Chapter 378

## (Senate Bill 728)

## AN ACT concerning

# Health Facilities – Freestanding Ambulatory Care Facilities – Administration of Anesthesia

FOR the purpose of requiring the Secretary of Health to establish in regulations a provision requiring an ambulatory surgical facility to ensure that a health care practitioner administering anesthesia for a procedure has access to certain medical resources an anesthesia practitioner is not precluded from providing a certain level of support to treat certain patients in a certain manner; defining certain terms; and generally relating to the administration of anesthesia at freestanding ambulatory care facilities.

BY repealing and reenacting, with amendments,

Article – Health – General Section <u>19–3B–01</u> and <u>19–3B–03</u> Annotated Code of Maryland (2019 Replacement Volume)

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

### Article - Health - General

#### 19-3B-01.

- (a) In this subtitle the following words have the meanings indicated.
- (b) (1) "Ambulatory surgical facility" means any center, service, office facility, or other entity that:
- (i) Operates exclusively for the purpose of providing surgical services to patients requiring a period of postoperative observation but not requiring hospitalization and in which the expected duration of services would not exceed 24 hours following admission; and
- (ii) Seeks reimbursement from payors as an ambulatory surgery center.
  - (2) "Ambulatory surgical facility" does not include:
- (i) The office of one or more health care practitioners seeking only professional reimbursement for the provisions of medical services, unless:

- <u>1.</u> <u>The office operates under contract or other agreement</u> with a payor as an ambulatory surgical facility regardless of whether it is paid a technical or facility fee; or
- <u>2.</u> <u>The office is designated to receive ambulatory surgical referrals in accordance with utilization review or other policies adopted by a payor;</u>
- (ii) Any facility or service owned or operated by a hospital and regulated under Subtitle 2 of this title;
- (iii) The office of a health care practitioner with not more than one operating room if:
  - 1. The office does not receive a technical or facility fee; and
- 2. The operating room is used exclusively by the health care practitioner for patients of the health care practitioner;
- (iv) The office of a group of health care practitioners with not more than one operating room if:
  - <u>1.</u> The office does not receive a technical or facility fee; and
- 2. The operating room is used exclusively by members of the group practice for patients of the group practice; or
- (v) An office owned or operated by one or more dentists licensed under the Health Occupations Article.
  - (c) "Freestanding ambulatory care facility" means:
    - (1) An ambulatory surgical facility;
    - (2) A freestanding endoscopy facility;
    - (3) A freestanding facility utilizing major medical equipment;
    - (4) A kidney dialysis center; or
    - (5) A freestanding birthing center.
- (d) (1) "Freestanding birthing center" means a facility that provides nurse midwife services under Title 8, Subtitle 6 of the Health Occupations Article.
  - (2) "Freestanding birthing center" does not include:

- (i) A hospital regulated under Subtitle 2 of this title; or
- (ii) The private residence of the mother.
- (e) (1) "Freestanding endoscopy facility" means a facility:
- (i) For the testing, diagnosis, or treatment of a medical disorder in conjunction with the use of microscopic, endoscopic, or laparoscopic equipment that is inserted in a naturally occurring orifice of the body; and
- (ii) That seeks reimbursement as a freestanding endoscopy facility from payors or Medicare.
  - (2) "Freestanding endoscopy facility" does not include:
    - (i) The office of one or more health care practitioners unless:
- <u>1.</u> <u>The office operates under a contract or other agreement</u> with a payor as a freestanding endoscopy facility regardless of whether it is paid a technical or facility fee; or
- <u>2.</u> <u>The office is designated to receive endoscopic referrals in accordance with utilization review or other policies adopted by a payor; or</u>
- (ii) Any facility or service operated by a hospital and regulated under Subtitle 2 of this title.
- (f) (1) "Freestanding facility operating major medical equipment" means a facility using major medical equipment.
- (2) "Freestanding facility operating major medical equipment" does not include any facility or service owned or operated by a hospital and regulated under Subtitle 2 of this title.
- (g) <u>"Health care practitioner" means a person who is licensed, certified, or otherwise authorized under the Health Occupations Article to provide medical services in the ordinary course of business or practice of a profession.</u>
- (h) (1) "Kidney dialysis center" means a facility that provides hemodialysis or chronic peritoneal dialysis.
- (2) <u>"Kidney dialysis center" does not include any facility or service owned</u> or operated by a hospital and regulated under Subtitle 2 of this title.
  - (i) "License" means a license issued by the Secretary under this subtitle.

- (j) "Major medical equipment" means:
  - (1) Cardiac catheterization equipment;
  - (2) A computer tomography (CT) scanner;
  - (3) A lithotripter;
  - (4) Radiation therapy equipment, including a linear accelerator; or
  - (5) A magnetic resonance imager (MRI).
- (K) "NONSTERILE PROCEDURE ROOM" MEANS A ROOM:
- (1) IN WHICH MINOR SURGICAL PROCEDURES ARE PERFORMED, INCLUDING ENDOSCOPY AND ENDOSCOPIC PROCEDURES REQUIRING DEEP SEDATION;
- (2) THAT CAN ONLY BE ACCESSED FROM A SEMI-RESTRICTED CORRIDOR OR AN UNRESTRICTED CORRIDOR;
  - (3) THAT IS NOT USED FOR OPEN SURGICAL PROCEDURES THAT:
- (I) ENTER THE THORAX, ABDOMEN, PELVIS, CRANIUM, OR SPINE; OR
- (II) ROUTINELY REQUIRE INDUCTION OF DEEP SEDATION OR GENERAL ANESTHESIA FOR THE ENTIRETY OF THE SURGICAL PROCEDURE; AND
- (4) IN WHICH DEEP SEDATION OR GENERAL ANESTHESIA MAY BE INDUCED IF:
  - (I) WARRANTED BY THE CLINICAL SITUATION; AND
- (II) THE ROOM IS EQUIPPED TO SAFELY CONDUCT THE REQUIRED LEVEL OF ANESTHESIA.
  - [(k)] (L) "Payor" means:
- (1) A health insurer, nonprofit health service plan, or health maintenance organization that holds a certificate of authority to offer health insurance policies or contracts in the State in accordance with this article or the Insurance Article;

