

1 therapy occurs in the state where the patient or client is
2 located at the time of the patient or client encounter. The
3 Compact preserves the regulatory authority of states to protect
4 public health and safety through the current system of state
5 licensure.

6 This Compact is designed to achieve the following
7 objectives:

- 8 (1) Increase public access to physical therapy services by
9 providing for the mutual recognition of other member state
10 licenses;
- 11 (2) Enhance the states' ability to protect the public's
12 health and safety;
- 13 (3) Encourage the cooperation of member states in
14 regulating multi-state physical therapy practice;
- 15 (4) Support spouses of relocating military members;
- 16 (5) Enhance the exchange of licensure, investigative, and
17 disciplinary information between member states; and
- 18 (6) Allow a remote state to hold a provider of services
19 with a compact privilege in that state accountable to that
20 state's practice standards.

21 SECTION 2. Definitions



1 As used in this Compact, and except as otherwise provided,
2 the following definitions shall apply:

3 (1) "Active Duty Military" means full-time duty status in
4 the active uniformed service of the United States, including
5 members of the National Guard and Reserve on active duty orders
6 pursuant to 10 U.S.C. Chapter 1209 and 1211.

7 (2) "Adverse Action" means disciplinary action taken by a
8 physical therapy licensing board based upon misconduct,
9 unacceptable performance, or a combination of both.

10 (3) "Alternative Program" means a non-disciplinary
11 monitoring or practice remediation process approved by a
12 physical therapy licensing board. This includes, but is not
13 limited to, substance abuse issues.

14 (4) "Compact privilege" means the authorization granted by
15 a remote state to allow a licensee from another member state to
16 practice as a physical therapist or work as a physical therapist
17 assistant in the remote state under its laws and rules. The
18 practice of physical therapy occurs in the member state where
19 the patient/client is located at the time of the patient/client
20 encounter.



1 (5) "Continuing competence" means a requirement, as a
2 condition of license renewal, to provide evidence of
3 participation in, and/or completion of, educational and
4 professional activities relevant to practice or area of work.

5 (6) "Data system" means a repository of information about
6 licensees, including examination, licensure, investigative,
7 Compact privilege, and adverse action.

8 (7) "Encumbered license" means a license that a physical
9 therapy licensing board has limited in any way.

10 (8) "Executive Board" means a group of directors elected
11 or appointed to act on behalf of, and with the powers granted to
12 them by, the Commission.

13 (9) "Home state" means the member state that is the
14 licensee's primary state of residence.

15 (10) "Investigative information" means information,
16 records, and documents received or generated by a physical
17 therapy licensing board pursuant to an investigation.

18 (11) "Jurisprudence Requirement" means the assessment of
19 an individual's knowledge of the laws and rules governing the
20 practice of physical therapy in a state.



1 (12) "Licensee" means an individual who currently holds an
2 authorization from the state to practice as a physical therapist
3 or to work as a physical therapist assistant.

4 (13) "Member state" means a state that has enacted the
5 Compact.

6 (14) "Party state" means any member state in which a
7 licensee holds a current license or compact privilege or is
8 applying for a license or compact privilege.

9 (15) "Physical therapist" means an individual who is
10 licensed by a state to practice physical therapy.

11 (16) "Physical therapist assistant" means an individual
12 who is licensed or certified by a state and who assists the
13 physical therapist in selected components of physical therapy.

14 (17) "Physical therapy", "physical therapy practice", and
15 "the practice of physical therapy" mean the care and services
16 provided by or under the direction and supervision of a licensed
17 physical therapist.

18 (18) "Physical Therapy Compact Commission" or "Commission"
19 means the national administrative body whose membership consists
20 of all states that have enacted the Compact.



1 (19) "Physical therapy licensing board" or "licensing
2 board" means the agency of a state that is responsible for the
3 licensing and regulation of physical therapists and physical
4 therapist assistants.

5 (20) "Remote State" means a member state other than the
6 home state, where a licensee is exercising or seeking to
7 exercise the compact privilege.

8 (21) "Rule" means a regulation, principle, or directive
9 promulgated by the Commission that has the force of law.

10 (22) "State" means any state, commonwealth, district, or
11 territory of the United States of America that regulates the
12 practice of physical therapy.

13 SECTION 3. State Participation in the Compact

14 A. To participate in the Compact, a state must:

15 (1) Participate fully in the Commission's data system,
16 including using the Commission's unique identifier as defined in
17 rules;

18 (2) Have a mechanism in place for receiving and
19 investigating complaints about licensees;



1 (3) Notify the Commission, in compliance with the terms of
2 the Compact and rules, of any adverse action or the availability
3 of investigative information regarding a licensee;

4 (4) Fully implement a criminal background check
5 requirement, within a time frame established by rule, by
6 receiving the results of the Federal Bureau of Investigation
7 record search on criminal background checks and use the results
8 in making licensure decisions in accordance with Section 3B;

9 (5) Comply with the rules of the Commission;

10 (6) Utilize a recognized national examination as a
11 requirement for licensure pursuant to the rules of the
12 Commission; and

13 (7) Have continuing competence requirements as a condition
14 for license renewal.

15 B. Upon adoption of this statute, the member state shall
16 have the authority to obtain biometric-based information from
17 each physical therapy licensure application and submit this
18 information to the Federal Bureau of Investigation for a
19 criminal background check in accordance with 28 U.S.C. section
20 534 and 42 U.S.C. section 14616.



1 C. A member state shall grant the compact privilege to a
2 licensee holding a valid unencumbered license in another member
3 state in accordance with the terms of the Compact and rules.

