AGW/LN

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## **SENATE** STATE OF MINNESOTA NINETY-THIRD SESSION

## S.F. No. 1322

## (SENATE AUTHORS: MORRISON, Maye Quade, Kupec, Boldon and Utke) DATE D-PG OFFICIAL STATUS

02/06/2023	679	Introduction and first reading
		Referred to Health and Human Services
02/08/2023	746	Authors added Kupec; Boldon
02/09/2023	766	Author added Utke
03/07/2024	12028	Comm report: To pass and re-referred to Judiciary and Public Safety

1.1	A bill for an act
1.2 1.3	relating to health occupations; creating a physical therapy interstate licensure compact; proposing coding for new law in Minnesota Statutes, chapter 148.
1.4	BE IT ENACTED BY THE LEGISLATURE OF THE STATE OF MINNESOTA:
1.5	Section 1. [148.675] PHYSICAL THERAPY LICENSURE COMPACT.
1.6	The physical therapy licensure compact is enacted into law and entered into with all
1.7	other jurisdictions legally joining in the compact in the form substantially specified in this
1.8	section.
1.9	ARTICLE I
1.10	PURPOSE
1.11	The purpose of this compact is to facilitate interstate practice of physical therapy with
1.11 1.12	The purpose of this compact is to facilitate interstate practice of physical therapy with the goal of improving public access to physical therapy services. The practice of physical
1.12	the goal of improving public access to physical therapy services. The practice of physical
1.12 1.13	the goal of improving public access to physical therapy services. The practice of physical therapy occurs in the state where the patient or client is located at the time of the patient or
1.12 1.13 1.14	the goal of improving public access to physical therapy services. The practice of physical therapy occurs in the state where the patient or client is located at the time of the patient or client encounter. The compact preserves the regulatory authority of states to protect public
<ol> <li>1.12</li> <li>1.13</li> <li>1.14</li> <li>1.15</li> </ol>	the goal of improving public access to physical therapy services. The practice of physical therapy occurs in the state where the patient or client is located at the time of the patient or client encounter. The compact preserves the regulatory authority of states to protect public health and safety through the current system of state licensure.
<ol> <li>1.12</li> <li>1.13</li> <li>1.14</li> <li>1.15</li> <li>1.16</li> </ol>	the goal of improving public access to physical therapy services. The practice of physical therapy occurs in the state where the patient or client is located at the time of the patient or client encounter. The compact preserves the regulatory authority of states to protect public health and safety through the current system of state licensure. This compact is designed to achieve the following objectives:
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<ol> <li>1.12</li> <li>1.13</li> <li>1.14</li> <li>1.15</li> <li>1.16</li> <li>1.17</li> <li>1.18</li> </ol>	the goal of improving public access to physical therapy services. The practice of physical therapy occurs in the state where the patient or client is located at the time of the patient or client encounter. The compact preserves the regulatory authority of states to protect public health and safety through the current system of state licensure. This compact is designed to achieve the following objectives: (1) increase public access to physical therapy services by providing for the mutual recognition of other member state licenses;

1

Section 1.

	12/22/22	REVISOR	AGW/LN	23-00626	as introduced
2.1	<u>(4)</u> suppo	ort spouses of relo	ocating military me	mbers;	
2.2	(5) enhan	nce the exchange of	f licensure, investiga	ative, and disciplinary info	ormation between
2.3	member stat				
2.4	<u>(6)</u> allow	a remote state to	hold a provider of	services with a compact	privilege in that
2.5	state accoun	table to that state'	s practice standards	<u>S.</u>	
2.6			ARTICLE		
2.7			DEFINITIO	ONS	
2.8	As used	in this compact, a	nd except as otherv	vise provided, the follow	ing terms have
2.9	the meaning	s given them.			
2.10	<u>(a)</u> "Acti	ve duty military"	means full-time du	ty status in the active uni	iformed service
2.11	of the United	d States, including	g members of the N	ational Guard and Reser	ve on active duty
2.12	orders pursu	ant to United Stat	es Code, title 10, c	hapters 1209 and 1211.	
2.13	<u>(b)</u> "Adv	erse action" mean	s disciplinary actio	n taken by a physical the	erapy licensing
2.14	board based	upon misconduct	, unacceptable perf	ormance, or a combination	on of both.
2.15	<u>(c) "Alte</u>	rnative program"	means a nondiscipl	inary monitoring or prac	tice remediation
2.16	process appr	coved by a physica	al therapy licensing	board. Alternative prog	ram includes but
2.17	is not limited	d to substance abu	ise issues.		
2.18	<u>(d) "Com</u>	npact privilege" m	eans the authorizat	ion granted by a remote	state to allow a
2.19	licensee from	n another member	state to practice as	a physical therapist or w	ork as a physical
2.20	therapist ass	istant in the remo	te state under its lav	ws and rules. The practic	e of physical
2.21	therapy occu	ars in the member	state where the pat	ient or client is located a	it the time of the
2.22	patient or cli	ient encounter.			
2.23	<u>(e) "Cont</u>	tinuing competend	ce" means a require	ement, as a condition of l	icense renewal,
2.24	to provide ev	vidence of particij	pation in, or comple	etion of, educational and	professional
2.25	activities rel	evant to practice of	or area of work.		
2.26	<u>(f)</u> "Data	system" means a	repository of infor	mation about licensees, i	ncluding
2.27	examination	, licensure, invest	igative, compact pr	ivilege, and adverse acti	<u>.on.</u>
2.28	<u>(g) "Encu</u>	umbered license"	means a license that	at a physical therapy lice	nsing board has
2.29	limited in an	ny way.			
2.30	<u>(h) "Exec</u>	cutive board" mea	uns a group of direc	tors elected or appointed	l to act on behalf
2.31	of, and with	in the powers gran	nted to them by, the	commission.	