- (2) A third party administrator or any other entity under contract with a Maryland business to administer health benefits; or
  - (3) A self–insured group.
- (M) "STERILE OPERATING ROOM" MEANS A ROOM IN A SURGICAL SUITE THAT MEETS THE REQUIREMENTS OF A RESTRICTED AREA AND IS DESIGNATED AND EQUIPPED FOR PERFORMING SURGICAL OPERATIONS OR OTHER INVASIVE PROCEDURES THAT MAY REQUIRE AN ASEPTIC FIELD.
- [(1)] (N) "Surgical services" has the meaning incorporated in the Centers for Medicare and Medicaid Services State Operations Manual Guidance for Surveyors: Ambulatory Surgical Centers.

19-3B-03.

evaluation;

- (a) (1) After consultation with representatives of payors, health care practitioners, and freestanding ambulatory care facilities, the Secretary shall by regulation establish:
  - (i) Procedures to implement the provisions of this subtitle; and
- (ii) Standards to ensure quality of care and patient safety that shall include:
  - 1. Procedures for credentialing and practitioner performance
- 2. Qualifications of health care practitioners and support personnel;
- 3. Procedures to be followed in the event of an emergency, including a requirement that in the event of an emergency the patient be transported to the nearest appropriate emergency care facility;
- 4. Procedures for quality control of any biomedical equipment;
  - 5. Procedures for postoperative recovery;
  - 6. Procedures for discharge;
- 7. PROCEDURES FOR ENSURING THAT A HEALTH CARE
  PRACTITIONER ADMINISTERING ANESTHESIA FOR A PROCEDURE HAS ACCESS TO
  ALL MEDICAL RESOURCES NECESSARY TO ADEQUATELY AND SAFELY CARE FOR THE
  PATIENT. AS DETERMINED BY THE PRACTITIONER IN CONSULTATION WITH THE

HEALTH CARE PROVIDER PERFORMING THE PROCEDURE AN ANESTHESIA PRACTITIONER IS NOT PRECLUDED FROM PROVIDING THE HIGHEST LEVEL OF ANESTHESIA SUPPORT THAT MAY BE REQUIRED TO SAFELY TREAT PATIENTS UNDERGOING PROCEDURES IN A FREESTANDING AMBULATORY SURGICAL FACILITY PERFORMED IN A NONSTERILE PROCEDURE ROOM OR A STERILE OPERATING ROOM;

- [7.] **8.** The use of ultrasound imaging in a freestanding birthing center; and
- [8.] **9.** Any other procedures that the Secretary considers necessary for quality of care and patient safety.
- (2) The procedures for practitioner performance evaluation required under paragraph (1)(ii)1 of this subsection shall include a review of care provided to patients at the freestanding ambulatory care facility by members of the medical staff.
  - (3) The review of care shall:
- (i) Be undertaken for cases chosen at random and for cases with unexpected adverse outcomes;
  - (ii) Be based on objective review standards;
- (iii) Include a review of the appropriateness of the plan of care for the patient, particularly any medical procedures performed on the patient, in relation to the patient's condition; and
- (iv) Except as provided in paragraph (4) of this subsection, be conducted by at least two members of the medical staff who:
- 1. As appropriate, are of the same specialty as the member of the medical staff under review; and
- 2. Have been trained in the freestanding ambulatory care facility's policies and procedures regarding practitioner performance evaluation.
- (4) A review of the care provided by a member of the medical staff who is a solo practitioner shall be conducted by an external reviewer.
- (5) A freestanding ambulatory care facility shall take into account the results of the practitioner performance evaluation process for a member of the medical staff in the reappointment process.
- (b) If appropriate certification by Medicare is available, obtaining the certification shall be a condition of licensure for:

- (1) An ambulatory surgical facility; and
- (2) A kidney dialysis center.
- (c) Each freestanding ambulatory care facility shall provide assurances satisfactory to the Secretary that the freestanding ambulatory care facility does not discriminate against patients, including discrimination based on ability to pay for nonelective procedures.
- (d) The Secretary may delegate to the Kidney Disease Commission the Secretary's authority under § 19–3B–07 of this subtitle to inspect kidney dialysis centers.
- (e) (1) Except as provided in paragraph (2) of this subsection, the Department shall survey freestanding ambulatory care facilities in accordance with federal regulations.
- (2) The Department shall survey each freestanding birthing center at least once per calendar year.

SECTION 2. AND BE IT FURTHER ENACTED, That this Act shall take effect October 1, 2020.

Enacted under Article II, § 17(c) of the Maryland Constitution, May 8, 2020.