House Bill 577

In The House

January 30, 1981 Introduced and referred to Committee on Business and Industry. February 17, 1981 Committee recommend bill do pass. Bill printed and placed February 18, 1981 on members' desks. February 20, 1981 Second reading do pass. Considered correctly engrossed. February 21, 1981 February 24, 1981 Third reading passed. In The Senate March 2, 1981 Introduced and referred to Committee on Public Health, Welfare and Safety. Committee recommend bill March 25, 1981 not concurred. In The House

March 26, 1981 Returned from Senate not concurred.

\_\_ BILL NO. 577 1 INTRODUCED BY Hammen 2 BY REQUEST OF 3 THE BOARD OF PROFESSIONAL AND OCCUPATIONAL LICENSING 4 5

A BILL FOR AN ACT ENTITLED: "AN ACT TO REVISE CERTAIN LAWS 6 7 ADMINISTERED BY THE MONTANA STATE BOARD OF MEDICAL 8 EXAMINERS: TO PROVIDE FOR THE BOARD TO SET THE DATE OF 9 ANNUAL ELECTION OF OFFICERS; TO PROVIDE FOR FORFEITURE 10 INSTEAD OF REVOCATION OF LICENSE WHEN THE ANNUAL 11 REGISTRATION FEE IS NOT PAID AND THAT THE LICENSEE SHALL RETAIN IN HIS OFFICE OR ON HIS PERSON EVIDENCE OF PAYMENT OF 12 13 THE ANNUAL REGISTRATION FEE DURING THE PERIOD OF VALIDITY: 14 TO PROVIDE FOR INSURERS UNDERWRITING PROFESSIONAL LIABILITY 15 INSURANCE TO REPORT THE FINAL DISPOSITION OF ANY CLAIM FILED 16 FOR ALLEGED PROFESSIONAL NEGLIGENCE TO THE BOARD: AMENDING 17 SECTIONS 37-3-201, 37-3-313, AND 37-3-402, MCA."

18

BE IT ENACTED BY THE LEGISLATURE OF THE STATE OF MONTANA:
Section 1. Section 37-3-201, MCA, is amended to read:
"37-3-201. Organization. The board shall, et-the-first
meeting each year, elect from among its members a president,
vice-president, and secretary. The board shall adopt a seal
in which appear the words "The Board of Medical Examiners of
Montana" and the further words "Official Seal", and acts,

1 rules, orders, certificates, and licenses shall be 2 authenticated by the seal."

Section 2. Section 37-3-313, MCA, is amended to read: 3 4 \*37-3-313. Annual registration fees -- failure to pay 5 -- limiting authority to impose registration fees. (1) In 6 addition to the license fees required of applicants, a licensed physician actively practicing medicine in this 7 я state shall pay each year to the department an annual registration fee, not to exceed the sum of \$100, as 9 prescribed by the board. If a person licensed to practice 10 medicine absents himself from the state for a period of 1 or 11 12 more years or does not engage in active practice in this 13 state, he may continue his license in good standing by 14 payment each year of a fee prescribed by the board in an amount not to exceed \$50 or, at the discretion of the board, 15 he may be reinstated on the payment of a fee not to exceed 16 17 \$50 for each year of absence or inactive practice.

18 (2) The annual payments for registration shall be made 19 prior to April 1, and a receipt acknowledging payment of the 20 annual registration fee shall be issued by the department. The receipt acknowledging payment of the annual registration 21 fee shall be retained in the office of the licensee or on 22 23 the person of the licensee during its period of validity. The department shall mail registration notices at least 60 24 25 days before the registration is due.

INTRODUCED BILL -2- HB 577

1 (3) In case of default in the payment of the annual z registration fee by a person licensed to practice medicine 3 who is actively practicing medicine in this state, his 4 underlying certificate to practice medicine may be revoked 5 declared\_\_forfeited by the board on 30 days' notice given to 6 the delinquent of the time and place of considering the 7 revocation forfeiture. A registered or certified letter 8 addressed to the last-known address of the person failing to 9 comply with the requirements of annual registration, as the 10 address appears on the records of the department, 11 constitutes sufficient notice of intention to revoke 12 consider the forfeiture of his underlying certificate. No 13 certificate may be revoked declared forfeit for nonpayment if the person authorized to practice medicine, and notified, 14 15 pays the annual registration fee before or at the time fixed 16 for consideration of revocation forfeiture, together with a 17 delinquency penalty of \$10. The department may collect the 18 dues by an action at law.

19 .(4) No registration or license fee may be imposed on a
20 licensee. under. this chapter by a municipality or any other
21 subdivision of the state."

