

# **WEST VIRGINIA LEGISLATURE**

**2023 REGULAR SESSION**

**Committee Substitute**

**for**

**Senate Bill 650**

BY SENATORS TAKUBO, TARR, WELD, AND DEEDS

[Originating in the Committee on Health and Human  
Resources; reported on February 24, 2023]



1 A BILL to amend and reenact §30-3-14 and §30-3-15 of the Code of West Virginia, 1931, as  
2 amended; and to amend and reenact §31B-13-1301 of said code, all relating to physician  
3 assistants owning a practice; establishing grounds for discipline or denial of a license or  
4 other authorization for physician assistants; clarifying physician assistant shareholder  
5 eligibility for medical corporations; permitting physician assistants to serve as designated  
6 corporate representatives; and designating the profession of physician assistant as a  
7 professional service for the purposes of the Uniform Limited Liability Company Act.

*Be it enacted by the Legislature of West Virginia:*

## **CHAPTER 30. PROFESSIONS AND OCCUPATIONS.**

### **ARTICLE 3. WEST VIRGINIA MEDICAL PRACTICE ACT.**

**§30-3-14. Professional discipline of physicians and podiatrists; reporting of information to board pertaining to medical professional liability and professional incompetence required; penalties; grounds for license denial and discipline of physicians, and podiatrists, and physician assistants; investigations; physical and mental examinations; hearings; sanctions; summary sanctions; reporting by the board; reapplication; civil and criminal immunity; voluntary limitation of license; probable cause determination; referral to law-enforcement authorities; rulemaking.**

1 (a) (1) The board may independently initiate disciplinary proceedings as well as initiate  
2 disciplinary proceedings based on information received from medical peer review committees,  
3 physicians, podiatrists, hospital administrators, professional societies, the Board of Pharmacy,  
4 and others.

5 (2) The board may initiate investigations as to professional incompetence or other reasons  
6 for which a licensed physician or podiatrist may be adjudged unqualified based upon criminal  
7 convictions; complaints by citizens, pharmacists, physicians, podiatrists, peer review committees,  
8 hospital administrators, professional societies, or others; or unfavorable outcomes arising out of

9 medical professional liability. The board shall initiate an investigation if it receives notice that three  
10 or more judgments, or any combination of judgments and settlements resulting in five or more  
11 unfavorable outcomes arising from medical professional liability, have been rendered or made  
12 against the physician or podiatrist within a five-year period. The board may not consider any  
13 judgments or settlements as conclusive evidence of professional incompetence or conclusive lack  
14 of qualification to practice.

15 (b) (1) Upon request of the board, any medical peer review committee in this state shall  
16 report any information that may relate to the practice or performance of any physician or podiatrist  
17 known to that medical peer review committee. Copies of the requests for information from a  
18 medical peer review committee may be provided to the subject physician or podiatrist if, in the  
19 discretion of the board, the provision of such copies will not jeopardize the board's investigation.  
20 If copies are provided, the subject physician or podiatrist is allowed 15 days to comment on the  
21 requested information and the comments shall be considered by the board.

22 (2) The chief executive officer of every hospital shall, within 60 days after the completion  
23 of the hospital's formal disciplinary procedure and also within 60 days after the commencement  
24 of and again after the conclusion of any resulting legal action, report in writing to the board the  
25 name of any member of the medical staff or any other physician or podiatrist practicing in the  
26 hospital whose hospital privileges have been revoked, restricted, reduced, or terminated for any  
27 cause, including resignation, together with all pertinent information relating to such action. The  
28 chief executive officer shall also report any other formal disciplinary action taken against any  
29 physician or podiatrist by the hospital upon the recommendation of its medical staff relating to  
30 professional ethics, medical incompetence, medical professional liability, moral turpitude, or drug  
31 or alcohol abuse. Temporary suspension for failure to maintain records on a timely basis or failure  
32 to attend staff or section meetings need not be reported. Voluntary cessation of hospital privileges  
33 for reasons unrelated to professional competence or ethics need not be reported.

34           (3) Any managed care organization operating in this state which provides a formal peer  
35 review process shall report in writing to the board, within 60 days after the completion of any  
36 formal peer review process and also within 60 days after the commencement of and again after  
37 the conclusion of any resulting legal action, the name of any physician or podiatrist whose  
38 credentialing has been revoked or not renewed by the managed care organization. The managed  
39 care organization shall also report in writing to the board any other disciplinary action taken  
40 against a physician or podiatrist relating to professional ethics, professional liability, moral  
41 turpitude, or drug or alcohol abuse within 60 days after completion of a formal peer review process  
42 which results in the action taken by the managed care organization. For purposes of this  
43 subsection, "managed care organization" means a plan that establishes, operates, or maintains  
44 a network of health care providers who have entered into agreements with and been credentialed  
45 by the plan to provide health care services to enrollees or insureds to whom the plan has the  
46 ultimate obligation to arrange for the provision of or payment for health care services through  
47 organizational arrangements for ongoing quality assurance, utilization review programs, or  
48 dispute resolutions.

