SENATE BILL 258

3lr1584 CF HB 633

By: **Senator Lam** Introduced and read first time: January 25, 2023 Assigned to: Finance

Committee Report: Favorable Senate action: Adopted Read second time: February 25, 2023

CHAPTER _____

1 AN ACT concerning

Hospital Credentialing – Reappointment Process for Physician Staff – Modification

FOR the purpose of requiring that the credential reappointment process for physician staff
included in certain minimum standards for hospitals licensed in the State be
conducted in accordance with standards of the accreditation body that accredits a
hospital, rather than with a certain frequency; and generally relating to the
credentialing process for hospital physician staff.

- 9 BY repealing and reenacting, without amendments,
- 10 Article Health General
- 11 Section 19–319(e)(2) and (7)
- 12 Annotated Code of Maryland
- 13 (2019 Replacement Volume and 2022 Supplement)
- 14 BY repealing and reenacting, with amendments,
- 15 Article Health General
- 16 Section 19–319(e)(4)
- 17 Annotated Code of Maryland
- 18 (2019 Replacement Volume and 2022 Supplement)
- 19 SECTION 1. BE IT ENACTED BY THE GENERAL ASSEMBLY OF MARYLAND, 20 That the Laws of Maryland read as follows:
- 20 That the Laws of Maryland read as follow
- 21

Article - Health - General

EXPLANATION: CAPITALS INDICATE MATTER ADDED TO EXISTING LAW.

[Brackets] indicate matter deleted from existing law.

<u>Underlining</u> indicates amendments to bill.

Strike out indicates matter stricken from the bill by amendment or deleted from the law by amendment.



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19 - 319.1 $\mathbf{2}$ (e) (2)As a condition of licensure, each hospital shall: 3 Establish a credentialing process for the physicians who are (i) employed by or who have staff privileges at the hospital; and 4 $\mathbf{5}$ (ii) Use the uniform standard credentialing form as the initial 6 application of a physician seeking to be credentialed. 7 **(I)** The Secretary shall, by regulation and in consultation with (4)8 hospitals, physicians, interested community and advocacy groups, and representatives of the Maryland Defense Bar and Plaintiffs' Bar, establish minimum standards for a 9 credentialing process which shall include: 10 11 [(i)] 1. A formal written appointment process documenting the 12physician's education, clinical expertise, licensure history, insurance history, medical 13history, claims history, and professional experience[.]: 14(iii) **2**. A requirement that an initial appointment to staff not be complete until the physician has successfully completed a probationary period [.]; AND 1516(iii) **3.** [A] SUBJECT TO SUBPARAGRAPH (II) OF THIS 17**PARAGRAPH**, A formal, written reappointment process to be conducted [at least every 2] years] IN ACCORDANCE WITH STANDARDS OF THE ACCREDITATION BODY THAT 18ACCREDITS A HOSPITAL. 19 20The **(II)** reappointment process **ESTABLISHED** UNDER SUBPARAGRAPH (I)3 OF THIS PARAGRAPH shall document the physician's pattern of 2122performance by analyzing: 23Claims filed against the physician; 1. 242. Data dealing with utilization, guality, and risk; 25Clinical skills; 3. 264. Adherence to hospital bylaws, policies, and procedures; 27Compliance with continuing education requirements; 5.286. Mental and physical status; and 297. The results of the practitioner performance evaluation 30 process under subsection (i) of this section.

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1 (7) If a hospital fails to establish or maintain a credentialing process 2 required under this subsection, the Secretary may impose the following penalties:

- 3 (i) Delicensure of the hospital; or
- 4 (ii) \$500 per day for each day the violation continues.

5 SECTION 2. AND BE IT FURTHER ENACTED, That this Act shall take effect 6 October 1, 2023.

Approved:

Governor.

President of the Senate.

Speaker of the House of Delegates.