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LEGISLATIVE ACTION

Senate

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House

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Floor: 1/AD/2R

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04/06/2010 10:19 AM

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Senator Peaden moved the following:

Senate Amendment (with title amendment)

Delete everything after the enacting clause
and insert:

Section 1. Subsection (2) of section 395.701, Florida
Statutes, is amended to read:

395.701 Annual assessments on net operating revenues for
inpatient and outpatient services to fund public medical
assistance; administrative fines for failure to pay assessments
when due; exemption.—

(2) (a) There is imposed upon each hospital an assessment in
an amount equal to 2 ~~1.5~~ percent of the annual net operating
revenue for inpatient services for each hospital, such revenue



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14 to be determined by the agency, based on the actual experience
15 of the hospital as reported to the agency. Within 6 months after
16 the end of each hospital fiscal year, the agency shall certify
17 the amount of the assessment for each hospital. The assessment
18 shall be payable to and collected by the agency in equal
19 quarterly amounts, on or before the first day of each calendar
20 quarter, beginning with the first full calendar quarter that
21 occurs after the agency certifies the amount of the assessment
22 for each hospital. All moneys collected pursuant to this
23 subsection shall be deposited into the Public Medical Assistance
24 Trust Fund.

25 (b) There is imposed upon each hospital an assessment in an
26 amount equal to 1.5 ± percent of the annual net operating
27 revenue for outpatient services for each hospital, such revenue
28 to be determined by the agency, based on the actual experience
29 of the hospital as reported to the agency. While prior year
30 report worksheets may be reconciled to the hospital's audited
31 financial statements, no additional audited financial components
32 may be required for the purposes of determining the amount of
33 the assessment imposed pursuant to this section other than those
34 in effect on July 1, 2000. Within 6 months after the end of each
35 hospital fiscal year, the agency shall certify the amount of the
36 assessment for each hospital. The assessment shall be payable to
37 and collected by the agency in equal quarterly amounts, on or
38 before the first day of each calendar quarter, beginning with
39 the first full calendar quarter that occurs after the agency
40 certifies the amount of the assessment for each hospital. All
41 moneys collected pursuant to this subsection shall be deposited
42 into the Public Medical Assistance Trust Fund.



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43 Section 2. Paragraph (o) of subsection (1) of section
44 400.141, Florida Statutes, is amended to read:

45 400.141 Administration and management of nursing home
46 facilities.—

47 (1) Every licensed facility shall comply with all
48 applicable standards and rules of the agency and shall:

49 (o)1. Submit semiannually to the agency, or more frequently
50 if requested by the agency, information regarding facility
51 staff-to-resident ratios, staff turnover, and staff stability,
52 including information regarding certified nursing assistants,
53 licensed nurses, the director of nursing, and the facility
54 administrator. For purposes of this reporting:

55 a. Staff-to-resident ratios must be reported in the
56 categories specified in s. 400.23(3)(a) and applicable rules.
57 The ratio must be reported as an average for the most recent
58 calendar quarter.

59 b. Staff turnover must be reported for the most recent 12-
60 month period ending on the last workday of the most recent
61 calendar quarter prior to the date the information is submitted.
62 The turnover rate must be computed quarterly, with the annual
63 rate being the cumulative sum of the quarterly rates. The
64 turnover rate is the total number of terminations or separations
65 experienced during the quarter, excluding any employee
66 terminated during a probationary period of 3 months or less,
67 divided by the total number of staff employed at the end of the
68 period for which the rate is computed, and expressed as a
69 percentage.

70 c. The formula for determining staff stability is the total
71 number of employees that have been employed for more than 12



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72 months, divided by the total number of employees employed at the
73 end of the most recent calendar quarter, and expressed as a
74 percentage.

75 d. A nursing facility that has failed to comply with state
76 minimum-staffing requirements for 2 consecutive days is
77 prohibited from accepting new admissions until the facility has
78 achieved the minimum-staffing requirements for a period of 6
79 consecutive days. For the purposes of this sub-subparagraph, any
80 person who was a resident of the facility and was absent from
81 the facility for the purpose of receiving medical care at a
82 separate location or was on a leave of absence is not considered
83 a new admission. Failure to impose such an admissions moratorium
84 constitutes a class II deficiency.