4 D. Member states may charge a fee for granting a compact
5 privilege.

6 SECTION 4. Compact Privilege

7 A. To exercise the compact privilege under the terms and
8 provisions of the Compact, the licensee shall:

- 9 (1) Hold a license in the home state;
- 10 (2) Have no encumbrance on any state license;
- 11 (3) Be eligible for a compact privilege in any member
12 state in accordance with section 4D, G and H;
- 13 (4) Have not had any adverse action against any license or
14 compact privilege within the previous two years;
- 15 (5) Notify the Commission that the licensee is seeking the
16 compact privilege within a remote state(s);
- 17 (6) Pay any applicable fees, including any state fee, for
18 the compact privilege;
- 19 (7) Meet any jurisprudence requirements established by the
20 remote state(s) in which the licensee is seeking a compact
21 privilege; and



1 (8) Report to the Commission adverse action taken by any
2 non-member state within 30 days from the date the adverse action
3 is taken.

4 B. The compact privilege is valid until the expiration
5 date of the home license. The licensee must comply with the
6 requirements of section 4A to maintain the compact privilege in
7 the remote state.

8 C. A licensee providing physical therapy in a remote state
9 under the compact privilege shall function within the laws and
10 regulations of the remote state.

11 D. A licensee providing physical therapy in a remote state
12 is subject to that state's regulatory authority. A remote state
13 may, in accordance with due process and that state's laws,
14 remove a licensee's compact privilege in the remote state for a
15 specific period of time, impose fines, and take any other
16 necessary actions to protect the health and safety of its
17 citizens. The licensee is not eligible for a compact privilege
18 in any state until the specific time for removal has passed and
19 all fines are paid.



1 E. If a home state license is encumbered, the licensee
2 shall lose the compact privilege in any remote state until the
3 following occur:

4 (1) The home state license is no longer encumbered; and

5 (2) Two years have elapsed from the date of the adverse
6 action.

7 F. Once an encumbered license in the home state is
8 restored to good standing, the licenses must meet the
9 requirements of section 4A to obtain a compact privilege in any
10 remote state.

11 G. If a licensee's compact privilege in any remote state
12 is removed, the individual shall lose the compact privilege in
13 any remote state until the following occur:

14 (1) The specific period of time for which the compact
15 privilege was removed has ended;

16 (2) All fines have been paid; and

17 (3) Two years have elapsed from the date of the adverse
18 action.

19 H. Once the requirements of section 4G have been met, the
20 license must meet the requirements in section 4A to obtain a
21 compact privilege in a remote state.



1 SECTION 5. Active Duty Military Personnel or Their Spouses

2 A licensee who is active duty military or is the spouse of
3 an individual who is active duty military may designate one of
4 the following as the home state:

- 5 A. Home of record;
- 6 B. Permanent Change of Station (PCS); or
- 7 C. State of current residence if it is different than the
8 PCS state or home of record.

9 SECTION 6. Adverse Actions

10 A. A home state shall have exclusive power to impose
11 adverse action against a license issued by the home state.

12 B. A home state may take adverse action based on the
13 investigative information of a remote state, so long as the home
14 state follows its own procedures for imposing adverse action.

15 C. Nothing in this Compact shall override a member state's
16 decision that participation in an alternative program may be
17 used in lieu of adverse action and that such participation shall
18 remain non-public if required by the member state's laws. Member
19 states must require licensees who enter any alternative programs
20 in lieu of discipline to agree not to practice in any other



1 member state during the term of the alternative program without
2 prior authorization from such other member state.

3 D. Any member state may investigate actual or alleged
4 violations of the statutes and rules authorizing the practice of
5 physical therapy in any other member state in which a physical
6 therapist or physical therapist assistant holds a license or
7 compact privilege.

8 E. A remote state shall have the authority to:

9 (1) Take adverse actions as set forth in section 4D
10 against a licensee's compact privilege in the state;

11 (2) Issue subpoenas for both hearings and investigations
12 that require the attendance and testimony of witnesses, and the
13 production of evidence. Subpoenas issued by a physical therapy
14 licensing board in a party state for the attendance and
15 testimony of witnesses, and/or the production of evidence from
16 another party state, shall be enforced in the latter state by
17 any court of competent jurisdiction, according to the practice
18 and procedure of that court applicable to subpoenas issued in
19 proceedings pending before it. The issuing authority shall pay
20 any witness fees, travel expenses, mileage, and other fees



1 required by the service statutes of the state where the
2 witnesses and/or evidence are located; and

3 (3) If otherwise permitted by state law, recover from the
4 licensee the costs of investigations and disposition of cases
5 resulting from any adverse action taken against that licensee.

6 F. Joint Investigations

7 (1) In addition to the authority granted to a member state
8 by its respective physical therapy practice act or other
9 applicable state law, a member state may participate with other
10 member states in joint investigations of licensees.

11 (2) Member states shall share any investigative, or
12 litigation; or compliance materials in furtherance of any joint
13 or individual investigation initiated under the Compact.

14 SECTION 7. Establishment of the Physical Therapy Compact
15 Commission

16 A. The Compact member states hereby create and establish a
17 joint public agency known as the Physical Therapy Compact
18 Commission:

19 (1) The Commission is an instrumentality of the Compact
20 states.



1 (2) Venue is proper and judicial proceedings by or against
2 the Commission shall be brought solely and exclusively in a
3 court of competent jurisdiction where the principal office of
4 the Commission is located. The Commission may waive venue and
5 jurisdictional defenses to the extent it adopts or consents to
6 participate in alternative dispute resolution proceedings.

7 (3) Nothing in this Compact shall be construed to be a
8 waiver of sovereign immunity.

9 B. Membership, Voting, and Meetings

10 (1) Each member state shall have and be limited to one (1)
11 delegate selected by that member state's licensing board.

12 (2) The delegate shall be a current member of the
13 licensing board, who is a physical therapist, physical therapist
14 assistant, public member, or the board administrator.

15 (3) Any delegate may be removed or suspended from office
16 as provided by the law of the state from which the delegate is
17 appointed.

18 (4) The member state board shall fill any vacancy
19 occurring in the Commission.

20 (5) Each delegate shall be entitled to one (1) vote with
21 regard to the promulgation of rules and creation of bylaws and



1 shall otherwise have an opportunity to participate in the
2 business and affairs of the Commission.

3 (6) A delegate shall vote in person or by such other means
4 as provided in the bylaws. The bylaws may provide for delegates'
5 participation in meetings by telephone or other means of
6 communication.

