CERTIFICATION OF ENROLLMENT

SUBSTITUTE HOUSE BILL 2229

Chapter 210, Laws of 2018

65th Legislature 2018 Regular Session

DENTAL PRACTICE--INTEGRATED CARE DELIVERY SYSTEMS

EFFECTIVE DATE: June 7, 2018

Passed by the House March 3, 2018 Yeas 96 Nays 0

FRANK CHOPP

Speaker of the House of Representatives

Passed by the Senate February 27, 2018 Yeas 49 Nays 0

CYRUS HABIB

President of the Senate

Approved March 22, 2018 3:45 PM

CERTIFICATE

I, Bernard Dean, Chief Clerk of the House of Representatives of the State of Washington, do hereby certify that the attached is **SUBSTITUTE HOUSE BILL 2229** as passed by House of Representatives and the Senate on the dates hereon set forth.

BERNARD DEAN

Chief Clerk

FILED

March 26, 2018

JAY INSLEE

Governor of the State of Washington

Secretary of State State of Washington

SUBSTITUTE HOUSE BILL 2229

AS AMENDED BY THE SENATE

Passed Legislature - 2018 Regular Session

State of Washington65th Legislature2018 Regular SessionBy House Health Care & Wellness (originally sponsored by Representative Macri)

READ FIRST TIME 02/02/18.

1 AN ACT Relating to the applicability of dental practice laws to 2 integrated care delivery systems; and amending RCW 18.32.675.

3 BE IT ENACTED BY THE LEGISLATURE OF THE STATE OF WASHINGTON:

4 Sec. 1. RCW 18.32.675 and 2017 c 320 s 2 are each amended to 5 read as follows:

6 (1) No corporation shall practice dentistry or shall solicit 7 through itself, or its agent, officers, employees, directors or trustees, dental patronage for any dentists or dental surgeon 8 employed by any corporation: PROVIDED, That nothing contained in this 9 10 chapter shall prohibit a corporation from employing a dentist or 11 dentists to render dental services to its employees: PROVIDED, FURTHER, That such dental services shall be rendered at no cost or 12 13 charge to the employees; nor shall it apply to corporations or 14 associations in which the dental services were originated and are being conducted upon a purely charitable basis for the worthy poor. 15

16 (2) Nothing in this chapter precludes a person or entity not17 licensed by the commission from:

18 (a) Ownership or leasehold of any assets used by a dental 19 practice, including real property, furnishings, equipment, 20 instruments, materials, supplies, and inventory, excluding dental 21 records of patients; 1 (b)(i) Employing or contracting for the services of personnel 2 other than licensed dentists, licensed dental hygienists, licensed 3 expanded function dental auxiliaries, certified dental anesthesia 4 assistants, and registered dental assistants;

5 <u>(ii) Contracting for the services of a licensed dentist or</u> 6 <u>employing or contracting for the services of licensed dental</u> 7 <u>hygienists, licensed expanded function dental auxiliaries, certified</u> 8 <u>dental anesthesia assistants, and registered dental assistants if the</u> 9 <u>entity is a health service contractor that is licensed under chapter</u> 10 <u>48.44 RCW and is organized as a nonprofit integrated care delivery</u> 11 <u>system, if all of the following conditions are met:</u>

12 <u>(A) The arrangement between the parties meets the personal</u> 13 <u>services and management contracts safe harbor requirements as</u> 14 <u>provided by 42 C.F.R. Sec. 1001.952(d); and</u>

15 (B) The arrangement between the parties meets either of the 16 following safe harbors:

17 (I) The managed care organization safe harbor requirements as 18 provided by 42 C.F.R. Sec. 1001.952(t); or

19 <u>(II) The space rental safe harbor requirements as provided by 42</u>
20 <u>C.F.R. Sec. 1001.952(b) and the equipment rental safe harbor</u>
21 <u>requirements as provided by 42 C.F.R. Sec. 1001.952(c);</u>

(c) Providing business support and management services to adental practice, including as a sole provider of such services; and

(d) Receiving fees for the services in (a) through (c) of this
subsection provided to a dental practice calculated as agreed to by
the dental practice owner or owners.

(3) Nothing in this chapter shall prohibit a health carrier as defined in RCW 48.43.005, while acting in its capacity as a health carrier and in no other capacity, from entering into provider contracts or provider compensation agreements, as defined in RCW 48.43.730, with a dentist or dental practice.

32 <u>(4)</u> Any corporation violating this section is guilty of a gross 33 misdemeanor, and each day that this chapter is violated shall be 34 considered a separate offense.

> Passed by the House March 3, 2018. Passed by the Senate February 27, 2018. Approved by the Governor March 22, 2018. Filed in Office of Secretary of State March 26, 2018.

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