1 2	BEFORE THE BOARD OF MEDICAL EXAMINERS OF THE STATE OF NEVADA
3	* * * *
4	
5	
6	In the Matter of Charges and) Case No. 12-4879-1
7	Complaint Against) FILED
8	JOHN JOSEPH DUDEK, JR., M.D.,) JUN - 6 2014
9) NEVADA STATE BOARD OF MEDIZAL EXAMINERS
10	Respondent.) By:
11	
12	SETTLEMENT AGREEMENT
13	THIS AGREEMENT is hereby entered into by and between the
14	Investigative Committee (IC) of the Nevada State Board of Medical Examiners (Board), composed
15	of Theodore B. Berndt, M.D., Chairman, Valerie J. Clark, BSN, RHU, LUTCF, Member, and
16	Michael J. Fischer, M.D., Member, in the above-captioned matter, by and through
17	Bradley O. Van Ry, Esq., Board General Counsel and counsel for the IC, and
18	John Joseph Dudek, Jr., M.D. (Respondent), by and through William Maupin, Esq., counsel for
19	Respondent, as follows:
20	WHEREAS, on June 3, 2014 the Board's IC filed a Second Amended Complaint in the
21	above-referenced matter charging Respondent with engaging in conduct that is grounds for
22	discipline pursuant to the Nevada Medical Practice Act (MPA), i.e., Nevada Revised Statutes
23	(NRS) Chapter 630 and Nevada Administrative Code (NAC) Chapter 630, to wit: Count I, aiding,
24	assisting, employing or advising, directly or indirectly, any unlicensed person to engage in the
25	practice of medicine, a violation of NRS 630.305(1)(e); Count II, administering, dispensing or
26	prescribing a controlled substance or dangerous drug except as authorized by law, a violation of
27	NRS 630.306(3) and NRS 454.213; Count III, administering, dispensing or prescribing a
28	controlled substance or dangerous drug except as authorized by law, a violation of

1 NRS 630.306(3) and NRS 454.215; Count IV, administering, dispensing or prescribing a controlled 2 substance dangerous drug authorized law, or except as by а violation of NRS 630.306(3) and NAC 639.742(3)(a); Count V, administering, dispensing or prescribing a 3 controlled substance or dangerous drug except as authorized by law, a violation of 4 5 NRS 630.306(3) and NAC 639.742(3)(b); Count VI, administering, dispensing or prescribing a controlled substance or dangerous drug except as authorized by law, a violation of 6 NRS 630.306(3) and NAC 639.742(3)(c); Count VII, administering, dispensing or prescribing a 7 8 controlled substance or dangerous drug except as authorized by law, a violation of NRS 630.306(3) and NAC 639.742(3)(e); Count VIII, administering, dispensing or prescribing a 9 controlled substance or dangerous drug except as authorized by law, a violation of 10 NRS 630.306(3) and NAC 639.742(4)(a); Count IX, administering, dispensing or prescribing a 11 controlled substance or dangerous drug except as authorized by law, a violation of 12 NRS 630.306(3) and NAC 639.742(4)(b); Count X, practicing or offering to practice beyond the 13 scope permitted by law or performing services which the licensee knows or has reason to know that 14 he is not competent to perform or which are beyond the scope of his training, a violation of NRS 15 630.306(5); Count XI, the failure to maintain timely, legible, accurate and complete medical records 16 relating to the diagnosis, treatment and care of a patient, a violation of NRS 630.3062(1); 17

WHEREAS, Respondent has received a copy of the Second Amended Complaint, reviewed it, understands it, and has had ample opportunity to consult with his above-identified counsel concerning the nature and significance of the Second Amended Complaint, and Respondent is fully aware concerning his rights and defenses to the Second Amended Complaint, as well as the possible sanctions that may be imposed if the Board finds and concludes that he has violated one or more provisions of the MPA;

WHEREAS, Respondent understands and agrees that this Agreement is entered into by and between himself and the Board's IC, and not with the Board, but that the IC will present this Agreement to the Board for consideration in open session at a meeting duly noticed and scheduled, and that the IC shall advocate approval of this Agreement by the Board, but that the Board has the right to decide in its own discretion whether or not to approve this Agreement; and, WHEREAS, Respondent understands and agrees that if the Board approves the terms,
 covenants and conditions of this Agreement, then the terms, covenants and conditions enumerated
 below shall be binding and enforceable upon him.