7 (7) The Commission shall meet at least once during each
8 calendar year. Additional meetings shall be held as set forth in
9 the bylaws.

10 C. The Commission shall have the following powers and
11 duties:

- 12 (1) Establish the fiscal year of the Commission;
- 13 (2) Establish bylaws;
- 14 (3) Maintain its financial records in accordance with the
15 bylaws;
- 16 (4) Meet and take such actions as are consistent with the
17 provisions of this Compact and the bylaws;
- 18 (5) Promulgate uniform rules to facilitate and coordinate
19 implementation and administration of this Compact. The rules
20 shall have the force and effect of law and shall be binding in
21 all member states;



1 (6) Bring and prosecute legal proceedings or actions in
2 the name of the Commission, provided that the standing of any
3 state physical therapy licensing board to sue or be sued under
4 applicable law shall not be affected;

5 (7) Purchase and maintain insurance and bonds;

6 (8) Borrow, accept, or contract for services of personnel,
7 including, but not limited to, employees of a member state;

8 (9) Hire employees, elect or appoint officers, fix
9 compensation, define duties, grant such individuals appropriate
10 authority to carry out the purposes of the Compact, and to
11 establish the Commission's personnel policies and programs
12 relating to conflicts of interest, qualifications of personnel,
13 and other related personnel matters;

14 (10) Accept any and all appropriate donations and grants
15 of money, equipment, supplies, materials and services, and to
16 receive, utilize and dispose of the same; provided that at all
17 times the Commission shall avoid any appearance of impropriety
18 and/or conflict of interest;

19 (11) Lease, purchase, accept appropriate gifts or
20 donations of, or otherwise to own, hold, improve or use, any



1 property, real, personal or mixed; provided that at all times
2 the Commission shall avoid any appearance of impropriety;

3 (12) Sell, convey, mortgage, pledge, lease, exchange,
4 abandon, or otherwise dispose of any property real, personal, or
5 mixed;

6 (13) Establish a budget and make expenditures;

7 (14) Borrow money;

8 (15) Appoint committees, including standing committees
9 comprised of members, state regulators, state legislators or
10 their representatives, and consumer representatives, and such
11 other interested persons as may be designated in this Compact
12 and the bylaws;

13 (16) Provide and receive information from, and cooperate
14 with, law enforcement agencies;

15 (17) Establish and elect an Executive Board; and

16 (18) Perform such other functions as may be necessary or
17 appropriate to achieve the purposes of this Compact consistent
18 with the state regulation of physical therapy licensure and
19 practice.

20 D. The Executive Board



1 The Executive Board shall have the power to act on behalf
2 of the Commission according to the terms of this Compact.

3 (1) The Executive Board shall be comprised of nine
4 members:

5 a. Seven voting members who are elected by the Commission
6 from the current membership of the Commission;

7 b. One ex-officio, nonvoting member from the recognized
8 national physical therapy professional association; and

9 c. One ex-officio, nonvoting member from the recognized
10 membership organization of the physical therapy licensing
11 boards.

12 (2) The ex-officio members will be selected by their
13 respective organizations.

14 (3) The Commission may remove any member of the Executive
15 Board as provided in bylaws.

16 (4) The Executive Board shall meet at least annually.

17 (5) The Executive Board shall have the following duties
18 and responsibilities:

19 a. Recommend to the entire Commission changes to the
20 rules or bylaws, changes to this Compact legislation, fees paid



1 by Compact member states such as annual dues, and any Commission
2 Compact fee charged to licensees for the compact privilege;

3 b. Ensure Compact administration services are
4 appropriately provided, contractual or otherwise;

5 c. Prepare and recommend the budget;

6 d. Maintain financial records on behalf of the
7 Commission;

8 e. Monitor Compact compliance of member states and
9 provide compliance reports to the Commission;

10 f. Establish additional committees as necessary; and

11 g. Other duties as provided in rules or bylaws.

12 E. Meetings of the Commission:

13 (1) All meetings shall be open to the public, and public
14 notice of meetings shall be given in the same manner as required
15 under the rulemaking provisions in Section 9.

16 (2) The Commission or the Executive Board or other
17 committees of the Commission may convene in a closed, non-public
18 meeting if the Commission or Executive Board or other committees
19 of the Commission must discuss:

20 a. Non-compliance of a member state with its obligations
21 under the Compact;



1 b. The employment, compensation, discipline or other
2 matters, practices or procedures related to specific employees
3 or other matters related to the Commission's internal personnel
4 practices and procedures;

5 c. Current, threatened, or reasonably anticipated
6 litigation;

7 d. Negotiation of contracts for the purchase, lease, or
8 sale of goods, services, or real estate;

9 e. Accusing any person of a crime or formally censuring
10 any person;

11 f. Disclosure of trade secrets or commercial or financial
12 information that is privileged or confidential;

13 g. Disclosure of information of a personal nature where
14 disclosure would constitute a clearly unwarranted invasion of
15 personal privacy;

16 h. Disclosure of investigative records compiled for law
17 enforcement purposes;

18 i. Disclosure of information related to any investigative
19 reports prepared by or on behalf of or for use of the Commission
20 or other committee charged with responsibility of investigation



1 or determination of compliance issues pursuant to the Compact;
2 or

3 j. Matters specifically exempted from disclosure by
4 federal or member state statute.

5 (3) If a meeting, or portion of a meeting, is closed
6 pursuant to this provision, the Commission's legal counsel or
7 designee shall certify that the meeting may be closed and shall
8 reference each relevant exempting provision.

9 (4) The Commission shall keep minutes that fully and
10 clearly describe all matters discussed in a meeting and shall
11 provide a full and accurate summary of actions taken, and the
12 reasons therefore, including a description of the views
13 expressed. All documents considered in connection with an action
14 shall be identified in such minutes. All minutes and documents
15 of a closed meeting shall remain under seal, subject to release
16 by a majority vote of the Commission or order of a court of
17 competent jurisdiction.

