

House Engrossed Senate Bill

~~ballots; categories; count~~
(now: licensees; exemptions; business entities)

State of Arizona
Senate
Fifty-seventh Legislature
Second Regular Session
2026

SENATE BILL 1168

AN ACT

AMENDING SECTIONS 32-1213, 32-1231 AND 32-1237, ARIZONA REVISED STATUTES;
RELATING TO DENTISTRY.

(TEXT OF BILL BEGINS ON NEXT PAGE)

1 Be it enacted by the Legislature of the State of Arizona:

2 Section 1. Section 32-1213, Arizona Revised Statutes, is amended to
3 read:

4 32-1213. Business entities; registration; renewal; civil
5 penalty; exceptions

6 A. A business entity may not offer dental services pursuant to this
7 chapter unless:

8 1. The business entity is registered with the board pursuant to
9 this section.

10 2. The services are conducted by a licensee pursuant to this
11 chapter.

12 B. The business entity must file a registration application on a
13 form provided by the board. The application must include:

14 1. A description of the business entity's services offered to the
15 public.

16 2. The name of any dentist who is authorized to provide and who is
17 responsible for providing the dental services offered at each office.

18 3. The names and addresses of the officers and directors of the
19 business entity.

20 4. The name of the business entity's custodian of records.

21 5. A registration fee prescribed by the board in rule.

22 C. A business entity must file a separate registration application
23 and pay a fee for each branch office in this state.

24 D. A registration expires three years after the date the board
25 issues the registration. A business entity that wishes to renew a
26 registration must submit an application for renewal as prescribed by the
27 board on a triennial basis on a form provided by the board before the
28 expiration date. A business entity that fails to renew the registration
29 before the expiration date is subject to a late fee as prescribed by the
30 board by rule. The board may stagger the dates for renewal applications.

31 E. The business entity must notify the board in writing within
32 thirty days after any change:

33 1. In the business entity's name, address or telephone number.

34 2. In the officers or directors of the business entity.

35 3. In the name of any dentist who is authorized to provide and who
36 is responsible for providing the dental services in any facility.

37 4. **IN** the name of the business entity's custodian of records who
38 will accept subpoenas and respond to patient records requests.

39 F. The business entity shall establish a written protocol for the
40 secure storage, transfer and access of the dental records of the business
41 entity's patients. This protocol must include, at a minimum, procedures
42 for:

43 1. Notifying patients of the future locations of their records if
44 the business entity terminates or sells the practice.

45 2. Disposing of unclaimed dental records.

- 1 3. The timely response to requests by patients for copies of their
2 records.
- 3 G. The business entity must notify the board within thirty days
4 after the dissolution of any registered business entity or the closing or
5 relocation of any facility and must disclose to the board the business
6 entity's procedure by which its patients may obtain their records.
- 7 H. The board may do any of the following pursuant to its
8 disciplinary procedures if a business entity violates the board's statutes
9 or rules:
- 10 1. Refuse to issue a registration.
11 2. Suspend or revoke a registration.
12 3. Impose a civil penalty of not more than \$2,000 for each
13 violation.
14 4. Enter a decree of censure.
15 5. Issue an order prescribing a period and terms of probation that
16 are best adapted to protect the public welfare and that may include a
17 requirement for restitution to a patient for a violation of this chapter
18 or rules adopted pursuant to this chapter.
19 6. Issue a letter of concern if a business entity's actions may
20 cause the board to take disciplinary action.
- 21 I. The board shall deposit, pursuant to sections 35-146 and 35-147,
22 civil penalties collected pursuant to this section in the state general
23 fund.
- 24 J. This section does not apply to:
- 25 1. A sole proprietorship or partnership that consists exclusively
26 of dentists who are licensed pursuant to this chapter.
27 2. Any of the following entities licensed under title 20:
28 (a) A service corporation.
29 (b) An insurer authorized to transact disability insurance.
30 (c) A prepaid dental plan organization that does not provide
31 directly for prepaid dental services.
32 (d) A health care services organization that does not provide
33 directly for dental services.
- 34 3. A professional corporation or professional limited liability
35 company, the shares of which are exclusively owned by dentists who are
36 licensed pursuant to this chapter and that is formed to engage in the
37 practice of dentistry pursuant to title 10, chapter 20 or title 29
38 relating to professional limited liability companies.
- 39 4. A facility regulated by the federal government or a state,
40 district or territory of the United States.
- 41 5. An administrator or executor of the estate of a deceased dentist
42 or a person who is legally authorized to act for a dentist who has been
43 adjudicated to be mentally incompetent for not more than one year after
44 the date the board receives notice of the dentist's death or
45 incapacitation pursuant to section 32-1270.