22 Section 3. Section 37-3-402, MCA, is amended to read: 23 "37-3-402. Insurer to report to board. Any insurer 24 that issues or underwrites professional liability insurance 25 in this state to any physician licensed to practice medicine

-3-

1	shall report any claim against the insured for alleged
2	professional negligence to the state board of medical
3	examiners within 30 days after receiving notice of the claim
4	from the insured or any other person. The report required by
5	this section shall include the name of the insured, the name
6	of the person making the claim, and the reason or reasons
7	for which the claim is made. <u>The insurer_shallslsoreport</u>
6	the final disposition of any claim for alleged professional
9	negligence to the state board of medical examiners within 30
10	days_of_the_final_disposition. The_final_dispositionreport
11	ofeachclaimshall_include_the_pertiment_details_and_the
12	dollar_settlement_if_any_was_awarded.*
	-End-

LC 0219/01

-4-

## Approved by Committee on Business and Industry

BILL NO. 577 1 INTRODUCED BY Hammen 2 3 BY REQUEST OF 4 THE BOARD OF PROFESSIONAL AND OCCUPATIONAL LICENSING

6 A BILL FOR AN ACT ENTITLED: "AN ACT TO REVISE CERTAIN LAWS 7 ADMINISTERED BY THE MONTANA STATE BOARD OF MEDICAL EXAMINERS: TO PROVIDE FOR THE BOARD TO SET THE DATE OF 8 ANNUAL ELECTION OF OFFICERS: TO PROVIDE FOR FORFEITURE 9 INSTEAD OF REVOCATION OF LICENSE WHEN THE ANNUAL 10 11 REGISTRATION FEE IS NOT PAID AND THAT THE LICENSEE SHALL RETAIN IN HIS OFFICE OR ON HIS PERSON EVIDENCE OF PAYMENT OF 12 THE ANNUAL REGISTRATION FEE DURING THE PERIOD OF VALIDITY: 13 TO PROVIDE FOR INSURERS UNDERWRITING PROFESSIONAL LIABILITY 14 INSURANCE TO REPORT THE FINAL DISPOSITION OF ANY CLAIM FILED 15 16 FOR ALLEGED PROFESSIONAL NEGLIGENCE TO THE BOARD; AMENDING 17 SECTIONS 37-3-201, 37-3-313, AND 37-3-402, MCA."

18

5

BE IT ENACTED BY THE LEGISLATURE OF THE STATE OF NONTANA:
Section 1. Section 37-3-201, MCA, is amended to read:
"37-3-201. Organization. The board shall, <del>st-the-first</del>
meeting each year, elect from among its members a president,
vice-president, and secretary. The board shall adopt a seal
in which appear the words "The Board of Medical Examiners of
Montana" and the further words "Official Seal", and acts.

1 rules, orders, certificates, and licenses shall be 2 authenticated by the seal."

3 Section 2. Section 37-3-313, MCA, is amended to read: 4 #37-3-313. Annual registration fees -- failure to pey -- limiting authority to impose registration fees. (1) In 5 6 addition to the license fees required of applicants, a 7 licensed physician actively practicing medicine in this 8 state shall pay each year to the department an annual 9 registration fee, not to exceed the sum of \$100, as 10 prescribed by the board. If a person licensed to practice 11 medicine absents himself from the state for a period of 1 or 12 more years or does not engage in active practice in this 13 state, he may continue his license in good standing by 14 payment each year of a fee prescribed by the board in an 15 amount not to exceed \$50 or, at the discretion of the board. 16 he may be reinstated on the payment of a fee not to exceed 17 \$50 for each year of absence or inactive practice.

18 (2) The annual payments for registration shall be made 19 prior to April 1, and a receipt acknowledging payment of the annual registration fee shall be issued by the department. 20 21 The receipt acknowledging payment of the annual registration 22 fee shall be retained in the office of the licensee or on 23 the person of the licensee during its period of validity. 24 The department shall mail registration notices at least 60 25 days before the registration is due.

-2-SECOND READING

1 (3) In case of default in the payment of the annual 2 registration fee by a person licensed to practice medicine 3 who is actively practicing medicine in this state, his underlying certificate to practice medicine may be revoked 4 declared forfeited by the board on 30 days' notice given to 5 the delinguent of the time and place of considering the 6 revocation forfeiturg. A registered or certified letter 7 8 addressed to the last-known address of the person failing to 9 comply with the requirements of annual registration, as the 10 address appears on the records of the department, constitutes sufficient notice of intention to revoke 11 12 consider\_the\_forfeiture\_of his underlying certificate. No 13 certificate may be revoked declared forfeit for nonpayment if the person authorized to practice medicine, and notified, 14 15 pays the annual registration fee before or at the time fixed 16 for consideration of revocation forfeiture, together with a 17 delinquency penalty of \$10. The department may collect the 18 dues by an action at law.

19 (4) No registration or license fee may be imposed on a
20 licensee under this chapter by a municipality or any other
21 subdivision of the state."

