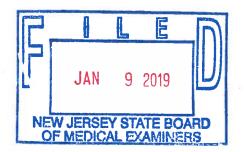
GURBIR S. GREWAL ATTORNEY GENERAL OF NEW JERSEY Division of Law 124 Halsey Street, 5th Floor P.O. Box 45029 Newark, New Jersey 07101



By:

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STATE OF NEW JERSEY
DEPARTMENT OF LAW & PUBLIC SAFETY
DIVISION OF CONSUMER AFFAIRS
STATE BOARD OF MEDICAL EXAMINERS

IN THE MATTER OF THE SUSPENSION OR REVOCATION OF THE LICENSE OF

ANTHONY ANZALONE, M.D. LICENSE NO. 25MA04247500

TO PRACTICE MEDICINE AND SURGERY IN THE STATE OF NEW JERSEY

Administrative Action

INTERIM CONSENT ORDER

This matter was opened to the New Jersey State Board of Medical Examiners (the "Board") by Gurbir S. Grewal, Attorney General of New Jersey, by Deputy Attorney General Michael Antenucci, on December 21, 2018, upon the filing of an Eight (8) Count Verified Complaint against Anthony Anzalone, M.D. ("Respondent"), and the simultaneous filing of an Order to Show Cause requiring Respondent to appear before the Board on January 9, 2019, and show cause why an Order temporarily suspending, or otherwise conditioning or limiting his license, should not be entered by the Board.

The State's Administrative Action was predicated upon the Board's receipt, in or about 2017, of numerous reports alleging Respondent's failure, over multiple years, to comply with the rules of the State's Medicinal Marijuana Program ("MMP"), pursuant to the Compassionate Use

Medicinal Marijuana Act ("the Act"), as defined by N.J.S.A. 24:6I-1 to -16, and regulations promulgated thereunder by the Board and the State's Department of Health ("DOH").

Information gathered by the Attorney General, including that which was obtained covertly by State investigators posing as marijuana seeking patients and from interviews with several of Respondent's former patients and current patient L.L., as well as Respondent's own testimony before a committee of the Board, evidences that Respondent, who specializes in Obstetrics and Gynecology, authorized medicinal marijuana without sufficient medical scrutiny or effective monitoring, as required by the Act and its regulations. Specifically, among other things, Respondent allegedly failed to afford his MMP patients privacy by practicing in large group settings, including in hotel conference rooms; authorized patients for medicinal marijuana without developing a bona fide physician-patient relationship, and failing to take a comprehensive medical history and/or perform physical examinations; and in some instances fabricated medical conditions to qualify patients for the MMP.

The allegations in the Verified Complaint, if proven, would demonstrate that Respondent engaged in fraud, deception or dishonesty, in violation of N.J.S.A. 45:1-21(b); gross negligence which endangered the life, health, and welfare or safety of his patients, in violation of N.J.S.A. 45:1-21(c); repeated acts of negligence, in violation of N.J.S.A. 45:1-21(d); professional occupational misconduct, in violation of N.J.S.A. 45:1-21(e); and a failure to comply with the provisions of an act or regulation administered by the Board, in violation of N.J.S.A. 45:1-21(h), by more specifically, authorizing medicinal marijuana for individuals with which he does not maintain a bona fide physician-patient relationship, in violation of N.J.A.C. 13:35-7A.2; failing to take comprehensive medical histories and/or perform physical examinations to determine whether patients suffer from debilitating medical conditions qualifying under the Act, in

violation of N.J.A.C. 13:35-7A.4; failing to assess patients' qualifying conditions at least every three months, in violation of N.J.A.C. 13:35-7A.5(c); and failing to keep accurate and complete records pertaining to his medicinal marijuana treatment, in violation of N.J.A.C. 13:35-7A.5(f).

It appearing that Respondent has read the content and terms of the within Order in their entirety and understands their meaning and effect, and consents to be bound by same, upon receiving the advice of counsel; and it further appearing that Respondent wishes to enter into this agreement without making admissions; and Respondent denying any and all allegations in the Verified Complaint; and the Board finding the within disposition to be adequately protective of the public health, safety and welfare; and it appearing that good cause exists for the entry of the within Order;

IT IS, therefore, on this _____ day of January, 2019,

ORDERED AND AGREED THAT:

- 1. The license of Anthony Anzalone, M.D. to practice medicine and surgery in the State of New Jersey is hereby temporarily suspended, effective thirty (30) days from the entry of this Order (by close of business on February 8, 2019). Within the thirty (30) days from the entry of this Order, Respondent shall take measures to wind down his medical practice.
- 2. During the wind down period, Respondent: (a) shall not register any new patients into the MMP, nor shall he begin any new treatment in any specialty of medicine, including but not limited to Obstetrics and Gynecology; (b) shall provide only one, thirty (30) day medicinal marijuana renewal to existing patients, who are due for renewals within the thirty (30) day wind down period, and only after he conducts an in person and private physical examination of the patient to ensure that the medicinal marijuana renewal is medically necessary and appropriate for the patient's MMP qualifying debilitating condition; (c) shall create records, according to MMP

and Board regulations, documenting these encounters with his existing patients, that shall include, but not be limited to, Respondent's findings supporting his decision to renew medicinal marijuana; (d) shall not increase prices for these existing patients' renewal consultations, outside of amounts that he has charged patients prior to the entry of this Order (e.g., not charging patients greater than \$100, which is documented as his renewal consultation cost in the State's evidence); and (e) shall cooperate with the DOH in transitioning patients who wish to continue MMP care to other MMP registered physicians, including informing his patients that he is temporarily barred from the MMP.

- 3. Upon the effective date of his temporary suspension, Respondent hereby represents and shall ensure that until further Order of the Board, he shall not see, examine, treat or otherwise offer medical services at any location in the State of New Jersey. This limitation shall specifically include the cessation of his participation in the MMP, and the issuance of any prescriptions for, or dispensation of, medications of any kind, including but not limited to Controlled Dangerous Substances ("CDS").
- 4. Respondent shall not supervise any healthcare practitioners in connection with the practice of medicine in general or those associated with the MMP, at any location in the State of New Jersey. This limitation shall specifically include directing any other healthcare professional with the MMP or prescriptive authorization to certify patients for medicinal marijuana and/or to prescribe, administer and/or dispense any and all CDS.
- 5. The temporary suspension shall remain effective until the conclusion of the plenary proceedings on the Verified Complaint and further order of this Board or upon entry of a settlement acceptable to both parties and the Board.
 - 6. The parties hereby stipulate that entry of this Interim Consent Order is without

prejudice to further action or investigation by this Board, the Attorney General, the Drug Control Unit, the Director of the Division of Consumer Affairs, or other law enforcement entities resulting from Respondent's conduct prior to the entry of this Order and without prejudice to a plenary hearing as to the allegations contained in the Verified Complaint filed with the Board on December 21, 2018. The parties further stipulate that entry into this Order is without admissions of any kind by Respondent, that he denies all wrongdoing, and that all defenses are preserved for the plenary hearing.

- 7. The Board shall retain jurisdiction to enforce the terms of this Order. Upon receipt of any reliable information indicating that Respondent has violated any term of this Order, the Board reserves the right to bring further disciplinary action.
- 8. The annexed "Directives Applicable to any Medical Board Licensee Who Is Suspended, Revoked, or Whose Surrender of Licensure Has Been Accepted" is incorporated herein.

NEW JERSEY STATE BOARD OF MEDICAL EXAMINERS

By:

Paul Carniol, M.D. Board President

I have read and understood the within Interim Consent Order and agree to be bound thereby. I consent to the entry of this Order

Anthony Anzalone, M.D.

Consent as to form and entry:

Joseph Compitello, Esq.

The Law Office of Jef Henninger, Esq.

Attorney for Respondent

Dated:

DIRECTIVES APPLICABLE TO ANY MEDICAL BOARD LICENSEE WHO IS DISCIPLINED OR WHOSE SURRENDER OF LICENSURE OR CESSATION OF PRACTICE HAS BEEN ORDERED OR AGREED UPON

APPROVED BY THE BOARD ON AUGUST 12, 2015

All licensees who are the subject of a disciplinary order or surrender or cessation order (herein after, "Order") of the Board shall provide the information required on the addendum to these directives. Failure to provide the information required may result in further disciplinary action for failing to cooperate with the Board, as required by N.J.A.C. 13:45C-1 et seq: Paragraphs 1 through 4 below shall apply when a licensee is suspended, revoked, has surrendered his or her license, or entered into an agreement to cease practice, with or without prejudice, whether on an interim or final basis. Paragraph 5 applies to licensees who are the subject of an order which, while permitting continued practice, contains probationary terms or monitoring requirement.

1. Document Return and Agency Notification

The licensee shall promptly forward to the Board office at Post Office Box 183, 140 East Front Street, 2nd floor, Trenton, New Jersey 08625-0183, the original license, current biennial registration and, if applicable, the original CDS registration. In addition, if the licensee holds a Drug Enforcement Agency (DEA) registration, he or she shall promptly advise the DEA of the licensure action. (With respect to suspensions of a finite term, at the conclusion of the term, the licensee may contact the Board office for the return of the documents previously surrendered to the Board. Prior to the resumption of any prescribing of controlled dangerous substances, the licensee shall petition the Director of Consumer Affairs for a return of the CDS registration if the basis for discipline involved CDS misconduct. In addition, at the conclusion of the term, the licensee should contact the DEA to advise of the resumption of practice and to ascertain the impact of that change upon his/her DEA registration.)