85 e. A nursing facility which does not have a conditional
86 license may be cited for failure to comply with the standards in
87 s. 400.23(3)(a)1.b. and c. ~~s. 400.23(3)(a)1.a.~~ only if it has
88 failed to meet those standards on 2 consecutive days or if it
89 has failed to meet at least 97 percent of those standards on any
90 one day.

91 f. A facility which has a conditional license must be in
92 compliance with the standards in s. 400.23(3)(a) at all times.

93 2. This paragraph does not limit the agency's ability to
94 impose a deficiency or take other actions if a facility does not
95 have enough staff to meet the residents' needs.

96 Section 3. Paragraph (a) of subsection (3) of section
97 400.23, Florida Statutes, is amended to read:

98 400.23 Rules; evaluation and deficiencies; licensure
99 status.—

100 (3)(a)1. The agency shall adopt rules providing minimum



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101 staffing requirements for nursing homes. These requirements
102 shall include, for each nursing home facility:

103 a. A minimum weekly average of certified nursing assistant
104 and licensed nursing staffing combined of 3.9 hours of direct
105 care per resident per day. As used in this sub-subparagraph, a
106 week is defined as Sunday through Saturday.

107 b. A minimum certified nursing assistant staffing of 2.7
108 hours of direct care per resident per day. A facility may not
109 staff below one certified nursing assistant per 20 residents.

110 c. A minimum licensed nursing staffing of 1.0 hour of
111 direct care per resident per day. A facility may not staff below
112 one licensed nurse per 40 residents.

113 ~~a. A minimum certified nursing assistant staffing of 2.6~~
114 ~~hours of direct care per resident per day beginning January 1,~~
115 ~~2003, and increasing to 2.7 hours of direct care per resident~~
116 ~~per day beginning January 1, 2007. Beginning January 1, 2002, no~~
117 ~~facility shall staff below one certified nursing assistant per~~
118 ~~20 residents, and a minimum licensed nursing staffing of 1.0~~
119 ~~hour of direct care per resident per day but never below one~~
120 ~~licensed nurse per 40 residents.~~

121 ~~b. Beginning January 1, 2007, a minimum weekly average~~
122 ~~certified nursing assistant staffing of 2.9 hours of direct care~~
123 ~~per resident per day. For the purpose of this sub-subparagraph,~~
124 ~~a week is defined as Sunday through Saturday.~~

125 2. Nursing assistants employed under s. 400.211(2) may be
126 included in computing the staffing ratio for certified nursing
127 assistants only if their job responsibilities include only
128 nursing-assistant-related duties.

129 3. Each nursing home must document compliance with staffing



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130 standards as required under this paragraph and post daily the
131 names of staff on duty for the benefit of facility residents and
132 the public.

133 4. The agency shall recognize the use of licensed nurses
134 for compliance with minimum staffing requirements for certified
135 nursing assistants, provided that the facility otherwise meets
136 the minimum staffing requirements for licensed nurses and that
137 the licensed nurses are performing the duties of a certified
138 nursing assistant. Unless otherwise approved by the agency,
139 licensed nurses counted toward the minimum staffing requirements
140 for certified nursing assistants must exclusively perform the
141 duties of a certified nursing assistant for the entire shift and
142 not also be counted toward the minimum staffing requirements for
143 licensed nurses. If the agency approved a facility's request to
144 use a licensed nurse to perform both licensed nursing and
145 certified nursing assistant duties, the facility must allocate
146 the amount of staff time specifically spent on certified nursing
147 assistant duties for the purpose of documenting compliance with
148 minimum staffing requirements for certified and licensed nursing
149 staff. In no event may the hours of a licensed nurse with dual
150 job responsibilities be counted twice.

