2023 Legislation - MHCC Position Stmt - SB 493 (Tr Uploaded by: Ben Steffen



2023 SESSION POSITION PAPER

BILL NO: SB 493

COMMITTEE: Senate Budget and Taxation Committee

POSITION: Support

TITLE: Commission to Study Trauma Center Funding in Maryland

BILL ANALYSIS

SB 493 - Commission to Study Trauma Center Funding in Maryland establishes the Commission to Study Trauma Center Funding in Maryland to study the adequacy of trauma center funding across the State for operating, capital, and workforce costs. By December 1, 2023, the Commission must report its findings and recommendations to the Governor and General Assembly.

POSITION AND RATIONALE

The Maryland Health Care Commission (MHCC) supports SB 493 and believes that having a Commission study the adequacy of the fund is not only a good idea but necessary.

The Maryland Trauma Physician Services Fund ("Trauma Fund" or "Fund") covers the costs of medical care provided by trauma physicians at Maryland's designated trauma centers for uncompensated care, Medicaid-enrolled patients, trauma related on-call and standby expenses, and trauma equipment grants. The Fund is financed through a \$5 surcharge on motor vehicle registrations and the biennial vehicle registration renewals.

The Maryland General Assembly enacted legislation in 2003 that created the Trauma Fund to aid Maryland's trauma system by covering a share of trauma hospitals on-call and standby expenses related to trauma care, reimbursing trauma physicians for uncompensated care losses and by raising Medicaid payments to 100% of the Medicare rate when a Medicaid patient receives trauma care at a designated trauma center. The legislation established a very specific formula for reimbursing trauma centers for trauma-related on-call expenses for trauma surgeons, orthopedists, neurosurgeons, and anesthesiologists. The legislation directed the Health Services Cost Review Commission (HSCRC) to allow trauma center hospitals to include trauma-related standby expenses in HSCRC-approved hospital rates. The statute has been modified several times since passage in 2003; the most significant changes expanded

eligibility for fund payments to other classes of trauma physicians or increased payment levels for classes of providers. Most non-physician health care practitioners cannot receive payments from the fund because they are not included as eligible providers in the statute. The current statutory language also prevents MHCC from modifying the formula for reimbursing on-call payments, although on-call has become a growing expense for all trauma hospitals, with the exception of PARC (Primary Adult Resource Center) at the University of Maryland, which must have the core trauma team in the facility at all times.

Trauma providers have been attentive to the Trauma Fund reserve and have sought to expand eligibility when new needs arise. MHCC and the trauma providers have examined various contingencies, but the very specific formula spelled out in statute limit virtually all changes. However, with increased demand for reimbursements from the fund for on-call trauma surgeons, orthopedic surgeons, neurosurgeons, and anesthesiologists requires creative thinking on how to modify on-call reimbursement for these providers without running out of funds. In fiscal year 2022 the vehicle renewal fee revenues received by the fund totaled \$12.2 million. Payments to all eligible providers (and the associated administrative costs with making those payments) totaled \$11.5 million, with an additional \$194,080 awarded as biennial trauma equipment grants to eligible trauma centers. The fund reserve at the end of fiscal 2022, including a \$4.0 million fund transfer under the Budget Reconciliation and Financing Act of 2022, was \$6.7 million. Although there is an adequate reserve in the Trauma Fund, the reserve exists because the reimbursement formulae in the statute are very specific. Trauma providers and MHCC also agree that there are unmet trauma needs that are not authorized in statute and therefore not reimbursed. This legislation would establish a Commission to consider all options and then report its recommendations to the Governor and General assembly.

The Commission under SB 493 must make findings and recommendations regarding: changes in staffing, recruitment, compensation, or other factors that would impact the funding needed to operate a trauma center in the State; changes to approved uses of MTPSF over time; the amount of funding needed to adequately fund trauma centers in the State; the funding mechanisms available to adequately fund trauma centers; and funding criteria that would impact the receipt of funds by existing or new trauma centers. We agree that these areas need review and recommendations for change.

We note that HB 675 is slightly different from SB 493 in that it has the MHCC and MIEMSS co-chairing and staffing the Commission. We are supportive of this change should SB 493 be amended to conform with HB 675.

For these reasons the Maryland Health Care Commission asks for a favorable report on SB 493.



SB493_CommissionStudyTraumaCenterFunding_LOS-CF.pd Uploaded by: Erin Dorrien



March 9, 2023

To: The Honorable Guy Guzzone, Chair, Senate Budget & Taxation Committee

Re: Letter of Support - Senate Bill 493 - Commission to Study Trauma Center Funding in Maryland

Dear Chair Guzzone:

On behalf of the Maryland Hospital Association's (MHA) 60 member hospitals and health systems, we appreciate the opportunity to comment in support of Senate Bill 493.

The Trauma Fund was established by the Maryland General Assembly in 2003 and funded through a \$5 surcharge on all Maryland vehicle registrations. Since the fund was established 20 years ago, eligibility for payment from the fund expanded. Yet, revenue to the fund never increased.

At the same time, the nature of trauma care has changed, the types of care needs have become more complex, and care teams are now multidisciplinary. Tremendous resources are needed to keep physicians and other members of the team on call and ready.

Not every hospital can manage all forms of traumatic injury and may not have the sub-specialty medical providers for critical care at all times. A hospital's commitment to being a trauma center requires significant investment and resource allocation. The role of trauma care, and trauma centers, in Maryland's Total Cost of Care Model has never been well defined or explored.

A traumatic event in a person's life is by nature, unscheduled and often times life altering. The type of care they need can be specialized, costly, and unexpected. Given changes in trauma needs, trauma care, and the health care system, MHA supports a Commission to Study Trauma Center Funding in Maryland.

For these reasons, we urge a *favorable* report on SB 493.

