

FILED
JUL 23 2013 CAB
KS State Board of Healing Arts

**BEFORE THE BOARD OF HEALING ARTS
OF THE STATE OF KANSAS**

In the Matter of)
) Docket No. 13-HA00109
Danilo A. Dalan, M.D.)
Kansas License No. Pending)

CONSENT ORDER

COMES NOW, the Kansas State Board of Healing Arts, (“Board”), by and through Jessica A. Bryson, Associate Litigation Counsel (“Petitioner”), and Danilo A. Dalan, M.D. (“Applicant”), *pro se*, and move the Board for approval of a Consent Order affecting Applicant’s license to practice medicine and surgery in the State of Kansas.

The Parties stipulate and agree to the following:

1. Applicant’s last known mailing address to the Board is: **Confidential**
Lenexa, Kansas 66219.
2. On or about November 15, 2012, Applicant submitted to the Board an application for licensure in medicine and surgery. Such application was deemed complete and filed with the Board on June 17, 2013.
3. The Board is the sole and exclusive administrative agency in the State of Kansas authorized to regulate the practice of the healing arts, specifically the practice of medicine and surgery. K.S.A. 65-2801 *et seq.* and K.S.A. 65-2869.
4. This Consent Order and the filing of such document are in accordance with applicable law and the Board has jurisdiction to enter into the Consent Order as provided by K.S.A. 77-505 and 65-2838. Upon approval, these stipulations shall

Consent Order
Danilo A. Dalan, M.D.

constitute the findings of the Board, and this Consent Order shall constitute the Board's Final Order.

5. The Kansas Healing Arts Act is constitutional on its face and as applied in the case. Applicant agrees that, in considering this matter, the Board is not acting beyond its jurisdiction as provided by law.
6. Applicant voluntarily and knowingly waives his right to a hearing. Applicant 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. Applicant voluntarily and knowingly agrees to waive all possible substantive and procedural motions and defenses that could be raised if an administrative hearing were held.
7. 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. Applicant specifically acknowledges that counsel for the Board is not authorized to sign this Consent Order on behalf of the Board.
8. The Board has received information and investigated the same, and has reason to believe that there may be grounds pursuant to K.S.A. 65-2836(i), to take action with respect to Applicant's license under the Kansas Healing Arts Act, K.S.A. 65-2801, *et seq.*
9. In his application for licensure, Applicant answered "yes" to disciplinary questions 4, 8, 9, 10, 12, 19, 20, and 21.

- a. Question 4 asks: “Have you ever been warned, censured, disciplined, had admissions monitored, had privileges limited, suspended, revoked or placed on probation, or have you ever involuntarily (to avoid disciplinary action or investigation) resigned or withdrawn from any licensed hospital, nursing home, clinic or other health care facility in which you have trained, including but not limited to residency or postgraduate training programs, or otherwise been a staff member, been a partner or held privileges?”
- b. Question 8 asks: “Have any licensing authority ever limited, restricted, suspended, revoked, censured or placed on probation, or had any other disciplinary action taken against any professional license you have held?”
- c. Question 9 asks: “Have you ever been notified or requested to appear before a licensing or disciplinary agency?”
- d. Question 10 asks: “To your knowledge, have any complaints (regardless of status) ever been filed against you with any licensing agency, professional association, hospital, nursing home, clinic or other health care facility?”
- e. **Confidential**

- f. Question 19 asks: “Have you ever been notified of any charges or complaints filed against you by any licensing or disciplinary agency?”
- g. Question 20 asks: “Have you ever been arrested? Do not include minor traffic or parking violations or citations except those related to a DUI, DWI or

a similar charge. You must include all arrests including those that have been set aside, dismissed or expunged or where a stay of execution has been issued.”

- h. Question 21 asks: “Have you ever been charged with a crime, indicted, convicted of a crime, imprisoned, or placed on probation (a crime includes both Class A misdemeanors and felonies)? You must include all convictions including those that have been set aside, dismissed or expunged or where a stay of execution has been issued.”

10. Applicant provided an explanation for his “yes” answers.

- a. In response to Question 4, Applicant disclosed two (2) incidents.
- i. He stated that he voluntarily reported “an actual physical control misdemeanor [he] incurred in 1986, [sic] to the North Dakota and Minnesota Boards of Medical Examiners when [he] applied” for licensure. He stated that North Dakota and Minnesota granted conditional licenses **Confidential**
Confidential He stated that the stipulations continued until 1991.
- ii. He also stated that, in 1996, he voluntarily reported to the North Dakota and Minnesota medical boards that an incident occurred where, “after having drank alcoholic beverages, [he] attended to a patient at Dakota Heartland Hospital for admission.” He stated that there was a misunderstanding over who was to be on call that day, and that, as a result, he entered into another monitoring

agreement with both North Dakota and Minnesota, which concluded in 2001.

