

BEFORE THE NEVADA STATE BOARD OF OSTEOPATHIC MEDICINE

IN A MATTER INVOLVING

CRAIG HARTMAN, D.O., Lic. # 1136

Respondent.

)
) CASE NO. MA 1005008

NV STATE BOARD OF
OSTEOPATHIC MEDICINE

AUG 04 2010

SETTLEMENT AGREEMENT AND ORDER

FILED

I. PARTIES

This Settlement Agreement and Order ("Agreement and Order") is made by and between Rota Rosaschi, MPH, Investigative Board Member ("Ms. Rosaschi" or "Investigative Board Member") for the Nevada State Board of Osteopathic Medicine ("the Board") through the Board's Counsel/Executive Director, Dianna Hegeduis, Esq., and Craig Hartman, D.O. ("Dr. Hartman") (collectively referred to as "the Parties").

II. RECITALS

As a preamble to this Agreement, the Parties agree to the following:

- A. WHEREAS, the Board, through the Investigative Board Member, ascertained certain information regarding litigation filed against Dr. Hartman. The information was ascertained as a result of the Board's staff due diligence in investigating its applicants/licenseses.
- B. WHEREAS, the Investigative Board Member ("IBM") has alleged as follows:
 - (1) Re: patient "M.A." Suit was filed against the physician in Nevada in March 2006 and the case settled in April 2008. The IBM has alleged that the physician did not timely report either the commencement of the lawsuit to the Board or the lawsuit's dismissal, i.e., within 45 days of either event. Additionally, the physician responded "no" to the questions about medical malpractice cases in both the 2007 and 2009 renewal applications, submitted respectively in 2006 and 2008; and the proper responses should have been "yes" because of the "M.A." lawsuit. The IBM has alleged these are violations of NRS chapter 633 as discussed hereinafter.
- C. WHEREAS, NRS 633.527(1) states that a licensed "osteopathic physician **shall report** to the Board: (a) any action for malpractice against the osteopathic physician not later than 45 days after the osteopathic physician receives service of a summons and complaint for the action; (b) any claim for malpractice against the osteopathic physician that is submitted to arbitration or mediation not later than 45 days after the claim is submitted to arbitration or mediation; (c) any settlement, award, judgment or other disposition or any action or claim described in paragraphs (a) or (b) not later than 45 days after the settlement, award, judgment or other disposition; and (d) any sanctions imposed against the osteopathic physician that are reportable to the National Practitioner Data Bank not later than 45 days after the sanctions are imposed. NRS 633.527(2) states that should the Board find "that an osteopathic physician has

1 violated any provision of this section, **the Board may impose a fine of not more than**
2 **\$5,000** against the osteopathic physician **for each violation, in addition to any other**
3 **finest or penalties permitted by law.** (Emphasis added.) This statute was added to
4 the law in 2003. By the use of the word "shall" by the Nevada State Legislature in this
5 statute, the Legislature intended to mandatorily require all osteopathic physicians to
6 report any of the four (4) events mentioned in the statute.

- 7 D. NRS 633.131(1) defines "unprofessional conduct" as including "willfully making a false
8 . . . statement . . . in applying for a license to practice osteopathic medicine or in
9 applying for renewal of a license to practice osteopathic medicine." Pursuant to NRS
10 633.511(1), "unprofessional conduct" is a ground for initiating a formal disciplinary
11 proceeding; and such discipline may include public reprimands, the suspension or
12 revocation of the license to practice osteopathic medicine in the State of Nevada, and
13 an assessment of a fine not to exceed \$5,000 per violation.
- 14 E. WHEREAS, NRS 622.400(1) states that a "regulatory body [such as this Board] may
15 recover from a person reasonable attorney's fees and costs that are incurred by the
16 regulatory body as part of its investigative, administrative and disciplinary proceedings
17 against the person if the regulatory body" either enters a final order or enters into a
18 settlement agreement.
- 19 F. WHEREAS, the parties have agreed to settle this matter, rather than requiring the
20 Board to file a formal disciplinary complaint.
- 21 G. WHEREAS, the parties understand that this Agreement will be signed by the
22 respective parties and will then be offered to the Board for the entire Board's approval
23 at the next Board meeting, with the recommendation of the Investigating Board
24 Member that this matter be settled. The Agreement shall not become effective until it
25 has been approved by a majority of the Board and endorsed by a representative
26 member of the Board.
- 27 H. WHEREAS, Dr. Hartman understands that the Board is free to accept or reject this
28 Agreement and, if rejected by the Board, a formal disciplinary complaint may be filed
and a hearing scheduled on the same. The Board members who review this matter for
approval of this Agreement may be the same members who ultimately hear the
disciplinary complaint if this Agreement is not approved by the Board. Dr. Hartman
hereby agrees to waive any rights he might have to challenge the impartiality of the
Board to hear the disciplinary complaint, based on prior knowledge obtained by the
Board through consideration of this Agreement, if after review by the Board, this
Agreement is rejected. Furthermore, if the Board does not accept the Agreement, it
shall be regarded as null and void.
- I. WHEREAS, Dr. Hartman acknowledges that the Board will retain jurisdiction over this
matter until all terms and conditions set forth in this Agreement and Order have been
met to the satisfaction of the Board.
- J. WHEREAS, Dr. Hartman acknowledges that the Board had a reasonable basis to
believe that the statutes and/or regulations regulating the practice of Osteopathic
Medicine in the State of Nevada may have been violated.
- K. WHEREAS, in order to resolve the matter prior to it becoming a disciplinary proceeding
and to save further costs and expenses, Dr. Hartman has elected to enter into this
Agreement to resolve this matter, and this matter only.
- L. WHEREAS, Dr. Hartman acknowledges that once accepted by the Board, this
Agreement and all associated documentation become a matter of public record (with
the exception of medical information related to the patient).
- M. WHEREAS, Dr. Hartman has had the opportunity to obtain the advice from competent
counsel of his choice concerning the terms and conditions of this Agreement and the

