

Department of Legislative Services
Maryland General Assembly
2010 Session

FISCAL AND POLICY NOTE

House Bill 1026 (Delegates Bromwell and Kach)
Health and Government Operations

Health Insurance - Dental Provider Contracts - Prohibited Provision

This bill prohibits a carrier, in a dental provider contract, from requiring a dental provider to provide services at a fee set by the carrier if the services will not be covered by the carrier.

The bill applies to all dental provider contracts issued, renewed, or amended on or after October 1, 2010.

Fiscal Summary

State Effect: Minimal increase in special fund revenues for the Maryland Insurance Administration in FY 2011 from the \$125 rate and form filing fee. Review and approval of forms and rate filings can be handled with existing budgeted resources.

Local Effect: None.

Small Business Effect: None.

Analysis

Current Law/Background: State law does not specifically prohibit carriers from setting rates for dental services that are not covered services. Apparently, some carriers are setting rates in provider contracts for services that require enrollees to pay up to 100% of the costs. The bill would prohibit carriers from setting the fees for services paid for by enrollees.

Additional Information

Prior Introductions: None.

Cross File: SB 665 (Senators Klausmeier and Astle) - Finance.

Information Source(s): Department of Budget and Management, Department of Health and Mental Hygiene, Maryland Insurance Administration, Department of Legislative Services

Fiscal Note History: First Reader - February 22, 2010
ncs/mwc

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