49           (4) Any professional society in this state comprised primarily of physicians or podiatrists  
50 which takes formal disciplinary action against a member relating to professional ethics,  
51 professional incompetence, medical professional liability, moral turpitude, or drug or alcohol  
52 abuse shall report in writing to the board within 60 days of a final decision the name of the member,  
53 together with all pertinent information relating to the action.

54           (5) Any person licensed or authorized by the board to provide health care services to  
55 patients in this state shall submit a written report to the board of any of the following incidents the  
56 person reasonably believes to have occurred involving a person licensed or authorized by the  
57 board to provide health care services to patients in this state:

58           (A) Exercising influence within a provider-physician relationship for the purpose of  
59 engaging a patient in sexual activity;

60 (B) Engaging in sexual misconduct with a patient;

61 (C) Violating established medical or professional protocols regarding transferring  
62 controlled substances or prescribing controlled substances;

63 (D) Engaging in conduct which jeopardizes patient safety; or

64 (E) Other gross misconduct.

65 All reports required by this subdivision shall be submitted to the board within 30 days of  
66 the reportable incident, or if the licensee or other authorized person with a duty to report gained  
67 knowledge of the incident after it occurred, within 30 days of the licensee or other authorized  
68 person's knowledge of the incident. Failure of a licensee or other authorized person to report any  
69 such incidents to the board constitutes unprofessional conduct and is grounds for disciplinary  
70 action by the board. A physician who is licensed by the board and who obtains responsive  
71 information exclusively while functioning as the executive director or employee of a board-  
72 approved professional health program shall only be required to report in conformity with §30-3-  
73 9(h) of this code.

74 (6) Every person, partnership, corporation, association, insurance company, professional  
75 society, or other organization providing professional liability insurance to a physician or podiatrist  
76 in this state, including the state Board of Risk and Insurance Management, shall submit to the  
77 board the following information within 30 days from any judgment or settlement of a civil or medical  
78 professional liability action excepting product liability actions: The name of the insured; the date  
79 of any judgment or settlement; whether any appeal has been taken on the judgment and, if so, by  
80 which party; the amount of any settlement or judgment against the insured; and other information  
81 required by the board.

82 (7) Within 30 days from the entry of an order by a court in a medical professional liability  
83 action or other civil action in which a physician or podiatrist licensed by the board is determined  
84 to have rendered health care services below the applicable standard of care, the clerk of the court  
85 in which the order was entered shall forward a certified copy of the order to the board.

86 (8) Within 30 days after a person known to be a physician or podiatrist licensed or  
87 otherwise lawfully practicing medicine and surgery or podiatry in this state or applying to be  
88 licensed is convicted of a felony under the laws of this state or of any crime under the laws of this  
89 state involving alcohol or drugs in any way, including any controlled substance under state or  
90 federal law, the clerk of the court of record in which the conviction was entered shall forward to  
91 the board a certified true and correct abstract of record of the convicting court. The abstract shall  
92 include the name and address of the physician, or podiatrist, or applicant, the nature of the offense  
93 committed, and the final judgment and sentence of the court.

94 (9) Upon a determination of the board that there is probable cause to believe that any  
95 person, partnership, corporation, association, insurance company, professional society, or other  
96 organization has failed or refused to make a report required by this subsection, the board shall  
97 provide written notice to the alleged violator stating the nature of the alleged violation and the time  
98 and place at which the alleged violator shall appear to show good cause why a civil penalty should  
99 not be imposed. The hearing shall be conducted in accordance with §29A-5-1 *et seq.* of this code.  
100 After reviewing the record of the hearing, if the board determines that a violation of this subsection  
101 has occurred, the board shall assess a civil penalty of not less than \$1,000 nor more than \$10,000  
102 against the violator. The board shall notify any person so assessed of the assessment in writing  
103 and the notice shall specify the reasons for the assessment. If the violator fails to pay the amount  
104 of the assessment to the board within 30 days, the Attorney General may institute a civil action in  
105 the Circuit Court of Kanawha County to recover the amount of the assessment. In any civil action,  
106 the court's review of the board's action shall be conducted in accordance with §29A-5-4 of this  
107 code. Notwithstanding any other provision of this article to the contrary, when there are conflicting  
108 views by recognized experts as to whether any alleged conduct breaches an applicable standard  
109 of care, the evidence shall be clear and convincing before the board may find that the physician  
110 or podiatrist has demonstrated a lack of professional competence to practice with a reasonable  
111 degree of skill and safety for patients.

112 (10) Any person may report to the board relevant facts about the conduct of any physician  
113 or podiatrist in this state which in the opinion of that person amounts to medical professional  
114 liability or professional incompetence.

115 (11) The board shall provide forms for filing reports pursuant to this section. Reports  
116 submitted in other forms shall be accepted by the board.

117 (12) The filing of a report with the board pursuant to any provision of this article, any  
118 investigation by the board, or any disposition of a case by the board does not preclude any action  
119 by a hospital, other health care facility, or professional society comprised primarily of physicians  
120 or podiatrists to suspend, restrict, or revoke the privileges or membership of the physician or  
121 podiatrist.

