BEFORE THE BOARD OF HEALING ARTS
OF THE STATE OF KANSAS

In the Matter of  

Daniel Canchola, M.D.  
Kansas License No. 04-34728

CONSENT ORDER FOR SURRENDER

COMES NOW, the Kansas State Board of Healing Arts ("Board"), by and through Matthew Gaus, Associate Litigation Counsel, and Daniel Canchola, M.D. ("Licensee"), pro se, and move the Board for approval of a Consent Order affecting Licensee’s license to practice medicine and surgery in Kansas. The Board and Licensee stipulate and agree to the following:

1. Licensee’s last known mailing address to the Board is: CONFIDENTIAL

CONFIDENTIAL . Licensee’s last known e-mail address is: CONFIDENTIAL

2. Licensee is or has been entitled to practice medicine and surgery in Kansas, having been issued Kansas License No. 04-34728 on October 28, 2010, and having last renewed such license on June 25, 2019. Licensee’s current license status is Cancelled – Failure to Renew.

3. This Consent Order is in reference to CONFIDENTIAL

4. On October 18, 2019, Licensee’s Texas medical license was suspended by Agreed Order, in which Licensee was charged by the Texas Medical Board as follows:

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[Licensee] failed to exercise appropriate professional diligence and thereby facilitated the medically unnecessary ordering of Durable Medical Equipment (DME) and genetic testing for a company committing apparent health care fraud.

[Licensee] has been charged with the alleged referral of Medicare beneficiaries for medically unnecessary “cancer screening” genetic tests, receiving compensation for these tests, without performing any examination or speaking to patients to determine the medical necessity of the ordered tests.

(Bd. Exhibit 1)

5. The disciplinary action taken by the Texas Medical Board has led to reciprocal action taken by other states that Licensee is licensed by; including but not limited to California, Connecticut, Florida, Illinois, Pennsylvania, South Dakota, West Virginia, Virginia, New York, Mississippi, Ohio, Massachusetts, New Mexico, and Missouri. (Bd. Exhibits 2-15).

ALLEGED VIOLATIONS OF THE HEALING ARTS ACT

6. If proven, the Board believes Licensee’s acts and conduct constitutes acts in violation of the Kansas Healing Arts Act as follows:

a. Licensee violated K.S.A. 65-2836(j), in that Licensee has had a license to practice the healing arts revoked, suspended, or limited, has been censured or has had other disciplinary action taken against him by the proper licensing authority of another state, territory, District of Columbia, or other country.

b. Licensee violated K.S.A. 65-2836(u), in that Licensee has surrendered a license or authorization to practice the healing arts in another state or jurisdiction while under investigation for acts or conduct which would constitute grounds for disciplinary action under this section.

7. Under K.S.A. 65-2836 et seq., the Board has grounds to revoke, suspend, censure, place on probation or otherwise limit Licensee’s license for violations of the Kansas Healing Arts Act.

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8. Licensee neither admits nor denies that if formal hearing proceedings were conducted and Licensee presented no exhibits, witnesses, or other evidence, the Board has sufficient evidence to prove that Licensee has violated the Kansas Healing Arts Act. However, to avoid further investigation, hearings, and the expense and inconvenience of litigation, Licensee agrees to the entry of this Consent Order and to comply with its terms and conditions. Licensee further waives his right to dispute or otherwise contest the allegations contained in the above paragraphs in any further proceeding before this Board.

SURRENDER

9. In lieu of conducting a formal proceeding, Licensee, by signature affixed to this Consent Order, hereby surrenders his license to practice medicine and surgery in Kansas. Such surrender shall be treated as a revocation for all purposes, including reporting. Licensee agrees that an application for reinstatement of the license will be considered in accordance with the provisions of K.S.A. 65-2844 and all applicable statutes, law, rules, and regulations regarding qualifications for licensure reinstatement. Further, Licensee’s application will be governed by Vukas v. The Kansas Board of Healing Arts, 248 Kan. 589 (Kan. 1991).

10. Licensee shall be required to pay the fee for reinstatement of a revoked license with any application for reinstatement.

11. Licensee agrees that in the event he applies for reinstatement of his license, the allegations contained in this Consent Order will be considered for any application for reinstatement.

12. Licensee agrees that he will not apply for reinstatement or stay of this revocation of his license until three (3) years has elapsed from the date of the approval of this Consent Order.

13. Licensee shall place his patients’ records for patients, if any, in this state in the custody of
another licensed medical doctor, or a records maintenance facility, in compliance with K.A.R. 100-24-2 and 100-24-3. Licensee shall notify the Board in writing, within thirty (30) days from the filing of this order, of the specific measure taken and the appropriate contact information of the designated record custodian so that the Board can respond to questions from patients about the location of their medical records and how they can obtain them.

14. Licensee acknowledges that under K.S.A. 65-2867, it shall be unlawful for Licensee to open or maintain an office for the practice of the healing arts, or to announce or hold out to the public the intention, authority, or skill to practice the healing arts in this state.

15. Licensee is prohibited from owning, managing, being employed by, or in any way acting in an advisory capacity, for any entity providing health care services in this state.

MISCELLANEOUS PROVISIONS

16. The Board is the sole and exclusive administrative agency of the State of Kansas authorized to regulate the practice of the healing arts, specifically the practice of medicine and surgery.

17. This Consent Order and the filing of such document are in accordance with the applicable law and the Board has jurisdiction to enter into the Consent Order as provided by K.S.A. 77-505 and K.S.A. 65-2838. Upon approval, these stipulations shall constitute findings of the Board, and this Consent Order shall constitute the Board’s Final Order.

18. The Kansas Healing Arts Act is constitutional on its face and as applied in this case. Licensee agrees that, in considering this matter, the Board is not acting beyond its jurisdiction as provided by law.