	12/22/22	REVISOR	AGW/LN	23-00626	as introduced
3.1	<u>(i)</u> "Hom	e state" means the	member state that	is the licensee's primary	state of residence.
3.2	(j) "Inve	stigative information	ion" means informa	ation, records, and docur	ments received or
3.3				oursuant to an investigat	
3.4	<u>(k)</u> "Juris	sprudence require	ment" means the as	sessment of an individu	al's knowledge of
3.5	the laws and	l rules governing t	he practice of phys	sical therapy in a state.	
3.6	<u>(</u> 1) "Lice	nsee" means an in	dividual who curre	ntly holds an authorizat	ion from the state
3.7	to practice a	s a physical thera	oist or to work as a	physical therapist assist	ant.
3.8	<u>(m) "Me</u>	mber state" means	s a state that has en	acted the compact.	
3.9	<u>(n)</u> "Part	y state" means any	y member state in v	which a licensee holds a	current license or
3.10	compact pri	vilege or is applyi	ng for a license or	compact privilege.	
3.11	<u>(o) "Phys</u>	sical therapist" mea	ans an individual wl	ho is licensed by a state to	practice physical
3.12	therapy.				
3.13	<u>(p) "Phy</u>	sical therapist assi	stant" means an ind	dividual who is licensed	or certified by a
3.14	state and wh	no assists the phys	ical therapist in sel	ected components of ph	ysical therapy.
3.15	<u>(q)</u> "Phy	sical therapy," "ph	ysical therapy prac	tice," or "the practice of	physical therapy"
3.16	means the ca	are and services pr	ovided by or under	the direction and superv	ision of a licensed
3.17	physical the	rapist.			
3.18	<u>(r)</u> "Phys	sical Therapy Com	npact Commission"	or "commission" mean	s the national
3.19	administrati	ve body whose me	mbership consists	of all states that have ena	cted the compact.
3.20	<u>(s)</u> "Phys	sical therapy licen	sing board" or "lice	ensing board" means the	agency of a state
3.21	that is respon	nsible for the licens	sing and regulation of	of physical therapists and	physical therapist
3.22	assistants.				
3.23	<u>(t)</u> "Rem	ote state" means a	member state othe	er than the home state w	here a licensee is
3.24	exercising o	r seeking to exerc	ise the compact pri	vilege.	
3.25	<u>(u) "Rule</u>	e" means a regulat	ion, principle, or d	irective promulgated by	the commission
3.26	that has the	force of law.			
3.27	<u>(v) "Stat</u>	e" means any state	e, commonwealth,	district, or territory of th	e United States
3.28	that regulate	es the practice of p	hysical therapy.		
3.29			ARTICLE	111	
3.30		STATE P	ARTICIPATION	IN THE COMPACT	
3.31	<u>(a)</u> To pa	articipate in the co	mpact, a state must	<u>::</u>	

4.1	(1) participate fully in the commission's data system, including using the commission's
4.2	unique identifier as defined in rules;
4.3	(2) have a mechanism in place for receiving and investigating complaints about licensees;
4.4	(3) notify the commission, in compliance with the terms of the compact and rules, of
4.5	any adverse action or the availability of investigative information regarding a licensee;
4.6	(4) fully implement a criminal background check requirement, within a time frame
4.7	established by rule, by receiving the results of the Federal Bureau of Investigation record
4.8	search on criminal background checks and use the results in making licensure decisions in
4.9	accordance with paragraph (b);
4.10	(5) comply with the rules of the commission;
4.11	(6) utilize a recognized national examination as a requirement for licensure pursuant to
4.12	the rules of the commission; and
4.13	(7) have continuing competence requirements as a condition for license renewal.
4.14	(b) Upon adoption of this compact, the member state shall have the authority to obtain
4.15	biometric-based information from each physical therapy licensure applicant and submit this
4.16	information to the Federal Bureau of Investigation for a criminal background check in
4.17	accordance with United States Code, title 28, section 534, and United States Code, title 42,
4.18	section 14616.
4.19	(c) A member state shall grant the compact privilege to a licensee holding a valid
4.20	unencumbered license in another member state in accordance with the terms of the compact
4.21	and rules.
4.22	(d) Member states may charge a fee for granting a compact privilege.
4.23	ARTICLE IV
4.24	COMPACT PRIVILEGE
4.25	(a) To exercise the compact privilege under the terms and provisions of the compact,
4.26	the licensee shall:
4.27	(1) hold a license in the home state;
4.28	(2) have no encumbrance on any state license;
4.29	(3) be eligible for a compact privilege in any member state in accordance with paragraphs
4.30	(d), (g), and (h);

