CERTIFICATION OF ENROLLMENT

SUBSTITUTE SENATE BILL 5736

Chapter 515, Laws of 1993

(partial veto)

53rd Legislature 1993 Regular Session

WORKERS' COMPENSATION -- CHIROPRACTIC CARE

EFFECTIVE DATE: 7/25/93

Passed by the Senate April 22, 1993 YEAS 38 NAYS 8

JOEL PRITCHARD

President of the Senate

Passed by the House April 9, 1993 YEAS 96 NAYS 2

CERTIFICATE

I, Marty Brown, Secretary of the Senate of the State of Washington, do hereby certify that the attached is **SUBSTITUTE SENATE BILL 5736** as passed by the Senate and the House of Representatives on the dates hereon set forth.

BRIAN EBERSOLE

Speaker of the House of Representatives

Approved May 18, 1993, with the exception of sections 2 and 3, which are vetoed.

MARTY BROWN

Secretary

FILED

May 18, 1993 - 7:21 p.m.

MIKE LOWRY

Governor of the State of Washington

Secretary of State State of Washington

SUBSTITUTE SENATE BILL 5736

AS AMENDED BY THE HOUSE

Passed Legislature - 1993 Regular Session

State of Washington 53rd Legislature 1993 Regular Session

By Senate Committee on Labor & Commerce (originally sponsored by Senators Moore, Pelz and Fraser)

Read first time 03/03/93.

- 1 AN ACT Relating to chiropractic care for industrial insurance;
- 2 amending RCW 51.04.030, 51.32.112, 51.36.100, and 51.36.110; adding a
- 3 new section to chapter 51.04 RCW; and adding a new section to chapter
- 4 51.36 RCW.
- 5 BE IT ENACTED BY THE LEGISLATURE OF THE STATE OF WASHINGTON:
- 6 **Sec. 1.** RCW 51.04.030 and 1989 c 189 s 1 are each amended to read 7 as follows:
- 8 The director shall, through the division of industrial insurance,
- 9 supervise the providing of prompt and efficient care and treatment,
- 10 including care provided by physicians' assistants governed by the
- 11 provisions of chapters 18.57A and 18.71A RCW, acting under a
- 12 supervising physician, and including chiropractic care, to workers
- 13 injured during the course of their employment at the least cost
- 14 consistent with promptness and efficiency, without discrimination or
- 15 favoritism, and with as great uniformity as the various and diverse
- 16 surrounding circumstances and locations of industries will permit and
- 17 to that end shall, from time to time, establish and promulgate and
- 18 supervise the administration of printed forms, rules, regulations, and
- 19 practices for the furnishing of such care and treatment: PROVIDED

- 1 That, the department may recommend to an injured worker particular
- 2 health care services and providers where specialized treatment is
- 3 indicated or where cost effective payment levels or rates are obtained
- 4 by the department: AND PROVIDED FURTHER, That the department may enter
- 5 into contracts for goods and services including, but not limited to,
- 6 durable medical equipment so long as state-wide access to quality
- 7 service is maintained for injured workers.
- 8 The director shall make and, from time to time, change as may be,
- 9 and promulgate a fee bill of the maximum charges to be made by any
- 10 physician, surgeon, chiropractor, hospital, druggist, physicians'
- 11 assistants as defined in chapters 18.57A and 18.71A RCW, acting under
- 12 a supervising physician or other agency or person rendering services to
- 13 injured workers. No service covered under this title shall be charged
- 14 or paid at a rate or rates exceeding those specified in such fee bill,
- 15 and no contract providing for greater fees shall be valid as to the
- 16 excess.
- 17 The director or self-insurer, as the case may be, shall make a
- 18 record of the commencement of every disability and the termination
- 19 thereof and, when bills are rendered for the care and treatment of
- 20 injured workers, shall approve and pay those which conform to the
- 21 promulgated rules, regulations, and practices of the director and may
- 22 reject any bill or item thereof incurred in violation of the principles
- 23 laid down in this section or the rules and regulations promulgated
- 24 under it.
- 25 *NEW SECTION. Sec. 2. A new section is added to chapter 51.04 RCW
- 26 to read as follows:
- 27 The director shall appoint an associate medical director for
- 28 chiropractic. The associate medical director must be eligible to be
- 29 licensed under chapter 18.25 RCW.
- 30 *Sec. 2 was vetoed, see message at end of chapter.
- 31 *NEW SECTION. Sec. 3. A new section is added to chapter 51.36 RCW
- 32 to read as follows:
- 33 (1) The health services that are available to an injured worker
- 34 under RCW 51.36.010 include chiropractic treatment in appropriate cases
- 35 within the scope of practice under chapter 18.25 RCW. As appropriate,
- 36 and subject to the requirements for examinations of workers specified
- 37 in this title, a worker may be required by the department to undergo

