

GENERAL ASSEMBLY OF NORTH CAROLINA
SESSION 2011

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HOUSE BILL 666
Committee Substitute Favorable 6/7/11

Short Title: Facilitate Locum Tenens Physicians.

(Public)

Sponsors:

Referred to:

April 7, 2011

1 A BILL TO BE ENTITLED
2 AN ACT TO AMEND THE INSURANCE LAWS IN ORDER TO FACILITATE THE USE
3 OF LOCUM TENENS PHYSICIANS TO ENSURE NORTH CAROLINA'S MEDICAL
4 PROFESSIONALS ARE CAPABLE OF SERVING THE STATE'S EXPANDING
5 POPULATION.

6 The General Assembly of North Carolina enacts:

7 **SECTION 1.** Article 3 of Chapter 58 of the General Statutes is amended by adding
8 a new section to read:

9 **"§ 58-3-231. Payment under locum tenens arrangements.**

10 (a) As used in this section, the following definitions apply:

- 11 (1) Covered visit services. – All office visits, emergency visits, and any related
12 service performed by a physician that is covered by the insurer.
13 (2) Insurer. – Defined in G.S. 58-3-167(a).
14 (3) Locum tenens agency. – A company authorized to conduct business in North
15 Carolina that provides, through contract, locum tenens placement and
16 administrative services for regular physicians, locum tenens physicians,
17 medical groups, and hospitals.
18 (4) Locum tenens physician. – A physician who substitutes for a regular
19 physician on a temporary basis and is not an employee of the regular
20 physician.
21 (5) Regular physician. – The physician that is normally scheduled to see a
22 patient, including physician specialists and a physician who has left a group
23 practice for whom a locum tenens physician is retained.

24 (b) An insurer that provides a health benefit plan shall establish and maintain a process
25 to allow a patient's regular physician to submit a claim and, if the claim is accepted, receive
26 payment for covered visit services that the regular physician or a locum tenens agency arranges
27 to be provided by a locum tenens physician, provided the following are true:

- 28 (1) The regular physician is unavailable to provide the covered visit services or
29 the locum tenens physician is assisting the regular physician in providing
30 visit services.
31 (2) The insured patient has arranged or seeks to receive the covered visit
32 services from the regular physician.
33 (3) The locum tenens physician does not provide the covered visit services to
34 insured patients of a single regular physician for more than 90 consecutive
35 days.



1 (4) The regular physician identifies the covered visit services as locum tenens
2 physician services meeting the requirements of this section by entering the
3 proper code required by the insurer after the procedure code.

4 (5) The regular physician pays for the locum tenens physician's covered visit
5 services on a per diem or similar fee-for-time basis.

6 (6) The regular physician maintains a record of each covered visit service
7 provided by the locum tenens physician and makes this record available to
8 the insurer upon request.

9 (c) A medical group or hospital may submit claims for the covered visit services of a
10 locum tenens physician substituting for a regular physician who is a member of the group or an
11 employee of the hospital if the requirements of subsection (b) of this section are met. For
12 purposes of these requirements, per diem or similar fee-for-time compensation that the group or
13 hospital pays for the locum tenens physician is considered paid by the regular physician. A
14 physician who has left the group and for whom the group has engaged a locum tenens
15 physician as a temporary replacement may bill for the temporary physician for up to 90
16 consecutive days.

17 (d) An insurer shall allow a locum tenens physician credentialed with that insurer to
18 substitute for a regular physician in accordance with this section without a statement of
19 supervision if (i) the regular physician is a solo practitioner or (ii) there is not otherwise a
20 regular physician who is able to provide a statement of supervision.

21 (e) Locum tenens agencies may contract with regular physicians, medical groups,
22 hospitals, and locum tenens physicians to provide placement and administrative services related
23 to the locum tenens substitution, provided the following are true:

24 (1) The locum tenens agency charges fees that are reasonably related to the
25 value of the services that the locum tenens agency provides.

26 (2) The locum tenens agency does not interfere with or attempt to influence the
27 clinical judgment of a physician providing locum tenens services."

28 **SECTION 2.** Insurers shall establish within 180 days after the effective date of this
29 act the process required by G.S. 58-3-231, as enacted by this act.

30 **SECTION 3.** This act becomes effective October 1, 2011.