12/22/22

REVISOR

AGW/LN

23-00626

as introduced

	12/22/22	REVISOR	AGW/LN	23-00626	as introduced
5.1	(4) have	not had any adver	se action against an	y license or compact pri	vilege within the
5.2	previous two	o years;			
5.3	<u>(5) notif</u>	y the commission	that the licensee is	seeking the compact priv	vilege within a
5.4	remote state	or states;			
5.5	<u>(6) pay a</u>	any applicable fees	s, including any stat	e fee, for the compact p	rivilege;
5.6	<u>(7) meet</u>	any jurisprudence	e requirements estab	lished by the remote sta	te or states in
5.7	which the li	censee is seeking	a compact privilege	; and	
5.8	<u>(8)</u> repor	t to the commission	on adverse action ta	ken by any nonmember	state within 30
5.9	days from th	ne date the adverse	e action is taken.		
5.10	<u>(b)</u> The o	compact privilege	is valid until the ex	piration date of the hom	e license. The
5.11	licensee mu	st comply with the	e requirements of pa	aragraph (a) to maintain	the compact
5.12	privilege in	the remote state.			
5.13	(c) A lice	ensee providing pl	nysical therapy in a	remote state under the c	ompact privilege
5.14	shall function	on within the laws	and regulations of	he remote state.	
5.15	<u>(d)</u> A lic	ensee providing p	hysical therapy in a	remote state is subject t	to that state's
5.16	regulatory a	uthority. A remote	e state may, in accor	dance with due process	and that state's
5.17	laws, remov	e a licensee's com	pact privilege in the	remote state for a specif	ic period of time,
5.18	impose fine	s, or take any othe	r necessary actions	to protect the health and	l safety of its
5.19	citizens. The	e licensee is not el	igible for a compac	t privilege in any state u	intil the specific
5.20	time for rem	noval has passed a	nd all fines are paid	<u>.</u>	
5.21	<u>(e)</u> If a h	ome state license	is encumbered, the	licensee shall lose the co	ompact privilege
5.22	in any remo	te state until the fo	ollowing occur:		
5.23	<u>(1) the h</u>	ome state license	is no longer encum	pered; and	
5.24	<u>(2) two y</u>	years have elapsed	from the date of th	e adverse action.	
5.25	(f) Once	an encumbered li	cense in the home s	tate is restored to good s	standing, the
5.26	licensee mu	st meet the require	ements of paragraph	(a) to obtain a compact	t privilege in any
5.27	remote state	<u>.</u>			
5.28	<u>(g)</u> If a li	icensee's compact	privilege in any ren	note state is removed, the	e individual shall
5.29	lose the con	npact privilege in a	any remote state un	til the following occur:	
5.30	<u>(1) the s</u>	pecific period of ti	me for which the co	ompact privilege was ren	noved has ended;
5.31	<u>(2) all fi</u>	nes have been paid	l; and		

	12/22/22	REVISOR	AGW/LN	23-00626	as introduced
6.1	<u>(3) two </u>	years have elapsed	from the date of	the adverse action.	
6.2	<u>(h) Once</u>	e the requirements	of paragraph (g)	have been met, the license	e must meet the
6.3	requirement	ts in paragraph (a)	to obtain a compa	act privilege in a remote st	ate.
6.4			ARTICI	LE V	
6.5	A	CTIVE DUTY M	ILITARY PERS	ONNEL OR THEIR SP(	DUSES
6.6	A licens	ee who is active d	uty military or is	the spouse of an individua	l who is active
6.7				ng as the home state:	
6.8	(1) hom	e of record;			
6.9	<u>(2) perm</u>	nanent change of st	tation (PCS) state	; or	
6.10	<u>(3) state</u>	of current residen	ce if different that	n the PCS state or home of	f record.
6.11			ARTICL	<u>E VI</u>	
6.12			ADVERSE A	CTIONS	
6.13	<u>(a) A ho</u>	ome state shall have	e exclusive power	to impose adverse action	against a license
6.14	issued by th	ne home state.			
6.15	<u>(b)</u> A ho	ome state may take	adverse action ba	ased on the investigative ir	nformation of a
6.16	remote state	e, so long as the ho	me state follows	its own procedures for imp	oosing adverse
6.17	action.				
6.18	<u>(c) Noth</u>	ing in this compac	et shall override a	member state's decision th	nat participation
6.19	in an alterna	ative program may	be used in lieu o	f adverse action and that s	uch participation
6.20	shall remain	n nonpublic if requ	ired by the memb	er state's laws. Member sta	ates must require
6.21	licensees w	ho enter any altern	ative programs in	lieu of discipline to agree	not to practice
6.22	in any other	r member state dur	ing the term of th	e alternative program with	out prior
6.23	authorizatio	on from such other	member state.		
6.24	(d) Any	member state may	v investigate actua	l or alleged violations of t	he statutes and
6.25	rules author	rizing the practice	of physical therap	y in any other member sta	te in which a
6.26	physical the	erapist or physical	therapist assistant	holds a license or compac	et privilege.
6.27	<u>(e)</u> A rei	mote state shall ha	ve the authority to	<u>):</u>	
6.28	<u>(1) take</u>	adverse actions as	set forth in articl	e IV, paragraph (d), agains	t a licensee's
6.29	compact pri	ivilege in the state;	<u>-</u>		
6.30	<u>(2) issue</u>	e subpoenas for bot	h hearings and in	vestigations that require th	e attendance and
6.31	testimony o	f witnesses and the	e production of ev	vidence. Subpoenas issued	by a physical

12/22/22	REVISOR	AGW/LN	23-00626	as introduced
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7.1	therapy licensing board in a party state for the attendance and testimony of witnesses, or
7.2	the production of evidence from another party state, shall be enforced in the latter state by
7.3	any court of competent jurisdiction, according to the practice and procedure of that court
7.4	applicable to subpoenas issued in proceedings pending before it. The issuing authority shall
7.5	pay any witness fees, travel expenses, mileage, and other fees required by the service statutes
7.6	of the state where the witnesses or evidence are located; and
7.7	(3) if otherwise permitted by state law, recover from the licensee the costs of
7.8	investigations and disposition of cases resulting from any adverse action taken against that
7.9	licensee.
7.10	(f) In addition to the authority granted to a member state by its respective physical therapy
7.11	practice act or other applicable state law, a member state may participate with other member
7.12	states in joint investigations of licensees.
7.13	(g) Member states shall share any investigative, litigation, or compliance materials in
7.14	furtherance of any joint or individual investigation initiated under the compact.
7.15	ARTICLE VII
7.16	ESTABLISHMENT OF THE PHYSICAL THERAPY COMPACT COMMISSION
7.17	(a) The compact member states hereby create and establish a joint public agency known
7.18	as the Physical Therapy Compact Commission:
7.19	(1) the commission is an instrumentality of the compact states;
7.20	(2) venue is proper and judicial proceedings by or against the commission shall be
7.21	brought solely and exclusively in a court of competent jurisdiction where the principal office
7.22	of the commission is located. The commission may waive venue and jurisdictional defenses
7.23	to the extent it adopts or consents to participate in alternative dispute resolution proceedings;
7.24	and
7.25	(3) nothing in this compact shall be construed to be a waiver of sovereign immunity.
7.26	(b) Membership, voting, and meetings:
7.27	(1) each member state shall have and be limited to one delegate selected by that member
7.28	state's licensing board;
7.29	(2) the delegate shall be a current member of the licensing board who is a physical