NOW THEREFORE, in order to resolve this matter and all charges alleged by the Board's
IC in the above-captioned matter, Respondent and the IC hereby agree to the following terms,
covenants and conditions:

1. Respondent all 7 Jurisdiction. is, and times mentioned at in the Second Amended Complaint filed in the above-captioned matter was, a physician licensed to 8 9 practice medicine in the state of Nevada subject to the jurisdiction of the Board to hear and adjudicate charges of violations of the MPA and to impose sanctions as provided by the MPA. 10

11

2. <u>Representation by Counsel/Knowing, Willing and Intelligent Agreement</u>.

12 Respondent is represented by above-identified legal counsel in this matter and has had ample 13 opportunity to review this Agreement, the Second Amended Complaint filed in this matter and the 14 related factual basis with said legal counsel, William Maupin, Esq. Respondent covenants and 15 agrees that he knowingly, willingly and intelligently enters into this Agreement.

16 3. Waiver of Rights. In connection with this Agreement, and the terms, covenants and conditions contained herein, and the understanding that Respondent knowingly, willingly, and 17 intelligently waives all rights arising under or pursuant to the United States Constitution, the 18 Constitution of the state of Nevada, NRS Chapter 630, NRS Chapter 233B, and any other statutory 19 20 rights that may be available to him or that may apply to him in connection with the proceedings on the Second Amended Complaint filed herein, the defense of said Second Amended Complaint and 21 the adjudication of the charges in said Second Amended Complaint. Respondent further agrees that 22 the matter of the Second Amended Complaint herein may be settled and resolved in accordance with 23 24 this Agreement without a hearing or any further proceedings, and without the right to judicial review. In the event this Agreement is not approved by the Board, this Agreement shall have no 25 force and effect and shall be void ab initio, and Respondent shall have all rights arising under or 26 pursuant to the United States Constitution, the Constitution of the state of Nevada, NRS Chapter 27

28

630, NRS Chapter 233B, and any other statutory rights that may be available to him or that may
 apply to him in connection with the proceeding on the Second Amended Complaint filed herein.

3 4. Consent to Entry of Order. Respondent concedes only that the Board has sufficient evidence to proceed with its formal Second Amended Complaint against him, but does not 4 5 concede or admit to such allegations, which he expressly denies, and which, but for his desire to 6 reach this compromise, he would contest at the formal hearing of this matter. Accordingly, in order to resolve the matter without incurring further costs and expense of providing a defense to the 7 formal Second Amended Complaint, Respondent hereby agrees¹ that the Board may issue an order 8 finding that Respondent engaged in conduct that is grounds for discipline pursuant to the MPA, and 9 10 agrees:

a. The Board may find that Respondent engaged in conduct that is grounds for
discipline pursuant to the MPA, to wit: the failure to properly supervise Ms. Frey, and others, in
connection with the removal of Botox, Dysport, Radiesse, Restylane, Juvederm and Latisse from
stock on numerous occasions, a violation of NAC 639.742(4)(b), as set forth in Count IX of the
Second Amended Complaint;

16

b. Respondent shall be issued a public reprimand;

c. Respondent shall complete eight (8) hours of Continuing Medical Education
(CME) in cosmetic medicine, pre-approved by the Board, in addition to the normal amount of
CMEs required for licensure, within one (1) year of the Board's acceptance and approval of this
Agreement;

d. Pursuant to NRS 622.400, Respondent shall reimburse to the Board the
negotiated sum of \$6,500.00, the amount of the costs incurred by the Board to investigate and
prosecute this matter, along with the costs to conclude the matter, if any. The costs shall be paid to
the Board ^e within thirty (30) days of the Board's acceptance and approval of this Agreement;

- 25
- 26

 ¹ All admissions made by Respondent are solely for final disposition of this matter and any subsequent related administrative proceedings or civil litigation involving the Board and Respondent. Therefore, said admissions by Respondent are not intended or made for any other use, such as in the context of another state or federal government regulatory agency proceeding, state or federal civil or criminal court proceeding, or any other state or federal court proceeding, or any credentialing or privileges matter.

1

- All remaining counts of the Second Amended Complaint shall be dismissed;
- 2 || and,

e.

f.

3

The terms of this Agreement shall be reported as required by law.

5. 4 Release From Liability. In execution of this Agreement, the Respondent, for himself, his executors, successors and assigns, hereby releases and forever discharges the state of 5 Nevada, the Board, the Nevada Attorney General, and each of their members, agents and employees 6 in their representative capacities, and in their individual capacities, from any and all manner of 7 8 actions, causes of action, suits, debts, judgments, executions, claims and demands whatsoever, known and unknown, in law or equity, that Respondent ever had, now has, may have or claim to 9 have, against any or all of the persons or entities named in this paragraph arising out of or by reason 10 11 of this investigation, this Agreement or its administration.