151 Section 4. Paragraph (d) is added to subsection (13) of
152 section 409.906, Florida Statutes, to read:

153 409.906 Optional Medicaid services.—Subject to specific
154 appropriations, the agency may make payments for services which
155 are optional to the state under Title XIX of the Social Security
156 Act and are furnished by Medicaid providers to recipients who
157 are determined to be eligible on the dates on which the services
158 were provided. Any optional service that is provided shall be



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159 provided only when medically necessary and in accordance with
160 state and federal law. Optional services rendered by providers
161 in mobile units to Medicaid recipients may be restricted or
162 prohibited by the agency. Nothing in this section shall be
163 construed to prevent or limit the agency from adjusting fees,
164 reimbursement rates, lengths of stay, number of visits, or
165 number of services, or making any other adjustments necessary to
166 comply with the availability of moneys and any limitations or
167 directions provided for in the General Appropriations Act or
168 chapter 216. If necessary to safeguard the state's systems of
169 providing services to elderly and disabled persons and subject
170 to the notice and review provisions of s. 216.177, the Governor
171 may direct the Agency for Health Care Administration to amend
172 the Medicaid state plan to delete the optional Medicaid service
173 known as "Intermediate Care Facilities for the Developmentally
174 Disabled." Optional services may include:

175 (13) HOME AND COMMUNITY-BASED SERVICES.—

176 (d) The agency, in consultation with the Department of
177 Elderly Affairs, shall phase out the adult day health care and
178 Channeling Services waiver programs and transfer existing waiver
179 enrollees to other appropriate home and community-based service
180 programs. Effective July 1, 2010, the adult day health care, and
181 Channeling Services waiver programs shall cease to enroll new
182 members. Existing enrollees in the adult day health care and
183 Channeling Services programs shall receive counseling regarding
184 available options and shall be offered an alternative home and
185 community-based services program based on eligibility and
186 personal choice. Each enrollee in the waiver program shall
187 continue to receive home and community-based services without



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188 interruption in the enrollee's program of choice. The providers
189 of the adult day health care and Channeling Services waiver
190 programs, in consultation with the area agencies on aging, shall
191 assist in the transition of enrollees. Provision of adult day
192 health care and Channeling Services waiver services shall cease
193 by December 31, 2010. The agency may seek federal waiver
194 approval to administer this change.

195 Section 5. Subsections (4) and (6) of section 409.9082,
196 Florida Statutes, are amended to read:

197 409.9082 Quality assessment on nursing home facility
198 providers; exemptions; purpose; federal approval required;
199 remedies.—

200 (4) The purpose of the nursing home facility quality
201 assessment is to ensure continued quality of care. Collected
202 assessment funds shall be used to obtain federal financial
203 participation through the Medicaid program to make Medicaid
204 payments for nursing home facility services up to the amount of
205 nursing home facility Medicaid rates as calculated in accordance
206 with the approved state Medicaid plan in effect on December 31,
207 2007. The quality assessment and federal matching funds shall be
208 used exclusively for the following purposes and in the following
209 order of priority:

210 (a) To reimburse the Medicaid share of the quality
211 assessment as a pass-through, Medicaid-allowable cost;

212 (b) To increase to each nursing home facility's Medicaid
213 rate, as needed, up to an amount that restores the rate
214 reductions implemented January 1, 2008; January 1, 2009; ~~and~~
215 March 1, 2009; and July 1, 2009;

216 (c) To increase to each nursing home facility's Medicaid



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217 rate, as needed, up to an amount that restores any rate
218 reductions for the 2010-2011 ~~2009-2010~~ fiscal year; and

219 (d) To increase each nursing home facility's Medicaid rate
220 that accounts for the portion of the total assessment not
221 included in paragraphs (a)-(c) which begins a phase-in to a
222 pricing model for the operating cost component.

223 (6) The quality assessment shall terminate and the agency
224 shall discontinue the imposition, assessment, and collection of
225 the nursing facility quality assessment if the agency does not
226 obtain necessary federal approval for the nursing home facility
227 quality assessment ~~or the payment rates required by subsection~~
228 ~~(4)~~. Upon termination, all collected assessment revenues, less
229 any amounts expended by the agency, shall be returned on a pro
230 rata basis to the nursing facilities that paid them.

