By: Burrows, et al. (Senate Sponsor - Perry) 1-1 H.B. No. 2468 (In the Senate - Received from the House April 5, 2023; April 12, 2023, read first time and referred to Committee on Business & Commerce; May 10, 2023, reported favorably by the following vote: Yeas 11, Nays 0; May 10, 2023, sent to printer.) 1-2 1-3 1-4 1-5

1-6 1-7 PNV Yea Nay Absent 1-8 Schwertner Х King Х 1-9 1-10 1-11 Birdwell Х Campbell χ 1-12 Х <u>Creighton</u> 1-13 Х Johnson Х 1-14 Kolkhorst 1**-**15 1**-**16 Menéndez Х Х Middleton 1-17 Nichols Χ 1-18 Zaffirini Х

## COMMITTEE VOTE

1 - 191-20

## A BILL TO BE ENTITLED AN ACT

relating to the entitlement of an injured employee to lifetime 1-21 income benefits under the workers' compensation system. 1-22 1-23

BE IT ENACTED BY THE LEGISLATURE OF THE STATE OF TEXAS:

1-24 SECTION 1. Section 408.0041, Labor Code, is amended by 1-25 amending Subsection (j) and adding Subsection (k-1) to read as 1-26 follows:

1-27 1-28 (j) An employee is not entitled to temporary income benefits, or to lifetime income benefits under Section 408.1615, income if 1-29 applicable to the employee, and an insurance carrier is authorized to suspend the payment of those [temporary income] benefits, during 1-30 and for a period in which the employee fails to submit to an examination required by Subsection (a) or (f) or, if applicable, <u>Section 408.1615(h)</u>, unless the commissioner determines that the employee had good cause for the failure to submit to the 1-31 1-32 1-33 1-34 examination. The commissioner may order temporary income benefits 1-35 or lifetime income benefits under Section 408.1615, as applicable, to be paid for the period for which the commissioner determined that 1-36 1-37 1-38 the employee had good cause. The commissioner by rule shall ensure 1-39 that:

1-40 (1)an employee receives reasonable notice of an examination and the insurance carrier's basis for suspension; and 1-41 1-42 (2) the employee is provided a reasonable opportunity

1-43 to reschedule an examination for good cause. 1-44 (k-1) If the report of a designated doctor indicates that an

employee receiving lifetime income benefits under Section 408.1615 1-45 is no longer entitled to those benefits, the insurance carrier may suspend the payment of lifetime income benefits as provided by that 1-46 1-47 1-48 section. 1-49 SECTION 2. Section 408.161(a), Labor Code, is amended to

1-50 read as follows:

1-51 Lifetime income benefits are paid until the death of the (a) 1-52 employee for: 1-53

(1)total and permanent loss of sight in both eyes;

(2) loss of both feet at or above the ankle;

(3) loss of both hands at or above the wrist;

1-56 (4)loss of one foot at or above the ankle and the loss 1-57 of one hand at or above the wrist;

(5) an injury to the spine that results in permanent and complete paralysis of both arms, both legs, or one arm and one 1-58 1-59 1-60 leg;

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(6) a physically traumatic injury to the brain that,

