By: Giddings H.B. No. 3121

## A BILL TO BE ENTITLED

1	AN ACT	

- 2 relating to the continuation and operation of the workers'
- 3 compensation system of this state.
- 4 BE IT ENACTED BY THE LEGISLATURE OF THE STATE OF TEXAS:
- 5 SECTION 1. Section 401.002, Labor Code, is amended to read
- 6 as follows:
- 7 Sec. 401.002. APPLICATION OF SUNSET ACT. The Texas
- 8 Workers' Compensation Commission is subject to Chapter 325,
- 9 Government Code (Texas Sunset Act). Unless continued in existence
- 10 as provided by that chapter, the commission is abolished September
- 11 1, 2017 [<del>2005</del>].
- 12 SECTION 2. Subchapter A, Chapter 401, Labor Code, is
- amended by adding Section 401.004 to read as follows:
- 14 Sec. 401.004. LEGISLATIVE INTENT. It is the intent of the
- 15 legislature that the workers' compensation system of this state:
- 16 (1) promote safe and healthy workplaces;
- 17 (2) encourage the safe and timely return of injured
- 18 <u>employees to the workforce;</u>
- 19 (3) provide appropriate and cost-effective income
- 20 benefits and medical benefits; and
- 21 (4) provide appropriate and high-quality medical care
- 22 to restore the injured employee's physical condition and earning
- 23 capacity.
- SECTION 3. Section 401.011, Labor Code, is amended by

- 1 adding Subdivision (35-a) to read as follows:
- 2 (35-a) "Provider network" means a health benefit plan
- 3 under which health care services are provided through contracts
- 4 with health care providers to individuals covered under the plan
- 5 and that requires those individuals to use health care providers
- 6 participating in the plan and procedures covered by the plan. The
- 7 term includes a network operated by:
- 8 (A) a health maintenance organization;
- 9 (B) a preferred provider benefit plan issuer; or
- 10 <u>(C)</u> another entity that offers a managed care
- 11 plan, including an insurance company.
- 12 SECTION 4. Subchapter B, Chapter 408, Labor Code, is
- amended by adding Section 408.031 to read as follows:
- 14 Sec. 408.031. STUDY ON PROVIDER NETWORKS. The commission
- shall study the use of provider networks in the provision of medical
- 16 benefits for injured employees.
- 17 SECTION 5. Subchapter A, Chapter 410, Labor Code, is
- amended by adding Section 410.007 to read as follows:
- 19 Sec. 410.007. PRECEDENT MANUAL FOR CERTAIN DISPUTES. The
- 20 commissioner by rule shall adopt a precedent manual for workers'
- 21 compensation disputes regarding income benefits.
- 22 SECTION 6. Sections 408.0221, 408.0222, and 408.0223, Labor
- 23 Code, are repealed.
- SECTION 7. This Act takes effect September 1, 2005.