For more information, please contact: Erin Dorrien, Vice President, Policy Edorrien@mhaonline.org

Letter of Support - Commission to Study Trauma Fun Uploaded by: Keri Whitacre



February 23, 2023

UPMC Western Maryland

Trauma Services

12500 Willowbrook Road Cumberland, MD 21502 T 240-964-3495 To The Honorable Members of Maryland's General Assembly:

There is current legislation proposed in the State of Maryland in the form of Senate Bill 493 and House Bill 675 to establish the Commission to Study Trauma Center Funding in Maryland with a purpose to research the adequacy of trauma center funding across the State for operating, capital, and workforce costs. UPMC Western Maryland is in full support of these bills.

A hospital's commitment to being a trauma center requires considerable resource allocation. Since the Maryland Trauma Physician Services Fund was created in 2003 to provide reimbursement to Maryland trauma centers, a thorough review of the Maryland Trauma System and Fund has not been performed despite the evolution of trauma care and substantial system growth.

Please accept this letter as our urge to all legislators to vote in favor of these bills so that Maryland trauma center funding needs can be better appreciated.

Sincerely,

Jeffrey Hobbs BSN, RN Trauma Program Manager Milton Lum MD, FACS

Trauma Program Medical Director

STC Testimony 2023_Commission to Study Trauma.pdf Uploaded by: Kristie Snedeker



Commission to Study Trauma Funding in Maryland

Senate Budget & Taxation Committee Senator Guy Guzzone, Chair Senator Jim Rosapepe, Vice Chair March 9, 2023

House Appropriations Committee
Delegate Ben Barnes, Chair
Delegate Mark S. Chang, Vice Chair
March 9, 2023

Good afternoon Mr. Chairman and members of the committee. I am Kristie Snedeker, Vice President of the R Adams Cowley Shock Trauma Center, University of Maryland Medical Center. I am pleased to be here today in support of HB675 / SB493 the Commission to Study Trauma Center Funding in our great state of Maryland. We are also partners along with you, our elected officials in ensuring safety and care of Maryland citizens.

As established by State law, the R Adams Cowley Shock Trauma Center is the core element of the State's Emergency Medical Services System and serves as the State's Primary Adult Resource Center (PARC) for the treatment of trauma. Specifically, the law mandates Shock Trauma to serve as (a) the State's primary adult trauma center, (b) the statewide referral center for the treatment of head, spinal and multiple trauma injuries, (c) the regional trauma center for Region III and the southwest quadrant of Baltimore City, and (d) the statewide referral center for patients in need of hyperbaric medical treatment.

The R Adams Cowley Shock Trauma Center is the State's only freestanding trauma hospital and takes care of upwards of 6,000 patients annually and maintains a 97% survival rate. It serves as a vital statewide clinical resource and uniquely maintains an around-the-clock state of readiness in its dedicated trauma resuscitation unit (TRU), operating rooms and recovery rooms. Shock Trauma is the State's safety net for the most seriously injured and ill, receiving at least 30% or more of its volume as transfers from other trauma centers .

Over the past ten years, Shock Trauma has diverted zero patients seeking access directly from the scene. The facility and its staff are organized for on-demand access and treatment of the State's most critically ill and injured patients to a degree unparalleled anywhere. The MIEMSS PARC designation represents the State's highest level of capability and readiness. As a result, the Shock Trauma Center has unique operating and financial requirements that distinguish it from any other Maryland trauma center and are the basis for continued State operating support through the Maryland Emergency Medical System Operations Fund (MEMSOF).



The R Adams Cowley Shock Trauma Center is proud of its statutory designation as the core element of the State's Emergency Medical System and grateful to be a recipient off MEMSOF funding alongside MIEMSS, MSP Aviation Command, MSFA and MFRI. Having said that, while MEMSOF funding for Shock Trauma has remained relatively flat over the course of the past 30 years, the costs associated with running the PARC have gone up exponentially.

Maryland's Trauma and EMS System serves as a model for emergency medical care both nationally and internationally. The State's historical investment has meant that lives are saved in Maryland that would be lost elsewhere. However the system has reached an inflection point as hospitals have become less able to subsidize trauma operations. We are collectively looking to this committee and to the General Assembly as a whole to help identify a path forward that will preserve Maryland's world renowned trauma system for generations to come. Thank you for your time and consideration.

23-0221 L Barnes - HB 675 -Trauma Center Funding.p

Uploaded by: Laura Hurley



P.O. BOX 870 SALISBURY, MARYLAND 21803-0870 410-548-4696 FAX: 410-548-7872

WICOMICO COUNTY COUNCIL John T. Cannon, President/At-Large Shane T. Baker, Vice-President/District #3 James Winn, At-Large Shanie Shields, District #1 Jeff Merritt, District #2

Josh Hastings, District #4
Joe Holloway, District #5
Laura Hurley, Council Administrator

February 21, 2023

Appropriations Committee Attn.: Delegate Ben Barnes, Chair Room 121 House Office Building Annapolis, MD 21401

RE: House Bill 675-Commission to Study Trauma Center Funding in Maryland

Dear Honorable Chairman Barnes and Committee Members:

We are writing this letter in support of House Bill 675, as introduced, to establish a Commission to study trauma center funding in Maryland. Trauma Centers are a valuable resource for our communities but they require substantial financial expenses, and unfortunately, traditional billing systems do not fully recoup the costs. It is important to understand the need for funding mechanisms and the importance of the nature and makeup of trauma centers.

The TidalHealth Peninsula Regional Trauma Care Center in Salisbury, Maryland is the only facility on the entire Eastern Shore and is the second busiest in Maryland due in part to those who vacation in our beach towns.

The trauma center costs over \$22 million per year to operate and is a substantial part of the total operating deficit of TidalHealth, which is projected to be about \$30 million this year and was \$50 million last year. The trauma center is in jeopardy and, if additional funding is not forthcoming, it will need to be reevaluated.

TidalHealth has been working with the Health Services Cost Review Commission (HSCRC), which is the State's hospital rate-setting authority, in submitting a full rate application, but they were not able to obtain the full trauma care funding needed for its current operations.

