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

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In the Matter of Kim Young, D.O. KS State Board of Healing Arts

License No. 05-40733

Docket No. 19-HA00074

JOURNAL ENTRY UPHOLDING SUMMARY ORDER, WITH AMENDMENT

On August 9, 2019, the parties appeared before the Kansas Board of Healing Arts ("Board") for a Conference Hearing on the Summary Order in the above captioned matter. Kim Young, D.O. ("Licensee") appeared in person, *pro se*. M. Katie Baylie, Associate Litigation Counsel, appeared on behalf of the Board. Upon review of the Summary Order, and taking into consideration of the statements and testimony received at the Conference Hearing, the Board **UPHOLDS** the Summary Order, fining Licensee \$500, with the following amendment:

1. Paragraph 19 of the Summary Order, is changed to reflect the 2014 amendment to

K.S.A. 40-3402, and shall now read:

K.S.A. 40-3402 states:

(a) A policy of professional liability insurance approved by the commissioner and issued by an insurer duly authorized to transact business in this state in which the limit of the insurer's liability is not less than \$200,000 per claim, subject to not less than a \$600,000 annual aggregate for all claims made during the policy period, shall be maintained in effect by each resident health care provider as a condition of active licensure or other statutory authorization to render professional service as a health care provider in this state, unless such health care provider is a self-insurer...

(b) A nonresident health care provider shall not be licensed to actively render professional service as a health care provider in this state unless such health care provider maintains continuous coverage in effect as prescribed by subsection (a), except such coverage may be provided by a non-admitted insurer who has filed the form required by subsection (b)(1). This provision shall not apply to optometrists and pharmacists on or after July 1, 1991 nor to physical therapists on and after July 1, 1995.

- (1) Every insurance company authorized to transact business in this state, that is authorized to issue professional liability insurance in any jurisdiction, shall file with the commissioner, as a condition of its continued transaction of business within this state, a form prescribed by the commissioner declaring that its professional liability insurance policies, wherever issued, shall be deemed to provide at least the insurance required by this subsection when the insured is rendering professional services as a nonresident health care provider in this state. Any non-admitted insurer may file such a form.
- (2) Every nonresident health care provider who is required to maintain basic coverage pursuant to this subsection shall pay the surcharge levied by the board of governors pursuant to subsection (a) of K.S.A. 40-3404, and amendments thereto, directly to the board of governors and shall furnish to the board of governors the information required in subsection (a)(1).

THEREFORE, the Summary Order, attached and incorporated by reference as amended

herein, is **UPHELD** and shall be effective as the final order of the Board as amended herein.

day of September 2019. IT IS SO ORDERED this

KANSAS STATE BOARD OF HEALING ARTS

hleen Selzler Lippert. Executive

NOTICE OF RIGHTS

PLEASE TAKE NOTICE that this is a Final Order. A Final Order is effective upon service. A party to an agency proceeding may seek judicial review of a Final Order by filing a petition in the District Court as authorized by K.S.A. 77-601, *et seq*. Reconsideration of a Final Order is not a prerequisite to judicial review. A petition for judicial review is not timely unless filed within 30 days following service of the Final Order. A copy of any petition for judicial review must be served upon Kathleen Selzler Lippert, Executive Director, Kansas State Board of Healing Arts, 800 SW Jackson St., Topeka, KS 66612.

