- (m) In this section the terms "consolidation" and "merger" include increases and decreases in bed capacity or services among the components of an organization which:
 - (1) Operates more than one health care facility; or
- (2) Operates one or more health care facilities and holds an outstanding certificate of need to construct a health care facility.
- (N) (1) NOTWITHSTANDING ANY OTHER PROVISION OF THIS SECTION OR--APPHICABLE--REGULATION, THE COMMISSION SHALL CONSIDER THE SPECIAL NEEDS AND CIRCUMSTANCES OF A COUNTY WHERE A MEDICAL SERVICE, AS DEFINED IN THIS SECTION, DOES NOT EXIST; AND
- (2) THE COMMISSION SHALL CONSIDER AND MAY APPROVE UNDER THIS SUBSECTION A CERTIFICATE OF NEED APPLICATION TO ESTABLISH, BUILD, OPERATE, OR PARTICIPATE IN A HEALTH CARE PROJECT,-EXCEPT-FOR-THE-ESTABLISHMENT-OR-CONSTRUCTION-OF-A-NEW HEALTH-CARE-FACILITY, TO PROVIDE A NEW MEDICAL SERVICE IN A COUNTY IF THE COMMISSION, IN ITS SOLE DISCRETION, FINDS THAT:
- (I) THE PROPOSED MEDICAL SERVICE DOES NOT EXIST IN THE COUNTY THAT THE PROJECT WOULD BE LOCATED;
- (II) THE PROPOSED MEDICAL SERVICE IS NECESSARY TO MEET THE HEALTH CARE NEEDS OF THE RESIDENTS OF THAT COUNTY;
- (III) THE PROPOSED MEDICAL SERVICE WOULD HAVE A POSITIVE IMPACT ON THE EXISTING HEALTH CARE SYSTEM;
- (IV) THE PROPOSED MEDICAL SERVICE WOULD RESULT IN THE DELIVERY OF MORE EFFICIENT AND EFFECTIVE HEALTH CARE SERVICES TO THE RESIDENTS OF THAT COUNTY; AND
- $\{\pm\pm\pm\}$ (V) THE APPLICATION MEETS ANY OTHER STANDARDS OR REGULATIONS ESTABLISHED BY THE COMMISSION TO APPROVE APPLICATIONS UNDER THIS SUBSECTION.
- SECTION 2. AND BE IT FURTHER ENACTED, That, notwithstanding the provisions of § 19-115 of the Health General Article or applicable regulations of the Health Resources Planning Commission, a hospital, as defined in § 19-301 of the Health General Article, may increase or decrease an existing acute psychiatric medical service during a 1-year period by 15 beds or 50 percent, whichever is less.
- SECTION 2. 3. AND BE IT FURTHER ENACTED, That this Act shall take effect $\overline{Ju}ly\ 1,\ 1988.$

Approved May 27, 1988.