Funding trauma care centers in Maryland is a challenge, as it requires an assessment of local, regional and statewide needs. There needs to be a collaboration with legislative teams and trauma leadership to maintain system-level funding.

We thank you for your time and consideration of House Bill 675 as introduced. If you have any questions or concerns, please do not hesitate to contact the Council Office at 410-548-4696.

Sincerely,

WICOMICQ COUNTY, MARYLAND

Julie M. Giordano, County Executive

John T. Cannon, Council President

ce: Wicomico County Council

Wicomico County State Delegation

2023 SB493 - Trauma Funding Commission.Testiomony Uploaded by: Martha Nathanson



CARE BRAVELY

SB493 – Commission to Study Trauma Center Funding in Maryland Senate Budget and Taxation Committee – March 9, 2023 Testimony of Martha D. Nathanson, Esq., Vice President, Government Relations and Community Development Position: **SUPPORT**

I write to SUPPORT SB493. LifeBridge Health is a regional health system comprising Sinai Hospital of Baltimore, an independent academic medical center; Levindale Geriatric Center and Hospital in Baltimore; Northwest Hospital, a community hospital in Baltimore County; Carroll Hospital, a sole community hospital in Carroll County, and; Grace Medical Center in Baltimore (formerly Bon Secours Hospital).

Sinai Hospital of Baltimore is a State-designated Level II Trauma Center. Most hospitals do not have the ability to manage all forms of traumatic injury in their emergency departments and may not have the sub-specialists needed for the most critical care at all times. A hospital's commitment to being a trauma center requires significant resource allocation. As a State-designated trauma center, Sinai is required by statute to be staffed and equipped to emergently treat severe life-threatening conditions such as falls, motor vehicle crashes, or gunshot wounds by clinicians highly trained in managing traumatic injuries, through response by a multidisciplinary trauma team.

This team comprises many specialty providers. Trauma surgeons, other specialists and other ancillary support staff are required to be in-house and/or on-call 24 hours a day in a Level II trauma center. These surgical services include anesthesia, orthopaedics and neurosurgery in-house and immediately available 24 hours a day. Other surgical specialties on-call and available in the hospital within 30 minutes include but are not limited to cardiac, vascular, oral-maxillofacial, ophthalmology, plastic surgery, etc. We are also required to have a significant number of non-surgical services on-call and available 24 hours such as cardiology, Interventional Radiology, neurology, psychiatry, etc.

The Maryland General Assembly created the Maryland Trauma Physician Services Fund in 2003 to aid Maryland's statewide integrated trauma system which at that time (2003) received no State support outside the R. Adams Cowley Shock Trauma Center. In the intervening 20 years, utilization of all trauma centers has improved with the system-wide caseload well distributed. In FY22, approximately 10 percent of trauma cases are seen in the Level 1 center at Hopkins, 45 percent in Level II centers including Sinai Hospital's, 22 percent in Level 3 (rural), and 23 percent at the PARC (R Adams Cowley Shock Trauma Center). Even so, the funding mechanism has not been modernized and a thorough review of the trauma system is due. Such a study will address the sufficiency of current funding sources for all trauma centers; modernizing staffing, recruitment, compensation, and other factors that impact the funding needed to operate a trauma center, and; expanding approved uses of the Trauma Fund to support the Trauma system more broadly.

For all the above stated reasons, we request a **FAVORABLE** report for SB493.

Contact: Martha D. Nathanson, Esq. Vice President, Government Relations & Community Development mnathans@lifebridgehealth.org

Mobile: 443-286-4812

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March 9, 2023

The Honorable Guy Guzzone Chair, Budget and Taxation Committee 3 West Miller Senate Office Building Annapolis, Maryland 21401

RE: Senate Bill 493 – Commission to Study Trauma Center Funding in Maryland – Letter of Support

Dear Chair Guzzone and Committee Members:

The Health Services Cost Review Commission (HSCRC) supports the passage of Senate Bill 493, to establish a Commission to study trauma center funding in Maryland. Access to high quality trauma care is crucial for the health of the people of Maryland. HSCRC believes that it is appropriate to conduct a comprehensive study of funding for trauma care in Maryland to ensure that this access to care is maintained for all regions of the State.

The Maryland General Assembly created the Maryland Trauma Physician Services Fund in 2003 to aid Maryland's trauma system. The Maryland Trauma Physician Services Fund ("Trauma Fund" or "Fund") covers the costs of medical care provided by trauma physicians at Maryland's designated trauma centers for uncompensated care, Medicaid-enrolled patients, trauma related on-call and standby expenses, and trauma equipment grants. The Fund is financed through a \$5 surcharge on motor vehicle registrations and renewals. This fee has not been increased in at least 16 years. The Maryland Health Care Commission manages the day-to-day administration of the Trauma Fund and publishes an annual report on the status of the Fund, which includes policy recommendations. Trauma hospitals in Maryland also receive funding for hospital trauma services through their respective global budget, in accordance with the all-payer rate setting system for hospital services.

HSCRC looks forward to working with the other members of the Commission to review the adequacy of operating, capital, and workforce funding costs for trauma centers. The Commission urges a favorable report on SB 493 to establish a Commission to study trauma center funding in Maryland. If you have any questions or if we may provide you with any further information, please do not hesitate to contact me at me at katie.wunderlich@maryland.gov or Megan Renfrew, Associate Director of External Affairs, at 410-382-3855 or megan.renfrew1@maryland.gov.