18 F. Financing of the Commission

19 (1) The Commission shall pay, or provide for the payment
20 of, the reasonable expenses of its establishment, organization,
21 and ongoing activities.



1 (2) The Commission may accept any and all appropriate
2 revenue sources, donations, and grants of money, equipment,
3 supplies, materials, and services.

4 (3) The Commission may levy on and collect an annual
5 assessment from each member state or impose fees on other
6 parties to cover the cost of the operations and activities of
7 the Commission and its staff, which must be in a total amount
8 sufficient to cover its annual budget as approved each year for
9 which revenue is not provided by other sources. The aggregate
10 annual assessment amount shall be allocated based upon a formula
11 to be determined by the Commission, which shall promulgate a
12 rule binding upon all member states.

13 (4) The Commission shall not incur obligations of any kind
14 prior to securing the funds adequate to meet the same; nor shall
15 the Commission pledge the credit of any of the member states,
16 except by and with the authority of the member state.

17 (5) The Commission shall keep accurate accounts of all
18 receipts and disbursements. The receipts and disbursements of
19 the Commission shall be subject to the audit and accounting
20 procedures established under its bylaws. However, all receipts
21 and disbursements of funds handled by the Commission shall be



1 audited yearly by a certified or licensed public accountant, and
2 the report of the audit shall be included in and become part of
3 the annual report of the Commission.

4 G. Qualified Immunity, Defense, and Indemnification

5 (1) The members, officers, executive director, employees
6 and representatives of the Commission shall be immune from suit
7 and liability, either personally or in their official capacity,
8 for any claim for damage to or loss of property or personal
9 injury or other civil liability caused by or arising out of any
10 actual or alleged act, error or omission that occurred, or that
11 the person against whom the claim is made had a reasonable basis
12 for believing occurred within the scope of Commission
13 employment, duties or responsibilities; provided that nothing in
14 this paragraph shall be construed to protect any such person
15 from suit or liability for any damage, loss, injury, or
16 liability caused by the intentional or willful or wanton
17 misconduct of that person.

18 (2) The Commission shall defend any member, officer,
19 executive director, employee or representative of the Commission
20 in any civil action seeking to impose liability arising out of
21 any actual or alleged act, error, or omission that occurred



1 within the scope of Commission employment, duties, or
2 responsibilities, or that the person against whom the claim is
3 made had a reasonable basis for believing occurred within the
4 scope of Commission employment, duties, or responsibilities;
5 provided that nothing herein shall be construed to prohibit that
6 person from retaining his or her own counsel; and provided
7 further, that the actual or alleged act, error, or omission did
8 not result from that person's intentional or willful or wanton
9 misconduct.

10 (3) The Commission shall indemnify and hold harmless any
11 member, officer, executive director, employee, or representative
12 of the Commission for the amount of any settlement or judgment
13 obtained against that person arising out of any actual or
14 alleged act, error or omission that occurred within the scope of
15 Commission employment, duties, or responsibilities, or that such
16 person had a reasonable basis for believing occurred within the
17 scope of Commission employment, duties, or responsibilities,
18 provided that the actual or alleged act, error, or omission did
19 not result from the intentional or willful or wanton misconduct
20 of that person.

21 SECTION 8. Data System



1 A. The Commission shall provide for the development,
2 maintenance, and utilization of a coordinated database and
3 reporting system containing licensure, adverse action, and
4 investigative information on all licensed individuals in member
5 states.

6 Notwithstanding section 9A, the Physical Therapist
7 Licensing Board shall review the rules of the Commission. The
8 licensing board may approve and adopt the rules of the
9 Commission as rules of the licensing board. The State of Hawaii
10 is subject to a rule of the Commission only if the rule of the
11 Commission is adopted by the licensing board.

12 B. Notwithstanding any other provision of state law to the
13 contrary, a member state shall submit a uniform data set to the
14 data system on all individuals to whom this Compact is
15 applicable as required by the rules of the Commission,
16 including:

- 17 (1) Identifying information;
- 18 (2) Licensure data;
- 19 (3) Adverse actions against a license or compact
20 privilege;



1 (4) Non-confidential information related to alternative
2 program participation;

3 (5) Any denial of application for licensure, and the
4 reason(s) for such denial; and

5 (6) Other information that may facilitate the
6 administration of this Compact, as determined by the rules of
7 the Commission.

8 C. Investigative information pertaining to a licensee in
9 any member state will only be available to other party states.

10 D. The Commission shall promptly notify all member states
11 of any adverse action taken against a licensee or an individual
12 applying for a license. Adverse action information pertaining to
13 a licensee in any member state will be available to any other
14 member state.

15 E. Member states contributing information to the data
16 system may designate information that may not be shared with the
17 public without the express permission of the contributing state.

18 F. Any information submitted to the data system that is
19 subsequently required to be expunged by the laws of the member
20 state contributing the information shall be removed from the
21 data system.



1 SECTION 9. Rulemaking

2 A. The Commission shall exercise its rulemaking powers
3 pursuant to the criteria set forth in this Section and the rules
4 adopted thereunder. Rules and amendments shall become binding as
5 of the date specified in each rule or amendment.

6 Notwithstanding this section, the Physical Therapist
7 Licensing Board shall review the rules of the Commission. The
8 licensing board may approve and adopt the rules of the
9 Commission as rules of the licensing board. The State of Hawaii
10 is subject to a rule of the Commission only if the rule of the
11 Commission is adopted by the licensing board.

12 B. If a majority of the legislatures of the member states
13 rejects a rule, by enactment of a statute or resolution in the
14 same manner used to adopt the Compact within 4 years of the date
15 of adoption of the rule, then such rule shall have no further
16 force and effect in any member state.

17 C. Rules or amendments to the rules shall be adopted at a
18 regular or special meeting of the Commission.

19 D. Prior to promulgation and adoption of a final rule or
20 rules by the Commission, and at least thirty (30) days in
21 advance of the meeting at which the rule will be considered and



1 voted upon, the Commission shall file a Notice of Proposed
2 Rulemaking:

3 (1) On the website of the Commission or other publicly
4 accessible platform; and

5 (2) On the website of each member state physical therapy
6 licensing board or other publicly accessible platform or the
7 publication in which each state would otherwise publish proposed
8 rules.

