By: Guillen H.B. No. 4300

A BILL TO BE ENTITLED

1	AN ACT
2	relating to expedited credentialing of certain physiciar
3	assistants and advanced practice nurses by managed care plan
4	issuers.
5	BE IT ENACTED BY THE LEGISLATURE OF THE STATE OF TEXAS:
6	SECTION 1. Chapter 1452, Insurance Code, is amended by
7	adding Subchapter F to read as follows:
8	SUBCHAPTER F. EXPEDITED CREDENTIALING PROCESS FOR CERTAIN
9	PHYSICIAN ASSISTANTS AND ADVANCED PRACTICE NURSES
10	Sec. 1452.251. DEFINITIONS. In this subchapter:
11	(1) "Advanced practice nurse" means an advanced
12	practice registered nurse as defined by Section 301.152,
13	Occupations Code.
14	(2) "Applicant" means a physician assistant or
15	advanced practice nurse applying for expedited credentialing under
16	this subchapter.
17	(3) "Enrollee" means an individual who is eligible to
18	receive health care services under a managed care plan.
19	(4) "Health care provider" means:
20	(A) an individual who is licensed, certified, or
21	otherwise authorized to provide health care services in this state;
22	<u>or</u>
23	(B) a hospital, emergency clinic, outpatient
24	clinic, or other facility providing health care services.

1	(5) "Managed care plan" means a health benefit plan
2	under which health care services are provided to enrollees through
3	contracts with health care providers and that requires enrollees to
4	use participating providers or that provides a different level of
5	coverage for enrollees who use participating providers. The term
6	includes a health benefit plan issued by:
7	(A) a health maintenance organization;
8	(B) a preferred provider benefit plan issuer; or
9	(C) any other entity that issues a health benefit
10	plan, including an insurance company.
11	(6) "Medical group" means:
12	(A) a single legal entity authorized to practice
13	medicine in this state that is owned by two or more physicians; or
14	(B) a professional association composed solely
15	of physicians.
16	(7) "Participating provider" means a health care
17	provider who has contracted with a health benefit plan issuer to
18	provide services to enrollees.
19	(8) "Physician" means an individual licensed to
20	practice medicine in this state.
21	(9) "Physician assistant" means an individual who
22	holds a license issued under Chapter 204, Occupations Code.
23	Sec. 1452.252. APPLICABILITY. This subchapter applies only
24	to a physician assistant or advanced practice nurse who joins, as an
25	employee, an established medical group that has a contract with a
26	managed care plan that already includes contracted rates for
27	physician assistants or advanced practice nurses employed by the

- 1 medical group.
- 2 Sec. 1452.253. ELIGIBILITY REQUIREMENTS. To qualify for
- 3 expedited credentialing under this subchapter and payment under
- 4 Section 1452.254, a physician assistant or advanced practice nurse
- 5 must:
- 6 (1) be licensed in this state by, and in good standing
- 7 with, the Texas Physician Assistant Board or Texas Board of
- 8 Nursing;
- 9 (2) submit all documentation and other information
- 10 required by the managed care plan issuer to begin the credentialing
- 11 process required for the issuer to include the physician assistant
- 12 or advanced practice nurse in the plan's network;
- 13 (3) agree to comply with the terms of the managed care
- 14 plan's participating provider contract with the physician
- 15 assistant's or advanced practice nurse's established medical group,
- 16 <u>including the rates applicable to other physician assistants or</u>
- 17 advanced practice nurses under the contract; and
- 18 <u>(4) have received express written consent from the</u>
- 19 physician assistant's or advanced practice nurse's established
- 20 medical group to apply for expedited credentialing under this
- 21 <u>subchapter</u>.
- Sec. 1452.254. PAYMENT FOR SERVICES OF PHYSICIAN ASSISTANT
- 23 OR ADVANCED PRACTICE NURSE DURING CREDENTIALING PROCESS. After an
- 24 applicant has met the eligibility requirements under Section
- 25 1452.253, the issuer shall, for payment purposes only, treat the
- 26 applicant as if the applicant is a participating provider in the
- 27 plan's network when the applicant provides services to the plan's

- 1 enrollees as an employee of the applicant's established medical
- 2 group, including:
- 3 (1) authorizing the applicant's medical group to
- 4 collect copayments from the enrollees for the applicant's services;
- 5 and
- 6 (2) making payments to the applicant's medical group
- 7 for the applicant's services.
- 8 Sec. 1452.255. DIRECTORY ENTRIES. Nothing in this
- 9 subchapter may be construed as requiring the managed care plan
- 10 issuer to include the applicant in the plan's directory, Internet
- 11 website listing, or other listing of participating providers.
- 12 Sec. 1452.256. EFFECT OF FAILURE TO MEET CREDENTIALING
- 13 REQUIREMENTS. If, on completion of the credentialing process, the
- 14 managed care plan issuer determines that the applicant does not
- 15 meet the issuer's credentialing requirements:
- 16 (1) the issuer may recover from the applicant's
- 17 medical group that was paid under Section 1452.254 an amount equal
- 18 to the difference between payments for in-network benefits and
- 19 out-of-network benefits; and
- 20 (2) the applicant's medical group may retain any
- 21 copayments collected or in the process of being collected as of the
- 22 <u>date of the issuer's determination.</u>
- Sec. 1452.257. ENROLLEE HELD HARMLESS. An enrollee is not
- 24 responsible and shall be held harmless for the difference between
- 25 in-network copayments paid under Section 1452.254 by the enrollee
- 26 to an applicant's medical group for services provided by an
- 27 employee applicant physician assistant or advanced practice nurse

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- 1 who is determined to be ineligible under Section 1452.256 and the
- 2 enrollee's managed care plan's charges for out-of-network services.
- 3 The physician assistant's or advanced practice nurse's medical
- 4 group may not charge the enrollee for any portion of the physician
- 5 assistant's or advanced practice nurse's fee that is not paid or
- 6 reimbursed by the plan.
- 7 Sec. 1452.258. LIMITATION ON MANAGED CARE ISSUER LIABILITY.
- 8 A managed care plan issuer that complies with this subchapter is not
- 9 subject to liability for damages arising out of or in connection
- 10 with, directly or indirectly, the payment by the issuer of a
- 11 physician assistant's or advanced practice nurse's medical group
- 12 for services provided by the medical group's employed physician
- 13 assistant or advanced practice nurse treated as if the physician
- 14 assistant or advanced practice nurse is a participating provider in
- 15 the plan's network under this subchapter.
- SECTION 2. This Act takes effect September 1, 2023.