Adam Kane, Esq Chairman

Joseph Antos, PhD Vice-Chairman

Victoria W. Bayless

Stacia Cohen, RN, MBA

James N. Elliott, MD

Maulik Joshi, DrPH

Sam Malhotra

Katie Wunderlich Executive Director

ENGOGETO BIIGO

Allan Pack

Population-Based Methodologies

Gerard J. Schmith

Director

Revenue & Regulation Compliance

William Henderson

Director

Medical Economics & Data Analytics

Sincerely,

Katie Wunderlich Executive Director

Jana Khlu

3b - X - SB 493 - B_T - MHCC - LOS .pdfUploaded by: Maryland State of



2023 SESSION POSITION PAPER

BILL NO: SB 493

COMMITTEE: House Appropriations Committee

POSITION: Support

TITLE: Commission to Study Trauma Center Funding in Maryland

BILL ANALYSIS

SB 493 - Commission to Study Trauma Center Funding in Maryland establishes the Commission to Study Trauma Center Funding in Maryland to study the adequacy of trauma center funding across the State for operating, capital, and workforce costs. By December 1, 2023, the Commission must report its findings and recommendations to the Governor and General Assembly.

POSITION AND RATIONALE

The Maryland Health Care Commission (MHCC) supports SB 493 and believes that having a Commission study the adequacy of the fund is not only a good idea but necessary.

The Maryland Trauma Physician Services Fund ("Trauma Fund" or "Fund") covers the costs of medical care provided by trauma physicians at Maryland's designated trauma centers for uncompensated care, Medicaid-enrolled patients, trauma related on-call and standby expenses, and trauma equipment grants. The Fund is financed through a \$5 surcharge on motor vehicle registrations and the biennial vehicle registration renewals.

The Maryland General Assembly enacted legislation in 2003 that created the Trauma Fund to aid Maryland's trauma system by covering a share of trauma hospitals on-call and standby expenses related to trauma care, reimbursing trauma physicians for uncompensated care losses and by raising Medicaid payments to 100% of the Medicare rate when a Medicaid patient receives trauma care at a designated trauma center. The legislation established a very specific formula for reimbursing trauma centers for trauma-related on-call expenses for trauma surgeons, orthopedists, neurosurgeons, and anesthesiologists. The legislation directed the Health Services Cost Review Commission (HSCRC) to allow trauma center hospitals to include trauma-related standby expenses in HSCRC-approved hospital rates. The statute has been modified several times since passage in 2003; the most significant changes expanded

eligibility for fund payments to other classes of trauma physicians or increased payment levels for classes of providers. Most non-physician health care practitioners cannot receive payments from the fund because they are not included as eligible providers in the statute. The current statutory language also prevents MHCC from modifying the formula for reimbursing on-call payments, although on-call has become a growing expense for all trauma hospitals, with the exception of PARC (Primary Adult Resource Center) at the University of Maryland, which must have the core trauma team in the facility at all times.

Trauma providers have been attentive to the Trauma Fund reserve and have sought to expand eligibility when new needs arise. MHCC and the trauma providers have examined various contingencies, but the very specific formula spelled out in statute limit virtually all changes. However, with increased demand for reimbursements from the fund for on-call trauma surgeons, orthopedic surgeons, neurosurgeons, and anesthesiologists requires creative thinking on how to modify on-call reimbursement for these providers without running out of funds. In fiscal year 2022 the vehicle renewal fee revenues received by the fund totaled \$12.2 million. Payments to all eligible providers (and the associated administrative costs with making those payments) totaled \$11.5 million, with an additional \$194,080 awarded as biennial trauma equipment grants to eligible trauma centers. The fund reserve at the end of fiscal 2022, including a \$4.0 million fund transfer under the Budget Reconciliation and Financing Act of 2022, was \$6.7 million. Although there is an adequate reserve in the Trauma Fund, the reserve exists because the reimbursement formulae in the statute are very specific. Trauma providers and MHCC also agree that there are unmet trauma needs that are not authorized in statute and therefore not reimbursed. This legislation would establish a Commission to consider all options and then report its recommendations to the Governor and General assembly.

The Commission under SB 493 must make findings and recommendations regarding: changes in staffing, recruitment, compensation, or other factors that would impact the funding needed to operate a trauma center in the State; changes to approved uses of MTPSF over time; the amount of funding needed to adequately fund trauma centers in the State; the funding mechanisms available to adequately fund trauma centers; and funding criteria that would impact the receipt of funds by existing or new trauma centers. We agree that these areas need review and recommendations for change.

We note that HB 675 is slightly different from SB 493 in that it has the MHCC and MIEMSS co-chairing and staffing the Commission. We are supportive of this change should SB 493 be amended to conform with HB 675.

For these reasons the Maryland Health Care Commission asks for a favorable report on SB 493.



2023 UPMC Support Trauma Center Funding.pdf Uploaded by: Michael Johansen



February 23, 2023

UPMC Western Maryland

Trauma Services

12500 Willowbrook Road Cumberland, MD 21502 T 240-964-3495 To The Honorable Members of Maryland's General Assembly:

There is current legislation proposed in the State of Maryland in the form of Senate Bill 493 and House Bill 675 to establish the Commission to Study Trauma Center Funding in Maryland with a purpose to research the adequacy of trauma center funding across the State for operating, capital, and workforce costs. UPMC Western Maryland is in full support of these bills.

A hospital's commitment to being a trauma center requires considerable resource allocation. Since the Maryland Trauma Physician Services Fund was created in 2003 to provide reimbursement to Maryland trauma centers, a thorough review of the Maryland Trauma System and Fund has not been performed despite the evolution of trauma care and substantial system growth.

Please accept this letter as our urge to all legislators to vote in favor of these bills so that Maryland trauma center funding needs can be better appreciated.

Sincerely,

Jeffrey Hobbs BSN, RN Trauma Program Manager Milton Lum MD, FACS

Trauma Program Medical Director

For Information: Mike Johansen, RWL 410.591.6014 mjohansen@rwllaw.com

TraumaNet support for SB493.pdfUploaded by: Raymond Fang Position: FAV



SB 493 Favorable

TO: The Honorable Guy Guzzone, Chair Senate Budget and Taxation Committee

FROM: Raymond Fang, MD, FACS

Chair, TraumaNet

DATE: March 9, 2023

TraumaNet supports **SB 493 – Commission to Study Trauma Center Funding in Maryland**. We appreciate the interest of the sponsors to support our state's trauma care system to deliver emergent care to our fellow Marylanders after injury.

