

General Assembly

January Session, 2025

Raised Bill No. 1452

LCO No. **5741**

Referred to Committee on PUBLIC HEALTH

Introduced by: (PH)

AN ACT CONCERNING HOSPITAL-AFFILIATED PHYSICIANS.

Be it enacted by the Senate and House of Representatives in General Assembly convened:

1 Section 1. (NEW) (*Effective October 1, 2025*) (a) As used in this section:

(1) "Attending physician" means a physician licensed pursuant to
chapter 370 of the general statutes who is selected by, or assigned to, the
patient and who has primary responsibility for the treatment and care
of the patient;

6 (2) "Hospital" means any short-term acute care general or children's
7 hospital licensed by the Department of Public Health, including the John
8 Dempsey Hospital of The University of Connecticut Health Center; and

9 (3) "Relative value unit" means the value assigned by the Centers for 10 Medicare and Medicaid Services to certain current procedural 11 terminology (CPT) codes and Health Care Procedure Coding System 12 (HCPCS) codes to represent the cost of providing a service and 13 comprised of physician work relative value unit, practice expense 14 relative value unit and malpractice relative value unit multiplied by 15 conversion factor and geographic practice cost indices adjustments.

16 (b) No hospital shall assign an attending physician more than 17 eighteen patients during a twelve-hour shift unless the hospital 18 compensates such attending physician at (1) a rate equal to (A) one and 19 one-half times such attending physician's hourly rate, or (B) one and 20 one-half times an hourly rate based on such attending physician's 21 annual salary, as applicable, or (2) an amount equal to the payments 22 such hospital would receive under a relative value unit payment 23 methodology for the attending physician's treatment of patients during 24 such shift, whichever is greater.

25 Sec. 2. (NEW) (*Effective October 1, 2025*) (a) As used in this section:

26 (1) "Group practice" means seven or more full-time equivalent 27 physicians, legally organized in a partnership, professional corporation, 28 limited liability company formed to render professional services, 29 medical foundation, not-for-profit corporation, faculty practice plan or 30 other similar entity (A) in which each physician who is a member of the 31 group provides substantially the full range of services that the physician 32 routinely provides, including, but not limited to, medical care, 33 consultation, diagnosis or treatment, through the joint use of shared 34 office space, facilities, equipment or personnel; (B) for which substantially all of the services of the physicians who are members of 35 36 the group are provided through the group and are billed in the name of 37 the group practice and amounts so received are treated as receipts of the 38 group; or (C) in which the overhead expenses of, and the income from, 39 the group are distributed in accordance with methods previously 40 determined by members of the group. An entity that otherwise meets 41 the definition of group practice under this section shall be considered a 42 group practice although the shareholders, partners or owners of the 43 group practice include single-physician professional corporations, 44 limited liability companies formed to render professional services or 45 other entities in which beneficial owners are individual physicians;

46 (2) "Health system" means: (A) A parent corporation of one or more47 hospitals and any entity affiliated with such parent corporation through

48 ownership, governance, membership or other means, or (B) a hospital
49 and any entity affiliated with such hospital through ownership,
50 governance, membership or other means;

(3) "Hospital" has the same meaning as provided in section 19a-490of the general statutes; and

(4) "Staffing change" means an increase, reduction or reassignment of
a large group's workforce that is not a significant staffing change, as
defined in section 3 of this act.

56 (b) No health system shall make any staffing change to a group 57 practice without (1) consulting with and giving due consideration to the 58 physician members of such group practice, or (2) submitting such 59 staffing change for review to the Commissioner of Health Strategy, 60 pursuant to section 3 of this act, if applicable. If a health system makes 61 any such staffing change without consulting with and giving due consideration to such physician members or receiving approval for such 62 63 staffing change from the Commissioner of Health Strategy pursuant to 64 section 3 of this act, the Commissioner of Public Health shall appoint an 65 independent monitor to oversee such group practice for a period of one 66 year starting on the date of such appointment. A monitor appointed 67 pursuant to the provisions of this section shall: (A) Evaluate the quality 68 of patient care at such group practice after the staffing change is 69 implemented and ensure that the quality of patient care is maintained; 70 (B) assess and address any challenges faced by patients due to the 71 staffing change; (C) monitor whether the staffing change has resulted in 72 any decrease in services provided by the group practice; and (D) assess 73 and address any difficulties or adverse impacts experienced by 74 displaced physicians or group practices, including, but not limited to, 75 difficulties relating to the professional, financial or personal well-being 76 of such physicians or group practices.