CERTIFICATE OF SERVICE

I, the undersigned, hereby certify that I served a true and correct copy of the above and foregoing **JOURNAL ENTRY UPHOLDING SUMMARY ORDER, WITH AMENDMENT**, by depositing the same in the United States mail, postage prepaid, and emailed, on this <u>(off)</u> day of <u>SLD</u>, 2019 addressed to:

Kim S. Young, D.O. CONFIDENTIAL

Licensee

And a copy was hand delivered to:

M. Katie Baylie Associate Litigation Counsel Kansas State Board of Healing Arts 800 SW Jackson, Lower Level – Suite A Topeka, KS 66612

and the original was filed with:

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

Susan Gile, Operations Manager

BEFORE THE BOARD OF HEALING ARTS OF THE STATE OF KANSAS

FILED BU APR 0 3 2019

KS State Board of Healing Arts

In the Matter of

Docket No. 19-HA ()0074

Kim S. Young, D.O. Kansas License No. 05-40733

SUMMARY ORDER

NOW ON THIS ______ day of April 2019, this matter comes before Kathleen Selzler Lippert, Executive Director, Kansas State Board of Healing Arts ("Board"), in summary proceedings pursuant to K.S.A. 77-537.

Pursuant to K.S.A 77-537 and K.S.A. 77-542, this Summary Order shall become effective as a Final Order, without further notice, if no written request for a hearing is made within 15 days of service. Upon review of the agency record and being duly advised in the premises, the following findings of fact, conclusions of law, and order are made for and on behalf of the Board:

Findings of Fact

1. Kim S. Young, D.O. ("Licensee") was issued License No. 05-40733 on March 21, 2018. Licensee last renewed his license on or about October 16, 2018. Licensee's license status is currently Exempt.

2. Licensee's last known mailing address to the Board is: CONFIDENTIAL

3. During all times relevant to the facts set forth in this Summary Order, Licensee held an Active license to practice osteopathic medicine in Kansas.

4. On or about October 16, 2018, Licensee renewed his license online as Active. Licensee's renewal application stated that "As a condition of providing professional services in Kansas, whether or not physically located in Kansas, each person with an active license must pay the annual surcharge to the Kansas Health Care Stabilization Fund (KHCSF)." (emphasis in original). Licensee was asked "Have you paid the annual surcharge to the KHCSF?" to which he answered "no."

5. After renewing his license as Active, a search of the KHCSF showed Licensee was not in compliance.

6. On December 7, 2018, and January 11, 2019, the Board requested Licensee to provide proof of compliance with the Kansas Health Care Stabilization Fund ("KHCSF"), as required by K.S.A. 40-3404. The Board included instructions on how to contact KHCSF and warned that a failure to provide proof of compliance may result in a fine or suspension of Licensee's license to practice osteopathic medicine in Kansas.

7. On or about February 1, 2019, after receiving no response to the December 7, 2018, and January 11, 2019 letters, the matter was referred to the Litigation Department.

8. On or about February 18, 2019, another search of the KHCSF showed Licensee was still not fund compliant.

9. On or about February 20, 2019, a letter was sent to Licensee, via mail to both address on file and via email, again requesting Licensee to provide proof of compliance with KHCSF, with instructions on how to submit the proper forms for compliance. The deadline to submit the requested information was to March 6, 2019.

10. On or about February 22, 2019, Licensee contacted Associate Litigation Counsel, M. Katie Baylie, via phone regarding the letter. Licensee indicated he was not compliant with the KHCSF and did not maintain professional liability insurance and had not for a period of at least two (2) months. Licensee was informed he needed to become complaint with KHCSF and professional liability insurance requirements if he retained his Active licensure status.

11. On or about March 4, 2019, Associate Litigation Counsel M. Katie Baylie was informed by Lorie Anderson, Director of Compliance of the KHCSF, that Licensee had contacted the KHCSF with the intent of coming into compliance.

12. On or about March 8, 2019, Associate Litigation Counsel M. Katie Baylie sent an email to Licensee, extending the deadline of proof of compliance, or to submit change of licensure status form from Active to Exempt or Inactive, to March 15, 2019. Licensee was unable to open the encrypted email. A second email with the same was sent on or about March 11, 2019.

13. As of March 15, 2019, Licensee had failed to provide proof of compliance with KHCSF to the Board.

14. On or about March 15, 2019, Licensee spoke with Associate Litigation Counsel M. Katie Baylie and Deputy Litigation Counsel Susan R. Gering via telephone regarding his options. Licensee's deadline was extended to March 18, 2019.