122 (13) Any person who reports pursuant to this subsection, in good faith and without fraud  
123 or malice, is immune from civil liability. Reports made in bad faith, fraudulently, or maliciously  
124 constitute unprofessional conduct and, if made by persons licensed or authorized to practice by  
125 the board, are grounds for disciplinary action pursuant to §30-3-14(c) of this code.

126 (c) The board may deny an application for a license or other authorization to practice  
127 medicine and surgery or podiatry, or to practice as a licensed physician assistant in this state and  
128 may discipline a physician, ~~or~~ podiatrist, or physician assistant licensed or otherwise lawfully  
129 practicing in this state who, after a hearing, has been adjudged by the board as unqualified due  
130 to any of the following reasons:

131 (1) Attempting to obtain, obtaining, renewing, or attempting to renew a license or other  
132 authorization to practice medicine and surgery, or podiatry, by bribery, fraudulent  
133 misrepresentation, or through known error of the board;

134 (2) Being found guilty of a crime in any jurisdiction, which offense is a felony, involves  
135 moral turpitude, or directly relates to the practice of medicine. Any plea of nolo contendere is a  
136 conviction for the purposes of this subdivision;

137 (3) False or deceptive advertising;



138 (4) Aiding, assisting, procuring, or advising any unauthorized person to practice medicine  
139 and surgery or podiatry contrary to law;

140 (5) Making or filing a report that the person knows to be false; intentionally or negligently  
141 failing to file a report or record required by state or federal law; willfully impeding or obstructing  
142 the filing of a report or record required by state or federal law; or inducing another person to do  
143 any of the foregoing. The reports and records covered in this subdivision mean only those that  
144 are signed in the capacity as a licensed physician or podiatrist;

145 (6) Requesting, receiving, or paying directly or indirectly, a payment, rebate, refund,  
146 commission, credit, or other form of profit or valuable consideration for the referral of patients to  
147 any person or entity in connection with providing medical or other health care services or clinical  
148 laboratory services, supplies of any kind, drugs, medication, or any other medical goods, services,  
149 or devices used in connection with medical or other health care services;

150 (7) Unprofessional conduct by any physician, ~~or~~ podiatrist, or physician assistant in  
151 referring a patient to any clinical laboratory or pharmacy in which the physician, ~~or~~ podiatrist, or  
152 physician assistant has a proprietary interest unless the physician, ~~or~~ podiatrist, or physician  
153 assistant discloses in writing such interest to the patient. The written disclosure shall indicate that  
154 the patient may choose any clinical laboratory for purposes of having any laboratory work or  
155 assignment performed or any pharmacy for purposes of purchasing any prescribed drug or any  
156 other medical goods or devices used in connection with medical or other health care services;

157 As used in this subdivision, "proprietary interest" does not include an ownership interest  
158 in a building in which space is leased to a clinical laboratory or pharmacy at the prevailing rate  
159 under a lease arrangement that is not conditional upon the income or gross receipts of the clinical  
160 laboratory or pharmacy;

161 (8) Exercising influence within a patient-physician relationship for the purpose of engaging  
162 a patient in sexual activity or engaging in other sexual misconduct;

163           (9) Making a deceptive, untrue, or fraudulent representation in the practice of medicine  
164 and surgery or podiatry;

165           (10) Soliciting patients, either personally or by an agent, through the use of fraud,  
166 intimidation, or undue influence;

167           (11) Failing to keep written records justifying the course of treatment of a patient, including,  
168 but not limited to, patient histories, examination and test results, and treatment rendered, if any;

169           (12) Exercising influence on a patient in such a way as to exploit the patient for financial  
170 gain of the physician or podiatrist or of a third party. Any influence includes, but is not limited to,  
171 the promotion or sale of services, goods, appliances, or drugs;

172           (13) Prescribing, dispensing, administering, mixing, or otherwise preparing a prescription  
173 drug, including any controlled substance under state or federal law, other than in good faith and  
174 in a therapeutic manner in accordance with accepted medical standards and in the course of the  
175 physician's or podiatrist's professional practice. A physician who discharges his or her  
176 professional obligation to relieve the pain and suffering and promote the dignity and autonomy of  
177 dying patients in his or her care and, in so doing, exceeds the average dosage of a pain relieving  
178 controlled substance, as defined in Schedules II and III of the Uniform Controlled Substance Act,  
179 does not violate this article;

180           (14) Performing any procedure or prescribing any therapy that, by the accepted standards  
181 of medical practice in the community, would constitute experimentation on human subjects  
182 without first obtaining full, informed, and written consent;

183           (15) Practicing or offering to practice beyond the scope permitted by law or accepting and  
184 performing professional responsibilities that the person knows or has reason to know he or she  
185 is not competent to perform;

186           (16) Delegating professional responsibilities to a person when the physician or podiatrist  
187 delegating the responsibilities knows or has reason to know that the person is not qualified by  
188 training, experience, or licensure to perform them;

189 (17) Violating any provision of this article or a rule or order of the board or failing to comply  
190 with a subpoena or subpoena duces tecum issued by the board;

