## Enrolled House Bill 3439

Sponsored by Representatives MALSTROM, KENNEMER, HOLVEY

CHAPTER	

Relating to professional corporations.

Be It Enacted by the People of the State of Oregon:

SECTION 1. Section 2 of this 2017 Act is added to and made a part of ORS chapter 58.

AN ACT

<u>SECTION 2.</u> (1) As used in this section, "licensee" means an individual who has a license as a physician or a license as a physician assistant from the Oregon Medical Board or who has a license as a nurse practitioner from the Oregon State Board of Nursing.

- (2) In a professional corporation that is organized for the purpose of allowing physicians, physician assistants and nurse practitioners to jointly render professional health care services, licensees must:
- (a) Hold a majority of each class of shares of the professional corporation that is entitled to vote; and
  - (b) Be a majority of the directors of the professional corporation.
- (3) An individual whom the professional corporation employs, or an individual who owns an interest in the professional corporation, may not direct or control the professional judgment of a licensee who is practicing within the professional corporation and within the scope of practice permitted under the licensee's license.
- (4) A licensee whom the professional corporation employs, or a licensee who owns an interest in the professional corporation, may not direct or control the services of another licensee who is practicing within the professional corporation unless the other licensee is also practicing within the scope of practice permitted under the licensee's license.
- (5) A professional corporation that is subject to ORS 58.375 may elect to become subject to this section by amending the professional corporation's articles of incorporation or bylaws.

Passed by House April 24, 2017	Received by Governor:		
	, 2017		
Timothy G. Sekerak, Chief Clerk of House	Approved:		
	, 2017		
Tina Kotek, Speaker of House			
Passed by Senate May 18, 2017	Kate Brown, Governor		
	Filed in Office of Secretary of State:		
Peter Courtney, President of Senate	, 2017		
	Dennis Richardson, Secretary of State		