Session of 2023

## HOUSE BILL No. 2388

By Committee on Commerce, Labor and Economic Development

2-9

AN ACT concerning occupational regulation; relating to occupational 1 2 licenses; requiring that licensing bodies provide verified electronic 3 credentials, in addition to paper-based credentials, to all credential 4 holders, including military servicemembers and others receiving 5 Kansas credentials based on their credentials from other jurisdictions; 6 requiring licensing bodies to use centralized electronic credential data management systems capable of providing instantaneous credential 7 8 verification; mandating that such systems maintain an auditable record; 9 amending K.S.A. 2022 Supp. 48-3406 and repealing the existing 10 section

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WHEREAS, The legislature recognizes that many working Americans,
 particularly military families, rely on a professional license for
 employment and that transferability of licensing between states has
 become expensive and time consuming; and

WHEREAS, Transferable occupational licensing, eased requirements
 on license reciprocity for military families and expediting key elements of
 the licensing process represents a creative approach to ensure that our state
 can accommodate as many professionals as possible; and

WHEREAS, Every professional in Kansas should have continuous
 access, accurate tracking and easy organization of electronic credentials;
 and

WHEREAS, Kansans and licensing bodies should be able to instantly
 verify the authenticity of a professional's credential to prevent fraud and
 keep Kansans safe.

26 Now, therefore:

27 Be it enacted by the Legislature of the State of Kansas:

28 Section 1. K.S.A. 2022 Supp. 48-3406 is hereby amended to read as 29 follows: 48-3406. (a) For the purposes of this section:

(1) "Applicant" means an individual who is a military spouse,
military servicemember or an individual who has established or intends to
establish residency in this state. "Applicant" with respect to law
enforcement certification by the Kansas commission on peace officers'
standards and training means an applicant who has met the employment
requirement pursuant to K.S.A. 74-5605(a), and amendments thereto.

36 (2) "Complete application" means the licensing body has received all

forms, fees, documentation, a signed affidavit stating that the application 1 2 information, including necessary prior employment history, is true and accurate and any other information required or requested by the licensing 3 body for the purpose of evaluating the application, consistent with this 4 5 section and the rules and regulations adopted by the licensing body 6 pursuant to this section. If the licensing body has received all such forms, 7 fees, documentation and any other information required or requested by 8 the licensing body, an application shall be deemed to be a complete application even if the licensing body has not yet received a criminal 9 background report from the Kansas bureau of investigation. 10

(3) "Electronic credential" means an electronic method by which a
 person may display or transmit to another person information that verifies
 a person's certification, licensure, registration or permit;

14 *(4)* "Licensing body" means an official, agency, board or other entity 15 of the state which *that* authorizes individuals to practice a profession in 16 this state and issues a license, registration, certificate, permit or other 17 authorization to an individual so authorized.

(4)(5) "Military servicemember" means a current member of any
 branch of the United States armed services, United States military reserves
 or national guard of any state or a former member with an honorable
 discharge.

22 (5)(6) "Military spouse" means the spouse of a military 23 servicemember.

(6)(7) "Private certification" means a voluntary program in which a
 private organization grants nontransferable recognition to an individual
 who meets personal qualifications and standards relevant to performing the
 occupation as determined by the private organization.

(7)(8) "Scope of practice" means the procedures, actions, processes
 and work that a person may perform under a government issued license,
 registration or certification.

(9) "Verification system" means an electronic method by which the
 authenticity and validity of electronic credentials are verified.

(b) Notwithstanding any other provision of law, any licensing body
 shall, upon submission of a complete application, issue a *paper-based and verified electronic* license, registration or certification to an applicant as
 provided by this section, so that the applicant may lawfully practice the
 person's occupation.

(c) An applicant who holds a valid current license, registration or
 certification in another state, district or territory of the United States shall
 receive a *paper-based and verified electronic* license, registration or
 certification:

42 (1) If the applicant qualifies under the applicable Kansas licensure,43 registration or certification by endorsement, reinstatement or reciprocity

1 statutes, then pursuant to applicable licensure, registration or certification

by endorsement, reinstatement or reciprocity statutes of the licensing body
of this state for the license, registration or certification within 15 days from
the date a complete application was submitted if the applicant is a military
servicemember or military spouse or within 45 days from the date a
complete application was submitted for all other applicants; or