191 (18) Conspiring with any other person to commit an act or committing an act that would  
192 tend to coerce, intimidate, or preclude another physician or podiatrist from lawfully advertising his  
193 or her services;

194 (19) Gross negligence in the use and control of prescription forms;

195 (20) Professional incompetence;

196 (21) The inability to practice medicine and surgery or podiatry with reasonable skill and  
197 safety due to physical or mental impairment, including deterioration through the aging process,  
198 loss of motor skill, or abuse of drugs or alcohol. A physician or podiatrist adversely affected under  
199 this subdivision shall be afforded an opportunity at reasonable intervals to demonstrate that he or  
200 she may resume the competent practice of medicine and surgery or podiatry with reasonable skill  
201 and safety to patients. In any proceeding under this subdivision, neither the record of proceedings  
202 nor any orders entered by the board shall be used against the physician or podiatrist in any other  
203 proceeding; or

204 (22) Knowingly failing to report to the board any act of gross misconduct committed by  
205 another licensee of the board or failing to comply with any reporting requirement set forth in §30-  
206 3-14(b) of this code.

207 (d) The board shall deny any application for a license or other authorization to practice  
208 medicine and surgery or podiatry in this state to any applicant, and shall revoke the license of any  
209 physician or podiatrist licensed or otherwise lawfully practicing within this state, who is found  
210 guilty by any court of competent jurisdiction of any felony involving prescribing, selling,  
211 administering, dispensing, mixing, or otherwise preparing any prescription drug, including any  
212 controlled substance under state or federal law, for other than generally accepted therapeutic  
213 purposes. Presentation to the board of a certified copy of the guilty verdict or plea rendered in the  
214 court is sufficient proof thereof for the purposes of this article. A plea of nolo contendere has the

215 same effect as a verdict or plea of guilt. Upon application of a physician that has had his or her  
216 license revoked because of a drug-related felony conviction, upon completion of any sentence of  
217 confinement, parole, probation, or other court-ordered supervision, and full satisfaction of any  
218 fines, judgments, or other fees imposed by the sentencing court, the board may issue the  
219 applicant a new license upon a finding that the physician is, except for the underlying conviction,  
220 otherwise qualified to practice medicine: *Provided*, That the board may place whatever terms,  
221 conditions, or limitations it deems appropriate upon a physician licensed pursuant to this  
222 subsection.

223 (e) The board may refer any cases coming to its attention to an appropriate committee of  
224 an appropriate professional organization for investigation and report. Except for complaints  
225 related to obtaining initial licensure to practice medicine and surgery or podiatry in this state by  
226 bribery or fraudulent misrepresentation, any complaint filed more than two years after the  
227 complainant knew, or in the exercise of reasonable diligence should have known, of the existence  
228 of grounds for the complaint shall be dismissed: *Provided*, That in cases of conduct alleged to be  
229 part of a pattern of similar misconduct or professional incapacity that, if continued, would pose  
230 risks of a serious or substantial nature to the physician's or podiatrist's current patients, the  
231 investigating body may conduct a limited investigation related to the physician's or podiatrist's  
232 current capacity and qualification to practice and may recommend conditions, restrictions, or  
233 limitations on the physician's or podiatrist's license to practice that it considers necessary for the  
234 protection of the public. Any report shall contain recommendations for any necessary disciplinary  
235 measures and shall be filed with the board within 90 days of any referral. The recommendations  
236 shall be considered by the board and the case may be further investigated by the board. The  
237 board after full investigation shall take whatever action it considers appropriate, as provided in  
238 this section.

239 (f) The investigating body, as provided in §30-3-14(e) of this code, may request and the  
240 board under any circumstances may require a physician, or podiatrist, or person applying for

241 licensure or other authorization to practice medicine and surgery or podiatry in this state to submit  
242 to a physical or mental examination by a physician or physicians approved by the board. A  
243 physician or podiatrist submitting to an examination has the right, at his or her expense, to  
244 designate another physician to be present at the examination and make an independent report to  
245 the investigating body or the board. The expense of the examination shall be paid by the board.  
246 Any individual who applies for or accepts the privilege of practicing medicine and surgery or  
247 podiatry in this state is considered to have given his or her consent to submit to all examinations  
248 when requested to do so in writing by the board and to have waived all objections to the  
249 admissibility of the testimony or examination report of any examining physician on the ground that  
250 the testimony or report is privileged communication. If a person fails or refuses to submit to an  
251 examination under circumstances which the board finds are not beyond his or her control, failure  
252 or refusal is prima facie evidence of his or her inability to practice medicine and surgery or podiatry  
253 competently and in compliance with the standards of acceptable and prevailing medical practice.

254 (g) In addition to any other investigators it employs, the board may appoint one or more  
255 licensed physicians to act for it in investigating the conduct or competence of a physician.