2. Practice Cessation

The licensee shall cease and desist from engaging in the practice of medicine in this State. This prohibition not only bars a licensee from rendering professional services, but also from providing an opinion as to professional practice or its application, or representing him/herself as being eligible to practice. (Although the licensee need not affirmatively advise patients or others of the revocation, suspension, surrender or cessation, the licensee must truthfully disclose his/her licensure status in response to inquiry.) The licensee subject to the order

is also prohibited from occupying, sharing or using office space in which another licensee provides health care services. The licensee subject to the order may contract for, accept payment from another licensee for rent at fair market value for office premises and/or equipment. In no case may the licensee subject to the order authorize, allow or condone the use of his/her provider number by any health care practice or any other licensee or health care provider. In situations where the licensee has been subject to the order for less than one year, the licensee may accept payment from another professional who is using his/her office during the period that the licensee is (suspended), subject to the order for the payment of salaries for office staff employed at the time of the Board action.

A licensee whose license has been revoked, suspended or subject to a surrender or cessation order for one (1) year or more must immediately take steps to remove signs and take affirmative action to stop advertisements by which his/her eligibility to practice is represented. The licensee must also take steps to remove his/her from professional listings, telephone directories. professional stationery, or billings. If the licensee's name is utilized in a group practice title, it shall be deleted. Prescription pads bearing the licensee's name shall be destroyed. A destruction report form obtained from the Office of Drug Control (973-504-6558) must be filed. If no other licensee is providing services at the location, all medications must be removed and returned to the manufacturer, if possible, destroyed safeguarded. (In situations where a license has been suspended for less than one year, prescription pads and medications need not be destroyed but must be secured in a locked place for safekeeping.)

3. Practice Income Prohibitions/Divestiture of Equity Interest in Professional Service Corporations and Limited Liability Companies

A licensee subject to the order shall not charge, receive or share in any fee for professional services rendered by him/herself or others while barred from engaging in the professional practice. The licensee may be compensated for the reasonable value of services lawfully rendered and disbursements incurred on a patient's behalf prior to the effective date of the Board order.

This bar on the receipt of any fee for professional services is not applicable to cease and desist orders where there are no findings that would be a basis for Board action, such as those entered adjourning a hearing.

licensee who is a shareholder in a professional service corporation organized to engage in the professional practice, whose license is revoked, surrendered or suspended or who is ordered to cease practice for a term of one (1) year or more shall be deemed to be disqualified from the practice within the meaning of the Professional Service Corporation Act. (N.J.S.A. 14A:17-11). A disqualified licensee shall divest him/herself of all financial interest in the professional service corporation pursuant to N.J.S.A. 14A:17-13(c). A disqualified licensee who is a member of a limited liability company organized pursuant to N.J.S.A. 42:1-44, shall also divest him/herself of all financial interest. Such divestiture of the licensee's interest in the limited liability company or professional service corporation shall occur within 90 days following the entry of the order rendering the licensee disqualified to participate in the applicable form of ownership. Upon divestiture, a licensee shall forward to the Board a copy of documentation forwarded to the Division of Revenue and Enterprise Services demonstrating that the interest has been terminated. If the licensee is the sole shareholder in a professional service corporation or sole member of the limited liability company, the corporation must be dissolved within 90 days of the licensee's disqualification unless it is lawfully transferred to another and documentation of the valuation process consideration paid is also provided to the Board.

4. Medical Records

If, as a result of the Board's action, a practice is closed or transferred to another location, the licensee shall ensure that (during the three (3) month period) immediately following the effective date of the disciplinary order, a message will be delivered to patients calling the former office premises, advising where records may be obtained. The message should inform patients of the names and telephone numbers of the licensee (or his/her attorney) assuming custody of the records. The same information shall also be disseminated by means of a notice to be published at least once per month for three (3) months in a newspaper of general circulation in the geographic vicinity in which the practice was conducted. If the licensee has a website, a notice shall be posted on the website as well.

At the end of the three month period, the licensee shall file with the Board the name and telephone number of the contact person who will have access to medical records of former patients. Any change in that individual or his/her telephone number shall be promptly reported to the Board. When a patient or his/her representative requests a copy of his/her medical record or asks that record be forwarded to another health care provider, the licensee shall promptly provide the record without charge to the patient.

