By: Romero, Jr.

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H.B. No. 2111

A BILL TO BE ENTITLED

AN ACT

2 relating to changing statutory references to hearing officer and 3 hearings officer to administrative law judge under the workers' 4 compensation system.

5 BE IT ENACTED BY THE LEGISLATURE OF THE STATE OF TEXAS: 6 SECTION 1. Section 1305.356(b), Insurance Code, is amended 7 to read as follows:

8 (b) At a contested case hearing held under Subsection (a), 9 the <u>administrative law judge</u> [hearing officer] conducting the 10 hearing shall consider evidence-based treatment guidelines adopted 11 by the network under Section 1305.304.

SECTION 2. Section 409.0091(m), Labor Code, is amended to read as follows:

14 (m) In a dispute filed under Chapter 410 that arises from a subclaim under this section, an administrative law judge [a hearing 15 16 officer] may issue an order regarding compensability or eligibility for benefits and order the workers' compensation insurance carrier 17 to reimburse health care services paid by the health care insurer as 18 appropriate under this subtitle. Any dispute over the amount of 19 medical benefits owed under this section, including medical 20 necessity issues, shall be determined by medical dispute resolution 21 under Sections 413.031 and 413.032. 22

23 SECTION 3. Section 410.152, Labor Code, is amended to read 24 as follows:

Sec. 410.152. <u>ADMINISTRATIVE LAW JUDGES</u> [HEARING
 OFFICERS]; QUALIFICATIONS. (a) <u>An administrative law judge</u> [A
 hearing officer] shall conduct a contested case hearing.

4 (b) <u>An administrative law judge</u> [<u>A hearing officer</u>] must be
5 licensed to practice law in this state.

6 SECTION 4. Section 410.156(b), Labor Code, is amended to 7 read as follows:

8 (b) A party commits an administrative violation if the 9 party, without good cause as determined by the <u>administrative law</u> 10 <u>judge</u> [hearing officer], does not attend a contested case hearing.

SECTION 5. Section 410.158(a), Labor Code, is amended to read as follows:

13 (a) Except as provided by Section 410.162, discovery is14 limited to:

15 (1) depositions on written questions to any health16 care provider;

17 (2) depositions of other witnesses as permitted by the 18 <u>administrative law judge</u> [hearing officer] for good cause shown; 19 and

20 (3) interrogatories as prescribed by the 21 commissioner.

22 SECTION 6. Section 410.162, Labor Code, is amended to read 23 as follows:

Sec. 410.162. ADDITIONAL DISCOVERY. For good cause shown, a party may obtain permission from the <u>administrative law judge</u> [hearing officer] to conduct additional discovery as necessary.

27 SECTION 7. Section 410.163, Labor Code, is amended to read

1 as follows: Sec. 410.163. POWERS AND DUTIES OF ADMINISTRATIVE LAW JUDGE 2 At a contested case hearing the 3 [HEARING OFFICER]. (a) administrative law judge [hearing officer] shall: 4 5 (1)swear witnesses; (2) receive testimony; 6 7 (3) allow examination and cross-examination of 8 witnesses; 9 (4) accept documents and other tangible evidence; and allow the presentation of evidence by affidavit. 10 (5) An administrative law judge [A hearing officer] shall 11 (b) ensure the preservation of the rights of the parties and the full 12 development of facts required for the determinations to be made. An 13 14 administrative law judge [A hearing officer] may permit the use of 15 summary procedures, if appropriate, including witness statements, summaries, and similar measures to expedite the proceedings. 16 17 SECTION 8. Section 410.164(c), Labor Code, is amended to read as follows: 18

(c) At each contested case hearing, as applicable, the insurance carrier shall file with the <u>administrative law judge</u> [hearing officer] and shall deliver to the claimant a single document stating the true corporate name of the insurance carrier and the name and address of the insurance carrier's registered agent for service of process. The document is part of the record of the contested case hearing.

26 SECTION 9. Section 410.165, Labor Code, is amended to read 27 as follows:

1 Sec. 410.165. EVIDENCE. (a) The <u>administrative law judge</u> 2 [hearing officer] is the sole judge of the relevance and 3 materiality of the evidence offered and of the weight and 4 credibility to be given to the evidence. Conformity to legal rules 5 of evidence is not necessary.

6 (b) <u>An administrative law judge</u> [A hearing officer] may 7 accept a written statement signed by a witness and shall accept all 8 written reports signed by a health care provider.

9 SECTION 10. Section 410.167, Labor Code, is amended to read 10 as follows:

Sec. 410.167. EX PARTE CONTACTS PROHIBITED. A party and <u>an</u> <u>administrative law judge</u> [a hearing officer] may not communicate outside the contested case hearing unless the communication is in writing with copies provided to all parties or relates to procedural matters.

SECTION 11. Sections 410.168(a), (c), (d), and (e), Labor
Code, are amended to read as follows:

18 (a) The <u>administrative law judge</u> [hearing officer] shall
19 issue a written decision that includes:

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(1) findings of fact and conclusions of law;

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(1) IIIIIIIIIgs of fact and conclusions of faw;

a determination of whether benefits are due; and

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(3) an award of benefits due.