12/22/22	REVISOR	AGW/LN	23-00626	as introduced
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8.1	(3) each delegate shall be entitled to one vote with regard to the promulgation of rules
8.2	and creation of bylaws and shall otherwise have an opportunity to participate in the business
8.3	and affairs of the commission;
8.4	(4) a delegate shall vote in person or by such other means as provided in the bylaws.
8.5	The bylaws may provide for delegates' participation in meetings by telephone or other means
8.6	of communication;
8.7	(5) any delegate may be removed or suspended from office as provided by the laws of
8.8	the state from which the delegate is appointed;
8.9	(6) the member state board shall fill any vacancy occurring in the commission;
8.10	(7) the commission shall meet at least once during each calendar year. Additional
8.11	meetings shall be held as set forth in the bylaws;
8.12	(8) all meetings shall be open to the public and public notice of meetings shall be given
8.13	in the same manner as required under the rulemaking provisions in article IX;
8.14	(9) the commission or the executive board or other committees of the commission may
8.15	convene in a closed, nonpublic meeting if the commission or executive board or other
8.16	committees of the commission must discuss:
8.17	(i) noncompliance of a member state with its obligations under the compact;
8.18	(ii) the employment, compensation, discipline, or other matters, practices, or procedures
8.19	related to specific employees or other matters related to the commission's internal personnel
8.20	practices and procedures;
8.21	(iii) current, threatened, or reasonably anticipated litigation;
8.22	(iv) negotiation of contracts for the purchase, lease, or sale of goods, services, or real
8.23	estate;
8.24	(v) accusing any person of a crime or formally censuring any person;
8.25	(vi) disclosure of trade secrets or commercial or financial information that is privileged
8.26	or confidential;
8.27	(vii) disclosure of information of a personal nature where disclosure would constitute a
8.28	clearly unwarranted invasion of personal privacy;
8.29	(viii) disclosure of investigative records compiled for law enforcement purposes;

12/22/22	REVISOR	AGW/LN	23-00626	as introduced
			25 00020	

9.1	(ix) disclosure of information related to any investigative reports prepared by or on
9.2	behalf of or for use of the commission or other committee charged with responsibility of
9.3	investigation or determination of compliance issues pursuant to the compact; or
9.4	(x) matters specifically exempted from disclosure by federal or member state statute;
9.5	(10) if a meeting, or portion of a meeting, is closed pursuant to this provision, the
9.6	commission's legal counsel or designee shall certify that the meeting may be closed and
9.7	shall reference each relevant exempting provision; and
9.8	(11) the commission shall keep minutes that fully and clearly describe all matters
9.9	discussed in a meeting and shall provide a full and accurate summary of actions taken and
9.10	the reasons therefore, including a description of the views expressed. All documents
9.11	considered in connection with an action shall be identified in such minutes. All minutes and
9.12	documents of a closed meeting shall remain under seal, subject to release by a majority vote
9.13	of the commission or order of a court of competent jurisdiction.
9.14	(c) The commission shall have the following powers and duties:
9.15	(1) establish the fiscal year of the commission;
9.16	(2) establish bylaws;
9.17	(3) maintain its financial records in accordance with the bylaws;
9.18	(4) meet and take such actions as are consistent with the provisions of this compact and
9.19	the bylaws;
9.20	(5) promulgate uniform rules to facilitate and coordinate implementation and
9.21	administration of this compact. The rules shall have the force and effect of law and shall
9.22	be binding in all member states;
9.23	(6) bring and prosecute legal proceedings or actions in the name of the commission,
9.24	provided that the standing of any state physical therapy licensing board to sue or be sued
9.25	under applicable law shall not be affected;
9.26	(7) purchase and maintain insurance and bonds;
9.27	(8) borrow, accept, or contract for services of personnel, including but not limited to
9.28	employees of a member state;
9.29	(9) hire employees; elect or appoint officers; fix compensation; define duties; grant such
9.30	individuals appropriate authority to carry out the purposes of the compact; and establish the
9.31	commission's personnel policies and programs relating to conflicts of interest, qualifications
9.32	of personnel, and other related personnel matters;

