SELECTED EXCERPTS FROM MARYLAND LAW

§19-101.

In this subtitle, "Commission" means the Maryland Health Care Commission.

§19-102.

- (a) The General Assembly finds that the health care regulatory system in this State is a highly complex structure that needs to be constantly reevaluated and modified in order to better reflect and be more responsive to the ever changing health care environment and the needs of the citizens of this State.
- (b) The purpose of this subtitle is to establish a streamlined health care regulatory system in this State in a manner such that a single State health policy can be better articulated, coordinated, and implemented in order to better serve the citizens of this State.

PURPOSE OF MHCC WITH RESPECT TO CON REGULATION (highlighted)

§19-103.

- (a) There is a Maryland Health Care Commission.
- (b) The Commission is an independent commission that functions in the Department.
- (c) The purpose of the Commission is to:
- (1) Develop health care cost containment strategies to help provide access to appropriate quality health care services for all Marylanders, after consulting with the Health Services Cost Review Commission;
- (2) Promote the development of a health regulatory system that provides, for all Marylanders, financial and geographic access to quality health care services at a reasonable cost by:
- (i) Advocating policies and systems to promote the efficient delivery of and improved access to health care services; and
 - (ii) Enhancing the strengths of the current health care service delivery and regulatory system;
 - (3) Facilitate the public disclosure of medical claims data for the development of public policy;
- (4) Establish and develop a medical care database on health care services rendered by health care practitioners;
- (5) Encourage the development of clinical resource management systems to permit the comparison of costs between various treatment settings and the availability of information to consumers, providers, and purchasers of health care services:
- (6) In accordance with Title 15, Subtitle 12 of the Insurance Article, develop a uniform set of effective benefits to be included in the Comprehensive Standard Health Benefit Plan;
- (7) Analyze the medical care database and provide, in aggregate form, an annual report on the variations in costs associated with health care practitioners;
- (8) Ensure utilization of the medical care database as a primary means to compile data and information and annually report on trends and variances regarding fees for service, cost of care, regional and national comparisons, and indications of malpractice situations:
- (9) Establish standards for the operation and licensing of medical care electronic claims clearinghouses in Maryland;

- (10) Reduce the costs of claims submission and the administration of claims for health care practitioners and payors;
- (11) Determine the cost of mandated health insurance services in the State in accordance with Title 15, Subtitle 15 of the Insurance Article;
- (12) Promote the availability of information to consumers on charges by practitioners and reimbursements from payors; and
- (13) Oversee and administer the Maryland Trauma Physician Services Fund in conjunction with the Health Services Cost Review Commission.
- (d) The Commission shall coordinate the exercise of its functions with the Department and the Health Services Cost Review Commission to ensure an integrated, effective health care policy for the State.

THE STATE HEALTH PLAN

§19-118.

- (a) (1) At least every 5 years, beginning no later than October 1, 1983, the Commission shall adopt a State health plan.
 - (2) The plan shall include:
 - (i) The methodologies, standards, and criteria for certificate of need review; and
 - (ii) Priority for conversion of acute capacity to alternative uses where appropriate.
- (b) Annually or upon petition by any person, the Commission shall review the State health plan and publish any changes in the plan that the Commission considers necessary, subject to the review and approval granted to the Governor under this subtitle.
- (c) The Commission shall adopt rules and regulations that ensure broad public input, public hearings, and consideration of local health plans in development of the State health plan.
- (d) (1) The Commission shall develop standards and policies consistent with the State health plan that relate to the certificate of need program.
 - (2) The standards:
 - (i) Shall address the availability, accessibility, cost, and quality of health care; and
- (ii) Are to be reviewed and revised periodically to reflect new developments in health planning, delivery, and technology.
- (3) In adopting standards regarding cost, efficiency, cost–effectiveness, or financial feasibility, the Commission shall take into account the relevant methodologies of the Health Services Cost Review Commission.
- (e) Annually, the Secretary shall make recommendations to the Commission on the plan. The Secretary may review and comment on State specifications to be used in the development of the State health plan.
- (f) All State agencies and departments, directly or indirectly involved with or responsible for any aspect of regulating, funding, or planning for the health care industry or persons involved in it, shall carry out their responsibilities in a manner consistent with the State health plan and available fiscal resources.
- (g) In carrying out their responsibilities under this Part II of this subtitle for hospitals, the Commission and the Secretary shall recognize, but may not apply, develop, or duplicate standards or requirements related to quality which have been adopted and enforced by national or State licensing or accrediting authorities.

(h) The Commission shall transfer to the Maryland Department of Health health planning functions and necessary staff resources for licensed entities in the State health plan that are not required to obtain a certificate of need or an exemption from the certificate of need program.