Second Regular Session Seventy-second General Assembly STATE OF COLORADO

INTRODUCED

LLS NO. 20-0560.01 Christy Chase x2008

HOUSE BILL 20-1041

HOUSE SPONSORSHIP

Cutter,

SENATE SPONSORSHIP

Fields,

House Committees

Senate Committees

Public Health Care & Human Services

A BILL FOR AN ACT

101	Concerning	FINANCIAL	RESPONSIBILITY	REQUIREMENTS	FOR
102	PHYSICIAN ASSISTANTS WHO HAVE BEEN PRACTICING FOR AT				
103	LEAST T	HREE YEARS.			

Bill Summary

(Note: This summary applies to this bill as introduced and does not reflect any amendments that may be subsequently adopted. If this bill passes third reading in the house of introduction, a bill summary that applies to the reengrossed version of this bill will be available at http://leg.colorado.gov.)

The bill specifies that a physician assistant who has been practicing for at least 3 years must comply with the same financial responsibility requirements to which physicians are subject, namely to maintain professional liability coverage of at least \$1 million per incident and \$3 million aggregate per year. Additionally, the bill authorizes the

Colorado medical board to exempt physician assistants from the financial responsibility requirements, or lessen the requirements, to the same extent permitted for physicians.

1 *Be it enacted by the General Assembly of the State of Colorado:* 2 **SECTION 1.** In Colorado Revised Statutes, 12-240-114.5, 3 **amend** (5)(b) as follows: 4 12-240-114.5. Physician assistants - supervisory requirements 5 - liability - definitions. (5) (b) A physician assistant who may be liable 6 for damages as described in subsection (5)(a) of this section shall 7 maintain professional liability insurance in an amount not less than one 8 million dollars per claim and three million dollars for all claims HAS BEEN 9 PRACTICING FOR AT LEAST THREE YEARS SHALL COMPLY WITH THE 10 FINANCIAL RESPONSIBILITY REQUIREMENTS SPECIFIED IN SECTION 11 13-64-301 (1) AND RULES ADOPTED BY THE BOARD PURSUANT TO THAT 12 SECTION. 13 **SECTION 2.** In Colorado Revised Statutes, 13-64-301, amend 14 (1) introductory portion, (1)(a.5)(I), (1)(a.5)(II) introductory portion, 15 (1)(a.5)(III), (1)(a.5)(IV), (2), and (3) as follows: 16 **13-64-301. Financial responsibility.** (1) As a condition of active 17 licensure or authority to practice in this state, every physician, dentist, or 18 dental hygienist, EVERY PHYSICIAN ASSISTANT WHO HAS BEEN PRACTICING 19 FOR AT LEAST THREE YEARS, and every health care institution as defined 20 in section 13-64-202, except as provided in section 13-64-303.5, that 21 provides health care services shall establish financial responsibility, as 22 follows: 23 (a.5) (I) If a physician OR A PHYSICIAN ASSISTANT, by maintaining 24 commercial professional liability insurance coverage with an insurance

-2- HB20-1041

company authorized to do business in this state or an eligible nonadmitted insurer allowed to insure in Colorado pursuant to article 5 of title 10 C.R.S., in a minimum indemnity amount of one million dollars per incident and three million dollars annual aggregate per year; except that this requirement is not applicable to a physician OR PHYSICIAN ASSISTANT who is a public employee under the "Colorado Governmental Immunity Act", article 10 of title 24. C.R.S.

- (II) The Colorado medical board may, by rule, exempt from or establish lesser financial responsibility standards than those prescribed in this paragraph (a.5) SUBSECTION (1)(a.5) for classes of physicians OR PHYSICIAN ASSISTANTS who:
- (III) The Colorado medical board may exempt from or establish lesser financial responsibility standards for a physician OR PHYSICIAN ASSISTANT for reasons other than those described in subparagraph (II) of this paragraph (a.5) SUBSECTION (1)(a.5)(II) OF THIS SECTION that render the limits provided in subparagraph (I) of this paragraph (a.5) SUBSECTION (1)(a.5)(I) OF THIS SECTION unreasonable or unattainable.
- (IV) Nothing in this paragraph (a.5) shall preclude SUBSECTION (1)(a.5) PRECLUDES or otherwise prohibit PROHIBITS a licensed physician OR PHYSICIAN ASSISTANT from rendering appropriate patient care on an occasional basis when the circumstances surrounding the need for care so warrant.
- (2) Each such physician, PHYSICIAN ASSISTANT, or dentist, as a condition of receiving and maintaining an active or inactive license or other authority to provide health care services, and each health care institution, as a condition of receiving and maintaining an active license, certification, or other authority to provide health care services in this

-3- HB20-1041

state, shall furnish the appropriate authority which THAT issues and administers such THE license, certification, or other authority with evidence of compliance with subsection (1) of this section. No such THE license, certification, or other authority shall NOT be issued or renewed unless such THE HEALTH CARE PROFESSIONAL OR HEALTH CARE INSTITUTION PROVIDES evidence of compliance has been furnished WITH SUBSECTION (1) OF THIS SECTION TO THE APPROPRIATE AUTHORITY THAT ISSUES AND ADMINISTERS THE LICENSE, CERTIFICATION, OR OTHER AUTHORITY.

(3) Notwithstanding the minimum amount specified in paragraph (a.5) of subsection (1) SUBSECTION (1)(a.5) of this section, if the Colorado medical board receives two or more reports pursuant to section 13-64-303 during any twelve-month period regarding a physician OR PHYSICIAN ASSISTANT, the minimum amount of financial responsibility for that physician shall be OR PHYSICIAN ASSISTANT IS twice the amount specified in paragraph (a.5) of subsection (1) SUBSECTION (1)(a.5) of this section. The Colorado medical board may reduce the additional amount if the physician OR PHYSICIAN ASSISTANT, upon motion, presents sufficient evidence to the Colorado medical board that one or more of the reports involved an action or claim that did not represent any substantial failure to adhere to accepted professional standards of care. UNDER THESE CIRCUMSTANCES, the board may reduce the additional amount to an amount that would be fair and conscionable.

SECTION 3. Safety clause. The general assembly hereby finds, determines, and declares that this act is necessary for the immediate preservation of the public peace, health, or safety.

-4- HB20-1041