1 6. A RECOGNIZED DENTAL SCHOOL, RECOGNIZED DENTAL THERAPY SCHOOL OR
2 RECOGNIZED DENTAL HYGIENE SCHOOL.

3 K. A facility that offers dental services to the public by persons
4 licensed under this chapter shall be registered by the board unless the
5 facility is any of the following:

6 1. Owned by a dentist who is licensed pursuant to this chapter.

7 2. Regulated by the federal government or a state, district or
8 territory of the United States.

9 3. A RECOGNIZED DENTAL SCHOOL, RECOGNIZED DENTAL THERAPY SCHOOL OR
10 RECOGNIZED DENTAL HYGIENE SCHOOL.

11 L. Except for issues relating to insurance coding and billing that
12 require the name, signature and license number of the dentist providing
13 treatment, this section does not:

14 1. Authorize a licensee in the course of providing dental services
15 for a business entity registered pursuant to this section to disregard or
16 interfere with a policy or practice established by the business entity for
17 the operation and management of the business.

18 2. Authorize a business entity registered pursuant to this section
19 to establish or enforce a business policy or practice that may interfere
20 with the clinical judgment of the licensee in providing dental services
21 for the business entity or may compromise a licensee's ability to comply
22 with this chapter.

23 M. The board shall adopt rules that provide a method for the board
24 to receive the assistance and advice of business entities licensed
25 pursuant to this chapter in all matters relating to the regulation of
26 business entities.

27 N. An individual currently holding a surrendered or revoked license
28 to practice dentistry or dental hygiene in any state or jurisdiction in
29 the United States may not have a majority ownership interest in the
30 business entity registered pursuant to this section. Revocation and
31 surrender of licensure shall be limited to disciplinary actions resulting
32 in loss of license or surrender of license instead of disciplinary action.
33 Dentists or dental hygienists affected by this subsection shall have one
34 year after the surrender or revocation to divest themselves of their
35 ownership interest. This subsection does not apply to publicly held
36 companies. For the purposes of this subsection, "majority ownership
37 interest" means an ownership interest greater than fifty percent.

38 Sec. 2. Section 32-1231, Arizona Revised Statutes, is amended to
39 read:

40 32-1231. Persons not required to be licensed; school employee
41 lists; complaints; board jurisdiction

42 A. This chapter does not prohibit:

43 1. A dentist, dental therapist or dental hygienist who is
44 officially employed in the service of the United States from practicing
45 dentistry in the dentist's, dental therapist's or dental hygienist's

1 official capacity, within the scope of that person's authority, on persons
2 who are enlisted in, directly connected with or under the immediate
3 control of some branch of service of the United States.

4 2. A person, whether or not licensed by this state, from practicing
5 dental therapy either:

6 (a) In the discharge of official duties on behalf of the United
7 States government, including the United States department of veterans
8 affairs, the United States public health service and the Indian health
9 service.

10 (b) While employed by tribal health programs authorized pursuant to
11 Public Law 93-638 or urban Indian health programs.

12 3. An intern or student of dentistry, dental therapy or dental
13 hygiene from ~~operating~~ PRACTICING in the clinical departments or
14 laboratories of a recognized dental school, recognized dental therapy
15 school, recognized dental hygiene school or hospital under the supervision
16 of a dentist.

17 4. An unlicensed person from performing for a licensed dentist
18 merely mechanical work on inert matter not within the oral cavity in the
19 construction, making, alteration or repairing of any artificial dental
20 substitute or any dental restorative or corrective appliance, if the casts
21 or impressions for that work have been furnished by a licensed dentist and
22 the work is directly supervised by the dentist for whom done or under a
23 written authorization signed by the dentist, but the burden of proving
24 that written authorization or direct supervision is on the person charged
25 with having violated this provision.

26 5. A clinician who is not licensed in this state from giving
27 demonstrations, before bona fide dental societies, study clubs and groups
28 of professional students, that are free to the persons on whom made.

29 6. The state director of dental public health from performing the
30 director's administrative duties as prescribed by law.

31 7. A dentist or dental hygienist to whom a restricted permit has
32 been issued from practicing dentistry or dental hygiene in this state as
33 provided in sections 32-1237 and 32-1292.

34 8. A dentist, dental therapist or dental hygienist from practicing
35 ~~for educational purposes on behalf~~ IN THE CLINICAL DEPARTMENTS OR
36 LABORATORIES of a recognized dental school, recognized dental therapy
37 school or recognized dental hygiene school.

