

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 or rate 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: The State Corporation Commission Bureau of Insurance recommended to the patron of House Bill 16 that for consistency with existing language in § 38.2-3407.17 of the Code of Virginia, on line 30 of the bill, delete the phrase “participating provider agreement,” and replace it with the phrase “contract between a dental plan and a dentist or oral surgeon...”

11. Other comments: None

Date: 01/20/16/V. Tompkins

cc: Secretary of Health and Human Resources