H.B. No. 2468 as determined using evidence-based medicine, results in a permanent 2-1 major neurocognitive disorder: 2-2 for which the employee requires occasional 2-3 (A) 2-4 supervision in the performance of routine daily tasks of self-care; 2**-**5 2**-**6 and (B) that renders the employee permanently 2-7 unemployable [resulting in incurable insanity or imbecility]; or (7) third degree burns that cover at least 40 percent 2-8 2-9 of the body and require grafting, or third degree burns covering the 2**-**10 2**-**11 majority of: [either] both hands; (A) [or] one hand and one foot; or 2-12 (B) (C) 2-13 one hand or one foot and the face. SECTION 3. Subchapter I, Chapter 408, Labor Code, amended by adding Section 408.1615 to read as follows: 2-14 is 2**-**15 2**-**16 Sec. 408.1615. LIFETIME INCOME BENEFITS FOR CERTAIN FIRST 2-17 RESPONDERS. (a) In this section: (1) "First responder" means an individual who is: 2-18 2-19 (A) a peace officer under Article 2.12, Code of 2-20 2-21 Criminal Procedure; (B) certified under Chapter 773, Health and 2-22 <u>Safety</u>Code, as an emergency care attendant, advanced emergency medical technician, emergency medical technician-paramedic or a 2-23 <u>licensed paramedic;</u> (C) 2-24 (C) a firefighter subject to certification by the Texas Commission on Fire Protection under Chapter 419, Government 2**-**25 2**-**26 2-27 Code, whose principal duties are aircraft crash and rescue or fire 2-28 fighting; or 2-29 an individual covered under Section 504.012 (D) 2-30 2-31 who is providing volunteer services as: a volunteer firefighter, regardless of (i) 2-32 whether the individual is certified under Chapter 419, Government 2-33 <u>Code; or</u> 2-34 med<u>ical</u> <u>(ii)</u> an emergency services volunteer, as defined by Section 773.003, Health and Safety Code. (2) "Serious bodily injury" has the meaning assigned 2-35 2-36 2-37 by Section 1.07, Penal Code. 2-38 (b) This section applies only to an employee who sustains a serious bodily injury, other than an injury described by Section 408.161, in the course and scope of the employee's employment or volunteer service as a first responder that renders the employee 2-39 2-40 2-41 2-42 permanently unemployable. (c) Except as otherwise provided by this section, an employee to which this section applies is entitled to receive lifetime income benefits paid until the employee's death for the employee's injury. Sections 408.161(c) and (d) apply to the 2-43 2-44 2-45 2-46 payment of lifetime income benefits under this section. 2-47 2-48 (d) The division shall accelerate any dispute, including a contested case hearing or appeal requested by the employee, regarding an employee's continuing entitlement to lifetime income benefits under this section. The employee shall provide notice to 2-49 2-50 2-51 2-52 the division that the dispute involves a first responder. 2-53 (e) An employee receiving lifetime income benefits under this section shall annually certify to the insurance carrier, in 2-54 the form and manner prescribed by the division, that the employee was not employed in any capacity during the preceding year. 2-55 2-56 (f) Notwithstanding Sections 410.169 and 410.205, 2-57 an insurance carrier may periodically review an employee's continuing 2-58 entitlement to lifetime income benefits under this section, but not 2-59 2-60 2-61 an insurance carrier 2-62 review an employee's continuing entitlement to lifetime income 2-63 benefits under this section regardless of the date on which the insurance carrier most recently reviewed the employee's continuing 2-64 entitlement, if: (1) the 2-65 2-66 employee certifies to the insurance carrier under Subsection (e) that the employee was not employed in any 2-67 capacity during the preceding year; 2-68 2-69 (2) the insurance carrier provides evidence to the

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commissioner that the certification provided by the employee under 3-1 Subsection (e) is not accurate; and 3-2 3-3 the commissioner notifies the insurance carrier (3) that the commissioner has determined that the evidence provided by the insurance carrier is sufficient to show that the certification 3-4 3-5 3-6 provided by the employee under Subsection (e) may not be accurate. 3-7 (h) An insurance carrier reviewing an employee's continuing entitlement under Subsection (f) or (g) shall request 3-8 the commissioner to order a medical examination conducted by a 3-9 3-10 3-11 designated doctor under Section 408.0041. Except as otherwise provided by this section, the requirements of Section 408.0041 apply to an examination ordered under this subsection to the same 3-12 extent 3-13 as if the examination were ordered under Section 408.0041(a). 3-14 (i) An employee is not entitled to lifetime income benefits under this section, and an insurance carrier is authorized to suspend the payment of lifetime income benefits, during and for a 3**-**15 3**-**16 3-17 3-18 period in which the employee fails to complete the annual certification required by Subsection (e), the employee is employed in any capacity, or as provided under Section 408.0041(j) or (k-1), unless the commissioner determines that there is good cause. The 3-19 3-20 3-21 The 3-22 commissioner by rule shall ensure that an employee receives reasonable notice of the insurance carrier's basis for the 3-23 suspension and is provided a reasonable opportunity to complete the 3-24 3-25 annual certification under Subsection (e) or otherwise respond to 3**-**26 the notice. 3-27 The commissioner shall adopt rules necessary to (j) 3-28 implement this section, including rules: (1) prescribing the deadline for the submission and 3-29 the form and the manner of the submission of the annual certification required by Subsection (e); and 3-30 3-31 (2) establishing procedures for: 3-32 3-33 (A) the review of an employee's continuing entitlement to lifetime income benefits under this section; (B) the suspension and reinstatement of lifetime income benefits under this section; and 3-34 3-35 3-36 3-37 (C) the termination of lifetime income benefits 3-38 under this section on a final determination that an employee is no longer entitled to the benefits. SECTION 4. The changes in law made by this Act apply to a 3-39 3-40 claim for lifetime income benefits based on a compensable injury 3-41 3-42 that occurs on or after the effective date of this Act. A claim based on a compensable injury that occurs before the effective date of this Act is governed by the law in effect on the date the compensable injury occurred, and the former law is continued in 3-43 3-44 3-45 effect for that purpose. 3-46 3-47 SECTION 5. This Act takes effect September 1, 2023.

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