

# State Corporation Commission

## 2016 Fiscal Impact Statement

**1. Bill Number:** HB16

**House of Origin**    ☐ Introduced    ☐ Substitute    ☒ Engrossed  
**Second House**    ☒ In Committee    ☐ Substitute    ☐ Enrolled

**2. Patron:** Ware

**3. Committee:** Commerce and Labor

**4. Title:** Insurance; payment for services by dentists and oral surgeons.

**5. Summary:** Requires that reimbursements payable or paid by a dental plan for covered services be reasonable and not provide nominal reimbursement in order to claim that services are covered services under the applicable dental plan. A reimbursement is reasonable if it is the negotiated fee, rate or rating methodology that is set forth in the participating provider agreement and is acceptable to the provider. The measure applies to contracts between a dental plan and a dentist or oral surgeon for the provision of health care to patients that is entered into, amended, extended, or renewed on or after January 1, 2017. The bill contains a delayed effective date.

**6. Budget amendment necessary:** No

**7. Fiscal Impact Estimates:** No Fiscal Impact on the State Corporation Commission

**8. Fiscal implications:** None on the State Corporation Commission

**9. Specific agency or political subdivisions affected:** State Corporation Commission Bureau of Insurance

**10. Technical amendment necessary:** No.

**11. Other comments:** The engrossed version of House Bill 16 includes an amendment for clarification purposes recommended by the State Corporation Commission Bureau of Insurance. The phrase “participating provider agreement,” has been replaced with the phrase “contract between a dental plan and a dentist or oral surgeon...”

**Date:** 02/05/16/V. Tompkins

cc: Secretary of Health and Human Resources