	12/22/22	REVISOR	AGW/LN	23-00626	as introduced
10.1	(10) acce	pt any and all app	ropriate donations	and grants of money, equi	pment, supplies,
10.2	materials, an	d services and rec	eive, utilize, and o	lispose of the same, provi	ided that at all
10.3	times the con	mmission shall av	oid any appearanc	e of impropriety or confli	ct of interest;
10.4	(11) lease	; purchase; accept	t appropriate gifts	or donations of; or otherw	rise to own, hold,
10.5	improve, or	use any property,	real, personal, or r	nixed, provided that at all	times the
10.6	commission	shall avoid any ap	opearance of impro	opriety;	
10.7	<u>(12) sell,</u>	convey, mortgage	e, pledge, lease, ex	change, abandon, or othe	rwise dispose of
10.8	any property	real, personal, or	mixed;		
10.9	<u>(13) estal</u>	blish a budget and	make expenditure	es;	
10.10	<u>(14) borr</u>	ow money;			
10.11	<u>(15)</u> appo	oint committees, in	ncluding standing	committees composed of	members, state
10.12	regulators, st	tate legislators or t	their representativ	es, consumer representati	ves, and such
10.13	other interes	ted persons as may	y be designated in	this compact and the byla	aws;
10.14	<u>(16) prov</u>	ide and receive inf	ormation from, and	l cooperate with, law enfor	cement agencies;
10.15	<u>(17) estal</u>	blish and elect an	executive board; a	nd	
10.16	(18) perf	orm such other fu	nctions as may be	necessary or appropriate	to achieve the
10.17	purposes of	this compact const	istent with the stat	e regulation of physical the	herapy licensure
10.18	and practice.	<u>.</u>			
10.19	<u>(d)</u> The e	executive board:			
10.20	(1) the ex	ecutive board shal	l have the power to	act on behalf of the comm	nission according
10.21	to the terms	of this compact;			
10.22	(2) the ex	ecutive board sha	Ill be composed of	nine members as follows	<u>s:</u>
10.23	(i) seven	voting members v	who are elected by	the commission from the	e current
10.24	membership	of the commission	<u>n;</u>		
10.25	<u>(ii) one e</u>	x officio, nonvotii	ng member from t	he recognized national ph	ysical therapy
10.26	professional	association; and			
10.27	<u>(iii) one e</u>	ex officio, nonvoti	ing member from	the recognized membersh	ip organization
10.28	of the physic	cal therapy licensing	ng boards;		
10.29	(3) the ex	officio members	must be selected l	by their respective organized	zations;
10.30	(4) the co	mmission may re	move any member	r of the executive board a	s provided in the
10.31	bylaws;				

	12/22/22	REVISOR	AGW/LN	23-00626	as introduced
11.1	(5) the ex	cecutive board sha	ll meet at least ann	ually; and	
11.2	(6) the ex	cecutive board sha	Il have the followin	ng duties and responsibilities	ties:
11.3	(i) recom	mend to the entire	e commission chang	ges to the rules or bylaws	, changes to this
11.4	compact leg	islation, fees paid	by compact membe	er states such as annual d	ues, and any
11.5	commission	compact fee charg	ged to licensees for	the compact privilege;	
11.6	(ii) ensur	e compact admini	stration services ar	e appropriately provided,	contractual or
11.7	otherwise;				
11.8	(iii) prep	are and recommer	nd the budget;		
11.9	(iv) main	tain financial reco	ords on behalf of th	e commission;	
11.10	(v) monit	tor compact comp	liance of member s	tates and provide compli	ance reports to
11.11	the commiss	ion;			
11.12	(vi) estab	olish additional co	mmittees as necess	ary; and	
11.13	(vii) othe	r duties as provide	ed in rules or bylaw	<u>/S.</u>	
11.14	(e) Finan	cing of the comm	ission:		
11.15	(1) the co	mmission shall pa	ay, or provide for th	e payment of, the reasona	able expenses of
11.16	the commiss	ion's establishmer	nt, organization, and	l ongoing activities;	
11.17	(2) the co	ommission may ac	cept any and all ap	propriate revenue sources	, donations, and
11.18	grants of mo	ney, equipment, s	upplies, materials,	and services;	
11.19	(3) the co	ommission may le	vy on and collect a	n annual assessment fron	n each member
11.20	state or impo	ose fees on other p	arties to cover the c	cost of the operations and	activities of the
11.21	commission	and the commission	on's staff, which mu	ist be in a total amount su	fficient to cover
11.22	its annual bu	dget as approved e	each year for which	revenue is not provided b	y other sources.
11.23	The aggrega	te annual assessm	ent amount shall be	e allocated based upon a t	formula to be
11.24	determined b	by the commission	n, which shall prom	ulgate a rule binding upo	n all member
11.25	states;				
11.26	(4) the co	ommission shall no	ot incur obligations	of any kind prior to secu	ring the funds
11.27	adequate to r	neet the same; nor	shall the commissi	on pledge the credit of an	y of the member
11.28	states, excep	t by and with the	authority of the me	mber state; and	
11.29	(5) the co	ommission shall ke	eep accurate accour	nts of all receipts and dist	oursements. The
11.30	receipts and	disbursements of	the commission sha	all be subject to the audit	and accounting
11.31	procedures e	stablished under t	he commission's by	laws. However, all recei	pts and

12/22/22	REVISOR	AGW/LN	23-00626	as introduced
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- disbursements of funds handled by the commission shall be audited yearly by a certified or
- 12.2 licensed public accountant and the report of the audit shall be included in and become part
- 12.3 of the annual report of the commission.