256 (h) In every disciplinary or licensure denial action, the board shall furnish the physician, or  
257 podiatrist, or applicant with written notice setting out with particularity the reasons for its action.  
258 Disciplinary and licensure denial hearings shall be conducted in accordance with §29A-5-1 *et seq.*  
259 of this code. However, hearings shall be heard upon sworn testimony and the rules of evidence  
260 for trial courts of record in this state shall apply to all hearings. A transcript of all hearings under  
261 this section shall be made, and the respondent may obtain a copy of the transcript at his or her  
262 expense. The physician or podiatrist has the right to defend against any charge by the introduction  
263 of evidence, the right to be represented by counsel, the right to present and cross examine  
264 witnesses, and the right to have subpoenas and subpoenas duces tecum issued on his or her  
265 behalf for the attendance of witnesses and the production of documents. The board shall make  
266 all its final actions public. The order shall contain the terms of all action taken by the board.

267 (i) In disciplinary actions in which probable cause has been found by the board, the board  
268 shall, within 20 days of the date of service of the written notice of charges or 60 days prior to the  
269 date of the scheduled hearing, whichever is sooner, provide the respondent with the complete  
270 identity, address, and telephone number of any person known to the board with knowledge about  
271 the facts of any of the charges; provide a copy of any statements in the possession of or under  
272 the control of the board; provide a list of proposed witnesses with addresses and telephone  
273 numbers, with a brief summary of his or her anticipated testimony; provide disclosure of any trial  
274 expert pursuant to the requirements of Rule 26(b)(4) of the West Virginia Rules of Civil Procedure;  
275 provide inspection and copying of the results of any reports of physical and mental examinations  
276 or scientific tests or experiments; and provide a list and copy of any proposed exhibit to be used  
277 at the hearing: *Provided*, That the board may not be required to furnish or produce any materials  
278 which contain opinion work product information or would be a violation of the attorney-client  
279 privilege. Within 20 days of the date of service of the written notice of charges, the board shall  
280 disclose any exculpatory evidence with a continuing duty to do so throughout the disciplinary  
281 process. Within 30 days of receipt of the board's mandatory discovery, the respondent shall  
282 provide the board with the complete identity, address, and telephone number of any person known  
283 to the respondent with knowledge about the facts of any of the charges; provide a list of proposed  
284 witnesses, with addresses and telephone numbers, to be called at hearing, with a brief summary  
285 of his or her anticipated testimony; provide disclosure of any trial expert pursuant to the  
286 requirements of Rule 26(b)(4) of the West Virginia Rules of Civil Procedure; provide inspection  
287 and copying of the results of any reports of physical and mental examinations or scientific tests  
288 or experiments; and provide a list and copy of any proposed exhibit to be used at the hearing.

289 (j) Whenever it finds any person unqualified because of any of the grounds set forth in  
290 §30-3-14(c) of this code, the board may enter an order imposing one or more of the following:

291 (1) Deny his or her application for a license or other authorization to practice medicine and  
292 surgery or podiatry;

293 (2) Administer a public reprimand;

294 (3) Suspend, limit, or restrict his or her license or other authorization to practice medicine  
295 and surgery or podiatry for not more than five years, including limiting the practice of that person  
296 to, or by the exclusion of, one or more areas of practice, including limitations on practice privileges;

297 (4) Revoke his or her license or other authorization to practice medicine and surgery or  
298 podiatry or to prescribe or dispense controlled substances for any period of time, including for the  
299 life of the licensee, that the board may find to be reasonable and necessary according to evidence  
300 presented in a hearing before the board or its designee;

301 (5) Require him or her to submit to care, counseling, or treatment designated by the board  
302 as a condition for initial or continued licensure or renewal of licensure or other authorization to  
303 practice medicine and surgery or podiatry;

304 (6) Require him or her to participate in a program of education prescribed by the board;

305 (7) Require him or her to practice under the direction of a physician or podiatrist designated  
306 by the board for a specified period of time; and

307 (8) Assess a civil fine of not less than \$1,000 nor more than \$10,000.

308 (k) Notwithstanding the provisions of §30-1-8 of this code, if the board determines the  
309 evidence in its possession indicates that a physician's or podiatrist's continuation in practice or  
310 unrestricted practice constitutes an immediate danger to the public, the board may take any of  
311 the actions provided in §30-3-4(j) of this code on a temporary basis and without a hearing if  
312 institution of proceedings for a hearing before the board are initiated simultaneously with the  
313 temporary action and begin within 15 days of the action. The board shall render its decision within  
314 five days of the conclusion of a hearing under this subsection.

315 (l) Any person against whom disciplinary action is taken pursuant to this article has the  
316 right to judicial review as provided in §29A-5-1 *et seq.* and §29A-6-1 *et seq.* of this code: *Provided,*  
317 That a circuit judge may also remand the matter to the board if it appears from competent  
318 evidence presented to it in support of a motion for remand that there is newly discovered evidence

319 of such a character as ought to produce an opposite result at a second hearing on the merits  
320 before the board and:

321 (1) The evidence appears to have been discovered since the board hearing; and

322 (2) The physician or podiatrist exercised due diligence in asserting his or her evidence  
323 and that due diligence would not have secured the newly discovered evidence prior to the appeal.