19. Licensee voluntarily and knowingly waives his right to a hearing. Licensee voluntarily and knowingly waives his right to present a defense by oral testimony and documentary evidence, to
submit rebuttal evidence and to conduct cross-examination of witnesses. Licensee voluntarily and knowingly agrees to waive all possible substantive and procedural motions and defenses that could be raised if an administrative hearing were held.

20. The terms and conditions of the Consent Order are entered into between the undersigned parties and are submitted for the purpose of allowing these terms and conditions to become an Order of the Board. This Consent Order shall not be binding on the Board until an authorized signature is affixed at the end of this document. Licensee specifically acknowledges that counsel for the Board is not authorized to sign this Consent Order on behalf of the Board.

21. According to K.S.A. 65-2838(b) and K.S.A. 77-505, the Board has authority to enter into this Consent Order without the necessity of proceeding to a formal hearing.

22. Licensee further understands and agrees that if the Board finds, after due written notice and an opportunity for a hearing, that Licensee has failed to comply with any of the terms of this Consent Order, the Board may immediately impose any sanction provided for by law, including but not limited to suspension or revocation of Licensee’s license to practice medicine and surgery in Kansas. Licensee hereby expressly understands and agrees that, at any such hearing, the sole issue shall be whether or not Licensee has failed to comply with any of the terms or conditions set forth in this Consent Order. The Board acknowledges that at any such hearing, Licensee retains the right to confront and examine all witnesses, present evidence, testify on his own behalf, contest the allegations, present oral argument, appeal to the courts, and all other rights set forth in the Kansas Administrative Procedures Act, K.S.A. 77-501 et seq., and the Kansas Healing Arts Act, K.S.A. 65-2801 et seq.

23. Nothing in this Consent Order shall be construed to deny the Board jurisdiction to
investigate alleged violations of the Kansas Healing Arts Act, or to investigate complaints received under the Risk Management Law, K.S.A. 65-4921 et seq., that are known or unknown and are not covered under this Consent Order, or to initiate formal proceedings based upon known or unknown allegations of violations of the Kansas Healing Arts Act.

24. Licensee hereby releases the Board, its individual members (in their official and personal capacity), attorneys, employees and agents, hereinafter collectively referred to as “Releasees,” from any and all claims, including but not limited to those alleged damages, actions, liabilities both administrative and civil, including the Kansas Judicial Review Act, K.S.A. 77-601 et seq. arising out of the investigation and acts leading to the execution of this Consent Order. This release shall forever discharge the Releasees of any and all claims or demands of every kind and nature that Licensee has claimed to have had at the time of this release or might have had, either known or unknown, suspected or unsuspected, and Licensee shall not commence to prosecute, cause or permit to be prosecuted, any action or proceeding of any description against the Releasees.

25. Licensee further understands and agrees that, upon signature by Licensee, this document shall be deemed a public record and shall be reported to any entities authorized to receive disclosure of this Consent Order.

26. This Consent Order, when signed by both parties, constitutes the entire agreement between the parties and may only be modified or amended by a subsequent document executed in the same manner by the parties.

27. CONFIDENTIAL
28. Licensee, by signature to this document, waives any objection to the participation of the Board members, including the Disciplinary Panel and General Counsel, in the consideration of this offer of settlement and agrees not to seek the disqualification or recusal of any Board member or General Counsel in any future proceedings on the basis that the Board member or General Counsel has received investigative information from any source which otherwise may not be admissible or admitted as evidence.

29. Licensee acknowledges that he has read this Consent Order and fully understands the contents.

30. Licensee acknowledges that this Consent Order has been entered into freely and voluntarily.

31. Licensee shall obey all federal, state and local laws and rules governing the practice of medicine and surgery in Kansas that may be in place at the time of execution of the Consent Order or may become effective subsequent to the execution of this document.

32. Upon execution of this Consent Order by affixing a Board authorized signature below, the provisions of this Consent Order shall become an Order under K.S.A. 65-2838. This Consent Order shall constitute the Board’s Final Order when filed with the office of the Executive Director for the Board and no further Order is required.

33. The Board may consider all aspects of this Consent Order in any future matter regarding Licensee.

IT IS THEREFORE ORDERED that the Consent Order and agreement of the parties
contained herein is adopted by the Board as findings of fact, conclusions of law, and as a Final
Order of the Board

IT IS SO ORDERED on this 24th day of Hay, 2022.

FOR THE KANSAS STATE BOARD OF
HEALING ARTS:

Susan Gill
Interim Executive Director
Acting

5/13/22
Date

Daniel Canchola, M.D.
Licensee

5-24-2022
Date

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PREPARED AND APPROVED BY:

/is Matthew Gaus
Matthew Gaus, #22609
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Attorney for Petitioner

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CERTIFICATE OF SERVICE

I, the undersigned, hereby certify that I served a true and correct copy of the CONSENT ORDER FOR SURRENDER by United States mail, postage prepaid, and via e-mail, on this 31st day of

Matthew Gaus, Associate Litigation Counsel
Kansas State Board of Healing Arts
800 SW Jackson
Lower Level-Suite A
Topeka, Kansas 66612

Licensing Administrator
Kansas State Board of Healing Arts
800 SW Jackson
Lower Level-Suite A
Topeka, Kansas 66612

Compliance Coordinator
Kansas State Board of Healing Arts
800 SW Jackson
Lower Level-Suite A
Topeka, Kansas 66612

And the original was hand-delivered for filing to:

Susan Gile, Interim Executive Director
Kansas State Board of Healing Arts
800 SW Jackson
Lower Level-Suite A
Topeka, Kansas 66612

Staff Member

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