Second Regular Session Seventieth General Assembly STATE OF COLORADO

REVISED

This Version Includes All Amendments Adopted on Second Reading in the Second House SENATE BILL 16-009

LLS NO. 16-0346.01 Thomas Morris x4218

SENATE SPONSORSHIP

Grantham,

Primavera,

HOUSE SPONSORSHIP

Senate Committees Health & Human Services House Committees Public Health Care & Human Services

A BILL FOR AN ACT

101 CONCERNING THE SHARING OF PROFESSIONAL DENTAL FEES.

Bill Summary

(Note: This summary applies to this bill as introduced and does not reflect any amendments that may be subsequently adopted. If this bill passes third reading in the house of introduction, a bill summary that applies to the reengrossed version of this bill will be available at http://www.leg.state.co.us/billsummaries.)

Current law prohibits dentists from sharing fees in a way that could be interpreted to make fee-sharing within a dental service organization grounds for disciplinary action. The bill repeals this prohibition and substitutes language derived from the fee-sharing prohibitions that apply to physicians. HOUSE 2nd Reading Unamended February 16, 2016





 Shading denotes HOUSE amendment.
 Double underlining denotes SENATE amendment.

 Capital letters indicate new material to be added to existing statute.

 Dashes through the words indicate deletions from existing statute.

1 Be it enacted by the General Assembly of the State of Colorado: 2 SECTION 1. In Colorado Revised Statutes, 12-35-129, amend 3 (1)(v) as follows: 4 **12-35-129.** Grounds for disciplinary action. (1) The board may 5 take disciplinary action against an applicant or licensee in accordance 6 with section 12-35-129.1 for any of the following causes: 7 (v) Sharing any professional fees with anyone except those with 8 whom the dentist or dental hygienist is lawfully associated in the practice 9 of dentistry or dental hygiene; except that: 10 (I) A licensed dentist or dental hygienist may pay an independent 11 advertising or marketing agent compensation for advertising or marketing 12 services rendered by the agent for the benefit of the licensed dentist or 13 dental hygienist, including compensation that is based on the results or 14 performance of the services on a per-patient basis; AND 15 (II) NOTHING IN THIS SECTION PROHIBITS A DENTIST OR DENTAL 16 HYGIENIST PRACTICE OWNED OR OPERATED BY A PROPRIETOR AUTHORIZED 17 UNDER SECTION 12-35-116.5 FROM CONTRACTING WITH ANY PERSON OR 18 ENTITY FOR BUSINESS MANAGEMENT SERVICES OR PAYING A ROYALTY IN 19 ACCORDANCE WITH A FRANCHISE AGREEMENT IF THE TERMS OF THE 20 CONTRACT OR FRANCHISE AGREEMENT DO NOT AFFECT THE EXERCISE OF 21 THE INDEPENDENT PROFESSIONAL JUDGMENT OF THE DENTIST OR DENTAL 22 HYGIENIST. 23 **SECTION 2.** Act subject to petition - effective date -24 **applicability.** (1) This act takes effect at 12:01 a.m. on the day following 25 the expiration of the ninety-day period after final adjournment of the 26 general assembly (August 10, 2016, if adjournment sine die is on May 11,

27 2016); except that, if a referendum petition is filed pursuant to section 1

- (3) of article V of the state constitution against this act or an item, section,
 or part of this act within such period, then the act, item, section, or part
 will not take effect unless approved by the people at the general election
 to be held in November 2016 and, in such case, will take effect on the
 date of the official declaration of the vote thereon by the governor.
 (2) This act applies to conduct occurring on or after the applicable
- 6 (2) This act applies to conduct occurring on or after the applicable
 7 effective date of this act.