6. <u>Procedure for Adoption of Agreement</u>. The IC and counsel for the IC shall recommend approval and adoption of the terms, covenants and conditions contained herein by the Board in resolution of the Second Amended Complaint pending herein against Respondent. In the course of seeking Board approval, adoption and/or acceptance of this Agreement, counsel for the IC may communicate directly with the Board staff and members of the panel of the Board who would adjudicate this case if it were to go to hearing.

Respondent acknowledges that such contacts and communication may be made or conducted 18 19 ex parte, without notice or opportunity to be heard on his part or on the part of his counsel until the public Board meeting where this Agreement is discussed, and that such contacts and 20 communications may include, but not be limited to, matters concerning this Agreement, the Second 21 22 Amended Complaint, and any and all information of every nature whatsoever related to the Second 23 Amended Complaint or the proceedings herein against Respondent. The IC and its counsel agree 24 that Respondent and/or his counsel may appear at the Board meeting where this Agreement is 25 discussed, and if requested, respond to any questions that may be addressed to the IC or its counsel.

26

27

7. <u>Effect of Acceptance of Agreement by Board</u>. In the event the Board approves, accepts and adopts the terms, covenants and conditions set out in this Agreement, counsel for the IC

will cause to be entered herein the Board's Order accepting, adopting and approving this Settlement
 Agreement, ordering full compliance with the terms herein and ordering that this case be closed.

8. Effect of Rejection of Agreement by Board. In the event the Board does not 3 approve, accept and adopt the terms covenants and conditions set out in this Agreement, this 4 5 Agreement shall be null, void, and of no further force and effect except as to the following covenant and agreement regarding disqualification of adjudicating Board panel members. Respondent agrees 6 that, notwithstanding rejection of this Agreement by the Board, nothing contained herein and nothing 7 8 that occurs pursuant to efforts of the IC or its counsel to seek acceptance and adoption of this 9 Agreement by the Board shall disqualify any member of the adjudicating panel of the Board from considering the charges against Respondent and participating in the disciplinary proceeding in any 10 role, including adjudication of the case. Respondent further agrees that he shall not seek to 11 12 disqualify any such member absent evidence of bad faith.

9. <u>Binding Effect</u>. Providing this Agreement is approved by the Board, Respondent
 covenants and agrees that this Agreement is a binding and enforceable contract upon Respondent
 and the Board's IC, which contract may be enforced in a court or tribunal having jurisdiction.

16 **10.** Forum Selection Clause. Respondent covenants and agrees that in the event either 17 party is required to seek enforcement of this Agreement in the district court, he consents to such 18 jurisdiction, and covenants and agrees that exclusive jurisdiction shall be in the 19 Second Judicial District Court of the state of Nevada in and for the county of Washoe.

11. <u>Attorneys' Fees and Costs</u>. Respondent covenants and agrees that in the event an
 action is commenced in the district court to enforce any provision of this Agreement, the prevailing
 party shall be entitled to recover costs and reasonable attorneys' fees.

12. <u>Failure to Comply with Terms</u>. In the event the Board enters its order approving this Agreement, should Respondent fail to comply with any term or condition recited herein, the Board shall be authorized to immediately suspend Respondent's license to practice medicine in the state of Nevada pending an order to show cause hearing, which will be duly noticed. Further, failure to comply with the terms recited herein may result in additional disciplinary action being initiated against Respondent for a violation of an order of the Board in accordance with

NRS 630.3065(2)(a). In the event of a dispute over this paragraph, the waivers in paragraph 3 above would not apply. Moreover, the failure of Respondent to reimburse the Board for monies agreed to be paid as a condition of settlement may subject Respondent to civil collection efforts. Dated this $\frac{3}{2}$ day of $\underline{\int a_{me}}$, 2014. Dated this <u>19</u> day of <u>Marx</u> , 2014. By: By: William Maupin, Esq. Bradley O. Van Ry, Esq. Attorney for the Investigative Committee Attorney for Respondent **UNDERSTOOD AND AGREED:** John Joseph Dudek, Jr., M.D., Respondent

IT IS HEREBY ORDERED that the foregoing Settlement Agreement is approved and accepted by the Nevada State Board of Medical Examiners on the 6th day of June 2014, with the final total amount of costs due of \$6,500.00.

Michael J. Fischer, M.D., President

Michael J. Fischer, M.D., President NEVADA STATE BOARD OF MEDICAL EXAMINERS