BY: Environmental Matters Committee

AMENDMENT TO HOUSE BILL NO. 909 (First Reading File Bill)

On page 1, in line 3, after "of" insert "<u>altering certain reimbursement procedures for certain</u> <u>services in certain facilities under the Maryland Medical Assistance Program;</u>"; after line 7, insert:

"<u>BY repealing and reenacting, with amendments,</u> <u>Article - Health - General</u> <u>Section 15-105(c)</u> <u>Annotated Code of Maryland</u> (1994 Replacement Volume and 1998 Supplement)

"<u>SECTION 1. BE IT ENACTED BY THE GENERAL ASSEMBLY OF MARYLAND,</u> That the Laws of Maryland read as follows:

Article - Health - General

<u>15-105.</u>

(c) (1) The Department shall adopt regulations for the reimbursement of specialty outpatient treatment and diagnostic services rendered to Program recipients at a freestanding clinic owned and operated by a hospital that is under a capitation agreement approved by the Health Services Cost Review Commission.

(2) (I) [The] EXCEPT AS PROVIDED IN SUBPARAGRAPH (II) OF THIS PARAGRAPH, THE reimbursement rate under paragraph (1) of this subsection shall be set according to Medicare standards and principles for retrospective cost reimbursement as described in 42 CFR Part 413 or on the basis of charges, whichever is less.

(II) THE REIMBURSEMENT RATE FOR A HOSPITAL THAT HAS

(Over)

TRANSFERRED OUTPATIENT ONCOLOGY, DIAGNOSTIC, REHABILITATIVE, AND DIGESTIVE DISEASE SERVICES TO AN OFF-SITE FACILITY PRIOR TO JANUARY 1, 1999 SHALL BE SET ACCORDING TO THE RATES APPROVED BY THE HEALTH SERVICES COST REVIEW COMMISSION IF:

<u>1.</u> <u>THE TRANSFER OF SERVICES WAS DUE TO ZONING</u> <u>RESTRICTIONS AT THE HOSPITAL CAMPUS:</u>

2. <u>THE OFF-SITE FACILITY IS SURVEYED AS PART OF</u> <u>THE HOSPITAL FOR PURPOSES OF ACCREDITATION BY THE JOINT COMMISSION ON</u> <u>THE ACCREDITATION OF HEALTHCARE ORGANIZATIONS; AND</u>

<u>3.</u> <u>THE HOSPITAL NOTIFIES THE HEALTH SERVICES</u> <u>COST REVIEW COMMISSION IN WRITING BY JULY 1, 1999 THAT THE HOSPITAL</u> <u>WOULD LIKE THE SERVICES PROVIDED AT THE OFF-SITE FACILITY SUBJECT TO</u> <u>TITLE 19, SUBTITLE 2 OF THE HEALTH - GENERAL ARTICLE.</u>";

in lines 8 and 21, strike "1." and "2.", respectively, and substitute "<u>2.</u>" and "<u>3.</u>", respectively; and in lines 8 and 9, strike "BE IT ENACTED BY THE GENERAL ASSEMBLY OF MARYLAND" and substitute "<u>AND BE IT FURTHER ENACTED</u>".