TraumaNet is a multidisciplinary advocacy group focused on optimizing trauma care within Maryland with representation from each of the State's designated trauma centers and specialty referral centers. TraumaNet develops and promotes excellence in trauma care in Maryland by focusing on issues related to clinical care, research, education, injury prevention and healthcare policy. TraumaNet works closely with the Maryland Institute for Emergency Medical Services Systems (MIEMSS) to foster a collaborative statewide approach to trauma care.

In 2003, the Maryland General Assembly enacted legislation to create the Maryland Trauma Physician Services Fund ('Trauma Fund') to financially assist Maryland's trauma centers by providing: (1) payments for uninsured and underinsured trauma care, (2) biennial equipment grants for Level II and III trauma centers, and (3) reimbursement for the 24/7 availability of trauma surgery, neurosurgery and orthopedic surgery at the Level I, II and III centers as well as anesthesia at the Level III centers. The Maryland Health Care Commission has been an excellent steward in administering the Trauma Fund. However, State support of the trauma care has not been comprehensively reviewed in the subsequent 20 years beyond regular monitoring of the Trauma Fund.

Maryland has historically led the Nation in trauma care innovation. With the launch of MIEMSS in 1973, Maryland created the first organized statewide trauma system. Increasing trauma care costs in a challenging medical economic landscape hinders continued excellence. The proposed Commission would study trauma center funding to not only provide an assessment on its adequacy but also potential recommendations for action.

Maryland's trauma centers and trauma system only exist to care for our fellow citizens at time of potential life-saving and life-changing need. TraumaNet urges a favorable report on SB 493.

cc: Members, Senate Budget and Taxation Committee

SB 493 Testimony - Carozza_FINAL.pdfUploaded by: Senator Mary Beth Carozza

Mary Beth Carozza

Legislative District 38

Somerset, Wicomico,
and Worcester Counties

Education, Energy, and the Environment Committee

Executive Nominations Committee



Annapolis Office

James Senate Office Building

11 Bladen Street, Room 316

Annapolis, Maryland 21401

410-841-3645 · 301-858-3645

800-492-7122 Ext. 3645

Fax 410-841-3006 · 301-858-3006

MaryBeth.Carozza@senate.state.md.us

THE SENATE OF MARYLAND ANNAPOLIS, MARYLAND 21401

March 9, 2023 The Senate Budget and Taxation Committee SB 493 – Commission to Study Trauma Center Funding in Maryland Statement of Support by Bill Sponsor Senator Mary Beth Carozza

Thank you, Chair Guzzone, Vice Chair Rosapepe, and members of the distinguished Senate Budget and Taxation Committee for allowing me to present Senate Bill 493 – Commission to Study Trauma Center Funding in Maryland.

Senate Bill 493 would establish a task force to study the adequacy of trauma funding across Maryland for operating, capital, and workforce costs, which according to the fiscal note, can be managed with existing resources and has no State or local impact. Typically, hospitals do not have the ability to adequately manage all forms of traumatic injury or staff the required sub-specialists needed for such intensive care. When a hospital commits to being a trauma center, they are required by statute to be staffed and equipped to swiftly treat severe life-threatening conditions such as falls, motor vehicle crashes, or gunshot wounds and provide resuscitative care. Trauma surgeons, other specialists, and ancillary support staff are required to be in-house or on-call 24 hours a day in a trauma center. All of this means that trauma centers require significant resources to operate effectively.

For background, in 2003, the Maryland General Assembly passed legislation that created the Maryland Trauma Physician Services Fund to aid Maryland's trauma system by reimbursing trauma physicians for uncompensated care losses and by raising Medicaid payments to 100% of the Medicare rate when a Medicaid patient receives trauma care at a designated trauma center. In the twenty years that have passed there has been no comprehensive review of this Fund despite the industry growing and evolving.

Unfortunately, the reason this legislation is before you is because we know the Fund is not as effective as it was intended to be. TidalHealth Peninsula Regional is the Eastern Shore's only trauma center and serves 500,000 residents and 3 million visitors each year, playing an integral part of Maryland Trauma Center System and it is critically underfunded. At last estimate, TidalHealth receives from the Maryland Trauma Physician Services Fund less than 10% of the total cost it requires to remain a trauma center.

The State of Maryland is home to ten trauma centers that provide vital, lifesaving care every day. A thorough review of the trauma system is needed. I truly appreciate your kind attention and consideration, and I respectfully ask for a swift and favorable report on SB 493.

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Wes Moore, Governor · Aruna Miller, Lt. Governor · Laura Herrera Scott, M.D., M.P.H., Secretary

March 9, 2023

The Honorable Guy Guzzone Chair, Budget and Taxation Committee 3 West Miller Senate Office Building Annapolis, Maryland 21401

RE: SB 493 – Education - Commission to Study Trauma Center Funding in Maryland – Letter of Support

Dear Chair Guzzone and Committee Members:

The Maryland Department of Health (MDH) respectfully submits this letter of support for Senate Bill (SB) 493 – Commission to Study Trauma Center Funding in Maryland. SB 493 establishes a Commission to study the adequacy of trauma center funding in the State. This bill requires the Secretary or their designee to appoint members to the Commission. The Commission shall make recommendations and findings to the Governor and the General Assembly in a report on December 1, 2023.

Currently, the fund is composed of money received from a \$5 charge on motor vehicle registrations and renewals; this charge has not changed in over 15 years. MDH supports SB 493 as it will help to inform if funding will need to be increased to fully staff the trauma centers, what other funding sources are available, how the funds are being distributed.

If you would like to discuss this further, please do not hesitate to contact Megan Peters, Acting Director of Governmental Affairs at megan.peters@maryland.gov or (410) 260-3190.

Sincerely,

Laura Herrera Scott, M.D., M.P.H.