## 12.4 (f) Qualified immunity, defense, and indemnification:

- 12.5 (1) the members, officers, executive director, employees, and representatives of the
- 12.6 commission shall be immune from suit and liability, either personally or in their official
- 12.7 capacity, for any claim for damage to or loss of property or personal injury or other civil
- 12.8 liability caused by or arising out of any actual or alleged act, error, or omission that occurred,
- 12.9 or that the person against whom the claim is made had a reasonable basis for believing
- 12.10 occurred, within the scope of commission employment, duties, or responsibilities, provided
- 12.11 that nothing in this paragraph shall be construed to protect any such person from suit or
- 12.12 <u>liability for any damage, loss, injury, or liability caused by the intentional or willful or</u>
- 12.13 wanton misconduct of that person;

(2) the commission shall defend any member, officer, executive director, employee, or 12.14 representative of the commission in any civil action seeking to impose liability arising out 12.15 of any actual or alleged act, error, or omission that occurred within the scope of commission 12.16 employment, duties, or responsibilities, or that the person against whom the claim is made 12.17 had a reasonable basis for believing occurred within the scope of commission employment, 12.18 duties, or responsibilities, provided that nothing herein shall be construed to prohibit that 12.19 person from retaining his or her own counsel, and provided further that the actual or alleged 12.20 act, error, or omission did not result from the intentional or willful or wanton misconduct 12.21 12.22 of that person; and

- (3) the commission shall indemnify and hold harmless any member, officer, executive
   director, employee, or representative of the commission for the amount of any settlement
   or judgment obtained against that person arising out of any actual or alleged act, error, or
   omission that occurred within the scope of commission employment, duties, or
- 12.27 responsibilities, or that such person had a reasonable basis for believing occurred within
- 12.28 the scope of commission employment, duties, or responsibilities, provided that the actual
- 12.29 or alleged act, error, or omission did not result from the intentional or willful or wanton
- 12.30 misconduct of that person.
- 12.31 ARTICLE VIII
- 12.32 DATA SYSTEM

	12/22/22	REVISOR	AGW/LN	23-00020	as introduced
13.1	<u>(a)</u> The co	ommission shall p	provide for the dev	relopment, maintenance,	and utilization of
13.2	a coordinated	l database and rep	oorting system cor	taining licensure, advers	e action, and
13.3	investigative	information on a	ll licensed individ	uals in member states.	
13.4	(b) Notwi	thstanding any of	her provision of s	tate law to the contrary, a	1 member state
13.5	shall submit	a uniform data se	t to the data syster	n on all individuals to wl	nom this compact
13.6	is applicable	as required by the	e rules of the com	mission, including:	
13.7	(1) identii	fying information	2		
13.8	<u>(2) licens</u>	ure data;			
13.9	<u>(3)</u> advers	se actions against	a license or comp	act privilege;	
13.10	<u>(4) nonco</u>	nfidential inform	ation related to alt	ernative program particij	oation;
13.11	<u>(5)</u> any de	enial of application	n for licensure an	d the reason or reasons fo	or the denial; and
13.12	<u>(6)</u> other i	nformation that m	ay facilitate the ad	ministration of this compared	act, as determined
13.13	by the rules of	of the commission	<u>1.</u>		
13.14	(c) Invest	igative information	on pertaining to a	licensee in any member s	state will only be
13.15	available to c	other party states.			
13.16	<u>(d)</u> The co	ommission shall p	romptly notify all	member states of any adv	verse action taken
13.17	against a lice	nsee or an individ	lual applying for a	license. Adverse action	information
13.18	pertaining to	a licensee in any	member state will	be available to any othe	r member state.
13.19	(e) Memb	er states contribut	ing information to	the data system may desi	gnate information
13.20	that may not	be shared with th	e public without t	he express permission of	the contributing
13.21	state.				
13.22	(f) Any in	nformation submi	tted to the data sys	stem that is subsequently	required to be
13.23	expunged by	the laws of the m	ember state contr	ibuting the information s	hall be removed
13.24	from the data	i system.			
13.25			ARTICLI	<u>E IX</u>	
13.26			RULEMAI	KING	
13.27	<u>(a)</u> The co	ommission shall e	exercise its rulema	king powers pursuant to	the criteria set
13.28	forth in this a	rticle and the rule	es adopted thereur	der. Rules and amendme	nts shall become
13.29	binding as of	the date specified	d in each rule or a	mendment.	
13.30	<u>(b)</u> If a m	ajority of the legi	slatures of the me	mber states rejects a rule	, by enactment of
13.31	a statute or re	esolution in the sa	me manner used t	o adopt the compact with	in four years of

12/22/22

REVISOR

AGW/LN

23-00626

as introduced

	12/22/22	REVISOR	AGW/LN	23-00626	as introduced
14.1	the date of ad	option of the rule	e, then such rule s	hall have no further force	and effect in any
14.2	member state				
14.3	(c) Rules of	or amendments to	o the rules shall be	e adopted at a regular or sp	pecial meeting of
14.4	the commission	on.			
14.5	(d) Prior to	o promulgation a	nd adoption of a f	final rule or rules by the co	mmission and at
14.6	least 30 days i	in advance of the	meeting at which	the rule will be considered	l and voted upon,
14.7	the commission	on shall file a not	tice of proposed r	ulemaking:	
14.8	(1) on the	website of the co	ommission or othe	er publicly accessible plat	form; and
14.9	(2) on the	website of each m	ember state physi	cal therapy licensing board	or other publicly
14.10	accessible pla	tform or the publ	ication in which e	ach state would otherwise	publish proposed
14.11	rules.				
14.12	<u>(e)</u> The no	otice of proposed	rulemaking shall	include:	
14.13	(1) the pro-	posed time, date	, and location of	the meeting in which the r	ule will be
14.14	considered an	id voted upon;			
14.15	(2) the tex	t of the proposed	l rule or amendme	ent and the reason for the	proposed rule;
14.16	<u>(3)</u> a reque	est for comments	on the proposed	rule from any interested p	erson; and
14.17	(4) the mat	nner in which int	erested persons m	ay submit notice to the con	nmission of their
14.18	intention to at	ttend the public h	earing and any w	ritten comments.	
14.19	(f) Prior to	adoption of a pr	roposed rule, the	commission shall allow pe	ersons to submit
14.20	written data, f	facts, opinions, a	nd arguments, wh	ich shall be made availab	le to the public.
14.21	<u>(g)</u> The co	mmission shall g	grant an opportun	ity for a public hearing be	fore it adopts a
14.22	rule or amend	lment if a hearing	g is requested by:		
14.23	(1) at least	t 25 persons;			
14.24	<u>(2) a state</u>	or federal gover	nmental subdivisi	on or agency; or	
14.25	<u>(3) an asso</u>	ociation having a	t least 25 member	<u>rs.</u>	
14.26	(h) If a hea	aring is held on th	e proposed rule of	r amendment, the commiss	sion shall publish
14.27	the place, time	e, and date of the	scheduled public	hearing. If the hearing is h	eld via electronic
14.28	means, the co	mmission shall p	oublish the mecha	nism for access to the elec	tronic hearing:
14.29	<u>(1) all per</u>	sons wishing to b	be heard at the hea	aring shall notify the exec	utive director of
14.30	the commission	on or other desig	nated member in	writing of their desire to a	ppear and testify
14.31	at the hearing	not less than fiv	e business days b	efore the scheduled date o	f the hearing;