231 Section 6. Subsections (3) and (5) of section 409.9083,
232 Florida Statutes, are amended to read:

233 409.9083 Quality assessment on privately operated
234 intermediate care facilities for the developmentally disabled;
235 exemptions; purpose; federal approval required; remedies.-

236 (3) The purpose of the facility quality assessment is to
237 ensure continued quality of care. Collected assessment funds
238 shall be used to obtain federal financial participation through
239 the Medicaid program to make Medicaid payments for ICF/DD
240 services up to the amount of the Medicaid rates for such
241 facilities as calculated in accordance with the approved state
242 Medicaid plan in effect on April 1, 2008. The quality assessment
243 and federal matching funds shall be used exclusively for the
244 following purposes and in the following order of priority to:

245 (a) Reimburse the Medicaid share of the quality assessment



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246 as a pass-through, Medicaid-allowable cost.

247 (b) Increase each privately operated ICF/DD Medicaid rate,
248 as needed, by an amount that restores the rate reductions
249 implemented on October 1, 2008.

250 (c) Increase each ICF/DD Medicaid rate, as needed, by an
251 amount that restores any rate reductions for the 2008-2009
252 fiscal year, ~~and~~ the 2009-2010 fiscal year, and the 2010-2011
253 fiscal year.

254 (d) Increase payments to such facilities to fund covered
255 services to Medicaid beneficiaries.

256 (5) (a) The quality assessment shall terminate and the
257 agency shall discontinue the imposition, assessment, and
258 collection of the quality assessment if the agency does not
259 obtain necessary federal approval for the facility quality
260 assessment ~~or the payment rates required by subsection (3).~~

261 (b) Upon termination of the quality assessment, all
262 collected assessment revenues, less any amounts expended by the
263 agency, shall be returned on a pro rata basis to the facilities
264 that paid such assessments.

265 Section 7. Paragraph (a) of subsection (2) of section
266 409.911, Florida Statutes, is amended to read:

267 409.911 Disproportionate share program.—Subject to specific
268 allocations established within the General Appropriations Act
269 and any limitations established pursuant to chapter 216, the
270 agency shall distribute, pursuant to this section, moneys to
271 hospitals providing a disproportionate share of Medicaid or
272 charity care services by making quarterly Medicaid payments as
273 required. Notwithstanding the provisions of s. 409.915, counties
274 are exempt from contributing toward the cost of this special



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275 reimbursement for hospitals serving a disproportionate share of
276 low-income patients.

277 (2) The Agency for Health Care Administration shall use the
278 following actual audited data to determine the Medicaid days and
279 charity care to be used in calculating the disproportionate
280 share payment:

281 (a) The average of the 2003, 2004, and 2005 audited
282 disproportionate share data to determine each hospital's
283 Medicaid days and charity care for the 2010-2011 ~~2009-2010~~ state
284 fiscal year.

285 Section 8. Section 409.9112, Florida Statutes, is amended
286 to read:

287 409.9112 Disproportionate share program for regional
288 perinatal intensive care centers.—In addition to the payments
289 made under s. 409.911, the agency shall design and implement a
290 system for making disproportionate share payments to those
291 hospitals that participate in the regional perinatal intensive
292 care center program established pursuant to chapter 383. The
293 system of payments must conform to federal requirements and
294 distribute funds in each fiscal year for which an appropriation
295 is made by making quarterly Medicaid payments. Notwithstanding
296 s. 409.915, counties are exempt from contributing toward the
297 cost of this special reimbursement for hospitals serving a
298 disproportionate share of low-income patients. For the 2010-2011
299 ~~2009-2010~~ state fiscal year, the agency may not distribute
300 moneys under the regional perinatal intensive care centers
301 disproportionate share program.