9 E. The Notice of Proposed Rulemaking shall include:

10 (1) The proposed time, date, and location of the meeting
11 in which the rule will be considered and voted upon;

12 (2) The text of the proposed rule or amendment and the
13 reason for the proposed rule;

14 (3) A request for comments on the proposed rule from any
15 interested person; and

16 (4) The manner in which interested persons may submit
17 notice to the Commission of their intention to attend the public
18 hearing and any written comments.

19 F. Prior to adoption of a proposed rule, the Commission
20 shall allow persons to submit written data, facts, opinions, and
21 arguments, which shall be made available to the public.



1 G. The Commission shall grant an opportunity for a public
2 hearing before it adopts a rule or amendment if a hearing is
3 requested by:

- 4 (1) At least twenty-five (25) persons;
- 5 (2) A state or federal governmental subdivision or agency;
- 6 or
- 7 (3) An association having at least twenty-five (25)
8 members.

9 H. If a hearing is held on the proposed rule or amendment,
10 the Commission shall publish the place, time, and date of the
11 scheduled public hearing. If the hearing is held via electronic
12 means, the Commission shall publish the mechanism for access to
13 the electronic hearing.

14 (1) All persons wishing to be heard at the hearing shall
15 notify the executive director of the Commission or other
16 designated member in writing of their desire to appear and
17 testify at the hearing not less than five (5) business days
18 before the scheduled date of the hearing.

19 (2) Hearings shall be conducted in a manner providing each
20 person who wishes to comment a fair and reasonable opportunity
21 to comment orally or in writing.



1 (3) All hearings will be recorded. A copy of the recording
2 will be made available on request.

3 (4) Nothing in this section shall be construed as
4 requiring a separate hearing on each rule. Rules may be grouped
5 for the convenience of the Commission at hearings required by
6 this section.

7 I. Following the scheduled hearing date, or by the close
8 of business on the scheduled hearing date if the hearing was not
9 held, the Commission shall consider all written and oral
10 comments received.

11 J. If no written notice of intent to attend the public
12 hearing by interested parties is received, the Commission may
13 proceed with promulgation of the proposed rule without a public
14 hearing.

15 K. The Commission shall, by majority vote of all members,
16 take final action on the proposed rule and shall determine the
17 effective date of the rule, if any, based on the rulemaking
18 record and the full text of the rule.

19 L. Upon determination that an emergency exists, the
20 Commission may consider and adopt an emergency rule without
21 prior notice, opportunity for comment, or hearing, provided that



1 the usual rulemaking procedures provided in the Compact and in
2 this section shall be retroactively applied to the rule as soon
3 as reasonably possible, in no event later than ninety (90) days
4 after the effective date of the rule. For the purposes of this
5 provision, an emergency rule is one that must be adopted
6 immediately in order to:

7 (1) Meet an imminent threat to public health, safety, or
8 welfare;

9 (2) Prevent a loss of Commission or member state funds;

10 (3) Meet a deadline for the promulgation of an
11 administrative rule that is established by federal law or rule;
12 or

13 (4) Protect public health and safety.

14 M. The Commission or an authorized committee of the
15 Commission may direct revisions to a previously adopted rule or
16 amendment for purposes of correcting typographical errors,
17 errors in format, errors in consistency, or grammatical errors.
18 Public notice of any revisions shall be posted on the website of
19 the Commission. The revision shall be subject to challenge by
20 any person for a period of thirty (30) days after posting. The
21 revision may be challenged only on grounds that the revision



1 results in a material change to a rule. A challenge shall be
2 made in writing, and delivered to the chair of the Commission
3 prior to the end of the notice period. If no challenge is made,
4 the revision will take effect without further action. If the
5 revision is challenged, the revision may not take effect without
6 the approval of the Commission.

7 SECTION 10. Oversight, Dispute Resolution, and Enforcement

8 A. Oversight

9 (1) The executive, legislative, and judicial branches of
10 state government in each member state shall enforce this Compact
11 and take all actions necessary and appropriate to effectuate the
12 Compact's purposes and intent. The provisions of this Compact
13 and the rules promulgated hereunder shall have standing as
14 statutory law.

15 (2) All courts shall take judicial notice of the Compact
16 and the rules in any judicial or administrative proceeding in a
17 member state pertaining to the subject matter of this Compact
18 which may affect the powers, responsibilities or actions of the
19 Commission.

20 (3) The Commission shall be entitled to receive service of
21 process in any such proceeding, and shall have standing to



1 intervene in such a proceeding for all purposes. Failure to
2 provide service of process to the Commission shall render a
3 judgment or order void as to the Commission, this Compact, or
4 promulgated rules.

5 B. Default, Technical Assistance, and Termination

6 (1) If the Commission determines that a member state has
7 defaulted in the performance of its obligations or
8 responsibilities under this Compact or the promulgated rules,
9 the Commission shall:

10 a. Provide written notice to the defaulting state and
11 other member states of the nature of the default, the proposed
12 means of curing the default and/or any other action to be taken
13 by the Commission; and

14 b. Provide remedial training and specific technical
15 assistance regarding the default.

16 (2) If a state in default fails to cure the default, the
17 defaulting state may be terminated from the Compact upon an
18 affirmative vote of a majority of the member states, and all
19 rights, privileges and benefits conferred by this Compact may be
20 terminated on the effective date of termination. A cure of the



1 default does not relieve the offending state of obligations or
2 liabilities incurred during the period of default.

3 (3) Termination of membership in the Compact shall be
4 imposed only after all other means of securing compliance have
5 been exhausted. Notice of intent to suspend or terminate shall
6 be given by the Commission to the governor, the majority and
7 minority leaders of the defaulting state's legislature, and each
8 of the member states.