15. On or about March 18, 2019, Licensee submitted a status change form to change his licensure status from Active to Exempt.

16. Licensee was out of compliance with the KHCSF since his initial licensure on or about March 21, 2018 until March 18, 2019, a period of approximately one (1) year, while holding an Active license to practice osteopathic medicine in Kansas. 17. On Licensee's online renewal form, Licensee listed he had professional liability insurance for the coverage period of August 1, 2018 through August 1, 2019. Licensee, however, stated via phone call that his professional liability insurance had expired, as he serves as a locum tenens physician, and the insurance had expired when his last locum tenens positions expired. Licensee indicated he did not have professional liability insurance for a period beginning in January 2019 through March 18, 2019, a period of approximately two and a half (2.5) months, while holding an Active license to practice osteopathic medicine in Kansas.

Applicable Law

18. Under the Kansas Healing Arts Act, K.S.A. 65-2809(c),

The board, prior to renewal of a license, shall require an active licensee to submit to the board evidence satisfactory to the board that licensee is maintaining a policy of professional liability insurance as required by K.S.A. 40-3402, and amendments there to, and has paid the premium surcharges as required by K.S.A. 40-3404, and amendments thereto.

19. K.S.A. 40-3402 states:

(a) A policy of professional liability insurance approved by the commissioner and issued by an insurer duly authorized to transact business in this state in which the limit of the insurer's liability is not less than \$200,000 per claim, subject to not less than a \$600,000 annual aggregate for all claims made during the policy period, shall be maintained in effect by each resident health care provider as a condition of active licensure or other statutory authorization to render professional service as a health care provider in this state, unless such health care provider is a self-insurer.

(b) Unless a nonresident health care provider is a self-insurer, such health care provider shall not render professional service as a health care provider in this state unless such health care provider maintains coverage in effect as prescribed by subsection (a), except such coverage may be provided by a nonadmitted insurer who has filed the form required by subsection (b)(1). This provision shall not apply to optometrists and pharmacists on or after July 1, 1991 nor to physical therapists on and after July 1, 1995.

(1) Every insurance company authorized to transact business in this state, that is authorized to issue professional liability insurance in any jurisdiction,

shall file with the commissioner, as a condition of its continued transaction of business within this state, a form prescribed by the commissioner declaring that its professional liability insurance policies, wherever issued, shall be deemed to provide at least the insurance required by this subsection when the insured is rendering professional services as a nonresident health care provider in this state. Any nonadmitted insurer may file such a form.

(2) Every nonresident health care provider who is required to maintain basic coverage pursuant to this subsection shall pay the surcharge levied by the board of governors pursuant to subsection (a) of K.S.A. 40-3404 and amendments thereto directly to the board of governors and shall furnish to the board of governors the information required in subsection (a)(1)...

20. K.S.A. 40-3404(b):

In the case of a resident health care provider who is not a self-insurer, the premium surcharge shall be collected in addition to the annual premium for the basic coverage by the insurer and shall not be subject to the provisions of K.S.A. 40-252, 40-955 and 40-2801 et seq., and amendments thereto. The amount of the premium surcharge shall be shown separately on the policy or an endorsement thereto and shall be specifically identified as such. Such premium surcharge shall be due and payable by the insurer to the board of governors within 30 days after the annual premium for the basic coverage is received by the insurer. Within 15 days immediately following the effective date of this act, the board of governors shall send to each insurer information necessary for their compliance with this subsection. The certificate of authority of any insurer who fails to comply with the provisions of this subsection shall be suspended pursuant to K.S.A. 40-222, and amendments thereto, until such insurer shall pay the annual premium surcharge due and payable to the board of governors. In the case of a nonresident health care provider or a self-insurer, the premium surcharge shall be paid upon submitting documentation of compliance with K.S.A. 40-3402, and amendments thereto.