Secretary

SB 493 TidalHealth Testimony.pdf Uploaded by: Steven Leonard Position: FAV



March 9, 2023

Thank you, Chairman Guzzone and Senators, for the opportunity to testify today.

TidalHealth is the oldest, largest, and most complex healthcare system on Maryland's Eastern Shore. Founded in 1897, TidalHealth has hospitals in Maryland and Delaware, with 30 different sites of services and joint ventures across seven counties.

At TidalHealth Peninsula Regional, our flagship hospital in Salisbury, we provide complex services in a rural setting. In addition to being one of a handful of dedicated trauma providers, we are the only trauma center on Maryland's Eastern Shore. With that said, our trauma service is in jeopardy, and this bill is one avenue to ensure proper care remains for all of Maryland.

TidalHealth Peninsula Regional is one of the busiest trauma centers based on activations behind Shock Trauma. In the past four years, residents from every single one of Maryland's 24 counites were treated at our trauma center. In the summer, more than 8 million people visit the Shore. Accidents do happen, therefore trauma services at TidalHealth Peninsula Regional are not just an Eastern Shore concern; this should be on the radar for every single elected representative as their constituents have used our trauma center in Salisbury. It is greater than a two-hour ambulance drive to the nearest trauma center. This drive time will impact lives saved, disabilities, and access to timely care.

TidalHealth is advocating for proper trauma funding through several avenues, including Senate Bill 493. As you know, the trauma fund was developed during the 2003 legislative session as a mechanism to aid Maryland's trauma program. Since that time, a comprehensive review of the Maryland trauma system and the fund has not occurred — even as the needs of the system have grown and the cost of operating a trauma program has significantly increased. At TidalHealth Peninsula Regional, it costs more to run the trauma program than we receive from the fund. There is a significant delta.

At TidalHealth, we fully support SB 493 and encourage you to pass it. We want to ensure Maryland has the most contemporary trauma funding program, and this can only happen

through the establishment of a task force to study the adequacy of trauma funding across Maryland for operating, capital, and workforce costs.

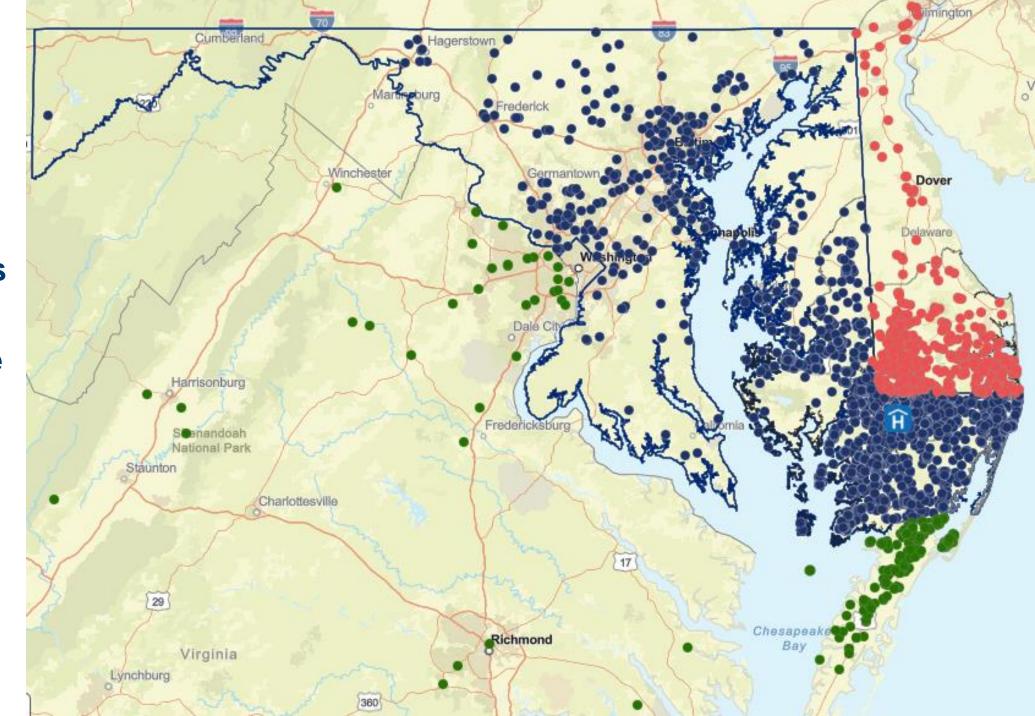
The only trauma center on the Eastern Shore is in jeopardy and, without your support, residents across Maryland are at risk. We urge you to pass this bill, allowing us to continue our excellent care on Maryland's Eastern Shore.