9 (4) A state that has been terminated is responsible for
10 all assessments, obligations, and liabilities incurred through
11 the effective date of termination, including obligations that
12 extend beyond the effective date of termination.

13 (5) The Commission shall not bear any costs related to a
14 state that is found to be in default or that has been terminated
15 from the Compact, unless agreed upon in writing between the
16 Commission and the defaulting state.

17 (6) The defaulting state may appeal the action of the
18 Commission by petitioning the United States District Court for
19 the District of Columbia or the federal district where the
20 Commission has its principal offices. The prevailing member



1 shall be awarded all costs of such litigation, including
2 reasonable attorney's fees.

3 C. Dispute Resolution

4 (1) Upon request by a member state, the Commission shall
5 attempt to resolve disputes related to the Compact that arise
6 among member states and between member and nonmember states.

7 (2) The Commission shall promulgate a rule providing for
8 both mediation and binding dispute resolution for disputes as
9 appropriate.

10 D. Enforcement

11 (1) The Commission, in the reasonable exercise of its
12 discretion, shall enforce the provisions and rules of this
13 Compact.

14 (2) By majority vote, the Commission may initiate legal
15 action in the United States District Court for the District of
16 Columbia or the federal district where the Commission has its
17 principal offices against a member state in default to enforce
18 compliance with the provisions of the Compact and its
19 promulgated rules and bylaws. The relief sought may include
20 injunctive relief. In the event judicial enforcement is



1 necessary, the prevailing member shall be awarded all costs of
2 such litigation, including reasonable attorney's fees.

3 (3) The remedies herein shall not be the exclusive
4 remedies of the Commission. The Commission may pursue any other
5 remedies available under federal or state law.

6 SECTION 11. Date of Implementation of the Interstate
7 Commission for Physical Therapy Practice and Associated Rules,
8 Withdrawal, and Amendment

9 A. The Compact shall come into effect on the date on which
10 the Compact statute is enacted into law in the tenth member
11 state. The provisions, which become effective at that time,
12 shall be limited to the powers granted to the Commission
13 relating to assembly and the promulgation of rules. Thereafter,
14 the Commission shall meet and exercise rulemaking powers
15 necessary to the implementation and administration of the
16 Compact.

17 B. Any state that joins the Compact subsequent to the
18 Commission's initial adoption of the rules shall be subject to
19 the rules as they exist on the date on which the Compact becomes
20 law in that state. Any rule that has been previously adopted by



1 the Commission shall have the full force and effect of law on
2 the day the Compact becomes law in that state.

3 C. Any member state may withdraw from this Compact by
4 enacting a statute repealing the same.

5 (1) A member state's withdrawal shall not take effect
6 until six (6) months after enactment of the repealing statute.

7 (2) Withdrawal shall not affect the continuing requirement
8 of the withdrawing state's physical therapy licensing board to
9 comply with the investigative and adverse action reporting
10 requirements of this act prior to the effective date of
11 withdrawal:

12 D. Nothing contained in this Compact shall be construed to
13 invalidate or prevent any physical therapy licensure agreement
14 or other cooperative arrangement between a member state and a
15 non-member state that does not conflict with the provisions of
16 this Compact.

17 E. This Compact may be amended by the member states. No
18 amendment to this Compact shall become effective and binding
19 upon any member state until it is enacted into the laws of all
20 member states.

21 SECTION 12. Construction and Severability



1 This Compact shall be liberally construed so as to
2 effectuate the purposes thereof. The provisions of this Compact
3 shall be severable and if any phrase, clause, sentence or
4 provision of this Compact is declared to be contrary to the
5 constitution of any party state or of the United States or the
6 applicability thereof to any government, agency, person or
7 circumstance is held invalid, the validity of the remainder of
8 this Compact and the applicability thereof to any government,
9 agency, person or circumstance shall not be affected thereby. If
10 this Compact shall be held contrary to the constitution of any
11 party state, the Compact shall remain in full force and effect
12 as to the remaining party states and in full force and effect as
13 to the party state affected as to all severable matters.

14 § -3 Rules. The department of commerce and consumer
15 affairs shall adopt rules pursuant to chapter 91 for the
16 purposes of implementing and administering this chapter."

17 SECTION 2. Section 461J-6, Hawaii Revised Statutes, is
18 amended by amending subsection (a) to read as follows:

19 "(a) An applicant for a permanent license to practice as a
20 physical therapist or physical therapist assistant shall submit
21 [preef] :



- 1 (1) Proof of educational qualifications;
2 (2) Beginning with the July 1, 2023, licensing biennium, a
3 full set of electronic fingerprints for the purpose of
4 obtaining federal and state criminal history record
5 checks in accordance with section 846-2.7 directly to
6 the Hawaii criminal justice data center for processing
7 with the Federal Bureau of Investigation. The
8 applicant shall bear the cost of the fingerprint
9 processing and the application shall not be considered
10 complete until the results of the criminal history
11 record check have been received by the board; and
12 [any]
13 (3) Any other information required by the board on an
14 application form prescribed by the board.

15 The board shall maintain a current list of schools of
16 physical therapy that are approved by an agency recognized by
17 the United States Department of Education or Council on
18 Postsecondary Accreditation.

19 In the case of foreign-trained persons, the board shall
20 establish procedures for assessing the education and training to



1 determine in each case whether it is equivalent to that of
2 applicants trained in the United States."