324 A person may not practice medicine and surgery or podiatry or deliver health care services  
325 in violation of any disciplinary order revoking, suspending, or limiting his or her license while any  
326 appeal is pending. Within 60 days, the board shall report its final action regarding restriction,  
327 limitation, suspension, or revocation of the license of a physician or podiatrist, limitation on  
328 practice privileges, or other disciplinary action against any physician or podiatrist to all appropriate  
329 state agencies, appropriate licensed health facilities and hospitals, insurance companies or  
330 associations writing medical malpractice insurance in this state, the American Medical  
331 Association, the American Podiatry Association, professional societies of physicians or podiatrists  
332 in the state, and any entity responsible for the fiscal administration of Medicare and Medicaid.

333 (m) Any person against whom disciplinary action has been taken under this article shall,  
334 at reasonable intervals, be afforded an opportunity to demonstrate that he or she can resume the  
335 practice of medicine and surgery or podiatry on a general or limited basis. At the conclusion of a  
336 suspension, limitation, or restriction period the physician or podiatrist may resume practice if the  
337 board has so ordered.

338 (n) Any entity, organization, or person, including the board, any member of the board, its  
339 agents or employees, and any entity or organization or its members referred to in this article, any  
340 insurer, its agents or employees, a medical peer review committee and a hospital governing  
341 board, its members or any committee appointed by it acting without malice and without gross  
342 negligence in making any report or other information available to the board or a medical peer  
343 review committee pursuant to law, and any person acting without malice and without gross  
344 negligence who assists in the organization, investigation, or preparation of any such report or



345 information or assists the board or a hospital governing body or any committee in carrying out any  
346 of its duties or functions provided by law, is immune from civil or criminal liability, except that the  
347 unlawful disclosure of confidential information possessed by the board is a misdemeanor as  
348 provided in this article.

349 (o) A physician or podiatrist may request in writing to the board a limitation on or the  
350 surrendering of his or her license to practice medicine and surgery or podiatry, or other  
351 appropriate sanction as provided in this section. The board may grant the request and, if it  
352 considers it appropriate, may waive the commencement or continuation of other proceedings  
353 under this section. A physician or podiatrist whose license is limited or surrendered or against  
354 whom other action is taken under this subsection may, at reasonable intervals, petition for removal  
355 of any restriction or limitation on or for reinstatement of his or her license to practice medicine and  
356 surgery or podiatry.

357 (p) In every case considered by the board under this article regarding discipline or  
358 licensure, whether initiated by the board or upon complaint or information from any person or  
359 organization, the board shall make a preliminary determination as to whether probable cause  
360 exists to substantiate charges of disqualification due to any reason set forth in §30-3-14(c) of this  
361 code. If probable cause is found to exist, all proceedings on the charges shall be open to the  
362 public who are entitled to all reports, records, and nondeliberative materials introduced at the  
363 hearing, including the record of the final action taken: *Provided*, That any medical records, which  
364 were introduced at the hearing and which pertain to a person who has not expressly waived his  
365 or her right to the confidentiality of the records, may not be open to the public nor is the public  
366 entitled to the records.

367 (q) If the board receives notice that a physician or podiatrist has been subjected to  
368 disciplinary action or has had his or her credentials suspended or revoked by the board, a hospital,  
369 or a professional society, as defined in §30-3-14(b) of this code, for three or more incidents during  
370 a five-year period, the board shall require the physician or podiatrist to practice under the direction

371 of a physician or podiatrist designated by the board for a specified period of time to be established  
372 by the board.

373 (r) Notwithstanding any other provisions of this article, the board may, at any time, on its  
374 own motion, or upon motion by the complainant, or upon motion by the physician or podiatrist, or  
375 by stipulation of the parties, refer the matter to mediation. The board shall obtain a list from the  
376 West Virginia State Bar's mediator referral service of certified mediators with expertise in  
377 professional disciplinary matters. The board and the physician or podiatrist may choose a  
378 mediator from that list. If the board and the physician or podiatrist are unable to agree on a  
379 mediator, the board shall designate a mediator from the list by neutral rotation. The mediation  
380 may not be considered a proceeding open to the public, and any reports and records introduced  
381 at the mediation shall not become part of the public record. The mediator and all participants in  
382 the mediation shall maintain and preserve the confidentiality of all mediation proceedings and  
383 records. The mediator may not be subpoenaed or called to testify or otherwise be subject to  
384 process requiring disclosure of confidential information in any proceeding relating to or arising out  
385 of the disciplinary or licensure matter mediated: *Provided*, That any confidentiality agreement and  
386 any written agreement made and signed by the parties as a result of mediation may be used in  
387 any proceedings subsequently instituted to enforce the written agreement. The agreements may  
388 be used in other proceedings if the parties agree in writing.

389 (s) A physician licensed under this article may not be disciplined for providing expedited  
390 partner therapy in accordance with §16-4F-1 *et seq.* of this code.

391 (t) Whenever the board receives credible information that a licensee of the board is  
392 engaging or has engaged in criminal activity or the commitment of a crime under state or federal  
393 law, the board shall report the information, to the extent that sensitive or confidential information  
394 may be publicly disclosed under law, to the appropriate state or federal law-enforcement authority  
395 and/or prosecuting authority. This duty exists in addition to and is distinct from the reporting

396 required under federal law for reporting actions relating to health care providers to the United  
397 States Department of Health and Human Services.