- chiropractic examination by a chiropractor licensed under chapter 18.25 RCW for the purpose of assisting the department in making determinations for the closure of a claim, in assessing the necessity and appropriateness of chiropractic care, or in making other determinations within the scope of chiropractic practice related to the worker's industrial injury.
- 7 (2) The department may establish treatment and utilization 8 standards for chiropractic treatment in consultation with 9 representatives of the chiropractic profession. The standards, if any, 10 may be developed in conjunction with the department of health. The 11 standards should include some or all of the following:
- 12 (a) Standards designed to assure quality treatment and to maximize 13 recovery from the industrial injury;
- (b) Standards designed to contain costs, consistent with assured access to medically necessary treatment;
- (c) Standards that permit review of an injured worker's progress toward recovery after a stated number of chiropractic treatments. The standards may require review of chiropractic treatment based on a specified number of treatments, but the standards may not require termination of treatment based solely on the number of treatments;
- (d) Standards for requesting consultation with chiropractors by the department or other health services providers on the necessity or appropriateness of chiropractic care or other subjects within the chiropractic scope of practice.
- 25 *Sec. 3 was vetoed, see message at end of chapter.
- 26 **Sec. 4.** RCW 51.32.112 and 1988 c 114 s 2 are each amended to read 27 as follows:
- 28 (1) The department shall develop standards for the conduct of 29 special medical examinations to determine permanent disabilities, 30 including, but not limited to:
- 31 (a) The qualifications of persons conducting the examinations;
- 32 (b) The criteria for conducting the examinations, including 33 guidelines for the appropriate treatment of injured workers during the 34 examination; and
- 35 (c) The content of examination reports.
- 36 (2) Within the appropriate scope of practice, chiropractors
 37 licensed under chapter 18.25 RCW may conduct special medical
 38 examinations to determine permanent disabilities in consultation with

- 1 physicians licensed under chapter 18.57 or 18.71 RCW. The department,
- 2 in its discretion, may request that a special medical examination be
- 3 conducted by a single chiropractor if the department determines that
- 4 the sole issues involved in the examination are within the scope of
- 5 practice under chapter 18.25 RCW. However, nothing in this section
- 6 <u>authorizes the use as evidence before the board of a chiropractor's</u>
- 7 determination of the extent of a worker's permanent disability if the
- 8 <u>determination</u> is not requested by the department.
- 9 (3) The department shall investigate the amount of examination fees
- 10 received by persons conducting special medical examinations to
- 11 determine permanent disabilities, including total compensation received
- 12 for examinations of department and self- insured claimants, and
- 13 establish compensation guidelines and compensation reporting criteria.
- 14 $((\frac{3}{1}))$ The department shall investigate the level of
- 15 compliance of self-insurers with the requirement of full reporting of
- 16 claims information to the department, particularly with respect to
- 17 medical examinations, and develop effective enforcement procedures or
- 18 recommendations for legislation if needed.
- 19 **Sec. 5.** RCW 51.36.100 and 1986 c 200 s 1 are each amended to read
- 20 as follows:
- 21 The legislature finds and declares it to be in the public interest
- 22 of the residents of the state of Washington that a proper regulatory
- 23 and inspection program be instituted in connection with the provision
- 24 of medical, chiropractic, dental, vocational, and other health services
- 25 to industrially injured workers pursuant to Title 51 RCW. In order to
- 26 effectively accomplish such purpose and to assure that the industrially
- 27 injured worker receives such services as are paid for by the state of
- 28 Washington, the acceptance by the industrially injured worker of such
- 29 services, and the request by a provider of services for reimbursement
- 30 for providing such services, shall authorize the director of the
- 31 department of labor and industries or the director's authorized
- 32 representative to inspect and audit all records in connection with the
- 33 provision of such services.
- 34 **Sec. 6.** RCW 51.36.110 and 1986 c 200 s 2 are each amended to read
- 35 as follows:
- 36 The director of the department of labor and industries or the
- 37 director's authorized representative shall have the authority to:

- (1) Conduct audits and investigations of providers of medical, 1 chiropractic, dental, vocational, and other health services furnished 2 to industrially injured workers pursuant to Title 51 RCW. 3 conduct of such audits or investigations, the director or the 4 5 director's authorized representatives may examine all records, or portions thereof, including patient records, for which services were 6 rendered by a health services provider and reimbursed by the department, notwithstanding the provisions of any other statute which 8 may make or purport to make such records privileged or confidential: 9 10 PROVIDED, That no original patient records shall be removed from the premises of the health services provider, and that the disclosure of 11 any records or information obtained under authority of this section by 12 13 the department of labor and industries is prohibited and constitutes a violation of RCW 42.22.040, unless such disclosure is directly 14 15 connected to the official duties of the department: AND PROVIDED FURTHER, That the disclosure of patient information as required under 16 17 this section shall not subject any physician or other health services provider to any liability for breach of any confidential relationships 18 19 between the provider and the patient: AND PROVIDED FURTHER, That the 20 director or the director's authorized representative shall destroy all copies of patient medical records in their possession upon completion 21 of the audit, investigation, or proceedings; 22
- (2) Approve or deny applications to participate as a provider of services furnished to industrially injured workers pursuant to Title 51 RCW; and
- 26 (3) Terminate or suspend eligibility to participate as a provider 27 of services furnished to industrially injured workers pursuant to Title 28 51 RCW.

Passed the Senate April 22, 1993.

Passed the House April 9, 1993.

Approved by the Governor May 18, 1993, with the exception of certain items which were vetoed.

Filed in Office of Secretary of State May 18, 1993.

- 1 Note: Governor's explanation of partial veto is as follows:
- "I am returning herewith, without my approval of sections 2 and 3, Substitute Senate Bill No. 5736 entitled:
- 4 "AN ACT Relating to chiropractic care for industrial insurance;"
- Section 2 of Substitute Senate Bill No. 5736 would create the position of associate medical director for chiropractic in state statute. It is my understanding that the Department of Labor and Industries has funding for such a position and intends to hire a

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- 1 qualified candidate. No position other than the Director of the 2 Department of Labor and Industries is currently specified in statute.
- This requirement appears to be overly prescriptive and limits the discretion of the agency's director.
- Section 3 would prohibit the termination of treatment based solely on the number of treatments. This provision is not consistent with the direction in which our state is moving with regard to health care reform.
- 9 For these reasons, I have vetoed sections 2 and 3, of Substitute 10 Senate Bill No. 5736.
- With the exception of sections 2 and 3, Substitute Senate Bill No. 12 5736 is approved."