21. Under K.S.A. 65-2836, a license may be revoked, suspended or limited, or the licensee

may be publicly censured or placed under probationary conditions, upon a finding of the existence

of any of the following grounds:

(y) The licensee has failed to maintain a policy of professional liability insurance as

required by K.S.A. 40-3402 or 40-3403a, and amendments thereto;

(z) The licensee has failed to pay the premium surcharges as required by K.S.A. 40-3404.

Conclusions of Law

22. The Board has jurisdiction over Licensee as well as the subject matter of this proceeding, and such proceeding is held in the public interest.

23. The Board finds that Licensee violated K.S.A. 65-2836(y), in that Licensee failed to maintain a policy of professional liability insurance for a period of approximately two and a half (2.5) months, as required by K.S.A. 40-3402 or 40-3403a, and amendments thereto.

24. The Board finds that Licensee violated K.S.A. 65-2836(z), in that Licensee has failed to pay the premium surcharges as required by K.S.A. 40-3404, and further required by K.S.A. 65-2809.

25. Based on the facts and circumstances set forth herein, the use of summary proceedings in this matter is appropriate, in accordance with the provisions set forth in K.S.A. 77-537(a), in that the use of summary proceedings does not violate any provision of law, and the protection of the public interest does not require the Board to give notice and opportunity to participate to persons other than Licensee.

IT IS HEREBY ORDERED that Licensee is assessed a **CIVIL FINE** in the amount of **\$500.00** for violations of the Kansas Healing Arts Act. Such fine shall be paid to the "Kansas State Board of Healing Arts", in full, on or before **June 30, 2019**. All monetary payments, which shall be in the form of check or money order, relating to this Summary Order shall be mailed to the Board certified and addressed to:

Compliance Coordinator

Summary Order Kim S. Young, D.O. Page 6 of 9 Kansas State Board of Healing Arts 800 SW Jackson, Lower Level – Suite A Topeka, Kansas 66612

PLEASE TAKE NOTICE that upon becoming effective as a Final Order, this document shall be deemed a public record and be reported to any reporting entities authorized to receive such

disclosure.

Dated this 2 day of April 2019.

KANSAS STATE BOARD OF HEALING ARTS

inhipport Kathleen Selzler Lippett Executive Director

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NOTICE OF RIGHTS (Pursuant to K.S.A. 77-542)

Licensee is entitled to a hearing pursuant to K.S.A. 77-537 and K.S.A. 77-542 of the Kansas Administrative Procedure Act ("KAPA"). If Licensee desires a hearing, within 15 days from the date of service of this Order, Licensee must file a written request for a hearing with the office of the Executive Director at:

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

If Licensee requests a hearing, the Kansas State Board of Healing Arts will notify the Licensee of the time and place of the hearing and information on the procedures, right of representation, and other rights of parties relating to the conduct of the hearing before commencement of the same. If a hearing is not requested in the time and manner stated above, this Summary Order shall become effective as a Final Order upon the expiration of time for requesting a hearing pursuant to K.S.A. 77-542. Pursuant to K.S.A. 77-613(e), the Executive Director is the agency officer designated to receive service of petition for judicial review on behalf of the agency.

CERTIFICATE OF SERVICE

I, the undersigned, hereby certify that the foregoing Summary Order was served this $3\frac{34}{2}$ day of April 2019 by depositing the same in the United States Mail, first-class postage prepaid, and addressed to:

Kim S. Young, D.O. Licensee CONFIDENTIAL

and copies were delivered to:

General Counsel Kansas State Board of Healing Arts 800 SW Jackson, Lower Level – Suite A Topeka, Kansas 66612

M. Katie Baylie Associate Litigation Counsel Kansas State Board of Healing Arts 800 SW Jackson, Lower Level – Suite A Topeka, Kansas 66612

and the original was filed with the office of the Executive Director:

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

Beth Visocsky

Beth Visocsky ^P Operations Manager

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