

2008

# Outpatient Surgery Center Market Report



# 2008

# Outpatient Surgery Center Market Report

All the tables and charts represented within this document are from SDI's Profiling Solutions, the SDI Healthcare Market Index or SDI's GroupTrack unless otherwise indicated.

Copyright © 2008 SDI. All rights reserved.

This publication may not be reproduced or transmitted in any form or by any means to any third party without the express written approval of SDI. The contents of this publication may not be disclosed or distributed to any third party without the express written approval of SDI.



## TABLE OF CONTENTS

Section	Page
1.0 Introduction	
1.1 Overview.....	1
1.2 Definitions.....	3
2.0 Demographics	
2.1 Outpatient Surgery Center Growth.....	4
2.2 National Distribution .....	5
2.3 Surgery Center and Hospital Comparison .....	6
3.0 CMS & Medicare Changes	
3.1 CMS New Payment System Is Implemented.....	11
3.2 Medicare Posts Surgery Center Transparency Information Online .....	11
3.3 Surgery Centers – Pay for Performance .....	14
3.4 Newly Approved Codes for 2008.....	15
4.0 Multi-Facility Chains	
4.1 Outpatient Surgery Center Chain Growth .....	16
4.2 Surgery Center Chain - Healthcare Industry Comparison.....	17
4.3 Cross-Section - Outpatient Surgery Center Chains .....	19
4.4 Top Outpatient Surgery Center Chains.....	20
4.5 Mid-Tier Surgery Center Chains.....	21
4.6 Top Five Surgery Center Chain Profiles.....	22
5.0 Medicare Surgery Center Spending & Manufacturer-Distributed Medical Product Sales Trends	
5.1 Medicare Surgery Center Spending.....	31
5.2 Medical Product Sales Trends.....	32
6.0 Operations	
6.1 Physician Affiliation.....	34
6.2 Patient Satisfaction .....	34
6.3 Room Types .....	35
6.4 Recovery Care .....	37
6.5 Laser Utilization.....	38
6.6 Imaging Equipment .....	39

## TABLE OF CONTENTS

Section	Page
7.0 Specialties and Procedures	
7.1 Single vs. Multi-Specialty .....	41
7.2 Specialty Mix .....	43
7.3 Surgical Cases .....	45
7.4 Physician Office-Based Surgery.....	47
7.5 Surgery Center Payment Groups .....	48
7.6 Urology and Gynecology Procedures Moving to Surgery Centers .....	49
8.0 Certifications and Affiliations	
8.1 Overview .....	50
8.2 State Certification .....	50
8.3 Medicare Certification .....	51
8.4 Accreditation .....	52
9.0 Group Purchasing Organizations and Integrated Healthcare Networks	
9.1 Group Purchasing Organizations.....	54
9.2 Integrated Healthcare Networks .....	57
10.0 Industry Trends	
10.1 Surgery Centers Continue to Provide Care at Significant Cost Savings .....	60
10.2 Employers, Insurers and Managed Care Entities Will Help Drive Surgery Center Growth .....	60
10.3 Physicians and Patients Continue to Find Surgery Centers an Attractive Alternative to Hospitals.....	60
10.4 Aging Population to Drive Demand for Surgical Services .....	61
10.5 New Technologies Continue to Contribute to Surgery Center Growth .....	61
10.6 Changing Payer Environment .....	61
10.7 Integrated Healthcare Networks Increasingly Utilizing Surgery Centers.....	62
11.0 Research Methodology	
11.1 Sources .....	63
11.2 Limitations of Data .....	64