

ENGROSSED SENATE  
BILL NO. 895

By: Smith of the Senate

and

Thornbrugh of the House

[ professions and occupations - Oklahoma Allopathic Medical  
and Surgical Licensure and Supervision Act - State Board  
of Osteopathic Examiners - letter of concern - referral  
of patients - information - drugs or devices -  
construction - codification - effective date ]

BE IT ENACTED BY THE PEOPLE OF THE STATE OF OKLAHOMA:

SECTION 1. AMENDATORY Section 33, Chapter 323, O.S.L.  
1994 (59 O.S. Supp. 1997, Section 509.1), is amended to read as  
follows:

Section 509.1 A. RANGE OF ACTIONS: The Board may impose  
disciplinary actions in accordance with the severity of violation of  
this act. Disciplinary actions may include but are not limited to  
the following:

1. Revocation of the medical license;
2. Suspension of the medical license;
3. Probation;
4. Stipulations, limitations, restrictions, and conditions  
relating to practice;
5. Censure (including specific redress, if appropriate);
6. Reprimand;
7. A period of free public or charity service; and

8. Satisfactory completion of an educational, training, and/or treatment program or programs.

Provided, as a condition of disciplinary action sanctions, the Board may impose as a condition of any disciplinary action, the payment of costs expended by the Board for any legal fees and costs and probation and monitoring fees, including but not limited to staff time, salary and travel expense, witness fees and attorney fees. The Board may take such actions singly or in combination as the nature of the violation requires.

B. LETTER OF CONCERN: The Board may authorize the secretary to issue a letter of concern to a licensee when evidence does not warrant formal proceedings, but the secretary has noted indications of possible errant conduct that could lead to serious consequences and formal action. The letter of concern may contain, at the secretary's discretion, clarifying information from the licensee. So that the mere existence of such letter may not, in and of itself, become prejudicial, the letter of concern shall not be subject to the provisions of Title 51 of the Oklahoma Statutes.

C. EXAMINATION/EVALUATION: The Board may, upon reasonable cause, require professional competency, physical, mental, or chemical dependency examinations of any licensee, including withdrawal and laboratory examination of body fluids.

D. DISCIPLINARY ACTION AGAINST LICENSEES:

1. The Board shall promulgate and adopt rules of Professional Conduct for professional conduct of physicians under this act; and

2. Grounds for Action: The Board may take disciplinary action for unprofessional or unethical conduct as deemed appropriate based upon the merits of each case and as set out by rule. The Board shall not revoke the license of a person otherwise qualified to practice allopathic medicine within the meaning of this act solely because the person's practice or a therapy is experimental or nontraditional.

Reports of all disciplinary action provided for in this section will be available to the public upon request.

SECTION 2. AMENDATORY 59 O.S. 1991, Section 637.1, as last amended by Section 7, Chapter 222, O.S.L. 1997 (59 O.S. Supp. 1997, Section 637.1), is amended to read as follows:

Section 637.1 A. In addition or as an alternative, as the case may be, to revoking, conditioning, suspending, reinstating or refusing to renew any license, the State Board of Osteopathic Examiners may, after affording opportunity to be heard:

1. Temporarily order suspension or limitation of license;
2. Issue an order of warning, reprimand or censure with regard to any act, conduct or practice which, in the judgment of the Board upon consideration of all relevant facts and circumstances, does not warrant the initiation of formal action;
3. Order that any person violating any provision of an act or regulation administered by the Board to cease and desist from future violations thereof or to take such affirmative corrective action as may be necessary with regard to any act or practice found unlawful by the Board;
4. Order any person as a condition for continued, reinstated or renewed licensure or as a condition for probation or suspension to secure medical or such other professional treatment as may be necessary to properly discharge licensee functions;  
or
5. Order any person as a condition of any suspension or probation or any disciplinary action, to attend and produce evidence of successful completion of a specific term of education, residency or training in enumerated fields and/or institutions as ordered by the Board based on the facts of the case. Said education, residency or training shall be at the expense of the person so ordered.

B. If after considering all the testimony presented, the State Board of Osteopathic Examiners finds that the respondent has violated any provision of the Oklahoma Osteopathic Medicine Act or any rule promulgated thereto, the Board may impose on the respondent as a condition of any suspension, revocation, or probation, or any other disciplinary action, the payment of costs expended by the Board in investigating and prosecuting said cause, such costs to include but not be limited to staff time, salary and travel expense, witness fees and attorney fees. In addition, the Board may impose an administrative fine in an amount not to exceed One Thousand Dollars (\$1,000.00) for each count or separate violation.

C. The Secretary of the Board may issue a letter of concern to a licensee, without a hearing, when evidence does not warrant formal proceedings, but indications exist of possible errant conduct that could lead to serious consequences and formal action. The letter of concern may contain, at the Secretary's discretion, clarifying information from the licensee. Such letters of concern are considered remedial. So that the mere existence of such letter may not, in and of itself, become prejudicial, the letter of concern shall not be subject to the provisions of Title 51 of the Oklahoma Statutes.

SECTION 3. AMENDATORY Section 3, Chapter 356, O.S.L. 1992, as amended by Section 2, Chapter 165, O.S.L. 1993 (59 O.S. Supp. 1997, Section 725.4), is amended to read as follows:

Section 725.4 A. Any health or mental health care professional or health care provider who refers patients or clients to a testing center or laboratory shall provide written disclosure to such patient or client or the guardian of such patient or client of any financial interest of the professional or provider in the center or laboratory or any remuneration received by the professional or provider for referrals to the center or laboratory. Provided, however, that disclosure shall not be required where:

1. The testing center or laboratory is an extension of or ancillary to the health or mental health care professional's or health care provider's practice;

2. The testing center or laboratory is not a separate business entity and is not billed as a separate entity; and

3. The health or mental health care professional or health care provider provides for and supervises the services at the facility.

B. Any person who has been determined to be in violation of subsection A of this section by the State Board of Health, after notice and a hearing by the Board shall be subject to a fine of not less than One Hundred Dollars (\$100.00) or more than One Thousand Dollars (\$1,000.00).

C. In addition to any other penalties or remedies provided by law:

1. A violation of this section by a health or mental health care professional or health care provider shall be grounds for disciplinary action by the state agency licensing, certifying or registering such professional or provider; and

2. A state agency licensing, certifying or registering such professional or provider may institute an action to enjoin violation or potential violation of this section. The action for an injunction shall be in addition to any other action, proceeding or remedy authorized by law.

D. At the time of providing any drug or device directly to a patient, the physician, or someone in that physician's employ must inform the patient that the same items may be available elsewhere and that a written prescription can be issued if requested by the patient.

SECTION 4. NEW LAW A new section of law to be codified in the Oklahoma Statutes as Section 731.8 of Title 59, unless there is created a duplication in numbering, reads as follows:

Nothing in this act shall be construed to prohibit optometric physicians from performing laser surgery as elsewhere authorized by law.

SECTION 5. This act shall become effective November 1, 1998.

Passed the Senate the 24th day of February, 1998.

President of the Senate

Passed the House of Representatives the \_\_\_\_ day of

\_\_\_\_\_, 1998.

Speaker of the House of Representatives