SENATE BILL NO. 341–SENATORS SMITH, FORD, SPEARMAN, PARKS; ATKINSON, DENIS, KIHUEN AND WOODHOUSE

MARCH 16, 2015

JOINT SPONSOR: ASSEMBLYWOMAN JOINER

Referred to Committee on Commerce, Labor and Energy

SUMMARY—Revises provisions relating to dentists. (BDR 57-261)

FISCAL NOTE: Effect on Local Government: No.

Effect on the State: Yes.

EXPLANATION - Matter in **bolded italics** is new; matter between brackets formitted material is material to be omitted.

AN ACT relating to dentists; establishing requirements relating to contracts between dentists and a medical discount plan; and providing other matters properly relating thereto.

Legislative Counsel's Digest:

Under existing law, a person who wishes to offer, market, sell or engage in business as a medical discount plan in this State must be registered with the Commissioner of Insurance. (NRS 695H.080) This bill requires a medical discount plan that contracts directly with a dentist to: (1) notify the dentist whether the contract may be assigned to a third party; and (2) maintain a toll-free telephone number for the dentist to obtain information about the medical discount plan. This bill allows a contract between a medical discount plan and a dentist to be assigned only if the contract expressly authorizes the assignment of the contract. This bill also requires a medical discount plan to which a contract with a dentist is assigned to provide a notice of inclusion to the dentist and prohibits the medical discount plan from requiring the dentist to perform pursuant to the assigned contract unless such a notice is given.

THE PEOPLE OF THE STATE OF NEVADA, REPRESENTED IN SENATE AND ASSEMBLY, DO ENACT AS FOLLOWS:

- **Section 1.** (Deleted by amendment.)
- 2 **Sec. 2.** (Deleted by amendment.)
- 3 **Sec. 3.** (Deleted by amendment.)





- 1 Sec. 4. (Deleted by amendment.)
- 2 Sec. 5. (Deleted by amendment.)
- 3 **Sec. 6.** (Deleted by amendment.)
- 4 **Sec. 7.** (Deleted by amendment.)
- Sec. 8. (Deleted by amendment.) 5
- **Sec. 9.** (Deleted by amendment.) 6 7
 - **Sec. 10.** (Deleted by amendment.)
- **Sec. 11.** (Deleted by amendment.) 8

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- 9 **Sec. 12.** Chapter 695H of NRS is hereby amended by adding 10 thereto a new section to read as follows:
 - 1. A medical discount plan that contracts directly with a dentist:
 - (a) Shall notify the dentist in the contract if the contract may be assigned to a third party;
- (b) May assign the contract with the dentist to a third party 15 16 only if the contract expressly authorizes the medical discount plan 17 to assign the contract; and
 - (c) Shall maintain a toll-free telephone number for the dentist to obtain information regarding the medical discount plan.
 - A medical discount plan to which a contract with a dentist is assigned shall issue a written notice of inclusion in the medical discount plan to the dentist within 30 days after the assignment of the contract. Such a notice must include:
- 24 (a) The approximate number of members in the medical 25 discount plan;
 - (b) The corporate name of the person offering the medical discount plan:
- (c) The location and address of each office for the medical 28 29 discount plan; and
- 30 (d) The telephone number where the dentist may obtain 31 information regarding the medical discount plan.
 - 3. A medical discount plan which fails to provide the notice required by subsection 2 to a dentist may not hold the dentist responsible for performance pursuant to the assigned contract.





