employer's

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1 notification of the employee's death, the reasonable allowance for 2 attorney fee shall be based upon the amount of compensation, 3 theretofore offered, tendered in good faith or paid after the 4 establishment of an attorney-client relationship pursuant to a written 5 agreement, and the amount of the judgment or award in excess of 6 the amount of compensation, theretofore offered. When the amount 7 of the judgment is less than \$200, an attorney fee may be allowed 8 not in excess of \$50. Any fees that the judge of compensation 9 determines are necessary for the proper presentation of the case 10 shall not be limited by any other provision of chapter 15 of Title 34 11 of the Revised Statutes.

12 d. All counsel fees of claimants' attorneys for services 13 performed in matters before the Division of Workers' 14 Compensation, whether or not allowed as part of a judgment, shall 15 be first approved by the judge of compensation before payment. 16 Whenever a judgment or award is made in favor of a petitioner, the 17 judges of compensation or referees of formal hearings shall direct 18 amounts to be deducted for the petitioner's expenses and to be paid 19 directly to the persons entitled to the same, the remainder to be paid 20 directly to the petitioner. In a matter in which compensation, 21 including compensation for medical services, is denied or not 22 promptly provided, and the compensation is paid after a motion 23 claiming the compensation is filed on behalf of the petitioner, the 24 respondent shall pay the actual costs in presenting the motion, 25 including but not limited to the costs of all expert witnesses, 26 together with a counsel fee to the petitioner's counsel in the amount 27 of 20 percent of the expense of all medical and temporary benefits 28 paid by the respondent after the motion filing.

29 (cf: P.L.2018, c.105, s.1)

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31 3. (New section) When an employer furnishes treatment 32 pursuant to R.S.34:15-15, the relationship between treating 33 physician and injured employee shall be deemed the same as if 34 privately contracted between physician and patient, except that the 35 employer shall pay the usual, reasonable, or customary charges for 36 reasonable and necessary treatment causally related to the injury or 37 occupational disease as further provided under this section. Any 38 employer, insurance carrier, or third-party administrator who hires, 39 contacts, designates, or manages medical treatment shall provide 40 the time, date, and substance of any communications with the 41 treating physician to the patient or the patient's legal representative 42 as soon as is practicable. Any written or electronic communication 43 shall be provided contemporaneously to the employee or the 44 employee's designated representatives upon request by employee or 45 employee's authorized representatives. Nurses or rehabilitation 46 professionals who attend medical treatment appointments either 47 personally or via electronic means shall be authorized to do so by 48 the patient or the patient's legal representative. The substance of

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1 nurse or rehabilitation professional participation shall be revealed to 2 the patient or the patient's legal representative. No medical provider 3 shall withhold any communication from an employer or its 4 insurance carrier, or third-party administrator, to a treating 5 physician, from an injured worker or legal representative of an injured worker upon request, without documented therapeutic 6 7 medical reason for the withholding that record. Any willful or 8 repeated violation of this section shall be punishable pursuant to 9 section 1 of P.L.2008, c.93 (C.34:15-28.2) and section 9 of 10 P.L.2001, c.326 (C.34:15-128.5).

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12 4. (New section) Once an employer, its carrier, or its third 13 party administrator authorizes treatment or medical services, or the Division of Workers' Compensation determines the treatment or 14 15 medical services are the responsibility of the employer, the 16 employer, carrier, or third-party administrator shall not delay or 17 deny authorization for any treatment, diagnostic studies, procedures, therapies or medications recommended by an 18 19 authorized medical care provider. No employer, carrier or third-20 party administrator shall de-authorize any medical care provider 21 authorized to treat or provide services to a petitioner without first 22 securing an order from a judge of compensation. A violation of this 23 section shall be punishable pursuant to section 1 of P.L.2008, c.93 24 (C.34:15-28.2).

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5. This act shall take effect immediately.

STATEMENT

This bill concerns medical treatment arising from workers'compensation claims.

33 The bill increases the transparency of medical providers' 34 communications with injured workers. Specifically, the bill 35 provides that any employer, insurance carrier, or third-party administrator, who hires, contacts, designates, or manages medical 36 37 treatment, must provide the time, date, and substance of any 38 communications with the treating physician to the patient or their 39 legal representative as soon as is practicable thereafter. Any written 40 or electronic communication shall be provided contemporaneously 41 to the employee or their designated representatives upon notice 42 from the employee or the employee's authorized representatives. Under this bill, no medical provider shall withhold any 43 44 communication from an employer or its insurance carrier, or third-45 party administrator to a treating physician, from an injured worker 46 or legal representative of an injured worker upon request, without 47 documented therapeutic medical reason for withholding that record.

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1 The bill also mandates non-interference with medical treatment. Once treatment or medical services have been authorized by the 2 3 employer or its carrier or its third party administrator or determined 4 by the Division of Workers' Compensation to be the responsibility 5 of the employer, no employer, carrier or third-party administrator shall delay or deny authorization for any treatment, diagnostic 6 7 studies, procedures, therapies or medications recommended by any 8 authorized medical care providers. No employer, carrier or third-9 party administrator shall de-authorize any medical care provider 10 authorized to treat or provide services to a petitioner without first 11 securing an order from a judge of compensation.

12 The bill also amends existing law to provide for compensation 13 for expert witnesses in workers' compensation hearings, and to 14 allow these hearings to utilize telephone or video conferencing.