302 (1) The following formula shall be used by the agency to
303 calculate the total amount earned for hospitals that participate



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304 in the regional perinatal intensive care center program:

305
$$\text{TAE} = \text{HDSP}/\text{THDSP}$$

306

307 Where:

308 TAE = total amount earned by a regional perinatal intensive
309 care center.

310 HDSP = the prior state fiscal year regional perinatal
311 intensive care center disproportionate share payment to the
312 individual hospital.

313 THDSP = the prior state fiscal year total regional
314 perinatal intensive care center disproportionate share payments
315 to all hospitals.

316 (2) The total additional payment for hospitals that
317 participate in the regional perinatal intensive care center
318 program shall be calculated by the agency as follows:

319
$$\text{TAP} = \text{TAE} \times \text{TA}$$

320

321 Where:

322 TAP = total additional payment for a regional perinatal
323 intensive care center.

324 TAE = total amount earned by a regional perinatal intensive
325 care center.

326 TA = total appropriation for the regional perinatal
327 intensive care center disproportionate share program.

328 (3) In order to receive payments under this section, a
329 hospital must be participating in the regional perinatal
330 intensive care center program pursuant to chapter 383 and must
331 meet the following additional requirements:

332 (a) Agree to conform to all departmental and agency



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333 requirements to ensure high quality in the provision of
334 services, including criteria adopted by departmental and agency
335 rule concerning staffing ratios, medical records, standards of
336 care, equipment, space, and such other standards and criteria as
337 the department and agency deem appropriate as specified by rule.

338 (b) Agree to provide information to the department and
339 agency, in a form and manner to be prescribed by rule of the
340 department and agency, concerning the care provided to all
341 patients in neonatal intensive care centers and high-risk
342 maternity care.

343 (c) Agree to accept all patients for neonatal intensive
344 care and high-risk maternity care, regardless of ability to pay,
345 on a functional space-available basis.

346 (d) Agree to develop arrangements with other maternity and
347 neonatal care providers in the hospital's region for the
348 appropriate receipt and transfer of patients in need of
349 specialized maternity and neonatal intensive care services.

350 (e) Agree to establish and provide a developmental
351 evaluation and services program for certain high-risk neonates,
352 as prescribed and defined by rule of the department.

353 (f) Agree to sponsor a program of continuing education in
354 perinatal care for health care professionals within the region
355 of the hospital, as specified by rule.

356 (g) Agree to provide backup and referral services to the
357 county health departments and other low-income perinatal
358 providers within the hospital's region, including the
359 development of written agreements between these organizations
360 and the hospital.

361 (h) Agree to arrange for transportation for high-risk



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362 obstetrical patients and neonates in need of transfer from the
363 community to the hospital or from the hospital to another more
364 appropriate facility.

365 (4) Hospitals which fail to comply with any of the
366 conditions in subsection (3) or the applicable rules of the
367 department and agency may not receive any payments under this
368 section until full compliance is achieved. A hospital which is
369 not in compliance in two or more consecutive quarters may not
370 receive its share of the funds. Any forfeited funds shall be
371 distributed by the remaining participating regional perinatal
372 intensive care center program hospitals.

373 Section 9. Section 409.9113, Florida Statutes, is amended
374 to read:

375 409.9113 Disproportionate share program for teaching
376 hospitals.—In addition to the payments made under ss. 409.911
377 and 409.9112, the agency shall make disproportionate share
378 payments to statutorily defined teaching hospitals for their
379 increased costs associated with medical education programs and
380 for tertiary health care services provided to the indigent. This
381 system of payments must conform to federal requirements and
382 distribute funds in each fiscal year for which an appropriation
383 is made by making quarterly Medicaid payments. Notwithstanding
384 s. 409.915, counties are exempt from contributing toward the
385 cost of this special reimbursement for hospitals serving a
386 disproportionate share of low-income patients. For the 2010-2011
387 ~~2009-2010~~ state fiscal year, the agency shall distribute the
388 moneys provided in the General Appropriations Act to statutorily
389 defined teaching hospitals and family practice teaching
390 hospitals under the teaching hospital disproportionate share



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391 program. The funds provided for statutorily defined teaching
392 hospitals shall be distributed in the same proportion as the
393 state fiscal year 2003-2004 teaching hospital disproportionate
394 share funds were distributed or as otherwise provided in the
395 General Appropriations Act. The funds provided for family
396 practice teaching hospitals shall be distributed equally among
397 family practice teaching hospitals.

