

## **Open Government Impact Statement**

82nd Oregon Legislative Assembly 2024 Regular Session

## Measure: HB 4130

Only impacts on Original or Engrossed Versions are Considered Official

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## SUMMARY

Digest: Keeps people in charge of a company of doctors from running the company if the same people also run another company that has a contract with the company of doctors. Does not allow the company to get rid of the people in charge without a vote by those who are doctors. Does not allow companies to keep their workers from working for someone else, saying that the company is bad or speaking out about the company's bad acts. Does not allow a company to punish those who speak out. (Flesch Reading Score: 60.6).

Prohibits a shareholder, director or officer of a professional corporation organized for the purpose of practicing medicine, or a professional corporation organized for the purpose of allowing physicians, physician assistants and nurse practitioners to jointly render professional health care services, from participating in managing the professional corporation, or voting shares in the professional corporation on any issue or corporate action that bears on the ownership, management or governance of the professional corporation, if the shareholder, director or officer is simultaneously a shareholder, director, member, officer or employee of a management services organization with which the professional corporation has a contract.

Prohibits a professional corporation from removing a director or an officer by means other than majority vote of directors or officers, as appropriate, who are licensed to practice medicine in this state.

Applies to limited liability companies or limited liability partnerships that are organized for a medical purpose, or as holding entities, certain requirements that otherwise apply only to professional corporations.

Prohibits noncompetition agreements for physicians licensed to practice medicine in this state unless the physician executes an agreement as part of the sale of 25 percent or more of a medical practice or unless the physician owns or controls the person with which the physician has the agreement.

Prohibits a management services organization from taking disciplinary action against a physician licensed to practice medicine in this state for the physician's violation of a noncompetition agreement, a nondisclosure agreement or a nondisparagement agreement or for disclosing or reporting information that the physician in good faith believes is a violation of federal or state law, rules or regulations.

Takes effect on the 91st day following adjournment sine die.



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## NOTICE OF NO OPEN GOVERNMENT IMPACT