398 (u) The board shall propose rules for legislative approval in accordance with the provisions  
399 of §29A-3-1 *et seq.* of this code which define sexual misconduct and identify prohibited  
400 professional misconduct, including sexual misconduct, for which an application may be denied  
401 and/or a license or other authorization to practice may be subject to disciplinary action by the  
402 board pursuant to this section

**§30-3-15. Certificate of authorization requirements for medical corporations.**

1 (a) *Unlawful acts.* — It is unlawful for any corporation to practice or offer to practice  
2 medicine, surgery, podiatric medicine, or to perform medical acts through one or more physician  
3 assistants in this state without a certificate of authorization issued by the board designating the  
4 corporation as an authorized medical corporation.

5 (b) *Certificate of authorization for in-state medical corporation.* — *The* board may issue a  
6 certificate of authorization for a medical corporation to one or more individuals licensed by the  
7 board. Licensees of the West Virginia Board of Osteopathic Medicine may join with licensees of  
8 the board to receive a certificate of authorization from the board. Eligible licensees may apply for  
9 a certificate of authorization by:

10 (1) Filing a written application with the board on a form prescribed by the board;

11 (2) Furnishing satisfactory proof to the board that each shareholder of the proposed  
12 medical or podiatry corporation is a:

13 ~~(A) licensed~~ Licensed physician pursuant to this article, §30-3E-1 et seq. or §30-14-1 et  
14 seq. of this code; or

15 (B) A licensed physician assistant pursuant to §30-3E-1 et seq. of this code; and

16 (3) Submitting applicable fees which are not refundable.

17 (c) *Certificate of authorization for out-of-state medical corporation.* — A medical  
18 corporation formed outside of this state for the purpose of engaging in the practice of medicine,

19 surgery, ~~and/or~~ podiatric medicine, and/or medical acts through one or more licensed physician  
20 assistants, may receive a certificate of authorization from the board to be designated a foreign  
21 medical corporation by:

22 (1) Filing a written application with the board on a form prescribed by the board;

23 (2) Furnishing satisfactory proof to the board that the medical corporation has received a  
24 certificate of authorization or similar authorization from the appropriate authorities as a medical  
25 corporation or professional corporation in its state of incorporation and is currently in good  
26 standing with that authority;

27 (3) Furnishing satisfactory proof to the board that at least one shareholder of the proposed  
28 medical corporation is a licensed physician, ~~or~~ podiatric physician, or physician assistant pursuant  
29 to this article or §30-3E-1 et seq. of this code, and is designated as the corporate representative  
30 for all communications with the board regarding the designation and continuing authorization of  
31 the corporation as a foreign medical corporation;

32 (4) Furnishing satisfactory proof to the board that all of the medical corporation's  
33 shareholders are licensed physicians, podiatric physicians, or physician assistants in one or more  
34 states and submitting a complete list of the shareholders, including each shareholder's name,  
35 their state or states of licensure, and their license number(s); and

36 (5) Submitting applicable fees which are not refundable.

37 (d) *Notice of certificate of authorization to Secretary of State.* — When the board issues a  
38 certificate of authorization to a medical corporation, then the board shall notify the Secretary of  
39 State that a certificate of authorization has been issued. When the Secretary of State receives a  
40 notification from the board, he or she shall attach that certificate of authorization to the corporation  
41 application and, upon compliance by the corporation with the pertinent provisions of this code,  
42 shall notify the incorporators that the medical corporation, through licensed physicians,  
43 podiatrists, and/or physician assistants may engage in the practice of medicine, surgery, or the  
44 practice of podiatry in West Virginia.

45           (e) *Authorized practice of medical corporation.* — An authorized medical corporation may  
46 only practice medicine and surgery through individual physicians, podiatric physicians, or  
47 physician assistants licensed to practice medicine and surgery in this state. Physicians, podiatric  
48 physicians, and physician assistants may be employees rather than shareholders of a medical  
49 corporation, and nothing herein requires a license for or other legal authorization of, any individual  
50 employed by a medical corporation to perform services for which no license or other legal  
51 authorization is otherwise required.

52           (f) *Renewal of certificate of authorization.* — A medical corporation holding a certificate of  
53 authorization shall register biennially, on or before the expiration date on its certificate of  
54 authorization, on a form prescribed by the board, and pay a biennial fee. If a medical corporation  
55 does not timely renew its certificate of authorization, then its certificate of authorization  
56 automatically expires.

57           (g) *Renewal for expired certificate of authorization.* — A medical corporation whose  
58 certificate of authorization has expired may reapply for a certificate of authorization by submitting  
59 a new application and application fee in conformity with subsection (b) or (c) of this section.