Thank you for your time and consideration,

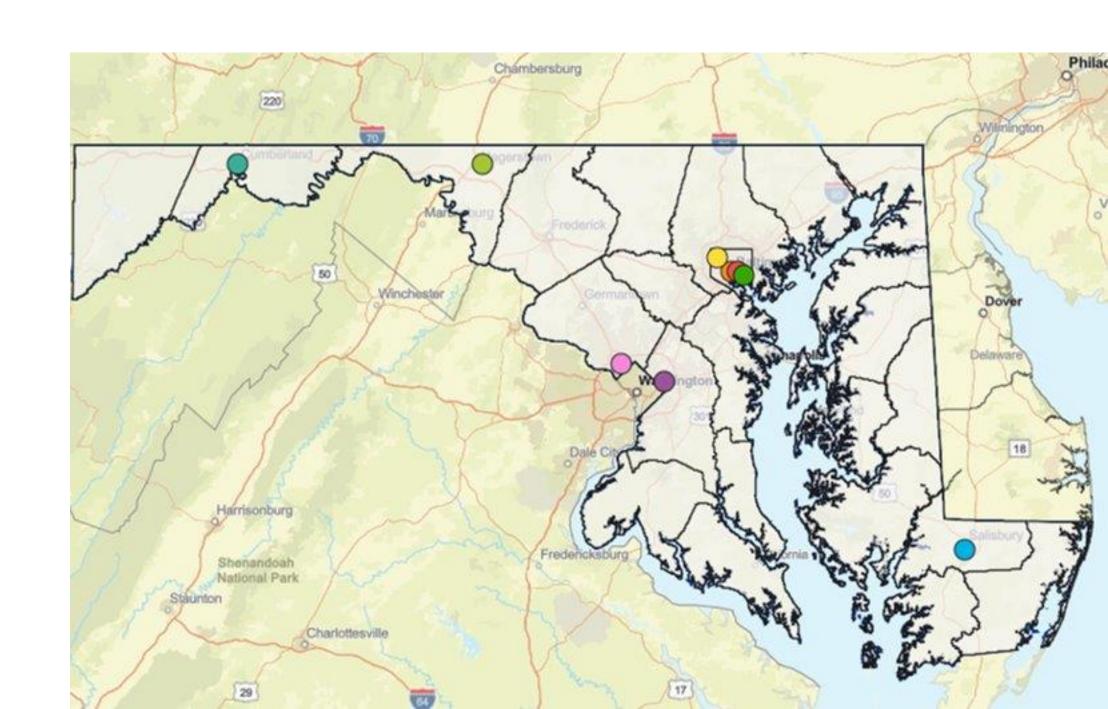
Steven E. Leonard, PhD, MBA, FACHE President/CEO TidalHealth, Inc

TidalHealth Trauma Slides.pdfUploaded by: Steven Leonard Position: FAV

TidalHealth
Peninsula
Regional's
Level III
Trauma Center
Serves Patients
from Across
the Entire State



Maryland Trauma Programs



SB 493_Commission to Study Trauma Center Funding_M Uploaded by: Theodore Delbridge

Position: FAV



State of Maryland

Maryland Institute for Emergency Medical Services Systems

Wes Moore Governor Clay B. Stamp Chairman, EMS Board Theodore R. Delbridge, MD, MPH Executive Director

Senate Bill 493 Commission to Study Trauma Center Funding in Maryland

MIEMSS Position: Support

Bill Summary: SB 493 establishes a Commission to study the adequacy of funding for designated trauma centers for their operating, capital and workforce costs. The Commission must report findings and recommendations on or before December 1, 2023.

Rationale:

- Maryland's statewide trauma system includes adult trauma and pediatric trauma centers
 that provide life-saving care to critically injured Maryland patients. Nearly 25,000
 patients are treated in Maryland's trauma centers each year. Maryland's trauma system
 was the first to be established on a statewide basis in the US and has served as a model
 trauma system for the country and the world.
- MIEMSS designates Maryland's trauma centers based on trauma center verification standards set forth in COMAR 30.08.05, et seq. Verification standards are developed in conjunction with Maryland trauma centers and are based on national trauma standards set by the American College of Surgeons. In order to be designated, trauma centers must meet COMAR requirements for personnel, equipment, quality management, research and other components. In addition to trauma centers located within Maryland, trauma centers located in neighboring jurisdictions, e.g., Washington, DC, also participate in the Maryland trauma system.
- The Maryland Trauma Physicians Fund, which is administered by the Maryland Health Care Commission, supports the Maryland trauma system. The Trauma Fund covers the costs of medical care provided by trauma physicians at Maryland's designated trauma centers for uncompensated care, Medicaid-enrolled patients, trauma related on-call and standby expenses and trauma equipment grant. Established in 2003, the Fund is financed through a \$5 surcharge on motor vehicle registrations and renewals.
- Maintaining Maryland's statewide trauma system is essential. The Commission to Study Trauma Center Funding will convene all stakeholders involved in the trauma system to identify and recommend any changes needed in trauma center funding that help ensure the continuation of the Maryland trauma system.

MIEMSS Supports SB 493 and Asks for a Favorable Report

SB0493 Oral Testimony - Trauma Funding - UM Cap Re Uploaded by: Tom-Meka Archinard

Position: FAV





250 W. Pratt Street 24th Floor Baltimore, Maryland 21201-6829 <u>www.umms.org</u>

Tom-Meka Archinard, MD Chief Medical Officer University of Maryland Capital Region Health

Senate budget and Tax Committee SB0493 - Commission to Study Trauma Center Funding in Maryland

Position: Favorable

March 9, 2023

- Thank you, Mr. Chair and members of the committee, for your time and support of University of Maryland Capital Region Health and the ongoing transformation of health care delivery in Prince George's County and the Southern Maryland Region.
- Today, I am here to discuss the need for funding to cover unreimbursed costs for Trauma programs in the state and in particular, at Capital Region Health. We see just under 3,000 trauma cases per year and we have a 95.5% survival rate. We are one of four Level II trauma centers in the state, the only trauma center in Prince George's County and the 2nd busiest in the state, second only to The University and Maryland Medical System's Shock Trauma Center in Baltimore.
- The trauma cases that we see at Cap Region have a very high severity. The number of blunt force and penetrating wounds, like car accidents and gunshot wounds, is twice that of the national average rate for these types of injuries. This high severity level has an impact on the clinical and financial resources expended to operate our trauma center as well as the acuity level of trauma patients admitted to our hospital following treatment by our trauma team.

- Trauma centers are required to maintain an availability of trauma, orthopedic
 and neuro surgeons, critical care physicians and anesthesiologists around the
 clock to be prepared for a trauma case at any time. Maintaining this
 availability is very costly due to fees paid for on-call and standby provider
 coverage to meet the requirements above.
- All of the factors above result in UM Capital incurring nearly \$13 million in unreimbursed trauma program costs annually. Trauma services are a critical need in any community but not all hospitals provide these services. For those hospitals that do, like UM Capital Region, this is a significant financial burden particularly given the rising costs of physicians and nurses post pandemic. The increasing cost of providing trauma services, together with the financial and operational challenges currently faced by all hospitals makes the need for increased financial resources to fund trauma programs critical for financial sustainability.

