HLS 19RS-790 ENGROSSED

2019 Regular Session

HOUSE BILL NO. 571

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BY REPRESENTATIVE SEABAUGH

Prefiled pursuant to Article III, Section 2(A)(4)(b)(i) of the Constitution of Louisiana.

WORKERS COMPENSATION: Provides with respect to plastic and metallic implants or non-autogenous graft

AN ACT

2 To enact R.S. 23:1203.1.2, relative to workers' compensation; to provide with respect to the 3 reimbursement schedule; to provide for plastic and metallic implant or non-4 autogenous graft; to require the purchase of implant or non-autogenous graft; to 5 provide for reimbursement; and to provide for related matters. 6 Be it enacted by the Legislature of Louisiana: 7 Section 1. R.S. 23:1203.1.2 is hereby enacted to read as follows: 8 §1203.1.2. Duty to reimburse health facilities; implant or non-autogenous graft 9 A. When an injured worker requires and is entitled to a procedure that 10 necessitates the use of a plastic and metallic implant or non-autogenous graft, the 11 facility, hospital, or ambulatory surgery center, shall order and purchase the plastic 12 and metallic implant or non-autogenous graft in accordance with the specifications 13 of the surgeon regarding the type, number, and manufacturer of the implant. 14 B. Reimbursement for the plastic and metallic implant or non-autogenous 15 graft shall be at the manufacturer's original invoice amount, exclusive of rebates and 16 discounts, plus twenty percent. 17 C. The facility shall submit to the payor an original manufacturer's invoice 18 detailing the amount paid by the facility, hospital, or ambulatory surgery center for 19 the plastic and metallic implants or non-autogenous graft.

CODING: Words in struck through type are deletions from existing law; words underscored are additions.

DIGEST

The digest printed below was prepared by House Legislative Services. It constitutes no part of the legislative instrument. The keyword, one-liner, abstract, and digest do not constitute part of the law or proof or indicia of legislative intent. [R.S. 1:13(B) and 24:177(E)]

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Seabaugh

Abstract: Allows healthcare providers who purchase plastic and metallic implants or non-autogenous grafts to be reimbursed for reasonable cost of the implants.

<u>Present law</u> provides that the assistant secretary of the office of workers' compensation shall establish and promulgate a reimbursement schedule for drugs, supplies, hospital care and services, medical and surgical treatment, and any non-medical treatment recognized by <u>present law</u>, the Workers' Compensation Act.

<u>Proposed law</u> retains <u>present law</u> to add that the facility, hospital or ambulatory surgery center, must order and pay for the implant or non-autogenous graft and upon receipt of the original manufacturer's invoice, shall be reimbursed by the payor, in accordance with the specifications of the surgeon regarding the type, number, and manufacturer of the implant.

<u>Proposed law</u> provides that the reimbursed amount shall be at the manufacturer's original invoice amount, exclusive of rebates and discounts, plus 20%.

(Adds R.S. 23:1203.1.2)

Summary of Amendments Adopted by House

The Committee Amendments Proposed by <u>House Committee on Labor and Industrial</u> Relations to the original bill:

- 1. Add that the facility, hospital, or ambulatory surgery center shall be reimbursed by the payor in accordance with the specifications of the surgeon including the type, number, and manufacturer of the implant.
- 2. Remove the requirement that the costs associated with the purchasing of an implant or non-autogenous graft not exceed what a prudent buyer pays for an item or service of its kind.
- 3. Remove the requirement that if costs of the implant or non-autogenous graft should exceed the level of a prudent buyer then the amount in excess not be reimbursed.