7 (2) if the applicant does not qualify under the applicable licensure, 8 registration or certification by endorsement, reinstatement or reciprocity 9 statutes of the licensing body of this state, or if the Kansas professional 10 practice act does not have licensure, registration or certification by 11 endorsement, reinstatement or reciprocity statutes, then the applicant shall 12 receive a license, registration or certification as provided herein if, at the 13 time of application, the applicant:

(A) Holds a valid current license, registration or certification in 14 another state, district or territory of the United States with licensure, 15 16 registration or certification requirements that the licensing body 17 determines authorize a similar scope of practice as those established by the 18 licensing body of this state, or holds a certification issued by another state 19 for practicing the occupation but this state requires an occupational license, and the licensing body of this state determines that the 20 21 certification requirements certify a similar scope of practice as the 22 licensing requirements established by the licensing body of this state;

(B) has worked for at least one year in the occupation for which thelicense, certification or registration is sought;

(C) has not committed an act in any jurisdiction that would have constituted grounds for the limitation, suspension or revocation of the license, certificate or registration, or that the applicant has never been censured or had other disciplinary action taken or had an application for licensure, registration or certification denied or refused to practice an occupation for which the applicant seeks licensure, registration or certification;

32 (D) has not been disciplined by a licensing, registering, certifying or 33 other credentialing entity in another jurisdiction and is not the subject of 34 an unresolved complaint, review procedure or disciplinary proceeding 35 conducted by a licensing, registering, certifying or other credentialing 36 entity in another jurisdiction nor has surrendered their membership on any 37 professional staff in any professional association or society or faculty for 38 another state or jurisdiction while under investigation or to avoid adverse 39 action for acts or conduct similar to acts or conduct that would constitute 40 grounds for disciplinary action in a Kansas practice act;

41 (E) does not have a disqualifying criminal record as determined by42 the licensing body of this state under Kansas law;

43 (F) provides proof of solvency, financial standing, bonding or

insurance if required by the licensing body of this state, but only to the
 same extent as required of any applicant with similar credentials or
 experience;

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(G) pays any fees required by the licensing body of this state; and

5 (H) submits with the application a signed affidavit stating that the 6 application information, including necessary prior employment history, is 7 true and accurate.

8 Upon receiving a complete application and the provisions of subsection 9 (c)(2) apply and have been met by the applicant, the licensing body shall issue the license, registration or certification within 15 days from the date 10 a complete application was submitted by a military servicemember or 11 military spouse, or within 45 days from the date a complete application 12 was submitted by an applicant who is not a military servicemember or 13 14 military spouse, to the applicant on a probationary basis, but may revoke 15 the license, registration or certification at any time if the information 16 provided in the application is found to be false. The probationary period 17 shall not exceed six months. Upon completion of the probationary period, 18 the license, certification or registration shall become a non-probationary 19 license, certification or registration.

20 (d) Any applicant who has not been in the active practice of the 21 occupation during the two years preceding the application for which the 22 applicant seeks a license, registration or certification under subsection (c) 23 (2) may be required to complete such additional testing, training, 24 monitoring or continuing education as the Kansas licensing body may 25 deem necessary to establish the applicant's present ability to practice in a 26 manner that protects the health and safety of the public, as provided by 27 subsection (j).

(e) Upon submission of a complete application, an applicant may
 receive an occupational license, registration or certification based on the
 applicant's work experience in another state, if the applicant:

(1) Worked in a state that does not use an occupational license,
registration, certification or private certification to regulate an occupation,
but this state uses an occupational license, registration or certification to
regulate the occupation;

(2) worked for at least three years in the occupation during the fouryears immediately preceding the application; and

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(3) satisfies the requirements of subsection (c)(2)(C) through (H).

(f) Upon submission of a complete application, an applicant may
receive an occupational license, registration or certification under
subsection (b) based on the applicant's holding of a private certification
and work experience in another state, if the applicant:

42 (1) Holds a private certification and worked in a state that does not 43 use an occupational license or government certification to regulate an 1 occupation, but this state uses an occupational license or government 2 certification to regulate the occupation;

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(2) worked for at least two years in the occupation;

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(3) holds a current and valid private certification in the occupation;

5 (4) is held in good standing by the organization that issued the private 6 certification; and

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(5) satisfies the requirements of subsection (c)(2)(C) through (H).