398 (1) On or before September 15 of each year, the agency
399 shall calculate an allocation fraction to be used for
400 distributing funds to state statutory teaching hospitals.
401 Subsequent to the end of each quarter of the state fiscal year,
402 the agency shall distribute to each statutory teaching hospital,
403 as defined in s. 408.07, an amount determined by multiplying
404 one-fourth of the funds appropriated for this purpose by the
405 Legislature times such hospital's allocation fraction. The
406 allocation fraction for each such hospital shall be determined
407 by the sum of the following three primary factors, divided by
408 three:

409 (a) The number of nationally accredited graduate medical
410 education programs offered by the hospital, including programs
411 accredited by the Accreditation Council for Graduate Medical
412 Education and the combined Internal Medicine and Pediatrics
413 programs acceptable to both the American Board of Internal
414 Medicine and the American Board of Pediatrics at the beginning
415 of the state fiscal year preceding the date on which the
416 allocation fraction is calculated. The numerical value of this
417 factor is the fraction that the hospital represents of the total
418 number of programs, where the total is computed for all state
419 statutory teaching hospitals.



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420 (b) The number of full-time equivalent trainees in the
421 hospital, which comprises two components:

422 1. The number of trainees enrolled in nationally accredited
423 graduate medical education programs, as defined in paragraph

424 (a). Full-time equivalents are computed using the fraction of
425 the year during which each trainee is primarily assigned to the
426 given institution, over the state fiscal year preceding the date
427 on which the allocation fraction is calculated. The numerical
428 value of this factor is the fraction that the hospital
429 represents of the total number of full-time equivalent trainees
430 enrolled in accredited graduate programs, where the total is
431 computed for all state statutory teaching hospitals.

432 2. The number of medical students enrolled in accredited
433 colleges of medicine and engaged in clinical activities,
434 including required clinical clerkships and clinical electives.
435 Full-time equivalents are computed using the fraction of the
436 year during which each trainee is primarily assigned to the
437 given institution, over the course of the state fiscal year
438 preceding the date on which the allocation fraction is
439 calculated. The numerical value of this factor is the fraction
440 that the given hospital represents of the total number of full-
441 time equivalent students enrolled in accredited colleges of
442 medicine, where the total is computed for all state statutory
443 teaching hospitals.

444
445 The primary factor for full-time equivalent trainees is computed
446 as the sum of these two components, divided by two.

447 (c) A service index that comprises three components:

448 1. The Agency for Health Care Administration Service Index,



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449 computed by applying the standard Service Inventory Scores
450 established by the agency to services offered by the given
451 hospital, as reported on Worksheet A-2 for the last fiscal year
452 reported to the agency before the date on which the allocation
453 fraction is calculated. The numerical value of this factor is
454 the fraction that the given hospital represents of the total
455 Agency for Health Care Administration Service Index values,
456 where the total is computed for all state statutory teaching
457 hospitals.

458 2. A volume-weighted service index, computed by applying
459 the standard Service Inventory Scores established by the Agency
460 for Health Care Administration to the volume of each service,
461 expressed in terms of the standard units of measure reported on
462 Worksheet A-2 for the last fiscal year reported to the agency
463 before the date on which the allocation factor is calculated.
464 The numerical value of this factor is the fraction that the
465 given hospital represents of the total volume-weighted service
466 index values, where the total is computed for all state
467 statutory teaching hospitals.

468 3. Total Medicaid payments to each hospital for direct
469 inpatient and outpatient services during the fiscal year
470 preceding the date on which the allocation factor is calculated.
471 This includes payments made to each hospital for such services
472 by Medicaid prepaid health plans, whether the plan was
473 administered by the hospital or not. The numerical value of this
474 factor is the fraction that each hospital represents of the
475 total of such Medicaid payments, where the total is computed for
476 all state statutory teaching hospitals.