- b. In response to Question 8, Applicant referred to his answers for Question 4.
- c. In response to Question 9, Applicant stated that the North Dakota and Minnesota Boards of Medical Examiners requested his appearance before them when he applied for licensure in 1989, and he stated that Minnesota requested his appearance based on his 1996 disclosure.
- d. In response to Question 10, Applicant disclosed several complaints.
 - i. He stated that he received a notice of complaint from the Minnesota Board of Medical Examiners he “believe[s] over a decade ago regarding a patient who was unhappy for not performing a skin or blood test for food allergy. This was dismissed.”
 - ii. He stated that he received several complaints from the North Dakota Board of Medical Examiners.
 - a) A complaint approximately ten or more years ago involving a patient with chronic urticarial or hives who was unhappy for not receiving any allergy testing; the complaint was dismissed.
 - b) A complaint approximately ten years ago involving two women who complained regarding his inspection of their chest/breast area during a physical examination; these complaints were dismissed.

- c) A complaint approximately one to two years ago involving a father complaining of a clinic bill for his daughter who was evaluated for allergic rhinitis without any tests; this complaint was dismissed.
 - d) A complaint was filed within the past year involving a mother regarding his validation of a previously diagnosed contact dermatitis by dermatology without doing tests, and expressed concern for not evaluating the patient for allergic rhinitis; this complaint was dismissed.
- iii. In 2011, Blue Cross Blue Shield of North Dakota (BCBSND) filed a complaint with the North Dakota Board of Medical Examiners alleges that Applicant's costs were not consistent with other allergists in the state. He stated that his participating status with BCBSND was changed to non-participating status. He stated that he is in the process of reapplying for full participating status. He stated that the actions taken by BCBSND did not affect his license with the North Dakota Board of Medical Examiners.
- e. **Confidential**
- f. In response to Question 19, Applicant referred to his answer for Question 10.

g. In response to Question 20, Applicant disclosed that, in 1986, he was arrested for a misdemeanor charge “of being in actual physical control of [his] motor vehicle under the influence, while not driving.”

h. In response to Question 21, Applicant referred to his answer for Question 20.

11. Confidential

12.

13. Applicant acknowledges that if formal hearing proceedings were conducted and Applicant presented no exhibits, witnesses or other evidence, the Board has sufficient evidence to prove that Applicant has violated the Kansas Healing Arts Act with respect to the above allegations. Applicant further waives his right to dispute or otherwise contest the allegations contained in the above paragraphs in any further proceeding before this Board.

14. A protective order is hereby entered to protect all confidential information under 42 CFR Part II, K.S.A. 65-2836(i), and K.S.A. 65-4925.

15. Applicant’s acts, if proven, constitute unprofessional conduct as set forth in K.S.A. 65-2836.

16. Applicant violated K.S.A. 65-2836(e) Confidential

17. Applicant violated K.S.A. 65-2836(j) by having disciplinary action taken against his license to practice medicine by the Minnesota Board of Medical Practice on or about March 6, 1997. Applicant had entered into a Stipulation and Order with the Minnesota Board as a result of Confidential and then arriving at the hospital in an impaired condition to provide patient care.
18. Pursuant to K.S.A. 65-2836, the Board may revoke, suspend, limit, censure or place under probationary conditions Applicant's license, and pursuant to K.S.A. 65-2863a the Board has the authority to impose administrative fines for violations of the Kansas Healing Arts Act.
19. 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.
20. All pending investigation materials in KSBHA Investigative Case Number 13-00382 regarding Applicant, were fully reviewed and considered by the Board members who serve on the Board's Disciplinary Panel. Disciplinary Panel No. 27 authorized and directed Board counsel to seek settlement of this matter with the provisions contained in this Consent Order.
21. Applicant further understands and agrees that if the Board finds, after due written notice and an opportunity for a hearing, that Applicant 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 Applicant's license to practice medicine and surgery in the State of Kansas. Applicant hereby expressly understands and agrees that, at any such

hearing, the sole issue shall be whether or not Applicant 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, Applicant 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.*

22. 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.
23. Applicant 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 Applicant has claimed to have had at the time of this release or might have had, either known or unknown, suspected or unsuspected, and

Applicant shall not commence to prosecute, cause or permit to be prosecuted, any action or proceeding of any description against the Releasees.

24. Applicant further understands and agrees that upon signature by Applicant, this document shall be deemed a public record and shall be reported to any entities authorized to receive disclosure of the Consent Order.
25. 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.
26. Applicant agrees that all information maintained by the Board pertaining to the nature and result of any complaint and/or investigation may be fully disclosed to and considered by the Board in conjunction with the presentation of any offer of settlement, even if Applicant is not present. Applicant further acknowledges that the Board may conduct further inquiry as it deems necessary before the complete or partial acceptance or rejection of any offer of settlement.
27. Applicant, 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.
28. Applicant acknowledges that he has read this Consent Order and fully understands the contents.