(c) If the commissioner appoints a monitor pursuant to the provisionsof this section, the health system that made the staffing change to the

79 group practice without consulting with and giving due consideration to

- 80 the physician members of such group practice shall compensate such
- 81 monitor at a rate determined by the commissioner.
- 82 (d) No health system shall require a physician practicing in a group83 practice to join another group practice without such physician's consent.

(e) The commissioner may adopt regulations, in accordance with the
provisions of chapter 54 of the general statutes, to implement the
provisions of this section.

87 Sec. 3. (NEW) (*Effective October 1, 2025*) (a) As used in this section:

88 (1) "Group practice" means seven or more full-time equivalent 89 physicians, legally organized in a partnership, professional corporation, 90 limited liability company formed to render professional services, 91 medical foundation, not-for-profit corporation, faculty practice plan or 92 other similar entity (A) in which each physician who is a member of the 93 group provides substantially the full range of services that the physician 94 routinely provides, including, but not limited to, medical care, 95 consultation, diagnosis or treatment, through the joint use of shared 96 office space, facilities, equipment or personnel; (B) for which 97 substantially all of the services of the physicians who are members of 98 the group are provided through the group and are billed in the name of 99 the group practice and amounts so received are treated as receipts of the 100 group; or (C) in which the overhead expenses of, and the income from, 101 the group are distributed in accordance with methods previously 102 determined by members of the group. An entity that otherwise meets 103 the definition of group practice under this section shall be considered a 104 group practice although the shareholders, partners or owners of the 105 group practice include single-physician professional corporations, 106 limited liability companies formed to render professional services or 107 other entities in which beneficial owners are individual physicians;

(2) "Health system" means: (A) A parent corporation of one or morehospitals and any entity affiliated with such parent corporation through

ownership, governance, membership or other means, or (B) a hospital
and any entity affiliated with such hospital through ownership,
governance, membership or other means;

(3) "Hospital" has the same meaning as provided in section 19a-490of the general statutes; and

(4) "Significant staffing change" means an increase, reduction orreassignment of fifty per cent or more of a large group's workforce.

(b) Not less than one hundred eighty days before implementing a
significant staffing change, a health system shall provide notice to the
(1) large group practice affected by such change by first class mail or
electronic mail, and (2) Commissioner of Health Strategy.

121 (c) On or before the date a health system provides notice to the 122 commissioner regarding a significant staffing change pursuant to 123 subsection (b) of this section, such health system shall submit, in a form 124 and manner prescribed by the commissioner, an application review and 125 approval or disapproval of such staffing change. When evaluating such 126 application, the commissioner shall consider: (1) The extent to which the 127 significant staffing change will affect patient care at the group practice 128 or otherwise present challenges for the patients of the group practice; 129 (2) whether the significant staffing change will result in any decrease in 130 the services provided by the group practice; and (3) any difficulties or 131 adverse impacts that physicians affected by the significant staffing 132 change will experience, including, but not limited to, difficulties relating 133 to the professional, financial or personal well-being of such physicians 134 or group practices. The commissioner shall issue a decision approving 135 or disapproving an application not later than one hundred eighty days 136 after the date the commissioner receives notice pursuant to subsection 137 (b) of this section.

(d) No health system shall implement a significant staffing change at
a group practice without receiving approval pursuant to the provisions
of this section.

(e) The Commissioner of Health Strategy may adopt regulations, in
accordance with the provisions of chapter 54 of the general statutes, to
implement the provisions of this section.

144 Sec. 4. (NEW) (Effective October 1, 2025) On and after October 1, 2025, 145 no institution, as defined in section 19a-490 of the general statutes, shall 146 terminate a physician licensed pursuant to chapter 370 of the general 147 statutes, except for just cause, which shall be determined solely by the 148 performance or conduct of the particular physician. Any provision in a 149 physician employment contract entered into on and after October 1, 150 2025, that permits an employer to terminate a physician at will shall be 151 void.

This act shall take effect as follows and shall amend the following sections:		
Section 1	October 1, 2025	New section
Sec. 2	October 1, 2025	New section
Sec. 3	October 1, 2025	New section
Sec. 4	October 1, 2025	New section

Statement of Purpose:

To establish various employment protections for hospital-affiliated physicians.

[Proposed deletions are enclosed in brackets. Proposed additions are indicated by underline, except that when the entire text of a bill or resolution or a section of a bill or resolution is new, it is not underlined.]