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478 The primary factor for the service index is computed as the sum
479 of these three components, divided by three.

480 (2) By October 1 of each year, the agency shall use the
481 following formula to calculate the maximum additional
482 disproportionate share payment for statutorily defined teaching
483 hospitals:

$$484 \quad \text{TAP} = \text{THAF} \times \text{A}$$

485

486 Where:

487 TAP = total additional payment.

488 THAF = teaching hospital allocation factor.

489 A = amount appropriated for a teaching hospital
490 disproportionate share program.

491 Section 10. Section 409.9117, Florida Statutes, is amended
492 to read:

493 409.9117 Primary care disproportionate share program.—For
494 the 2010-2011 ~~2009-2010~~ state fiscal year, the agency shall not
495 distribute moneys under the primary care disproportionate share
496 program.

497 (1) If federal funds are available for disproportionate
498 share programs in addition to those otherwise provided by law,
499 there shall be created a primary care disproportionate share
500 program.

501 (2) The following formula shall be used by the agency to
502 calculate the total amount earned for hospitals that participate
503 in the primary care disproportionate share program:

$$504 \quad \text{TAE} = \text{HDSP}/\text{THDSP}$$

505

506 Where:



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507 TAE = total amount earned by a hospital participating in
508 the primary care disproportionate share program.

509 HDSP = the prior state fiscal year primary care
510 disproportionate share payment to the individual hospital.

511 THDSP = the prior state fiscal year total primary care
512 disproportionate share payments to all hospitals.

513 (3) The total additional payment for hospitals that
514 participate in the primary care disproportionate share program
515 shall be calculated by the agency as follows:

516
$$TAP = TAE \times TA$$

517
518 Where:

519 TAP = total additional payment for a primary care hospital.

520 TAE = total amount earned by a primary care hospital.

521 TA = total appropriation for the primary care
522 disproportionate share program.

523 (4) In the establishment and funding of this program, the
524 agency shall use the following criteria in addition to those
525 specified in s. 409.911, and payments may not be made to a
526 hospital unless the hospital agrees to:

527 (a) Cooperate with a Medicaid prepaid health plan, if one
528 exists in the community.

529 (b) Ensure the availability of primary and specialty care
530 physicians to Medicaid recipients who are not enrolled in a
531 prepaid capitated arrangement and who are in need of access to
532 such physicians.

533 (c) Coordinate and provide primary care services free of
534 charge, except copayments, to all persons with incomes up to 100
535 percent of the federal poverty level who are not otherwise



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536 covered by Medicaid or another program administered by a
537 governmental entity, and to provide such services based on a
538 sliding fee scale to all persons with incomes up to 200 percent
539 of the federal poverty level who are not otherwise covered by
540 Medicaid or another program administered by a governmental
541 entity, except that eligibility may be limited to persons who
542 reside within a more limited area, as agreed to by the agency
543 and the hospital.

544 (d) Contract with any federally qualified health center, if
545 one exists within the agreed geopolitical boundaries, concerning
546 the provision of primary care services, in order to guarantee
547 delivery of services in a nonduplicative fashion, and to provide
548 for referral arrangements, privileges, and admissions, as
549 appropriate. The hospital shall agree to provide at an onsite or
550 offsite facility primary care services within 24 hours to which
551 all Medicaid recipients and persons eligible under this
552 paragraph who do not require emergency room services are
553 referred during normal daylight hours.

554 (e) Cooperate with the agency, the county, and other
555 entities to ensure the provision of certain public health
556 services, case management, referral and acceptance of patients,
557 and sharing of epidemiological data, as the agency and the
558 hospital find mutually necessary and desirable to promote and
559 protect the public health within the agreed geopolitical
560 boundaries.

561 (f) In cooperation with the county in which the hospital
562 resides, develop a low-cost, outpatient, prepaid health care
563 program to persons who are not eligible for the Medicaid
564 program, and who reside within the area.