8 (g) An applicant licensed, registered or certified under this section 9 shall be entitled to the same rights and subject to the same obligations as 10 are provided by the licensing body for Kansas residents, except that revocation or suspension of an applicant's license, registration or 11 12 certificate in the applicant's state of residence or any jurisdiction in which 13 the applicant held a license, registration or certificate shall automatically cause the same revocation or suspension of such applicant's license, 14 15 registration or certificate in Kansas. No hearing shall be granted to an 16 applicant where such applicant's license, registration or certificate is 17 subject to such automatic revocation or suspension, except for the purpose 18 of establishing the fact of revocation or suspension of the applicant's 19 license, registration or certificate by the applicant's state of residence or 20 jurisdiction in which the applicant held a license, registration or certificate.

21 (h) In the event the licensing body determines that the license, 22 registration or certificate currently held by an applicant under subsection 23 (c)(2) or the work experience or private credential held by an applicant 24 under subsections (e) or (f), who is a military spouse or military 25 servicemember does not authorize a similar scope of practice as the license, registration or certification issued by the licensing body of this 26 27 state, the licensing body shall issue a temporary permit for a limited period 28 of time to allow the applicant to lawfully practice the applicant's occupation while completing any specific requirements that are required in 29 this state for licensure, registration or certification that were not required 30 31 in the state, district or territory of the United States in which the applicant 32 was licensed, registered, certified or otherwise credentialed, unless the 33 licensing body finds, based on specific grounds, that issuing a temporary 34 permit would jeopardize the health and safety of the public.

35 (i) In the event the licensing body determines that the license, 36 registration or certification currently held by an applicant under subsection 37 (c)(2) or the work experience or private credential held by an applicant 38 under subsections (e) or (f), who is not a military spouse or military 39 servicemember, does not authorize a similar scope of practice as the 40 license, registration or certification issued by the licensing body of this 41 state, the licensing body may issue a temporary permit for a limited period 42 of time to allow the applicant to lawfully practice the applicant's 43 occupation while completing any specific requirements that are required in this state for licensure, registration or certification that was not required in
 the state, district or territory of the United States in which the applicant
 was licensed, registered, certified or otherwise credentialed, unless the
 licensing body finds, based on specific grounds, that issuing a temporary
 permit would jeopardize the health and safety of the public.

6 (j) Any testing, continuing education or training requirements 7 administered under subsection (d), (h) or (i) shall be limited to Kansas law 8 that regulates the occupation and that are materially different from or 9 additional to the law of another state, or shall be limited to any materially 10 different or additional body of knowledge or skill required for the 11 occupational license, registration or certification in Kansas.

(k) A licensing body may grant licensure, registration, certification or
 a temporary permit to any person who meets the requirements under this
 section but was separated from such military service under less than
 honorable conditions or with a general discharge under honorable
 conditions.

17 (1) Nothing in this section shall be construed to apply in conflict with 18 or in a manner inconsistent with federal law or a multistate compact, or a 19 rule or regulation or a reciprocal or other applicable statutory provision 20 that would allow an applicant to receive a license. Nothing in this section 21 shall be construed as prohibiting a licensing body from denying any 22 application for licensure, registration or certification, or declining to grant 23 a temporary or probationary license, if the licensing body determines that granting the application may jeopardize the health and safety of the public. 24

(m) Nothing in this section shall be construed to be in conflict with
any applicable Kansas statute defining the scope of practice of an
occupation. The scope of practice as provided by Kansas law shall apply to
applicants under this section.

29 (n) Notwithstanding any other provision of law, during a state of emergency declared by the legislature, a licensing body may grant a 30 31 temporary emergency license to practice any profession licensed, certified, 32 registered or regulated by the licensing body to an applicant whose 33 qualifications the licensing body determines to be sufficient to protect 34 health and safety of the public and may prohibit any unlicensed person 35 from practicing any profession licensed, certified, registered or regulated 36 by the licensing body.

(o) Licensing bodies-may shall provide paper-based and verified
electronic credentials to persons regulated by the licensing body.-Forpurposes of this subsection, "electronic credential" means an electronic
method by which a person may display or transmit to another personinformation that verifies a person's certification, licensure, registration or
permit. A licensing body may prescribe the format or requirements of the
electronic credential to be used by the licensing body. Any statutory or

1 regulatory requirement to display, post or produce a credential issued by a 2 licensing body may be satisfied by the proffer of an electronic credential authorized by the licensing body. Licensing bodies shall utilize a central 3 4 electronic record system to issue, revoke, suspend and maintain oversight 5 of electronic credentials. A licensing body may use a third-party electronic 6 credential system that is not maintained by the licensing body. Such 7 electronic credential system shall include-a an instantaneous verification 8 system that is operated by the licensing body or its agent on behalf of the 9 licensing body for the purpose of *instantly* verifying the authenticity and validity of electronic credentials issued by the licensing body. Electronic 10 11 credential systems shall maintain an auditable record of credentials issued

12 by each licensing body.