(2)

(c) The <u>administrative law judge</u> [hearing officer] may enter an interlocutory order for the payment of all or part of medical benefits or income benefits. The order may address accrued benefits, future benefits, or both accrued benefits and future benefits. The order is binding during the pendency of an appeal to

1 the appeals panel.

2 (d) On a form that the commissioner by rule prescribes, the 3 <u>administrative law judge</u> [hearing officer] shall issue a separate 4 written decision regarding attorney's fees and any matter related 5 to attorney's fees. The decision regarding attorney's fees and the 6 form may not be made known to a jury in a judicial review of an 7 award, including an appeal.

8 (e) The commissioner by rule shall prescribe the times 9 within which the <u>administrative law judge</u> [hearing officer] must 10 file the decisions with the division.

SECTION 12. Section 410.169, Labor Code, is amended to read as follows:

Sec. 410.169. EFFECT OF DECISION. A decision of <u>an</u> administrative law judge [a hearing officer] regarding benefits is final in the absence of a timely appeal by a party and is binding during the pendency of an appeal to the appeals panel.

17 SECTION 13. Sections 410.202(a) and (c), Labor Code, are 18 amended to read as follows:

(a) To appeal the decision of <u>an administrative law judge</u> [a hearing officer], a party shall file a written request for appeal with the appeals panel not later than the 15th day after the date on which the decision of the <u>administrative law judge</u> [hearing officer] is received from the division and shall on the same date serve a copy of the request for appeal on the other party.

(c) A request for appeal or a response must clearly and
concisely rebut or support the decision of the <u>administrative law</u>
<u>judge</u> [hearing officer] on each issue on which review is sought.

H.B. No. 2111 SECTION 14. Section 410.203(b), Labor Code, is amended to 1 2 read as follows: 3 (b) The appeals panel may: 4 (1) reverse the decision of the administrative law 5 judge [hearings officer] and render a new decision; reverse the decision of the administrative law 6 (2) judge [hearings officer] and remand the case to the administrative 7 law judge [hearing officer] for further consideration 8 and development of evidence; or 9 10 (3) affirm the decision of the administrative law judge [hearings officer] in a case described by Section 11 410.204(a-1). 12 SECTION 15. Sections 410.204(a-1) and (c), Labor Code, are 13 14 amended to read as follows: 15 (a-1) An appeals panel may only issue a written decision in a case in which the panel affirms the decision of an administrative 16 17 law judge [a hearings officer] if the case: 18 (1)is a case of first impression; involves a recent change in law; or 19 (2) 20 involves errors at the contested case hearing that (3) require correction but do not affect the outcome of the hearing, 21 including: 22 23 (A) findings of fact for which insufficient 24 evidence exists; 25 (B) incorrect conclusions of law; 26 (C) findings of fact or conclusions of law 27 regarding matters that were not properly before the administrative

1 law judge [hearings officer]; and

2 (D) legal errors not otherwise described by this3 subdivision.

4 (c) If the appeals panel does not issue a decision in
5 accordance with this section, the decision of the <u>administrative</u>
6 <u>law judge</u> [hearing officer] becomes final and is the final decision
7 of the appeals panel.

8 SECTION 16. Sections 413.0311(b), (c), and (d), Labor Code, 9 are amended to read as follows:

(b) A party to a medical dispute described by Subsection (a) is entitled to a contested case hearing. A contested case hearing under this section shall be conducted by <u>an administrative law</u> judge [a hearings officer] in the manner provided for contested case hearings under Subchapter D, Chapter 410. Notwithstanding Section 410.024, a benefit review conference is not a prerequisite to a contested case hearing under this section.

17 (c) The decision of <u>an administrative law judge</u> [a hearings 18 officer] under this section is final in the absence of a timely 19 appeal by a party for judicial review under Subsection (d).

(d) A party who has exhausted all administrative remedies 20 21 under Section 413.031 and this section and who is aggrieved by a final decision of the administrative law judge [hearings officer] 22 under Subsection (c) may seek judicial review of the decision. 23 24 Judicial review under this subsection shall be conducted in the manner provided for judicial review of a contested case under 25 26 Subchapter G, Chapter 2001, Government Code, except that the party seeking judicial review under this section must file suit not later 27

1 than the 45th day after the date on which the division mailed the 2 party the decision of the <u>administrative law judge</u> [hearings 3 officer]. For purposes of this subsection, the mailing date is 4 considered to be the fifth day after the date the decision of the 5 <u>administrative law judge</u> [hearings officer] was filed with the 6 division.

7 SECTION 17. Section 504.054(b), Labor Code, is amended to 8 read as follows:

9 (b) The <u>administrative law judge</u> [hearing officer] 10 conducting the contested case hearing under Subsection (a) shall 11 consider any treatment guidelines adopted by the political 12 subdivision or pool that provides medical benefits under Section 13 504.053(b)(2) if those guidelines meet the standards provided by 14 Section 413.011(e).

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SECTION 18. This Act takes effect September 1, 2017.