Medicare Clarifies Recognition of Interstate License Compact Pathways

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Note: We revised this Article to clarify language about licenses that certain providers get through interstate licensing compact pathways. You’ll find substantive content updates in dark red font on pages 1 and 2.

Provider Types Affected

This MLN Matters Article is for physicians and non-physician practitioners (NPPs) who get licenses through the interstate licensing compact pathways and wish to bill Medicare Administrative Contractors (MACs) for services they provide to Medicare patients.

What You Need to Know

This Article clarifies CMS’ recognition of licenses through interstate license compact pathways as valid and full licenses for purposes of meeting federal license requirements.

Background

We are aware of a new trend in medicine involving interstate license compacts. An interstate license compact offers a new, voluntary, and faster pathway to licensure for qualified physicians and NPPs who wish to practice in multiple states.

All license compacts aren’t the same. Physician compacts streamline the licensure process for physicians who want to practice in multiple states. However, if a physician meets all requirements, each state will still issue a separate license from each state the physician intends to practice. We’ll continue to rely on the license the state medical board issues to confirm compliance with our federal license requirements.

Some NPP compacts allow the NPP to work in a compact member state, other than their home state, without going through the normal licensure process in the remote state. NPPs working under such a compact must meet both the licensure requirements outlined in the primary state of residence and those established by the compact laws of the interstate compact states.

We are aware of the Physician, Physical Therapy, Occupational Therapy, Speech Language
Therapy, Nurse Practitioner, and Psychology interstate license compacts, but more may be underway.

For physicians and NPPs, we’ll treat licenses through the interstate license compact pathway as valid, full licenses for the purposes of meeting our federal license requirements. Your MACs will accept CMS-855 enrollment applications from providers reporting a license through the interstate license compact pathway.

Your MAC first will attempt to verify the license through the interstate license compact pathway using the state licensing board website. If unsuccessful, the MAC will request documentation from you to validate the interstate license compact information.

MACs will re-open any previously denied enrollment applications reporting a license through the interstate license compact pathway and continue processing. We’ll base the effective date of billing on the receipt date of the original application.

More Information

See Chapter 10, Section 10.2.3 of the Program Integrity Manual regarding verification of license and certification requirements for enrollment.

For more information, contact your MAC.

Document History

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