HB 4020-2 (LC 231) 2/5/18(LHF/ps)

Requested by Representative NOSSE

PROPOSED AMENDMENTS TO HOUSE BILL 4020

On page 1 of the printed bill, line 3, after "442.700" insert ", 442.837". 1 After line 4, insert: 2 3 "EXTENDED STAY CENTER LICENSING". 4 5Delete lines 7 through 30. 6 Delete pages 2 and 3. 7 On page 4, delete lines 1 through 19 and insert: 8 "SECTION 2. (1) As used in this section: 9 "(a) 'Extended stay center' means a facility that provides extended 10 stay services. 11 "(b) 'Extended stay services' means post-surgical and post-12 diagnostic medical and nursing services provided to a patient who is 13 recovering from a surgical procedure performed in an ambulatory 14 surgical center. 15 "(c) 'Operating room' has the meaning given that term in rules 16 adopted by the Oregon Health Authority. 17 "(2) The authority shall adopt rules and procedures for the licensing 18 of extended stay centers to ensure that each licensed extended stay 19 center: 20

"(a) Is affiliated with a facility: 21

"(A) That is licensed by the authority as an ambulatory surgical
center;

3 "(B) Whose license is in good standing with the authority; and

4 "(C) That meets the criteria in subsection (3) of this section;

"(b) Has no more than two recovery beds for each operating room
that is in its affiliated ambulatory surgical center and a total of no
more than 10 recovery beds;

8 "(c) Discharges patients within 48 hours from the time of admission
9 to the ambulatory surgical center;

10 "(d)(A) Has an agreement with at least one hospital for the transfer 11 of patients requiring medical care beyond the capabilities of the ex-12 tended stay center, and that the agreement complies with the federal 13 requirements applicable to patient transfer agreements between 14 ambulatory surgical centers and local hospitals; or

"(B) Is affiliated with an ambulatory surgical center in which all
of the physicians performing surgeries have admitting privileges at the
nearest hospital that has the capabilities to treat patients requiring
medical care that exceeds the capabilities of the extended stay center;
"(e) Conforms to all patient safety and facility requirements
adopted by the authority by rule;

21 "(f) Uses admission criteria based only on the extended stay 22 center's:

23 "(A) Medical screening criteria;

24 "(B) Evidence-based surgery guidelines; or

25 "(C) Patient safety standards;

"(g) Orally and in writing, clearly notifies patients with Medicare
 coverage of the services provided by the extended stay center that are
 not covered by Medicare;

"(h) Reports data and metrics to the authority as prescribed by the
 authority by rule, including but not limited to the:

"(A) Types of procedures performed at the affiliated ambulatory
 surgical center for which patients are transferred to the extended stay
 center for recovery;

"(B) Average duration of patient stays at the extended stay center;
"(C) Medical acuity of the patients served by the extended stay
center;

"(D) Serious adverse events, as defined in ORS 442.819, and facility
acquired infections that occur at the extended stay center;

"(E) Types of payers that reimburse services provided at the extended stay center and the percentage of each payer type in the total
number of payers; and

"(F) Frequency and cause of patient transfers from the extended
 stay center to a hospital; and

"(i) Is located within an urban area as defined by the Office of Rural
 Health.

"(3) The ambulatory surgical center that is affiliated with an ex tended stay center must:

"(a) Not be affiliated with any other licensed extended stay center;
"(b) Be physically contiguous with the extended stay center;

"(c) Have demonstrated safe operating procedures in an outpatient
 surgery setting for no less than 24 consecutive months;

"(d) Be certified by the Centers for Medicare and Medicaid Services
 as participating in the ambulatory surgical center quality reporting
 program administered by the Centers for Medicare and Medicaid Services; and

26 "(e) Be accredited by a national accrediting organization approved
27 by the authority.

"(4) The authority shall mitigate barriers to and facilitate the re imbursement of extended stay centers with medical assistance funds.
 "<u>SECTION 3.</u> (1) The Health Evidence Review Commission estab-

lished under ORS 414.688 shall develop evidence-based guidelines re-1 garding the patient characteristics and surgical procedures that may $\mathbf{2}$ be appropriate for ambulatory surgical centers and extended stay 3 centers. The commission shall provide a report of the timeline and 4 plan for implementing the guidelines to the Legislative Assembly $\mathbf{5}$ during the 2019 regular session. 6

"(2) No later than December 31, 2022, the Oregon Health Authority 7 shall report to the interim committees of the Legislative Assembly 8 related to health on the implementation of section 2 of this 2018 9 Act.". 10

In line 20, delete "5" and insert "4". 11

On page 5, line 39, delete "6" and insert "5". 12

On page 8, line 38, delete "7" and insert "6". 13

On page 11, after line 32, insert: 14

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"PATIENT SAFETY REPORTING BY EXTENDED STAY CENTERS 17

"SECTION 7. ORS 442.837 is amended to read: 18

"442.837. (1) The Oregon Patient Safety Reporting Program is created in 19 the Oregon Patient Safety Commission to develop a serious adverse event 20reporting system. The program shall include but is not limited to: 21