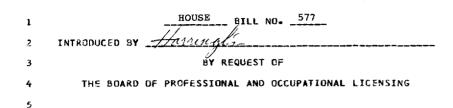
Section 3. Section 37-3-402, MCA, is amended to read:
"37-3-402. Insurer to report to board. Any insurer
that issues or underwrites professional Hability insurance
in this state to any physician licensed to practice medicine

shall report any claim against the insured for alleged 1 2 professional negligence to the state board of medical 3 examiners within 30 days after receiving notice of the claim from the insured or any other person. The report required by 4 this section shall include the name of the insured, the name 5 of the person making the claim, and the reason or reasons 6 for which the claim is made. The insurer shall also report 7 the final disposition of any claim for alleged professional 8 negligence to the state board of medical examiners within 30 9 days of the final disposition. The final disposition report 10 11 of each claim shall include the pertinent details and the dollar\_settlement\_if\_any\_was\_awarded." 12

-End-

LC 0219/01

-3-



6 A BILL FOR AN ACT ENTITLED: "AN ACT TO REVISE CERTAIN LAWS ADMINISTERED BY THE MONTANA STATE BOARD OF MEDICAL 7 FXAMINERS: TO PROVIDE FOR THE BOARD TO SET THE DATE OF 8 ANNUAL ELECTION OF OFFICERS; TO PROVIDE FOR FORFEITURE 9 10 INSTEAD OF REVOCATION OF LICENSE WHEN THE ANNUAL 11 REGISTRATION FEE IS NOT PAID AND THAT THE LICENSEE SHALL RETAIN IN HIS OFFICE OR ON HIS PERSON EVIDENCE OF PAYNENT OF 12 THE ANNUAL REGISTRATION FEE DURING THE PERIOD OF VALIDITY: 13 14 TO PROVIDE FOR INSURERS UNDERWRITING PROFESSIONAL LIABILITY 15 INSURANCE TO REPORT THE FINAL DISPOSITION OF ANY CLAIM FILED FOR ALLEGED PROFESSIONAL NEGLIGENCE TO THE BOARD; AMENDING 16 17 SECTIONS 37-3-201, 37-3-313, AND 37-3-402, MCA."

18

19 Ré IT ENACTED BY THE LEGISLATURE OF THE STATE OF MONTANA:
20 Section 1. Section 37-3-201, MCA, is amended to read:
21 "37-3-201. Organization. The board shall, at-the-first
22 meeting each year, elect from among its members a president,
23 vice-president, and secretary. The board shall adopt a seal
24 in which appear the words "The Board of Medical Examiners of
25 Montana" and the further words "Official Seal", and acts,

rules, orders, certificates, and licenses shall be
 authenticated by the seal."

3 Section 2. Section 37-3-313. MCA. is agended to read: 4 "37-3-313. Annual registration fees -- failure to pay 5 -- limiting authority to impose registration fees. (1) In 6 addition to the license fees required of applicants, a licensed physician actively practicing medicine in this 7 state shall pay each year to the department an annual 8 9 registration fee, not to exceed the sum of \$100, as 10 prescribed by the board. If a person licensed to practice 11 medicine absents himself from the state for a period of 1 or 12 more years or does not engage in active practice in this 13 state, he may continue his license in good standing by payment each year of a fee prescribed by the board in an 14 15 amount not to exceed \$50 or. at the discretion of the board. he may be reinstated on the payment of a fee not to exceed 16 17 \$50 for each year of absence or inactive practice.

18 (2) The annual payments for registration shall be made 19 prior to April 1, and a receipt acknowledging payment of the 20 annual registration fee shall be issued by the department. 21 The receipt acknowledging payment of the annual registration 22 fee shall be retained in the office of the licensee or on 23 the person of the licensee during its period of validity. 24 The department shall mail registration notices at least 60 days before the registration is due. 25

-2- THIRD READING HB577

1 (3) In case of default in the payment of the annual 2 registration fee by a person licensed to practice medicine who is actively practicing medicine in this state, his 3 underlying certificate to practice medicine may be revoked 4 5 declared forfeited by the board on 30 days' notice given to 6 the delinquent of the time and place of considering the 7 revocation forfeiture. A registered or certified letter addressed to the last-known address of the person failing to 8 9 comply with the requirements of annual registration, as the address appears on the records of the department, 10 11 constitutes sufficient notice of intention to revoke 12 consider\_the\_forfeiture\_of his underlying certificate. No 13 certificate may be revoked declared forfeit for nonpayment 14 if the person authorized to practice medicine, and notified, 15 pays the annual registration fee before or at the time fixed for consideration of revocation forfeiture, together with a 16 delinquency penalty of \$10. The department may collect the 17 18 dues by an action at law.

19 (4) No registration or license fee may be imposed on a
20 licensee under this chapter by a municipality or any other
21 subdivision of the state."

Section 3. Section 37-3-402, MCA, is amended to read:
"37-3-402. Insurer to report to board. Any insurer
that issues or underwrites professional liability insurance
in this state to any physician licensed to practice medicine

1 shall report any claim against the insured for alleged professional necligence to the state board of medical 2 З examiners within 20 days after receiving notice of the claim 4 from the insured or any other person. The report required by this section shall include the name of the insured, the name 5 6 of the person making the claim, and the reason or reasons for which the claim is made. The insurer shall also report 7 ε. the final disposition of any claim for alleged professional 9 negligence to the state board of medical examiners within 30 10 days of the final disposition. The final disposition report 11 of each claim shall include the pertinent details and the 12 dollar settlement if any was awarded." -End-

-3-