SENATE BILL 326

49TH LEGISLATURE - STATE OF NEW MEXICO - FIRST SESSION, 2009

INTRODUCED BY

Stuart Ingle

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AN ACT

RELATING TO WORKERS' COMPENSATION; PROVIDING FOR A SCHEDULE OF MAXIMUM ALLOWABLE PAYMENTS FOR HEALTH CARE PROVIDERS.

BE IT ENACTED BY THE LEGISLATURE OF THE STATE OF NEW MEXICO:

Section 1. Section 52-4-5 NMSA 1978 (being Laws 1990 (2nd S.S.), Chapter 2, Section 52, as amended) is amended to read:

"52-4-5. [FEE] MAXIMUM ALLOWABLE PAYMENT SCHEDULE. --

The director shall adopt and promulgate regulations establishing a schedule of maximum [charges] allowable payments as deemed necessary for treatment or attendance, service, devices, apparatus or medicine provided by a health care provider. The [rates] payments listed in the schedules of maximum [charges] allowable payments shall not fall below the sixtieth percentile or above the eightieth percentile of current [rates for] charges by New Mexico health

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care providers. In determining current [rates] payments for health care providers, the director shall utilize [a variety of health care provider charges, including the charges of those providers serving low-income, medicare and medicaid patients] New Mexico health care providers workers' compensation related current procedural terminology codes.

- A health care provider shall be paid [his] the provider's usual and customary fee for services rendered or the maximum [charge] allowable payment established pursuant to Subsection A of this section, whichever is less. However, in no case shall the usual and customary fee exceed the maximum [charge] allowable payment unless a contractual agreement is made with the employer.
- The [fee] maximum allowable payment schedule shall be revised annually by the director utilizing New Mexico health care providers workers' compensation related current procedural terminology codes.
- No amount in excess of the amount required by Subsection B of this section for a service shall be paid by the employer, the employer's insurer, the worker, a representative of the worker or any other person to a health care provider for rendering that service in connection with an injury or disablement within the purview of the Workers' Compensation Act or the New Mexico Occupational Disease Disablement Law.
- If it is determined by the person primarily .175271.1

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(4) assist in establishing the schedules of maximum [charges under] allowable payments pursuant to provisions of Subsection A of this section for any fees that are payable to health care providers;

- assist the director in adopting (5) regulations for employers' utilization review procedures and the establishment and conduct of utilization review boards; and
- report its findings, upon request, to the .175271.1

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director and the advisory council on workers' compensation $\underline{\text{and}}$ occupational disease disablement.

- G. The schedule of maximum [charges] allowable payments specified in this section shall not apply to hospital charges. The director shall establish a separate schedule of maximum charges for hospital charges no later than April 1, 1991.
- H. Nothing in this section shall prevent an employer from contracting with a health care provider for [fees less than the maximum charges allowable] a negotiated payment structure."

Section 2. EFFECTIVE DATE.--The effective date of the provisions of this act is July 1, 2009.

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