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 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> THE TRANSFER OF SERVICES WAS DUE TO ZONING RESTRICTIONS AT THE HOSPITAL CAMPUS;
- 2. THE OFF-SITE FACILITY IS SURVEYED AS PART OF THE HOSPITAL FOR PURPOSES OF ACCREDITATION BY THE JOINT COMMISSION ON THE ACCREDITATION OF HEALTHCARE ORGANIZATIONS; AND
- 3. THE HOSPITAL NOTIFIES THE HEALTH SERVICES COST REVIEW COMMISSION IN WRITING BY JULY 1, 1999 THAT THE HOSPITAL WOULD LIKE THE SERVICES PROVIDED AT THE OFF-SITE FACILITY SUBJECT TO TITLE 19, SUBTITLE 2 OF THE HEALTH GENERAL ARTICLE.
- SECTION 1. 2. BE IT ENACTED BY THE GENERAL ASSEMBLY OF MARYLAND AND BE IT FURTHER ENACTED, That, notwithstanding any provision of § 19-201 of the Health General Article, a hospital that has transferred outpatient oncology, diagnostic, rehabilitative, and digestive disease services to an off-site facility prior to January 1, 1999 may elect to have these outpatient services subject to Title 19, Subtitle 2 of the Health General Article if:
 - (a) the transfer was due to zoning restrictions at the hospital campus;
- (b) the off-site facility is surveyed as part of the hospital for purposes of accreditation by the Joint Commission on the Accreditation of Healthcare Organizations; and
- (c) the hospital notifies the Health Services Cost Review Commission in writing by July 1, 1999 that the hospital would like the services provided at the off-site facility subject to Title 19, Subtitle 2 of the Health General Article.

SECTION 2. 3. AND BE IT FURTHER ENACTED, That this Act shall take effect June 1, 1999.

Approved May 27, 1999.