	12/22/22	REVISOR	AGW/LN	23-00626	as introduced
15.1	(2) hearin	ngs shall be condu	cted in a manner	providing each person who	o wishes to
15.2				omment orally or in writin	
15.0					
15.3			orded. A copy of	the recording will be made	available on
15.4	request; and				
15.5				l as requiring a separate he	<b>U</b>
15.6		nay be grouped for	r the convenience	e of the commission at hear	ings required by
15.7	this section.				
15.8	<u>(i)</u> Follow	wing the scheduled	l hearing date, or	by the close of business or	n the scheduled
15.9	hearing date	if the hearing was	not held, the cor	nmission shall consider all	written and oral
15.10	comments re	eceived.			
15.11	<u>(j)</u> If no v	written notice of in	ntent to attend the	e public hearing by interest	ed parties is
15.12	received, the	e commission may	proceed with pro	omulgation of the proposed	rule without a
15.13	public hearing	ng.			
15.14	(k) The c	commission shall,	by majority vote	of all members, take final a	action on the
15.15	proposed rul	le and shall determ	nine the effective	date of the rule, if any, bas	ed on the
15.16	rulemaking	record and the full	text of the rule.		
15.17	<u>(l)</u> Upon	determination that	t an emergency e	xists, the commission may	consider and
15.18	adopt an eme	ergency rule witho	ut prior notice, op	portunity for comment, or h	earing, provided
15.19	that the usua	al rulemaking proc	edures provided	in the compact and in this s	section shall be
15.20	retroactively	applied to the rul	e as soon as reaso	onably possible, in no even	t later than 90
15.21	days after th	e effective date of	the rule. For the	purposes of this provision,	an emergency
15.22	rule is one the	nat must be adopte	d immediately in	order to:	
15.23	<u>(1) meet</u>	an imminent threa	t to public health	, safety, or welfare;	
15.24	<u>(2) preve</u>	ent a loss of comm	ission or member	r state funds;	
15.25	<u>(3) meet</u>	a deadline for the	promulgation of	an administrative rule that	is established by
15.26	federal law o	or rule; or			
15.27	<u>(4) prote</u>	ct public health an	d safety.		
15.28	<u>(m)</u> The o	commission or an a	authorized commi	ittee of the commission may	direct revisions
15.29	to a previous	sly adopted rule or	amendment for p	ourposes of correcting typo	graphical errors,
15.30	errors in form	nat, errors in cons	istency, or gramm	natical errors. Public notice	of any revisions
15.31	shall be post	ed on the website	of the commission	n. The revision shall be sub	ject to challenge
15.32	by any perso	on for a period of 3	30 days after post	ing. The revision may be c	hallenged only

	12/22/22	REVISOR	AGW/LN	23-00626	as introduced
16.1	on grounds t	hat the revision re	sults in a material o	change to a rule. A challen	ge shall be made
16.2				ission prior to the end of t	
16.3	If no challen	ige is made, the re	evision will take ef	fect without further action	n. If the revision
16.4	is challenged	d, the revision ma	y not take effect w	ithout the approval of the	commission.
16.5			ARTICL	E X	
16.6	<u>0</u> \	/ERSIGHT, DIS	PUTE RESOLUT	TION, AND ENFORCE	MENT
16.7	(a) Overs	sight:			
16.8	(1) the ex	cecutive, legislativ	ve, and judicial bran	nches of state government	in each member
16.9	state shall er	nforce this compac	ct and take all actio	ons necessary and appropr	iate to effectuate
16.10	the compact'	s purposes and int	ent. The provisions	s of this compact and the ru	iles promulgated
16.11	hereunder sł	nall have standing	as statutory law;		
16.12	<u>(2) all co</u>	ourts shall take juc	licial notice of the	compact and the rules in a	any judicial or
16.13	administrativ	ve proceeding in a	member state perta	aining to the subject matte	r of this compact
16.14	which may a	affect the powers,	responsibilities, or	actions of the commission	on; and
16.15	(3) the co	ommission shall be	e entitled to receive	e service of process in any	such proceeding
16.16	and shall hav	ve standing to inter	rvene in such a pro	ceeding for all purposes. F	ailure to provide
16.17	service of pr	rocess to the comm	nission shall rende	er a judgment or order voi	d as to the
16.18	commission	, this compact, or	promulgated rules	<u>.</u>	
16.19	(b) Defa	ult, technical assis	stance, and termina	tion:	
16.20	(1) if the	commission dete	rmines that a mem	ber state has defaulted in	the performance
16.21	of its obligat	tions or responsib	ilities under this co	ompact or the promulgated	d rules, the
16.22	commission	shall:			
16.23	<u>(i) provid</u>	de written notice t	to the defaulting sta	ate and other member stat	es of the nature
16.24	of the defaul	lt, the proposed m	eans of curing the	default, or any other action	on to be taken by
16.25	the commiss	sion; and			
16.26	<u>(ii) provi</u>	de remedial traini	ing and specific tec	chnical assistance regarding	ng the default;
16.27	<u>(2) if a st</u>	tate in default fail	s to cure the defaul	It, the defaulting state may	y be terminated
16.28	from the con	npact upon an affi	rmative vote of a m	ajority of the member stat	es, and all rights,
16.29	privileges, a	nd benefits confe	rred by this compa	ct may be terminated on t	he effective date
16.30	of termination	on. A cure of the o	default does not rel	ieve the offending state o	f obligations or
16.31	liabilities ind	curred during the	period of default;		