UM Capital remains committed to being good stewards of the State's investment in the transformation of healthcare in Prince George's County. On behalf of our 2000 plus member workforce and the patients we care for, I thank you for your time and your support for this critical funding.

UNIVERSITY OF MARYLAND MEDICAL SYSTEM

University of Maryland Medical Center • University of Maryland Medical Center Midtown Campus •
University of Maryland Rehabilitation and Orthopaedic Institute • University of Maryland Baltimore Washington Medical Center •
University of Maryland Shore Regional Health — University of Maryland Shore Medical Center at Easton University of Maryland Shore Medical Center at Chestertown - University of Maryland Shore Medical Center at Dorchester —
University of Maryland Shore Emergency Center at Queenstown •

University of Maryland Charles Regional Medical Center • University of Maryland St. Joseph Medical Center • University of Maryland Upper Chesapeake Health System — University of Maryland Upper Chesapeake Medical Center - University of Maryland Harford Memorial Hospital •

University of Maryland Capital Region Health – University of Maryland Bowie Health Center – University of Maryland Laurel Medical Center – University of Maryland Capital Region Medical Center • Mt. Washington Pediatric Hospital

SB493 - Johns Hopkins - Support.pdfUploaded by: Zachary Arciaga Position: FAV



Government and Community Affairs

| SB493 | |
|-----------|--|
| Favorable | |

TO: The Honorable Guy Guzzone, Chair

Senate Budget and Taxation Committee

FROM: Zakk Arciaga

Trauma Program Manager, Johns Hopkins Hospital

DATE: March 9, 2023

RE: SB493 COMMISSION TO STUDY TRAUMA CENTER FUNDING IN MARYLAND

Johns Hopkins **supports SB493 Commission to Study Trauma Center Funding in Maryland.** This bill establishes a commission to study the adequacy of funding for trauma centers across the State for operating, capital and workforce costs.

Johns Hopkins Health System has seven different trauma centers across the State, including specialty burn units and the trauma center for eye injuries. Typical hospitals do not have the ability to manage all forms of traumatic injury and may not have the sub-specialists needed for the most critical care at all times. A hospital's commitment to being a trauma center requires significant resource allocation.

During the 2003 Legislative Session, the Maryland General Assembly enacted legislation that created the Maryland Trauma Physician Services Fund (Trauma Fund) to aid Maryland's trauma system by reimbursing trauma physicians for uncompensated care losses and by raising Medicaid payments to 100% of the Medicare rate when a Medicaid patient receives trauma care at a designated trauma center. In the intervening 20 years, a comprehensive review of the Maryland Trauma System and Fund has not occurred even as the needs of the system have grown and evolved. As a result, Trauma Fund designed to reimburse 65% of on-call trauma in 2003 – today reimburses 40% of on-call trauma.

For Johns Hopkins Health System, the on-call trauma shortfall after Trauma Fund reimbursement has grown to \$2.25 million in FY22. And stand by costs for trauma, orthopedics, and anesthesia have increased to \$4.17 million in FY22. Lastly, the costs for specialized trauma staff (nurses & NPs/physician assistants/technicians) has jumped \$13.7 million over the last four years. All of these factors are resulting in a shortfall from GBR rates of about \$23.84 million in FY22.

The State's trauma system is a vital resource for Marylanders. Therefore, there is a responsibility to ensure it is adequately resources. For these reasons and more, Johns Hopkins urges a **favorable** report on **SB493**.

2023 SB493 Trauma Center Funding Study- Childrens. Uploaded by: Camille Fesche

Position: FWA



CHILDREN'S NATIONAL HOSPITAL SUPPORTS

SB 493 "Commission to Study Trauma Center Funding in Maryland"

Children's National supports the creation of the Commission to Study Trauma Center Funding in Maryland.

Children's National is one of only two Level I Pediatric Trauma Centers serving Maryland's children in need of the highest level of trauma care. Children's National is part of the Maryland Trauma Network and receives patients from throughout the Maryland portion of the metro Washington area – Prince George's, Montgomery, Charles, St. Mary's, Calvert, southern portions of Anne Arundel, and from other regions as well.

Children's National receives funding from Maryland Trauma Physicians Services Fund. While this funding is appreciated, the amount of the annual grant has not been increased since 2008.

Children's National does respectfully request an amendment on the bill to enable participation on the Commission:

On page 2, after line 11, insert "(vii) one representative of a level I pediatric trauma center located outside the State."

For the reasons above, please give SB 493 a favorable report with the amendment.

For more information: Mike Johansen & Camille Fesche, RWL 410.269.5066

SB493 testimony.pdfUploaded by: Robert Phillips Position: FWA

MARYLAND STATE FIREFIGHTER'S ASSOCIATION

REPRESENTING THE VOLUNTEER FIRE, RESCUE, AND EMS PERSONNEL OF MARYLAND.



Robert P. Phillips

Chair
Legislative Committee
17 State Circle
Annapolis, MD 21401

email: rfcchief48@gmail.com

cell: 443-205-5030

Office: 410-974-2222

Fax: 410-974-3999

SB 493: Commission to Study Trauma Center Funding in Maryland

My name is Robert Phillips and I am the Legislative Committee Chair for the Maryland State FireFighters Association (MSFA)

I wish to present testimony in favor with amendments to Senate Bill 493: Commission to Study Trauma Center Funding in Maryland

The MSFA is in favor with amendments of this bill. The trauma centers need to be fully staffed and equipped with everything needed in order to provide their vital services to the public anytime they are called upon to do so. Our medical system is second to none, from the call to the transport to the medical services that are provided, and we must continue to make this available to those who need it.

The MSFA would like to see two amendments added:

- 1) the MSFA have one representative seat on the commission
- 2) that any monies identified as being needed would be in addition to other monies and funding of the MEMSOF

I thank the committee for their time and attention to this important bill and ask that you vote favorable with amendments on Senate Bill 493

I will be glad to answer any questions, as my contact information is listed above and welcome any further inquiries you might have.