

House Bill 2465

Sponsored by Representatives HOLVEY, KENNEMER; Senator MONNES ANDERSON (Pre-session filed.)

SUMMARY

The following summary is not prepared by the sponsors of the measure and is not a part of the body thereof subject to consideration by the Legislative Assembly. It is an editor's brief statement of the essential features of the measure **as introduced**.

Permits professional corporation organized to practice medicine to include nurse practitioners as permissible holders of required majority of each class of shares entitled to vote, as required majority of directors and as all officers except secretary or treasurer. Permits Oregon Medical Board or Oregon State Board of Nursing to require that more than majority of holders of class of shares entitled to vote and more than majority of directors be physicians or nurse practitioners who are licensed in this state.

A BILL FOR AN ACT

1
2 Relating to nurse practitioners as required majorities in professional corporations organized to
3 practice medicine; amending ORS 58.375.

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

5 **SECTION 1.** ORS 58.375 is amended to read:

6 58.375. (1) In a professional corporation organized for the purpose of practicing medicine:

7 (a) The holders of the majority of each class of shares entitled to vote [*shall*] **must** be physicians
8 who are licensed in this state to practice medicine **or nurse practitioners who are licensed in**
9 **this state.**

10 (b) A majority of the directors [*shall*] **must** be physicians who are licensed in this state to
11 practice medicine **or nurse practitioners who are licensed in this state.**

12 (c) All officers except the secretary and treasurer, if any, must be physicians who are licensed
13 in this state to practice medicine **or be nurse practitioners who are licensed in this state.** [*Any*
14 *two or more offices may be held by*] The same person **may hold any two or more offices.**

15 (d) Except as otherwise provided by law, the Oregon Medical Board **or the Oregon State**
16 **Board of Nursing** may expressly require that more than a majority of each class of shares entitled
17 to vote be held by physicians who are licensed in this state to practice medicine **or nurse practi-**
18 **tioners who are licensed in this state.**

19 (e) Except as otherwise provided by law, the Oregon Medical Board **or the Oregon State**
20 **Board of Nursing** may expressly require that more than a majority of the directors be physicians
21 who are licensed in this state to practice medicine **or be nurse practitioners who are licensed**
22 **in this state.**

23 (2) A professional corporation may be a shareholder of a professional corporation organized for
24 the purpose of practicing medicine solely for the purpose of effecting a reorganization as defined in
25 the Internal Revenue Code.

26 (3) The provisions of subsections (1) and (2) of this section do not apply to nonprofit corporations
27 organized under Oregon law to provide medical services to migrant, rural, homeless or other med-
28 ically underserved populations under 42 U.S.C. 254b or 254c or to health centers qualified under 42
29 U.S.C. 1396d(1)(2)(B) that operate in compliance with other applicable state and federal law.

NOTE: Matter in **boldfaced** type in an amended section is new; matter [*italic and bracketed*] is existing law to be omitted.
New sections are in **boldfaced** type.