3 SECTION 3. Section 846-2.7, Hawaii Revised Statutes, is
4 amended by amending subsection (b) to read as follows:

5 "(b) Criminal history record checks may be conducted by:

- 6 (1) The department of health or its designee on operators
7 of adult foster homes for individuals with
8 developmental disabilities or developmental
9 disabilities domiciliary homes and their employees, as
10 provided by section 321-15.2;
- 11 (2) The department of health or its designee on
12 prospective employees, persons seeking to serve as
13 providers, or subcontractors in positions that place
14 them in direct contact with clients when providing
15 non-witnessed direct mental health or health care
16 services as provided by section 321-171.5;
- 17 (3) The department of health or its designee on all
18 applicants for licensure or certification for,
19 operators for, prospective employees, adult
20 volunteers, and all adults, except adults in care, at
21 healthcare facilities as defined in section 321-15.2;



- 1 (4) The department of education on employees, prospective
2 employees, and teacher trainees in any public school
3 in positions that necessitate close proximity to
4 children as provided by section 302A-601.5;
- 5 (5) The counties on employees and prospective employees
6 who may be in positions that place them in close
7 proximity to children in recreation or child care
8 programs and services;
- 9 (6) The county liquor commissions on applicants for liquor
10 licenses as provided by section 281-53.5;
- 11 (7) The county liquor commissions on employees and
12 prospective employees involved in liquor
13 administration, law enforcement, and liquor control
14 investigations;
- 15 (8) The department of human services on operators and
16 employees of child caring institutions, child placing
17 organizations, and foster boarding homes as provided
18 by section 346-17;
- 19 (9) The department of human services on prospective
20 adoptive parents as established under section 346-
21 19.7;



- 1 (10) The department of human services or its designee on
2 applicants to operate child care facilities, household
3 members of the applicant, prospective employees of the
4 applicant, and new employees and household members of
5 the provider after registration or licensure as
6 provided by section 346-154, and persons subject to
7 section 346-152.5;
- 8 (11) The department of human services on persons exempt
9 pursuant to section 346-152 to be eligible to provide
10 child care and receive child care subsidies as
11 provided by section 346-152.5;
- 12 (12) The department of health on operators and employees of
13 home and community-based case management agencies and
14 operators and other adults, except for adults in care,
15 residing in community care foster family homes as
16 provided by section 321-15.2;
- 17 (13) The department of human services on staff members of
18 the Hawaii youth correctional facility as provided by
19 section 352-5.5;
- 20 (14) The department of human services on employees,
21 prospective employees, and volunteers of contracted



- 1 providers and subcontractors in positions that place
2 them in close proximity to youth when providing
3 services on behalf of the office or the Hawaii youth
4 correctional facility as provided by section 352D-4.3;
- 5 (15) The judiciary on employees and applicants at detention
6 and shelter facilities as provided by section 571-34;
- 7 (16) The department of public safety on employees and
8 prospective employees who are directly involved with
9 the treatment and care of persons committed to a
10 correctional facility or who possess police powers
11 including the power of arrest as provided by section
12 353C-5;
- 13 (17) The board of private detectives and guards on
14 applicants for private detective or private guard
15 licensure as provided by section 463-9;
- 16 (18) Private schools and designated organizations on
17 employees and prospective employees who may be in
18 positions that necessitate close proximity to
19 children; provided that private schools and designated
20 organizations receive only indications of the states



- 1 from which the national criminal history record
2 information was provided pursuant to section 302C-1;
- 3 (19) The public library system on employees and prospective
4 employees whose positions place them in close
5 proximity to children as provided by section 302A-
6 601.5;
- 7 (20) The State or any of its branches, political
8 subdivisions, or agencies on applicants and employees
9 holding a position that has the same type of contact
10 with children, vulnerable adults, or persons committed
11 to a correctional facility as other public employees
12 who hold positions that are authorized by law to
13 require criminal history record checks as a condition
14 of employment as provided by section 78-2.7;
- 15 (21) The department of health on licensed adult day care
16 center operators, employees, new employees,
17 subcontracted service providers and their employees,
18 and adult volunteers as provided by section 321-15.2;
- 19 (22) The department of human services on purchase of
20 service contracted and subcontracted service providers
21 and their employees serving clients of the adult



1 protective and community services branch, as provided
2 by section 346-97;

3 (23) The department of human services on foster grandparent
4 program, senior companion program, and respite
5 companion program participants as provided by section
6 346-97;

7 (24) The department of human services on contracted and
8 subcontracted service providers and their current and
9 prospective employees that provide home and community-
10 based services under section 1915(c) of the Social
11 Security Act, title 42 United States Code section
12 1396n(c), or under any other applicable section or
13 sections of the Social Security Act for the purposes
14 of providing home and community-based services, as
15 provided by section 346-97;

16 (25) The department of commerce and consumer affairs on
17 proposed directors and executive officers of a bank,
18 savings bank, savings and loan association, trust
19 company, and depository financial services loan
20 company as provided by section 412:3-201;



- 1 (26) The department of commerce and consumer affairs on
2 proposed directors and executive officers of a
3 nondepository financial services loan company as
4 provided by section 412:3-301;
- 5 (27) The department of commerce and consumer affairs on the
6 original chartering applicants and proposed executive
7 officers of a credit union as provided by section
8 412:10-103;
- 9 (28) The department of commerce and consumer affairs on:
- 10 (A) Each principal of every non-corporate applicant
11 for a money transmitter license;
- 12 (B) Each person who upon approval of an application
13 by a corporate applicant for a money transmitter
14 license will be a principal of the licensee; and
- 15 (C) Each person who upon approval of an application
16 requesting approval of a proposed change in
17 control of licensee will be a principal of the
18 licensee,
- 19 as provided by sections 489D-9 and 489D-15;



- 1 (29) The department of commerce and consumer affairs on
2 applicants for licensure and persons licensed under
3 title 24;
- 4 (30) The Hawaii health systems corporation on:
- 5 (A) Employees;
- 6 (B) Applicants seeking employment;
- 7 (C) Current or prospective members of the corporation
8 board or regional system board; or
- 9 (D) Current or prospective volunteers, providers, or
10 contractors,
- 11 in any of the corporation's health facilities as
12 provided by section 323F-5.5;
- 13 (31) The department of commerce and consumer affairs on:
- 14 (A) An applicant for a mortgage loan originator
15 license, or license renewal; and
- 16 (B) Each control person, executive officer, director,
17 general partner, and managing member of an
18 applicant for a mortgage loan originator company
19 license or license renewal,
- 20 as provided by chapter 454F;



