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**STATE OF CALIFORNIA  
DEPARTMENT OF INDUSTRIAL RELATIONS  
DIVISION OF WORKERS' COMPENSATION  
BEFORE THE ADMINISTRATIVE DIRECTOR**

**In Re: PROVIDER SUSPENSION**

**ORDER OF SUSPENSION**

**SAN JOAQUIN ACCIDENT & MEDICAL,  
INC.,**

**Respondent.**

Labor Code section 139.21(a)(1)(D) requires the Administrative Director of the Division of Workers' Compensation (Administrative Director) to suspend any entity from participating in the California workers' compensation system as a physician, practitioner, or provider if the entity controlled by an individual who has been convicted of a felony or misdemeanor described in Labor Code section 139.21(a)(1)(A).

Labor Code section 139.21(a)(1)(A) requires the Administrative Director to suspend any physician, practitioner, or provider from participating in the California workers' compensation system as a physician, practitioner, or provider if the individual or entity has been convicted of any felony or misdemeanor and that crime either: (1) involves fraud or abuse of the federal Medicare or Medicaid programs, the Medi-Cal program, or the workers' compensation system, or fraud or abuse of any patient; (2) relates to the conduct of the individual's medical practice as it pertains to patient care; or (3) is a financial crime that relates to the federal Medicare or Medicaid programs, the Medi-Cal program, or the workers' compensation system.

Labor Code section 139.21(a)(3) provides that an entity is controlled by an individual if the individual: (1) is or was an officer or director of the entity; (2) is or was a shareholder with a 10 percent or greater interest in the entity; or (3) held de facto ownership of the entity or de facto control consistent with the rights and duties of an officer or director of the entity. (See Villanueva v. Teva Foods (2019) WCAB Case No. ADJ9332041, 84 Cal. Comp. Cases 198 [significant panel decision].)

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2 On or about October 7, 2014, John Brent Arakelian, an individual, was convicted  
3 in the Superior Court of California, County of Kern, of crimes described in Labor Code  
4 section 139.21(a)(1)(A). (People v. Arakelian, Case No. BF157522A.)

5 Respondent San Joaquin Accident & Medical, Inc. (San Joaquin Accident &  
6 Medical), is controlled by John Brent Arakelian pursuant to Labor Code section  
7 139.21(a)(3).

8 On or about September 15, 2022, the Administrative Director mailed to  
9 Respondent San Joaquin Accident & Medical a written notice of the right to a hearing  
10 regarding the suspension and the procedure to follow to request a hearing, as provided  
11 in Labor Code section 139.21(b)(2) and California Code of Regulations, title 8, section  
12 9788.1.

13 Pursuant to Labor Code section 139.21(b)(2) and California Code of Regulations,  
14 title 8, section 9788.1(d), the written notice advised Respondent San Joaquin Accident  
15 & Medical that the suspension would start thirty (30) calendar days after the date of  
16 mailing of written notice, unless Respondent San Joaquin Accident & Medical submitted  
17 a written request for a hearing within ten (10) calendar days of the date of mailing of the  
18 notice.

19 Respondent San Joaquin Accident & Medical did not submit a written request for  
20 hearing within ten (10) calendar days of the date of mailing of the notice.

21 The Administrative Director is required to suspend any physician, practitioner, or  
22 provider pursuant to Labor Code section 139.21 and California Code of Regulations,  
23 title 8, section 9788.2, after thirty (30) days from the date the notice was mailed, unless  
24 the physician, practitioner, or provider submits a written request for a hearing within ten  
25 (10) calendar days of the date of mailing of the notice;

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1           **IT IS HEREBY ORDERED** that Respondent San Joaquin Accident & Medical is  
2 hereby suspended from participating in the California workers' compensation system as  
3 a physician, practitioner, or provider.

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5 Date: October 26, 2022

/S/ George P. Parisotto  
George P. Parisotto  
Administrative Director  
Division of Workers' Compensation

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