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565 (g) Provide inpatient services to residents within the area
566 who are not eligible for Medicaid or Medicare, and who do not
567 have private health insurance, regardless of ability to pay, on
568 the basis of available space, except that hospitals may not be
569 prevented from establishing bill collection programs based on
570 ability to pay.

571 (h) Work with the Florida Healthy Kids Corporation, the
572 Florida Health Care Purchasing Cooperative, and business health
573 coalitions, as appropriate, to develop a feasibility study and
574 plan to provide a low-cost comprehensive health insurance plan
575 to persons who reside within the area and who do not have access
576 to such a plan.

577 (i) Work with public health officials and other experts to
578 provide community health education and prevention activities
579 designed to promote healthy lifestyles and appropriate use of
580 health services.

581 (j) Work with the local health council to develop a plan
582 for promoting access to affordable health care services for all
583 persons who reside within the area, including, but not limited
584 to, public health services, primary care services, inpatient
585 services, and affordable health insurance generally.

586
587 Any hospital that fails to comply with any of the provisions of
588 this subsection, or any other contractual condition, may not
589 receive payments under this section until full compliance is
590 achieved.

591 Section 11. Notwithstanding any other provision of law,
592 each Medicaid managed care plan and provider service network
593 shall include in its provider network any pharmacy that is



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594 licensed under chapter 465, Florida Statutes, located in a rural
595 county, and willing to accept the reimbursement terms and
596 conditions established by the Medicaid managed care plan or the
597 provider service agreement. As used in this section, a "rural
598 county" means a county that has a population of fewer than
599 200,000 residents, based upon the 2000 official census.

600 Section 12. This act shall take effect July 1, 2010;
601 however, the amendments made by section 1 of this act do not
602 take effect if federal law extends the enhanced Federal Medicaid
603 Assistance Percentage rate, as provided under the American
604 Reinvestment and Recovery Act (Pub. L. No. 111-5), from December
605 31, 2010, through June 30, 2011.

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607 ===== T I T L E A M E N D M E N T =====

608 And the title is amended as follows:

609 Delete everything before the enacting clause
610 and insert:

611 A bill to be entitled
612 An act relating to the Agency for Health Care
613 Administration; amending s. 395.701, F.S.; increasing
614 the assessments imposed on hospital inpatient and
615 outpatient services and deposited into the Public
616 Medical Assistance Trust Fund; amending s. 400.141,
617 F.S.; conforming a cross-reference to changes made by
618 the act; amending s. 400.23, F.S.; providing
619 flexibility for nursing home facilities with respect
620 to meeting minimum staffing requirements; amending s.
621 409.906, F.S.; requiring the Agency for Health Care
622 Administration, in consultation with the Department of



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623 Elderly Affairs, to phase out certain specified
624 programs and to transfer the Medicaid waiver
625 recipients to other appropriate home and community-
626 based service programs; prohibiting certain programs
627 from accepting new members after a specified date;
628 requiring community-based providers to assist in the
629 transition of enrollees and cease provision of certain
630 waiver services by a specified date; amending s.
631 409.9082, F.S.; revising requirements for the use of
632 funds from nursing home quality assessments and
633 federal matching funds; amending s. 409.9083, F.S.;
634 revising requirements for the use of funds from
635 quality assessments on privately operated intermediate
636 care facility providers for the developmentally
637 disabled and federal matching funds; amending s.
638 409.911, F.S.; continuing the requirements for
639 calculating the disproportionate share funds for
640 provider service network hospitals; amending s.
641 409.9112, F.S.; continuing the prohibition against
642 distributing moneys under the perinatal intensive care
643 centers disproportionate share program; amending s.
644 409.9113, F.S.; continuing authorization for the
645 distribution of moneys to teaching hospitals under the
646 disproportionate share program; amending s. 409.9117,
647 F.S.; continuing the prohibition against distributing
648 moneys for the primary care disproportionate share
649 program; requiring each Medicaid managed care plan and
650 provider service network to include in its provider
651 network any pharmacy that is located in a rural county



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and willing to accept the reimbursement terms and
conditions established by the managed care plan or
provider service agreement; providing a contingent
effective date.