Client Update: Singapore

2023 JUNE



Medical Law

Healthcare Services Act: Licensing Framework for Hospital and Ambulatory Care Services & Changes to Regulatory Framework wef 26 June 2023

Introduction

On 26 June 2023, the Healthcare Services Act 2020 ("**HCSA**") was amended to implement the following key changes:

- Transitioning existing licensees offering hospital and ambulatory care services and specified services under the Private Hospitals and Medical Clinics Act ("PHMCA") to HCSA ("Phase 2 implementation of HCSA");
- 2. Enhancing the regulatory regime governing healthcare services; and
- 3. Ensuring greater clarity and transparency in healthcare services advertising.

By way of background, the HCSA was enacted in 2020 to replace the PHMCA to ensure that healthcare regulations remain relevant in the changing healthcare landscape in Singapore. Under the PHMCA, healthcare providers were licensed based on the different types of physical premises where health services are provided. Given the evolving healthcare service environment in Singapore, the provision of healthcare services is no longer confined within the walls of physical brick-and-mortar premises of clinics and hospitals. The HCSA addresses this by providing a more adaptable approach in the regulation of Singapore's healthcare system from a premises-based to a services-based framework.

The HCSA is being implemented progressively with licensees coming onboard HCSA in three phases, with: (1) Phase 1 implemented for clinical support services (e.g. laboratory, radiological) in January 2022; (2) Phase 2 implemented for various hospital and ambulatory care services and specified services (e.g. liposuction, endoscopy) on 26 June 2023; and (3) Phase 3 to be implemented for long-term care services and other specialised and new services (e.g. preventive health) by the end of 2023.

The second and third phases set out above are introduced in the Healthcare Services (Amendment) Act 2023 ("Amendment Act") which was passed in Parliament on 27 March 2023. The Amendment Act refines the HCSA to address developments which have an impact on the healthcare industry since the HCSA was enacted in 2020.

This Update provides a summary of the changes to the HSCA that have taken effect on 26 June 2023.



Client Update: Singapore 2023 JUNE



Medical Law

Phase 2 Implementation of HCSA

Pursuant to the Phase 2 implementation of HCSA, the majority of the services currently regulated under the PHMCA is now regulated under the HCSA. These include acute and community hospital, outpatient medical and dental, assisted reproduction, ambulatory surgical centre, human tissue banking, nuclear medicine and outpatient renal dialysis services.

In addition, the following healthcare providers who deliver medical or dental services from premises apart from clinics, including those that deliver services via teleconsultation, must hold a HCSA licence on 26 June 2023. These healthcare services were not previously licensed under the PHMCA:

- (a) Home medical or dental and home palliative care service providers;
- (b) Medical or specialist clinics that engage or employ doctors to offer teleconsultation services;
- (c) Telemedicine platform companies that engage or employ doctors to provide teleconsultation services;
- (d) Individual doctors who offer teleconsultation services in their own professional capacity;
- (e) Doctors or dentists who offer home medical/dental care in their own professional capacity; and
- (f) Medical or dental practitioners who provide services outside of permanent clinic settings, e.g. workplaces, community clubs, ad-hoc tentages.

Enhancements to Regulatory Regime for Healthcare Services

The key changes introduced by the Amendment Act relating to the regulatory regime for healthcare services include the following:

- (a) Approval of service delivery modes for each licensable healthcare service ("LHS"). The Amendment Act seeks to regulate the different modes by which a LHS under the HCSA is to be provided in the face of emerging non-brick-and-mortar care models for patients. Under the Amendment Act, licensees that are providing a LHS may only provide that LHS through the following prescribed service delivery mode if it is approved by the Director-General of Health: (i) at permanent premises; (ii) at any premises other than permanent premises; (iii) using a conveyance; or (iv) by remote provision.
- (b) Approval for the provision of specified services. The Amendment Act requires a licensee for the provision of a LSH to seek additional approval before it is allowed to provide delivery of certain specified services. Previously, HCSA licensees were only required to notify the Ministry of Health ("MOH") before providing such services.

