# HOUSE BILL 830

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5lr2871 CF SB 464

#### By: **Delegates Lisanti and Waldstreicher** Introduced and read first time: February 13, 2015 Assigned to: Economic Matters

## A BILL ENTITLED

1 AN ACT concerning

## 2 Workers' Compensation Act – Frivolous Proceedings – Required Finding

- FOR the purpose of requiring, for the purpose of assessing certain costs under a certain
  provision of law, the Workers' Compensation Commission to find under certain
  circumstances that a person has brought a proceeding under the Workers'
  Compensation Act without any reasonable ground; and general relating to frivolous
  proceedings under the Workers' Compensation Act.
- 8 BY repealing and reenacting, with amendments,
- 9 Article Labor and Employment
- 10 Section 9–734
- 11 Annotated Code of Maryland
- 12 (2008 Replacement Volume and 2014 Supplement)
- SECTION 1. BE IT ENACTED BY THE GENERAL ASSEMBLY OF MARYLAND,
   That the Laws of Maryland read as follows:
- 15

#### Article – Labor and Employment

16 9–734.

17 **(A)** If the Commission finds that a person has brought a proceeding under this 18 title without any reasonable ground, the Commission shall assess against the person the 19 whole cost of the proceeding, including reasonable attorney's fees.

20 (B) FOR THE PURPOSE OF DETERMINING WHETHER TO ASSESS THE WHOLE 21 COST OF A PROCEEDING AGAINST A PERSON UNDER SUBSECTION (A) OF THIS 22 SECTION, THE COMMISSION SHALL FIND THAT A PERSON HAS BROUGHT A 23 PROCEEDING UNDER THIS TITLE WITHOUT ANY REASONABLE GROUND IF THE 24 PERSON IS:

EXPLANATION: CAPITALS INDICATE MATTER ADDED TO EXISTING LAW. [Brackets] indicate matter deleted from existing law.



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(1) AN INSURER OR A SELF–INSURER THAT:

2 (I) TERMINATED PAYMENT OF TEMPORARY TOTAL BENEFITS IN 3 A MANNER THAT VIOLATED § 9–733 OF THIS SUBTITLE;

4 (II) TERMINATED PAYMENT FOR MEDICAL BENEFITS IN A 5 MANNER THAT VIOLATED § 9–733 OF THIS SUBTITLE, INCLUDING FAILING TO 6 ATTACH A COPY OF A MEDICAL RECORD OR REPORT TO A TERMINATION NOTICE AS 7 REQUIRED UNDER § 9–733(C)(2) OF THIS SUBTITLE; OR

8 (III) TERMINATED THE PAYMENT OF MEDICAL BENEFITS OR 9 REFUSED TO AUTHORIZE A MEDICAL TREATMENT OR SERVICE WITHOUT OBTAINING 10 AN ADMISSIBLE MEDICAL REPORT OR RECORD THAT RECOMMENDED THE 11 TERMINATION OR REFUSAL; OR

12 (2) A PARTY THAT CAUSED THE SCHEDULING OF A HEARING BEFORE
 13 THE COMMISSION WITHOUT A REASONABLE LEGAL OR EVIDENTIARY BASIS FOR THE
 14 POSITION THE PARTY WILL ASSERT OR DID ASSERT IN THE HEARING.

15 SECTION 2. AND BE IT FURTHER ENACTED, That this Act shall take effect 16 October 1, 2015.