38 9. A dentist who holds an active and unrestricted license in
39 another state, territory or possession of the United States from
40 practicing for educational purposes in connection with recognized
41 continuing dental education. A dentist who practices under this
42 paragraph:

43 (a) May not receive compensation for dental services provided in
44 connection with recognized continuing dental education.

1 (b) Is subject to the jurisdiction and discipline of the board to
2 the same extent as dentists who are licensed in this state.

3 (c) May not provide any dental care or services in this state to a
4 person who is either:

5 (i) Physically unable to safely receive the dental care or
6 services.

7 (ii) Not mentally competent to knowingly and voluntarily consent to
8 the dental care or services.

9 (d) Shall file a restricted permit application on a form approved
10 by the board with the provider of the recognized continuing dental
11 education before providing any dental care or services in this state. The
12 provider of the recognized continuing dental education shall retain the
13 dentist's restricted permit application for a period of at least five
14 years.

15 B. A RECOGNIZED DENTAL SCHOOL SHALL ANNUALLY PROVIDE TO THE BOARD A
16 LIST OF THE LICENSED DENTISTS, DENTAL THERAPISTS AND DENTAL HYGIENISTS
17 THAT THE RECOGNIZED DENTAL SCHOOL EMPLOYS TO PRACTICE IN THE RECOGNIZED
18 DENTAL SCHOOL'S CLINICAL DEPARTMENTS OR LABORATORIES.

19 C. IF THE BOARD RECEIVES A COMPLAINT THAT NAMES A RECOGNIZED DENTAL
20 SCHOOL OR THAT ARISES FROM DENTAL CARE THAT IS PROVIDED AT A RECOGNIZED
21 DENTAL SCHOOL, THE BOARD SHALL FORWARD THE COMPLAINT TO THE RECOGNIZED
22 DENTAL SCHOOL ON A PERIODIC BASIS AS DETERMINED BY THE BOARD BUT NOT MORE
23 THAN SIX MONTHS AFTER THE BOARD RECEIVES THE COMPLAINT. THE RECOGNIZED
24 DENTAL SCHOOL SHALL REVIEW THE COMPLAINT PURSUANT TO THE RECOGNIZED DENTAL
25 SCHOOL'S INTERNAL QUALITY ASSURANCE PROCESS.

26 D. THE BOARD DOES NOT HAVE JURISDICTION OR AUTHORITY OVER ANY
27 PERSON, WHETHER OR NOT LICENSED BY THIS STATE, WHO IS ACTING WITHIN THE
28 SCOPE OF SUBSECTION A, PARAGRAPH 3 OR 8 OF THIS SECTION, EXCEPT THAT A
29 LICENSEE IS SUBJECT TO BOARD JURISDICTION FOR A CONVICTION AS DESCRIBED IN
30 SECTION 32-1263, SUBSECTION A, PARAGRAPH 2 AND IS REQUIRED TO COMPLY WITH
31 SECTION 32-3208.

32 Sec. 3. Section 32-1237, Arizona Revised Statutes, is amended to
33 read:

34 32-1237. Restricted permits

35 A. A person may apply for a restricted permit if the applicant
36 demonstrates to the board's satisfaction that the applicant:

37 1. Has a pending contract with a recognized charitable dental
38 clinic or organization or will be practicing for educational purposes in
39 connection with and while enrolled in recognized continuing dental
40 education that offers dental services without compensation or at a rate
41 that only reimburses the clinic for dental supplies and overhead costs and
42 the applicant will receive no compensation for dental services provided at
43 the clinic or organization or in connection with the recognized continuing
44 dental education.

- 1 2. Has a license to practice dentistry issued by another state or
2 territory of the United States or the District of Columbia.
- 3 3. Has been actively engaged in one or more of the following for at
4 least three years immediately preceding the application:
 - 5 (a) The practice of dentistry.
 - 6 (b) An approved dental residency training program.
 - 7 (c) Postgraduate training deemed by the board equivalent to an
8 approved dental residency training program.
- 9 4. Is competent and proficient to practice dentistry.
- 10 5. Meets the requirements of section 32-1232, subsection A, other
11 than the requirement to meet section 32-1233.
 - 12 B. For the purposes of meeting the requirements of subsection A of
13 this section, the provider of the recognized continuing dental education,
14 before the commencement of the recognized continuing dental education,
15 shall notify the board of the restricted permit applicants the provider
16 has accepted ~~that~~ WHO meet the requirements of section 32-1231, **SUBSECTION**
17 **A**, paragraph 9. The board shall acknowledge receipt of the notification
18 within five business days after the later of receiving either:
 - 19 1. The notification.
 - 20 2. A copy of the applicants' valid fingerprint clearance cards.