Client Update: Singapore 2023 JUNE



Medical Law

(c) Appointment of Clinical Governance Officers. The Amendment Act mandates a licensee authorised to provide a LHS or granted approval to provide a specified service, to appoint a suitable qualified individual as Clinical Governance Officer ("CGO") to oversee the clinical or technical matters relating to the LHS or specified service. Unlike the previous set-up where a licensee was required to notify the MOH of the appointment of a CGO within a prescribed period after the appointment, the licensee must now seek the Director-General's approval prior to the appointment of a CGO.

Greater Clarity and Transparency in Healthcare Services Advertising

The Amendment Act provides greater clarity and transparency in the advertisement of healthcare services. Key amendments include the following:

- (a) Use of specialty term or name. The Amendment Act provides that a licensee is not allowed to use any terms or names that are associated with a defined specialty (i.e. a specialty in dentistry recognised by the Dental Specialists Accreditation Board or a specialty/sub-specialty in medicine recognised by the Specialists Accreditation Board) if it does not employ or engage the relevant specialist to practise in that specialty.
- (b) Advertisement of healthcare services. The Amendment Act introduces a new Part in the HCSA to govern the advertisement of healthcare services. This new Part stipulates, among others, that a person who is not a LHS licensee must not advertise any skill or service relating to the treatment of any ailment or disease so as to induce any person to seek advice or treatment from that person. It also sets out restrictions on the use of the title "Doctor" or any abbreviation or derivative thereof. For example, it provides that a person who advertises a healthcare service, and in the advertisement refers to any person who is not a "specified person" by a protected title (namely, "Doctor" or any derivative of that title) must include in the advertisement the person's educational qualification in relation to the use of the title, and a disclaimer that his educational qualification is not a medical or dental qualification. Specified persons include allied health professionals, dentists, medical practitioners, nurses, optometrists, pharmacists and traditional Chinese medicine practitioners who are (i) registered under the relevant laws and (ii) hold valid practicing certificates.

Concluding Words

The changes to the HCSA seeks to enhance the regulation of healthcare services amidst the evolving healthcare service landscape in Singapore by putting in place better governance, safeguards and clarity in the provision of health care services to the public. This will in turn enable patients to make more informed decisions and take better control of their safety and welfare. Affected parties and stakeholders must be aware of the changes brought about by the Amendment Act including the new obligations and restrictions stated therein and comply with the applicable provisions.

Client Update: Singapore 2023 JUNE



Medical Law

The full text of the Healthcare Services (Amendment) Act 2023 can be accessed here (available on the Singapore Statutes Online portal at sso.agc.gov.sg).

For further information, please click on the following Legal Updates which we previously issued in relation to the HCSA:

- Changes to Healthcare Services Act Introduced in Parliament to Enhance Regulatory Framework (published March 2023)
- MOH Proposes Enhancements to Healthcare Services Framework (published October 2022)

If you have any queries on the above developments, please feel free to contact our team below.

Client Update: Singapore 2023 JUNE



Contacts



Head, Medical Law
T +65 6232 0416
rebecca.chew@rajahtann.com

Rebecca Chew



Lim Wee Hann
Partner, Life Sciences
T +65 6232 0606
wee.hann.lim@rajahtann.com

Please feel free to also contact Knowledge Management at eOASIS@rajahtann.com

Client Update: Singapore

2023 JUNE



Regional Contacts

R&T SOK & HENG | Cambodia

R&T Sok & Heng Law Office

T +855 23 963 112 / 113 F +855 23 963 116

kh.rajahtannasia.com

RAJAH & TANN 立杰上海

SHANGHAI REPRESENTATIVE OFFICE | China

Rajah & Tann Singapore LLP Shanghai Representative Office

T +86 21 6120 8818

F +86 21 6120 8820

cn.rajahtannasia.com

ASSEGAF HAMZAH & PARTNERS | Indonesia

Assegaf Hamzah & Partners

Jakarta Office

T +62 21 2555 7800

F +62 21 2555 7899

Surabaya Office

T +62 31 5116 4550

F +62 31 5116 4560

www.ahp.co.id

RAJAH & TANN | Lao PDR

Rajah & Tann (Laos) Co., Ltd.