60           (h) *Ceasing operation - In-state medical corporation.* — A medical corporation formed in  
61 this state and holding a certificate of authorization shall cease to engage in the practice of  
62 medicine, surgery, or podiatry when notified by the board that:

63           (1) One of its shareholders is no longer a duly licensed physician, podiatric physician, or  
64 physician assistant in this state; or

65           (2) The shares of the medical corporation have been sold or transferred to a person who  
66 is not licensed by the board or the Board of Osteopathic Medicine. The personal representative  
67 of a deceased shareholder shall have a period, not to exceed 12 months from the date of the  
68 shareholder's death, to transfer the shares. Nothing herein affects the existence of the medical  
69 corporation or its right to continue to operate for all lawful purposes other than the professional  
70 practice of licensed physicians, podiatric physicians, and physician assistants.

71 (i) *Ceasing operation - Out-of-state medical corporation.* — A medical corporation formed  
72 outside of this state and holding a certificate of authorization shall immediately cease to engage  
73 in practice in this state if:

74 (1) The corporate shareholders no longer include at least one shareholder who is licensed  
75 to practice in this state pursuant to this article or §30-3E-1 et seq. of this code;

76 (2) The corporation is notified that one of its shareholders is no longer a licensed physician,  
77 podiatric physician, or physician assistant; or

78 (3) The shares of the medical corporation have been sold or transferred to a person who  
79 is not a licensed physician, podiatric physician, or physician assistant. The personal  
80 representative of a deceased shareholder shall have a period, not to exceed 12 months from the  
81 date of the shareholder's death, to transfer the shares. In order to maintain its certificate of  
82 authorization to practice medicine and surgery, podiatric medicine, or to perform medical acts  
83 through one or more physician assistants during the 12-month period, the medical corporation  
84 shall, at all times, have at least one shareholder who is licensed in this state pursuant to this  
85 article or §30-3E-1 et seq. of this code. Nothing herein affects the existence of the medical  
86 corporation or its right to continue to operate for all lawful purposes other than the professional  
87 practice of licensed physicians, podiatric physicians, and physician assistants.

88 (j) *Notice to Secretary of State.* — Within 30 days of the expiration, revocation, or  
89 suspension of a certificate of authorization by the board, the board shall submit written notice to  
90 the Secretary of State.

91 (k) *Unlawful acts.* — It is unlawful for any corporation to practice or offer to practice  
92 medicine, surgery, podiatric medicine, or to perform medical acts through one or more physician  
93 assistants after its certificate of authorization has expired or been revoked, or if suspended, during  
94 the term of the suspension.

95 (l) *Application of section.* — Nothing in this section is meant or intended to change in any  
96 way the rights, duties, privileges, responsibilities, and liabilities incident to the physician-patient,

97 ~~or~~ podiatrist-patient, or physician assistant relationship, nor is it meant or intended to change in  
98 any way the personal character of the practitioner-patient relationship. Nothing in this section shall  
99 be construed to require a hospital licensed pursuant to §16-5B-1 et seq. of this code to obtain a  
100 certificate of authorization from the board so long as the hospital does not exercise control of the  
101 independent medical judgment of physicians, ~~and~~ podiatric physicians, or physician assistants  
102 licensed pursuant to this article or §30-3E-1 et seq. of this code.

103 (m) *Court evidence.* — A certificate of authorization issued by the board to a corporation  
104 to practice medicine and surgery, podiatric medicine, or to perform medical acts through one or  
105 more physician assistants in this state that has not expired, been revoked, or suspended is  
106 admissible in evidence in all courts of this state and is prima facie evidence of the facts stated  
107 therein.

108 (n) Penalties. — Any officer, shareholder, or employee of a medical corporation who  
109 violates this section is guilty of a misdemeanor and, upon conviction thereof, shall be fined not  
110 more than \$1,000 per violation.

## **CHAPTER 31B. UNIFORM LIMITED LIABILITY COMPANY ACT.**

### **ARTICLE 13. PROFESSIONAL LIMITED LIABILITY COMPANIES.**

#### **§31B-13-1301. Definitions.**

1 As used in this article:

2 (1) "Licensing board" means the governing body or agency established under §30-1-1 *et*  
3 *seq.* of this code which is responsible for the licensing and regulation of the practice of the  
4 profession which the professional limited liability company is organized to provide;

5 (2) "Professional limited liability company" means a limited liability company organized  
6 under this chapter for the purpose of rendering a professional service; and

7 (3) "Professional service" means the services rendered by the following professions:  
8 Attorneys-at-law under §30-2-1 *et seq.*, physicians and podiatrists under §30-3-1 *et seq.*,

9 physician assistants under §30-3E-1 et seq., dentists under §30-4-1 et seq., optometrists under  
10 §30-8-1 et seq., accountants under §30-9-1 et seq., veterinarians under §30-10-1 et seq.,  
11 architects under §30-12-1 et seq., engineers under §30-13-1 et seq., osteopathic physicians and  
12 surgeons under §30-14-1 et seq., chiropractors under §30-16-1 et seq., psychologists under §30-  
13 21-1 et seq., social workers under §30-30-1 et seq., acupuncturists under §30-36-1 et seq. and  
14 land surveyors under §30-13a-1 et seq., ~~all of chapter thirty~~ of this code.