1 execution thereof. No coercion has been exerted upon Dr. Hartman, nor have any
2 promises been made other than those reflected in this Agreement. Dr. Hartman freely
3 and voluntarily entered into this agreement, motivated only by a desire to resolve the
4 issues addressed herein. Dr. Hartman has executed this Agreement only after a
5 careful reading of it and a full understanding of all its terms.

- 6 N. WHEREAS, Dr. Hartman is fully aware of his rights to contest the charges pending
7 against him. These rights include: representation by an attorney at his own expense,
8 the right to a public hearing on any charges or allegations filed, the right to confront
9 and cross-examine witnesses called to testify against him, the right to present evidence
10 on his own behalf, the right to compulsory process to secure the attendance of such
11 witnesses, the right to testify on his own behalf, the right to receive written findings of
12 fact and conclusions of law supporting the decision on the merits of the complaint and
13 the right to obtain judicial review of the Board's decision. Should the Board accept this
14 Agreement, Dr. Hartman voluntarily waives these rights.
- 15 O. WHEREAS, this Agreement and Order contains a complete description of the
16 agreement between the parties and it supersedes any previous agreements between
17 the parties. All material representations, understandings and promises of the parties
18 are contained in this Agreement. Any modifications must be set forth in writing, signed
19 by all the parties, and approved by the Board.

20 III. TERMS OF THE AGREEMENT

- 21 A. Dr. Hartman acknowledges that the failure to report allegations are true, and each
22 such act is a violation of NRS chapter 633 for which discipline is permissible under
23 Nevada law. In exchange for the Board not pursuing an administrative action on the
24 non-reporting allegations or the inaccurate renewal application allegations, and Dr.
25 Hartman not pursuing subsequent reviews by the appropriate appellate Courts, the
26 parties have agreed to resolve the current matter, and only this matter. Dr.
27 Hartman will henceforth insure that all lawsuits involving him will be timely and
28 accurately reported to the Board, and the failure to do so may result in the Board
bringing a disciplinary action against the osteopathic medical license issued by the
Board to Dr. Hartman. If any lawsuit is not reported to the Board, such will be in
violation of this agreement as well as the applicable statutes. **ADDITIONALLY,
THE BOARD ACKNOWLEDGES, AND THE PARTIES DO HEREBY AGREE,
THAT A DISCIPLINARY ACTION WILL NOT AND HAS NOT BEEN FILED BY
THE BOARD; AND THAT THE PARTIES HAVE SIMPLY AGREED TO AN
ADMINISTRATIVE FINE BEING ASSESSED SOLELY TO RESOLVE THE NON-
REPORTING ISSUE. ALL OTHER ALLEGATIONS HAVE BEEN WAIVED BY
THE BOARD.**
- B. Dr. Hartman agrees to pay the sum of Six Hundred, Fifty Dollars (\$650.00) as the
fine imposed for having violated NRS chapter 633. This sum includes all fees and
costs incurred by the Board up to and including the approval of this settlement
agreement by the Board at its next scheduled board meeting pursuant to NAC
633.470(2)(b)(6). Such amount shall be payable in monthly installments of \$250.00
each with the first payment being due on the 15 day of Oct 2012,
2010, and continuing thereafter until paid in full. pd full
- C. Should Dr. Hartman fail to satisfy and pay the indebtedness of \$650.00 in a timely
manner as discussed herein, Dr. Hartman understands and agrees that he will be
considered in default of this Agreement, and this agreement will be null and void,
with the Respondent receiving credit for payments made to date. The Board may