29. Applicant acknowledges that this Consent Order has been entered into freely and voluntarily.
30. All correspondence or communication between Applicant and the Board relating to the Consent Order shall be by certified mail addressed to the Kansas State Board of Healing Arts, Attn: Compliance Coordinator, 800 SW Jackson, Lower Level-Suite A, Topeka, Kansas 66612.
31. Applicant shall obey all federal, state and local laws and rules governing the practice of medicine and surgery in the State of 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 a Final Order under K.S.A. 65-2838. This Consent Order shall constitute the Board's Order when filed with the office of the Executive Director for the Board and no further Order is required.
33. This Consent Order constitutes non-disciplinary action.
34. The Board may consider all aspects of this Consent Order in any future matter regarding Applicant.
35. Applicant understands that a Temporary License shall be issued based upon Applicant's signing this Consent Order, **Confidential**
Confidential paying the temporary license fee, and abiding by the terms of this Consent Order. Applicant further understands that the Temporary License is only effective until a conference hearing is held by the Board on ratification of this

Consent Order and that if the Board fails to ratify this Consent Order, the Temporary License shall immediately expire at the conclusion such hearing. If the Board ratifies this Consent Order, Applicant shall be issued a permanent licensure under the terms of this Consent Order.

36. In lieu of conducting a formal proceeding, Applicant, by signature affixed to this Consent Order, hereby voluntarily agrees to the following non-disciplinary action on his license to engage in the practice of medicine and surgery:

MONITORING

37. **Confidential**

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40. Confidential

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45. Applicant will furnish a copy of this Consent Order to each and every state in which he holds licensure or applies for licensure and to an appropriate work site supervisor or personnel **Confidential**
46. Applicant shall immediately notify the Board or its designee of any citation, arrest or charge filed against him or of any conviction for any traffic or criminal offenses.
47. Applicant shall at all times keep Board staff informed of all his current practice locations, addresses and telephone numbers. Applicant shall provide the above information in writing to the Board within ten (10) days of any such change.

TIMEFRAME

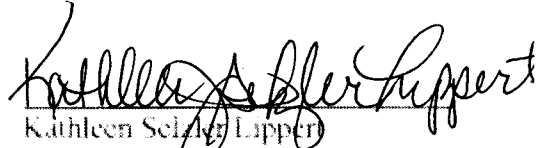
48. The above monitoring provisions and limitations are not self-terminating. After a period of five (5) years, Applicant may request modification or termination of the provisions. For any period of time that Applicant is not actively practicing medicine and surgery in Kansas, the monitoring provisions will remain in effect but will be tolled and not counted towards reducing the five (5) year timeframe.

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.

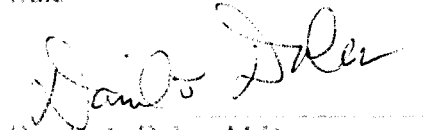
IT IS FURTHER ORDERED that upon meeting all technical requirements for licensure, Applicant shall be granted a license, pursuant to the conditions above.

IT IS SO ORDERED on this 17th day of July, 2013.

FOR THE KANSAS STATE
BOARD OF HEALING ARTS:



Kathleen Selinger Lipper
Executive Director

7/17/13
Date


Danilo A. Dalan, M.D.
Applicant

June 10, 2013
Date

PREPARED AND APPROVED BY:


Jessica A. Bryson, #22609
Associate Litigation Counsel
Kansas Board of Healing Arts
800 SW Jackson Ave. Lower Level Ste A
Topeka, Kansas 66612
785-296-8022

CERTIFICATE OF SERVICE

I, the undersigned, hereby certify that I served a true and correct copy of the Consent Order by United States mail, postage prepaid, on this 23rd day of July, 2013, to the following:

Danilo A. Dalan, M.D.
Applicant
Confidential
Lenexa, KS 66219

And the original was hand-filed with:

Kathleen Selzler Lippert
Executive Director
Kansas Board of Healing Arts
800 SW Jackson, Lower Level-Suite A
Topeka, Kansas 66612

And a copy was hand-delivered to:

Jessica A. Bryson
Associate Litigation Counsel
Kansas Board of Healing Arts
800 SW Jackson, Lower Level-Suite A
Topeka, Kansas 66612

General Counsel's Office
Kansas Board of Healing Arts
800 SW Jackson, Lower Level-Suite A
Topeka, Kansas 66612

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

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

Cathy A. Brown

Consent Order
Danilo A. Dalan, M.D.