- 1 (32) The state public charter school commission or public
2 charter schools on employees, teacher trainees,
3 prospective employees, and prospective teacher
4 trainees in any public charter school for any position
5 that places them in close proximity to children, as
6 provided in section 302D-33;
- 7 (33) The counties on prospective employees who work with
8 children, vulnerable adults, or senior citizens in
9 community-based programs;
- 10 (34) The counties on prospective employees for fire
11 department positions that involve contact with
12 children or vulnerable adults;
- 13 (35) The counties on prospective employees for emergency
14 medical services positions that involve contact with
15 children or vulnerable adults;
- 16 (36) The counties on prospective employees for emergency
17 management positions and community volunteers whose
18 responsibilities involve planning and executing
19 homeland security measures including viewing,
20 handling, and engaging in law enforcement or



- 1 classified meetings and assisting vulnerable citizens
2 during emergencies or crises;
- 3 (37) The State and counties on employees, prospective
4 employees, volunteers, and contractors whose position
5 responsibilities require unescorted access to secured
6 areas and equipment related to a traffic management
7 center;
- 8 (38) The State and counties on employees and prospective
9 employees whose positions involve the handling or use
10 of firearms for other than law enforcement purposes;
- 11 (39) The State and counties on current and prospective
12 systems analysts and others involved in an agency's
13 information technology operation whose position
14 responsibilities provide them with access to
15 proprietary, confidential, or sensitive information;
- 16 (40) The department of commerce and consumer affairs on:
17 (A) Applicants for real estate appraiser licensure or
18 certification as provided by chapter 466K;
19 (B) Each person who owns more than ten per cent of an
20 appraisal management company who is applying for



1 registration as an appraisal management company,
2 as provided by section 466L-7; and

3 (C) Each of the controlling persons of an applicant
4 for registration as an appraisal management
5 company, as provided by section 466L-7;

6 (41) The department of health or its designee on all
7 license applicants, licensees, employees, contractors,
8 and prospective employees of medical cannabis
9 dispensaries, and individuals permitted to enter and
10 remain in medical cannabis dispensary facilities as
11 provided under sections 329D-15(a)(4) and 329D-
12 16(a)(3);

13 (42) The department of commerce and consumer affairs on
14 applicants for nurse licensure or license renewal,
15 reactivation, or restoration as provided by sections
16 457-7, 457-8, 457-8.5, and 457-9;

17 (43) The county police departments on applicants for
18 permits to acquire firearms pursuant to section 134-2
19 and on individuals registering their firearms pursuant
20 to section 134-3;

21 (44) The department of commerce and consumer affairs on:



- 1 (A) Each of the controlling persons of the applicant
2 for licensure as an escrow depository, and each
3 of the officers, directors, and principals who
4 will be in charge of the escrow depository's
5 activities upon licensure; and
- 6 (B) Each of the controlling persons of an applicant
7 for proposed change in control of an escrow
8 depository licensee, and each of the officers,
9 directors, and principals who will be in charge
10 of the licensee's activities upon approval of the
11 application;
- 12 as provided by chapter 449;
- 13 (45) The department of taxation on current or prospective
14 employees or contractors who have access to federal
15 tax information in order to comply with requirements
16 of federal law, regulation, or procedure, as provided
17 by section 231-1.6;
- 18 (46) The department of labor and industrial relations on
19 current or prospective employees or contractors who
20 have access to federal tax information in order to



- 1 comply with requirements of federal law, regulation,
2 or procedure, as provided by section 383-110;
- 3 (47) The department of human services on current or
4 prospective employees or contractors who have access
5 to federal tax information in order to comply with
6 requirements of federal law, regulation, or procedure,
7 as provided by section 346-2.5;
- 8 (48) The child support enforcement agency on current or
9 prospective employees or contractors who have access
10 to federal tax information in order to comply with
11 federal law, regulation, or procedure, as provided by
12 section 576D-11.5;
- 13 (49) The department of the attorney general on current or
14 prospective employees or employees or agents of
15 contractors who have access to federal tax information
16 to comply with requirements of federal law,
17 regulation, or procedure, as provided by section 28-
18 17;
- 19 [+] (50) [+] The department of commerce and consumer affairs on
20 each control person, executive officer, director,
21 general partner, and managing member of an installment



1 loan licensee, or an applicant for an installment loan
2 license, as provided in chapter 480J;

3 ~~[(1)]~~ The University of Hawaii on current and prospective
4 employees and contractors whose duties include
5 ensuring the security of campus facilities and
6 persons; ~~[and]~~

7 (52) The department of commerce and consumer affairs on
8 applicants for physical therapist or physical
9 therapist assistant licensure as provided by section
10 461J-6.

11 ~~[(52)]~~ (53) Any other organization, entity, or the State, its
12 branches, political subdivisions, or agencies as may
13 be authorized by state law[-]; and"

14 SECTION 4. Statutory material to be repealed is bracketed
15 and stricken. New statutory material is underscored.

16 SECTION 5. This Act shall take effect on December 31,
17 2050; provided that the amendments made to section 846-2.7(b),
18 Hawaii Revised Statutes, by section 3 of this Act shall not be
19 repealed when that section is repealed and reenacted pursuant to
20 Act 278, Session Laws of Hawaii 2022.



Report Title:

Physical Therapy Licensure Compact; Department of Commerce and Consumer Affairs; Rules

Description:

Allows the Governor to enter the State into the multi-state Physical Therapy Licensure Compact, which will allow a physical therapist licensed by a home state to practice under a multi-state licensure privilege in each party state. Requires the Department of Commerce and Consumer Affairs to adopt rules to implement and administer the Compact. Requires applicants for physical therapist or physical therapist assistant licensure to submit a full set of electronic fingerprints for the purpose of obtaining federal and state criminal history record checks. Authorizes the Department of Commerce and Consumer Affairs to conduct criminal background checks on applicants for physical therapist or physical therapist assistant licensure. Effective 12/31/2050. (SD2)

The summary description of legislation appearing on this page is for informational purposes only and is not legislation or evidence of legislative intent.