"(a) Reporting by participants, in a timely manner and in the form de-22termined by the Oregon Patient Safety Commission Board of Directors es-23tablished in ORS 442.830, of the following: 24

"(A) Serious adverse events; 25

"(B) Root cause analyses of serious adverse events; 26

"(C) Action plans established to prevent similar serious adverse events; 27and 28

"(D) Patient safety plans establishing procedures and protocols. 29

"(b) Analyzing reported serious adverse events, root cause analyses and 30

HB 4020-2 2/5/18 Proposed Amendments to HB 4020 action plans to develop and disseminate information to improve the quality
of care with respect to patient safety. This information shall be made
available to participants and shall include but is not limited to:

4 "(A) Statistical analyses;

5 "(B) Recommendations regarding quality improvement techniques;

6 "(C) Recommendations regarding standard protocols; and

7 "(D) Recommendations regarding best patient safety practices.

8 "(c) Providing technical assistance to participants, including but not 9 limited to recommendations and advice regarding methodology, communi-10 cation, dissemination of information, data collection, security and 11 confidentiality.

"(d) Auditing participant reporting to assess the level of reporting of se rious adverse events, root cause analyses and action plans.

"(e) Overseeing action plans to assess whether participants are taking
 sufficient steps to prevent the occurrence of serious adverse events.

"(f) Creating incentives to improve and reward participation, including
 but not limited to providing:

18 "(A) Feedback to participants; and

¹⁹ "(B) Rewards and recognition to participants.

"(g) Distributing written reports using aggregate, deidentified data from the program to describe statewide serious adverse event patterns and maintaining a website to facilitate public access to reports, as well as a list of names of participants. The reports shall include but are not limited to:

²⁴ "(A) The types and frequencies of serious adverse events;

²⁵ "(B) Yearly serious adverse event totals and trends;

²⁶ "(C) Clusters of serious adverse events;

"(D) Demographics of patients involved in serious adverse events, including the frequency and types of serious adverse events associated with language barriers or ethnicity;

30 "(E) Systems' factors associated with particular serious adverse events;

HB 4020-2 2/5/18 Proposed Amendments to HB 4020 "(F) Interventions to prevent frequent or high severity serious adverse
events;

"(G) Analyses of statewide patient safety data in Oregon and comparisons
of that data to national patient safety data; and

5 "(H) Appropriate consumer information regarding prevention of serious
6 adverse events.

"(2) Participation in the program is voluntary. The following entities are
eligible to participate:

9 "(a) Hospitals as defined in ORS 442.015;

10 "(b) Long term care facilities as defined in ORS 442.015;

11 "(c) Pharmacies licensed under ORS chapter 689;

"(d) Ambulatory surgical centers as defined in ORS 442.015;

"(e) Outpatient renal dialysis facilities as defined in ORS 442.015;

14 "(f) Freestanding birthing centers as defined in ORS 442.015; [and]

¹⁵ "(g) Independent professional health care societies or associations; and

"(h) Extended stay centers licensed under section 2 of this 2018 Act.

"(3) Reports or other information developed and disseminated by the program may not contain or reveal the name of or other identifiable information with respect to a particular participant providing information to the commission for the purposes of ORS 442.819 to 442.851, or to any individual identified in the report or information, and upon whose patient safety data, patient safety activities and reports the commission has relied in developing and disseminating information pursuant to this section.

"(4) After a serious adverse event occurs, a participant must provide written notification in a timely manner to each patient served by the participant who is affected by the event. Notice provided under this subsection may not be construed as an admission of liability in a civil action.

29 "(5) The commission shall collaborate with providers of ambulatory health 30 care to develop initiatives to promote patient safety in ambulatory health

1	care.
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3	"CONFORMING AMENDMENTS" .
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5	On <u>page 18</u> , after line 16, insert:
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7	"IMPLEMENTATION ".
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9	In line 18, delete "120" and insert "180".
10	Delete lines 19 through 22 and insert:
11	" <u>SECTION 16.</u> (1) No later than July 1, 2018, the Oregon Health
12	Authority shall apply to the Centers for Medicare and Medicare Ser-
13	vices for approval of a demonstration project or other authorization
14	to permit the state to receive federal financial participation in the
15	costs of extended stay services and to permit extended stay centers
16	and ambulatory surgical centers to operate under a single license.
17	"(2) The authority shall report to the interim committees of the
18	Legislative Assembly related to health, no later than December 15,
19	2018, on the status of the request described in subsection (1) of this
20	section.".
21	In line 25, delete "5 and 6" and insert "4 and 5".
22	Delete lines 26 and 27.
23	In line 28, delete "20" and insert "19".
24	Delete lines 29 through 32 and insert:
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26	"CAPTIONS
27	
28	" <u>SECTION 20.</u> The unit captions used in this 2018 Act are provided
29	only for the convenience of the reader and do not become part of the
30	statutory law of this state or express any legislative intent in the

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1	enactment of this 2018 Act.
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3	"EMERGENCY CLAUSE" .
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5	In line 33, delete "22" and insert "21".
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