(p) Each licensing body shall adopt rules and regulations necessary to
 implement and carry out the provisions of this section.

15 (q) This section shall not apply to the practice of law or the regulation 16 of attorneys pursuant to K.S.A. 7-103, and amendments thereto.

(r) The state board of healing arts and the state board of technical 17 18 professions, with respect to an applicant who is seeking a license to 19 practice professional engineering or engage in the practice of engineering, as defined in K.S.A. 74-7003, and amendments thereto, may deny an 20 21 application for licensure, registration or certification, or decline to grant a 22 temporary or probationary license, if the board determines the applicant's 23 qualifications are not substantially equivalent to those established by the 24 board. Such boards shall not otherwise be exempt from the provisions of 25 this act.

(s) This section shall apply to all licensing bodies not excluded under
 subsection (q), including, but not limited to:

- 28 (1) The abstracters' board of examiners;
- 29 (2) the board of accountancy;
- 30 (3) the board of adult care home administrators;
- (4) the secretary for aging and disability services, with respect to
  K.S.A. 65-5901 et seq. and K.S.A. 65-6503 et seq., and amendments
  thereto;

34 (5) the Kansas board of barbering;

- 35 (6) the behavioral sciences regulatory board;
- 36 (7) the Kansas state board of cosmetology;
- 37 (8) the Kansas dental board;
- 38 (9) the state board of education;

(10) the Kansas board of examiners in fitting and dispensing ofhearing instruments;

- 41 (11) the board of examiners in optometry;
- 42 (12) the state board of healing arts, as provided by subsection (r);
- 43 (13) the secretary of health and environment, with respect to K.S.A.

1 82a-1201 et seq., and amendments thereto;

2 (14) the commissioner of insurance, with respect to K.S.A. 40-241 3 and 40-4901 et seq., and amendments thereto;

- (15) the state board of mortuary arts;
- 5 the board of nursing; (16)
- 6 the state board of pharmacy; (17)
  - the Kansas real estate commission; (18)
  - (19) the real estate appraisal board;

9 the state board of technical professions, as provided by (20)10 subsection (r); and

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(21) the state board of veterinary examiners.

(t) All proceedings pursuant to this section shall be conducted in 12 accordance with the provisions of the Kansas administrative procedure act 13 and shall be reviewable in accordance with the Kansas judicial review act. 14

(u) Commencing on July 1, 2021, and each year thereafter, each 15 16 licensing body listed in subsection (s)(1) through (21) shall provide a 17 report for the period of July 1 through June 30 to the director of legislative 18 research by August 31 of each year, providing information requested by 19 the director of legislative research to fulfill the requirements of this 20 subsection. The director of legislative research shall develop the report 21 format, prepare an analysis of the reports and submit and present the 22 analysis to the office of the governor, the committee on commerce, labor 23 and economic development of the house of representatives, the committee 24 on commerce of the senate, the committee on appropriations of the house 25 of representatives and the committee on ways and means of the senate by January 15 of the succeeding year. The director's report may provide any 26 27 analysis the director deems useful and shall provide the following items, 28 detailed by applicant type, including military servicemember, military 29 spouse and non-military individual:

30 (1) The number of applications received under the provisions of this 31 section;

32 33 (2) the number of applications granted under this section;

(3) the number of applications denied under this section;

34 (4) the average time between receipt of the application and 35 completion of the application;

(5) the average time between receipt of a complete application and 36 37 issuance of a license, certification or registration; and

38 (6) identification of applications submitted under this section where 39 the issuance of credentials or another determination by the licensing body 40 was not made within the time limitations pursuant to this section and the 41 reasons for the failure to meet such time limitations

All information shall be provided by the licensing body to the director 42 43 of legislative research in a manner that maintains the confidentiality of all

- 1 applicants and in aggregate form that does not permit identification of
- 2 individual applicants.
- 3 Sec. 2. K.S.A. 2022 Supp. 48-3406 is hereby repealed.
- 4 Sec. 3. This act shall take effect and be in force from and after its 5 publication in the statute book.