T +856 21 454 239

F +856 21 285 261

la.rajahtannasia.com

CHRISTOPHER & LEE ONG | Malaysia

Christopher & Lee Ong

T +60 3 2273 1919

F +60 3 2273 8310

www.christopherleeong.com

RAJAH & TANN | Myanmar

Rajah & Tann Myanmar Company Limited

T +95 1 9345 343 / +95 1 9345 346

F +95 1 9345 348

mm.rajahtannasia.com

GATMAYTAN YAP PATACSIL

GUTIERREZ & PROTACIO (C&G LAW) | Philippines

Gatmaytan Yap Patacsil Gutierrez & Protacio (C&G Law)

T +632 8894 0377 to 79 / +632 8894 4931 to 32

F +632 8552 1977 to 78

www.cagatlaw.com

RAJAH & TANN | Singapore

Rajah & Tann Singapore LLP

T +65 6535 3600

sg.rajahtannasia.com

RAJAH & TANN | *Thailand* R&T Asia (Thailand) Limited

T +66 2 656 1991

F +66 2 656 0833

th.rajahtannasia.com

RAJAH & TANN LCT LAWYERS | Vietnam

Rajah & Tann LCT Lawyers

Ho Chi Minh City Office

T +84 28 3821 2382 / +84 28 3821 2673

F +84 28 3520 8206

Hanoi Office

T +84 24 3267 6127

F +84 24 3267 6128

www.rajahtannlct.com

Rajah & Tann Asia is a network of legal practices based in Asia.

Member firms are independently constituted and regulated in accordance with relevant local legal requirements. Services provided by a member firm are governed by the terms of engagement between the member firm and the client.

This update is solely intended to provide general information and does not provide any advice or create any relationship, whether legally binding or otherwise. Rajah & Tann Asia and its member firms do not accept, and fully disclaim, responsibility for any loss or damage which may result from accessing or relying on this update.

Client Update: Singapore 2023 JUNE



Our Regional Presence



Rajah & Tann Singapore LLP is one of the largest full-service law firms in Singapore, providing high quality advice to an impressive list of clients. We place strong emphasis on promptness, accessibility and reliability in dealing with clients. At the same time, the firm strives towards a practical yet creative approach in dealing with business and commercial problems. As the Singapore member firm of the Lex Mundi Network, we are able to offer access to excellent legal expertise in more than 100 countries.

Rajah & Tann Singapore LLP is part of Rajah & Tann Asia, a network of local law firms in Cambodia, China, Indonesia, Lao PDR, Malaysia, Myanmar, the Philippines, Singapore, Thailand and Vietnam. Our Asian network also includes regional desks focused on Brunei, Japan and South Asia.

The contents of this Update are owned by Rajah & Tann Singapore LLP and subject to copyright protection under the laws of Singapore and, through international treaties, other countries. No part of this Update may be reproduced, licensed, sold, published, transmitted, modified, adapted, publicly displayed, broadcast (including storage in any medium by electronic means whether or not transiently for any purpose save as permitted herein) without the prior written permission of Rajah & Tann Singapore LLP.

Please note also that whilst the information in this Update is correct to the best of our knowledge and belief at the time of writing, it is only intended to provide a general guide to the subject matter and should not be treated as a substitute for specific professional advice for any particular course of action as such information may not suit your specific business and operational requirements. It is to your advantage to seek legal advice for your specific situation. In this regard, you may call the lawyer you normally deal with in Rajah & Tann Singapore LLP or email Knowledge Management at eOASIS@rajahtann.com.