12/22/22	REVISOR	AGW/LN	23-00626	as introduced
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17.1	(3) termination of membership in the compact shall be imposed only after all other means
17.2	of securing compliance have been exhausted. Notice of intent to suspend or terminate shall
17.3	be given by the commission to the governor, the majority and minority leaders of the
17.4	defaulting state's legislature, and each of the member states;
17.5	(4) a state that has been terminated is responsible for all assessments, obligations, and
17.6	liabilities incurred through the effective date of termination, including obligations that
17.7	extend beyond the effective date of termination;
17.8	(5) the commission shall not bear any costs related to a state that is found to be in default
17.9	or that has been terminated from the compact, unless agreed upon in writing between the
17.10	commission and the defaulting state; and
17.11	(6) the defaulting state may appeal the action of the commission by petitioning the United
17.12	States District Court for the District of Columbia or the federal district where the commission
17.13	has its principal offices. The prevailing member shall be awarded all costs of such litigation,
17.14	including reasonable attorney fees.
17.15	(c) Dispute resolution:
17.16	(1) upon request by a member state, the commission shall attempt to resolve disputes
17.17	related to the compact that arise among member states and between member and nonmember
17.18	states; and
17.19	(2) the commission shall promulgate a rule providing for both mediation and binding
17.20	dispute resolution for disputes as appropriate.
17.21	(d) Enforcement:
17.22	(1) the commission, in the reasonable exercise of its discretion, shall enforce the
17.23	provisions and rules of this compact;
17.24	(2) by majority vote, the commission may initiate legal action in the United States District
17.25	Court for the District of Columbia or the federal district where the commission has its
17.26	principal offices against a member state in default to enforce compliance with the provisions
17.27	of the compact and its promulgated rules and bylaws. The relief sought may include both
17.28	injunctive relief and damages. In the event judicial enforcement is necessary, the prevailing
17.29	member shall be awarded all costs of such litigation, including reasonable attorney fees;
17.30	and
17.31	(3) the remedies herein shall not be the exclusive remedies of the commission. The
17.32	commission may pursue any other remedies available under federal or state law.

23-00626

18.1	ARTICLE XI
18.2	DATE OF IMPLEMENTATION OF THE INTERSTATE COMPACT FOR
18.3	PHYSICAL THERAPY PRACTICE AND ASSOCIATED RULES, WITHDRAWAL,
18.4	AND AMENDMENTS
18.5	(a) The compact shall come into effect on the date on which the compact statute is
18.6	enacted into law in the tenth member state. The provisions, which become effective at that
18.7	time, shall be limited to the powers granted to the commission relating to assembly and the
18.8	promulgation of rules. Thereafter, the commission shall meet and exercise rulemaking
18.9	powers necessary to the implementation and administration of the compact.
18.10	(b) Any state that joins the compact subsequent to the commission's initial adoption of
18.11	the rules shall be subject to the rules as they exist on the date on which the compact becomes
18.12	law in that state. Any rule that has been previously adopted by the commission shall have
18.13	the full force and effect of law on the day the compact becomes law in that state.
18.14	(c) Any member state may withdraw from this compact by enacting a statute repealing
18.15	the same:
18.16	(1) a member state's withdrawal shall not take effect until six months after enactment
18.17	of the repealing statute; and
18.18	(2) withdrawal shall not affect the continuing requirement of the withdrawing state's
18.19	physical therapy licensing board to comply with the investigative and adverse action reporting
18.20	requirements of this act prior to the effective date of withdrawal.
18.21	(d) Nothing contained in this compact shall be construed to invalidate or prevent any
18.22	physical therapy licensure agreement or other cooperative arrangement between a member
18.23	state and a nonmember state that does not conflict with the provisions of this compact.
18.24	(e) This compact may be amended by the member states. No amendment to this compact
18.25	shall become effective and binding upon any member state until it is enacted into the laws
18.26	of all member states.
18.27	ARTICLE XII
18.28	<b>CONSTRUCTION AND SEVERABILITY</b>
18.29	This compact shall be liberally construed so as to effectuate the purposes thereof. The
18.30	provisions of this compact shall be severable and if any phrase, clause, sentence, or provision
18.31	of this compact is declared to be contrary to the constitution of any party state or of the
18.32	United States or the applicability thereof to any government, agency, person, or circumstance

- 19.1 is held invalid, the validity of the remainder of this compact and the applicability thereof
- 19.2 to any government, agency, person, or circumstance shall not be affected thereby. If this
- 19.3 compact shall be held contrary to the constitution of any party state, the compact shall
- 19.4 remain in full force and effect as to the remaining party states and in full force and effect
- 19.5 <u>as to the party state affected as to all severable matters.</u>
- 19.6 **EFFECTIVE DATE.** This section is effective the day following final enactment. The
- 19.7 Board of Physical Therapy must publish the effective date of the compact in the State
- 19.8 <u>Register and on the board's website.</u>