Senate Bill No. 341–Senators Smith, Ford, Spearman, Parks; Atkinson, Denis, Kihuen and Woodhouse

Joint Sponsor: Assemblywoman Joiner

CHAPTER.....

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.

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

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

Sections 1-11. (Deleted by amendment.)

Sec. 12. Chapter 695H of NRS is hereby amended by adding 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 only if the contract expressly authorizes the medical discount plan to assign the contract; and

(c) Shall maintain a toll-free telephone number for the dentist to obtain information regarding the medical discount plan.

2. 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:



(a) The approximate number of members in the medical 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 discount plan; and

(d) The telephone number where the dentist may obtain 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.

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