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- take whatever action it deems appropriate, including but not limited to reducing the balance to judgment pursuant to NRS chapter 353C.
- D. The Respondent, Dr. Hartman, agrees to bear his own fees and costs, including the fees and expenses of his own attorney(s) if applicable.
 - E. This Agreement and Order shall inure to the benefit of and be binding upon each of the parties hereto and their respective heirs, personal representatives, assigns and successors in interest of each party.
 - F. This Agreement and Order shall be construed in accordance with the laws of the State of Nevada.
 - G. This settlement agreement consists of five (5) pages and embodies the entire agreement between the Board and the osteopathic physician. It may not be altered, amended or modified without the express consent of the parties, and any subsequent alteration, amendment, or modification shall be in writing and subject to approval by the Board.
 - H. In consideration for the execution of this Agreement, Dr. Hartman hereby releases and forever discharges the State of Nevada, the Board of Osteopathic Medicine, and the Attorney General's Office, and each of their representatives, investigators, and employees, in their individual and representative capacity (collectively the State of Nevada Agencies) from any and all manner of actions, causes of actions, suits, debts, judgments, executions, claims, and demands whatsoever known or unknown, in law and in equity, that he may have had, now has, may have had, or claim to have against any and all of the persons and entities named in this paragraph arising out of, or by reason of, the investigation of the allegations raised in this matter, and other matters relating thereto.
 - I. Dr. Hartman, for himself, his heirs, executors, administrators, successors and assigns, hereby indemnifies and holds harmless the State of Nevada, the State Board of Osteopathic Medicine, the Attorney General's office and each of their members, agents and employees in their individual and representative capacities against any and all claims, suits, demands, actions, debts, damages, costs, charges, and expenses, including court costs and attorney's fees against any persons or entities as well as all liability, losses, and damages of any nature whatsoever that the persons and entities named in this paragraph shall have or may at any time sustain or suffer by reason of this investigation, this settlement or its administration.
 - J. This document may be prepared in multiple counterparts. Each counterpart, whether it be originally typed, a carbon, photocopy, facsimile or other type of copy, shall be deemed an original hereof if executed by each of the Parties hereto.
 - K. LASTLY, by executing this agreement, Physician hereby expressly, knowingly, and intentionally waive the 21-working days notice requirement pursuant to Nevada's Open Meeting Laws and acknowledges that this Agreement shall be on the agenda for the Board's approval in the month of AUG, 2010 and that upon payment of the fine mentioned above, an order of fulfillment will be scheduled for approval by the Board in the month of Sept, 2010.

CRAIG HARTMAN, D.O.

By: 
Osteopathic Physician

Dated: 7/6/10

1 NEVADA STATE BOARD OF
2 OSTEOPATHIC MEDICINE

NEVADA STATE BOARD OF
OSTEOPATHIC MEDICINE

3 BY: Rota Rosaschi
4 Rota Rosaschi, MPA
Investigating Board Member

By: Dianna Hegeduis
Dianna Hegeduis, Executive Director -
Board Counsel

5 Dated: 7/12/10

Dated: 7-21-10

7 **ACKNOWLEDGEMENT**

8 On this the _____ day of _____, 2010, the said CRAIG
9 HARTMAN, D.O., personally appeared before me, a notary public, and signed the above
10 document, freely and voluntarily, under no duress.

11 _____
12 Notary Public

13 **ORDER OF THE BOARD**

14 **IT IS SO ORDERED.**

15 **IT IS FURTHER ORDERED** that should Dr. Hartman fail to comply with any terms or
16 conditions of this Agreement, Dr. Hartman will be in breach of this Agreement; and this
17 Agreement will be null and void. The Board may take whatever action it deems appropriate,
18 including but not limited to proceeding with the administrative action against Dr. Hartman.
19 Should this Agreement become null and void by Dr. Hartman's failure to comply with terms or
20 conditions of this Agreement, the Board may not only pursue an administrative action against
21 Dr. Hartman, but the Board may also seek the maximum fees, fines, and costs.
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23 DATED this 3rd day of August, 2010.

24 NEVADA STATE BOARD OF
25 OSTEOPATHIC MEDICINE

26 BY: Dan Curtis
27 Dr. Daniel K. Curtis, President of the Board
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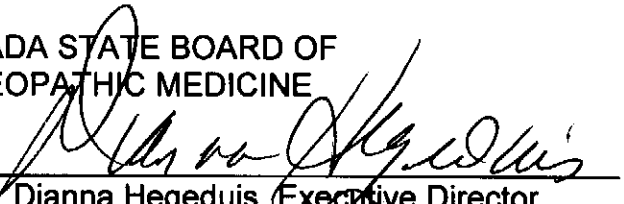
WRITTEN NOTICE OF ENTRY OF ORDER **FILED**

PLEASE TAKE NOTICE that an order, approving the settlement agreement in this matter was entered by the Board; and a file-stamped copy of the same is attached hereto.

DATED THIS 4th day of August, 2010.

NEVADA STATE BOARD OF
OSTEOPATHIC MEDICINE

By



Dianna Hegeduis, Executive Director
Board Counsel

901 American Pacific Dr., # 180
Henderson, NV 89014

CERTIFICATE OF MAILING

I hereby certify that on the 4th day of August, 2010, I served a copy of the foregoing notice with attached Settlement Agreement/Order, upon the respective parties to this matter by depositing a true copy thereof in the U.S. mail, addressed to them at their last known address on file with the Board, postage thereon prepaid.



An employee of the NEVADA STATE BOARD
OF OSTEOPATHIC MEDICINE