# Government of the District of Columbia Office of the Chief Financial Officer



#### Glen Lee

Chief Financial Officer

#### **MEMORANDUM**

TO: The Honorable Phil Mendelson

Chairman, Council of the District of Columbia

FROM: Glen Lee

Chief Financial Officer JJ M &

DATE: September 25, 2023

SUBJECT: Fiscal Impact Statement - Ambulatory Surgical Facility Amendment Act

of 2023

REFERENCE: Bill 25-73, Draft Committee Print as provided to the Office of Revenue

Analysis on September 18, 2023

#### Conclusion

Funds are sufficient in the fiscal year 2024 through fiscal year 2027 budget and financial plan to implement the bill.

### **Background**

Physicians can perform outpatient surgery in operating rooms or procedure rooms located in ambulatory surgical facilities rather than hospitals. Continuous advancements in medical treatment and surgical techniques allow for more and more procedures to be safely performed in ambulatory surgical facilities. Currently, the Department of Health (DC Health) regulates ambulatory surgical facilities through rulemakings that specify the types of procedures that can be performed in this medical setting. The pace of medical advances makes it difficult for DC Health regulations to stay current on the types of procedures ambulatory surgical facilities can offer.

The bill changes¹ how DC Health regulates ambulatory surgery facilities by no longer requiring DC Health to list via rulemaking all the medical procedures that can be performed at an ambulatory surgical facility. Instead, DC Health will issue rules pertaining to the scope of practice and operation of ambulatory surgical facilities. This will allow for greater flexibility with the types of procedures that can be performed in these facilities. The bill also broadly defines certain types of medical

<sup>&</sup>lt;sup>1</sup> By amending The Health-Care and Community Residence Facility, Hospice and Home Care Licensure Act of 1983, effective February 24, 1984 (D.C. Law 5-48; D.C. Official Code § 44-501 et seq.).

The Honorable Phil Mendelson

FIS: Bill 25-73, "Ambulatory Surgical Facility Amendment Act of 2023," Draft Committee Print as provided to the Office of Revenue Analysis on September 18, 2023

procedures that may be performed in an ambulatory surgical facility including ambulatory surgery, generally non-invasive procedures, and surgery.

## **Financial Plan Impact**

Funds are sufficient in the fiscal year 2024 through fiscal year 2027 budget and financial plan to implement the bill. Updating how DC Health regulates ambulatory surgical facilities does not have a cost to the District. The agency can issue new rules that regulate the scope of practice and operation of ambulatory surgical facilities with current resources.