

1 State of Arkansas  
2 95th General Assembly  
3 Regular Session, 2025  
4

# A Bill

SENATE BILL 262

5 By: Senator C. Penzo  
6 By: Representative Pilkington  
7

## For An Act To Be Entitled

8  
9 AN ACT TO AMEND THE CORPORATE PRACTICE OF MEDICINE  
10 DOCTRINE; TO AUTHORIZE A CURRENT LICENSED MEDICAL  
11 PROFESSIONAL WHO OWNS A MEDICAL CORPORATION TO  
12 MAINTAIN OWNERSHIP IF HIS OR HER MEDICAL LICENSE IS  
13 NO LONGER ACTIVE OR HE OR SHE RETIRES; AND FOR OTHER  
14 PURPOSES.  
15

## Subtitle

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18 TO AMEND THE CORPORATE PRACTICE OF  
19 MEDICINE DOCTRINE; AND TO AUTHORIZE A  
20 LICENSED MEDICAL PROFESSIONAL WHO OWNS A  
21 MEDICAL CORPORATION TO MAINTAIN  
22 OWNERSHIP UPON AN INACTIVE LICENSE OR  
23 RETIREMENT.  
24

25 BE IT ENACTED BY THE GENERAL ASSEMBLY OF THE STATE OF ARKANSAS:  
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27 SECTION 1. Arkansas Code § 4-29-307, concerning the officers,  
28 directors, and shareholders of a medical corporation, is amended to add an  
29 additional subsection to read as follows:

30 (c) Notwithstanding subsections (a) and (b) of this section, a person  
31 who legally acquires ownership in a medical corporation while holding an  
32 active license under the Arkansas Medical Practices Act, § 17-95-201 et seq.,  
33 § 17-95-301 et seq., and § 17-95-401 et seq., may retain ownership,  
34 management, and control of the medical corporation after his or her license  
35 becomes inactive or is voluntarily surrendered if all medical services are  
36 provided only by individuals who are licensed.