5. Probation/Monitoring Conditions

With respect to any licensee who is the subject of any order imposing a probation or monitoring requirement or a stay of an active suspension, in whole or in part, which is conditioned upon compliance with a probation or monitoring requirement, the licensee shall fully cooperate with the Board and its designated representatives, including the Enforcement Bureau of the Division of Consumer Affairs, in ongoing monitoring of the licensee's status and practice. Such monitoring shall be at the expense of the disciplined practitioner.

- (a) Monitoring of practice conditions may include, but is not limited to, inspection of the professional premises and equipment, and Inspection and copying of patient records (confidentiality of patient identity shall be protected by the Board) to verify compliance with the Board Order and accepted standards of practice.
- (b) Monitoring of status conditions for an impaired practitioner may include, but is not limited to, practitioner cooperation in providing releases permitting unrestricted access to records and other information to the extent permitted by law from any treatment facility, other treating practitioner, support group or other individual/facility involved in the education, treatment, monitoring or oversight of the practitioner, or maintained by a rehabilitation program for impaired practitioners. If bodily substance monitoring has been ordered, the practitioner shall fully cooperate by responding to a demand for breath, blood, urine or other sample in a timely manner and providing the designated sample.

6. Payment of Civil and Criminal Penalties and Costs.

With respect to any licensee who is the subject of any order imposing a civil penalty and/or costs, the licensee shall satisfy the payment obligations within the time period ordered by the Board or be subject to collection efforts or the filing of a certificate of debt. The Board shall not consider any application for reinstatement nor shall any appearance before a committee of the Board seeking reinstatement be scheduled until such time as the Board ordered payments are satisfied in full. (The Board at its discretion may grant installment payments for not more than a 24 months period.)

As to the satisfaction of criminal penalties and civil forfeitures, the Board will consider a reinstatement application so long as the licensee is current in his or her payment plans.

NOTICE OF REPORTING PRACTICES OF BOARD REGARDING DISCIPLINARY ORDERS/ACTIONS

All Orders filed by the New Jersey State Board of Medical Examiners are "government records" as defined under the Open Public Records Act and are available for public inspection, copying or examination. See N.J.S.A. 47:1A-1, et seq., N.J.S.A. 52:14B-3(3). Should any inquiry be made to the Board concerning the status of a licensee who has been the subject of a Board Order, the inquirer will be informed of the existence of the Order and a copy will be provided on request. Unless sealed or otherwise confidential, all documents filed in public actions taken against licensees, to include documents filed or introduced into evidence in evidentiary hearings, proceedings on motions or other applications conducted as public hearings, and the transcripts of any such proceedings, are "government records" available for public inspection, copying or examination.

Pursuant to N.J.S.A. 45:9-22, a description of any final board disciplinary action taken within the most recent ten years is included on the New Jersey Health Care Profile maintained by the Division of Consumer Affairs for all licensed physicians. Links to copies of Orders described thereon are also available on the Profile website. See http://www.njdoctorlist.com.

Copies of disciplinary Orders entered by the Board are additionally posted and available for inspection or download on the Board of Medical Examiners' website.

See http://www.njconsumeraffairs.gov/bme.

Pursuant to federal law, the Board is required to report to the National Practitioner Data Bank (the "NPDB") certain adverse licensure actions taken against licensees related to professional competence or conduct, generally including the revocation or suspension of a license; reprimand; censure; and/or probation. Additionally, any negative action or finding by the Board that, under New Jersey law, is publicly available information is reportable to the NPDB, to include, without limitation, limitations on scope of practice and final adverse actions that occur in conjunction with settlements in which no finding of liability has been made. Additional information regarding the specific actions which the Board is required to report to the National Practitioner Data Bank can be found in the NPDB Guidebook issued by the U.S. Department of Health and Human Services in April 2015. See http://www.npdb.hrsa.gov/resources/npdbguidebook.pdf.

Pursuant to N.J.S.A.45:9-19.13, in any case in which the Board refuses to issue, suspends, revokes or otherwise places conditions on a license or permit, the Board is required to notify each licensed health care facility and health maintenance organization with which a licensee is affiliated and every other board licensee in this state with whom he or she is directly associated in private medical practice.

In accordance with an agreement with the Federation of State Medical Boards of the United States, a list of all disciplinary orders entered by the Board is provided to the Federation on a monthly basis.

From time to time, the Press Office of the Division of Consumer Affairs may issue press releases including information regarding public actions taken by the Board.

Nothing herein is intended in any way to limit the Board, the Division of Consumer Affairs or the Attorney General from disclosing any public document.