Florida House of Representatives - 1998 By Representative Brooks

A bill to be entitled
An act relating to mobile surgical facilities;
amending s. 395.001, F.S.; providing
legislative intent; amending s. 395.002, F.S.;
revising definitions; including "mobile
surgical facility" within the definition of
"ambulatory surgical center" and "licensed
facility"; amending s. 395.003, F.S.; requiring
the licensure of mobile surgical facilities
under ch. 395, F.S.; amending s. 395.004, F.S.;
requiring a license fee upon application for
licensure as a mobile surgical facility;
amending s. 395.0163, F.S.; providing that
required agency inspections of mobile surgical
facilities shall apply only to alternations of
or additions to licensed facilities; amending
s. 395.1055, F.S.; authorizing the
establishment of separate standards for mobile
surgical facilities; amending s. 408.036, F.S.;
providing an exemption from review and
application for certificate of need for mobile
surgical facilities; providing an effective
date.
Be It Enacted by the Legislature of the State of Florida:
Section 1. Section 395.001, Florida Statutes, is
amended to read:
395.001 Legislative intentIt is the intent of the
Legislature to provide for the protection of public health and
safety in the establishment, construction, maintenance, and
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operation of hospitals, and ambulatory surgical centers, and 1 2 mobile surgical facilities by providing for licensure of same and for the development, establishment, and enforcement of 3 minimum standards with respect thereto. 4 5 Section 2. Subsections (4), (17), and (22) of section б 395.002, Florida Statutes, are amended to read: 7 395.002 Definitions.--As used in this chapter: "Ambulatory surgical center" or "mobile surgical 8 (4) facility "means a facility the primary purpose of which is to 9 provide elective surgical care, in which the patient is 10 admitted to and discharged from such facility within the same 11 working day and is not permitted to stay overnight, and which 12 13 is not part of a hospital. A mobile surgical facility under 14 contract to the Department of Corrections to provide 15 health-care-related services to inmates shall not be subject 16 to certificate of need requirements contained in chapter 408. However, a facility existing for the primary purpose of 17 performing terminations of pregnancy, an office maintained by 18 19 a physician for the practice of medicine, or an office 20 maintained for the practice of dentistry shall not be construed to be an ambulatory surgical center, provided that 21 any facility or office which is certified or seeks 22 certification as a Medicare ambulatory surgical center shall 23 24 be licensed as an ambulatory surgical center pursuant to s. 395.003. 25 26 (17) "Licensed facility" means a hospital, or 27 ambulatory surgical center, or mobile surgical facility 28 licensed in accordance with this chapter. 29 (22) "Premises" means those buildings, beds, and equipment located at the address of the licensed facility and 30 31 all other buildings, beds, and equipment for the provision of

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hospital, or ambulatory surgical, or mobile surgical care 1 2 located in such reasonable proximity to the address of the 3 licensed facility as to appear to the public to be under the dominion and control of the licensee. 4 5 Section 3. Subsection (1) of section 395.003, Florida б Statutes, is amended to read: 7 395.003 Licensure; issuance, renewal, denial, and 8 revocation.--9 (1)(a) No person shall establish, conduct, or maintain a hospital, or ambulatory surgical center, or mobile surgical 10 11 facility in this state without first obtaining a license under 12 this part. 13 (b)1. It is unlawful for any person to use or 14 advertise to the public, in any way or by any medium whatsoever, any facility as a "hospital," or "ambulatory 15 surgical center," or "mobile surgical facility"unless such 16 facility has first secured a license under the provisions of 17 this part. 18 19 2. Nothing in this part applies to veterinary 20 hospitals or to commercial business establishments using the word "hospital," or "ambulatory surgical center," or "mobile 21 22 surgical facility"as a part of a trade name if no treatment of human beings is performed on the premises of such 23 24 establishments. 25 Section 4. Section 395.004, Florida Statutes, is 26 amended to read: 27 395.004 Application for license, disposition of fees; 28 expenses.--29 (1) An application for a license or renewal thereof shall be made under oath to the agency, upon forms provided by 30 31 it, and shall contain such information as the agency 3

1 reasonably requires, which may include affirmative evidence of 2 ability to comply with applicable laws and rules. 3 (2) Each application for a general hospital license, 4 specialty hospital license, or ambulatory surgical center 5 license, or mobile surgical facility license, or renewal

6 thereof, shall be accompanied by a license fee, in accordance 7 with the following schedule:

8 (a) The biennial license, provisional license, and license renewal fee required of a facility licensed under this 9 part shall be reasonably calculated to cover the cost of 10 11 regulation under this part and shall be established by rule at 12 the rate of not less than \$9.50 per hospital bed, nor more 13 than \$30 per hospital bed, except that the minimum license fee 14 shall be \$1,500 and the total fees collected from all licensed facilities may not exceed the cost of properly carrying out 15 16 the provisions of this part.

(b) Such fees shall be paid to the agency and shall be deposited in the Planning and Regulation Trust Fund of the agency, which is hereby created, for the sole purpose of carrying out the provisions of this part.

21 Section 5. Subsection (3) is added to section 22 395.0163, Florida Statutes, to read:

23 395.0163 Construction inspections; plan submission and 24 approval; fees.--

(1) The agency shall make, or cause to be made, such construction inspections and investigations as it deems necessary. The agency may prescribe by rule that any licensee or applicant desiring to make specified types of alterations or additions to its facilities or to construct new facilities shall, before commencing such alteration, addition, or new construction, submit plans and specifications therefor to the

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agency for preliminary inspection and approval or 1 2 recommendation with respect to compliance with agency rules 3 and standards. The agency shall approve or disapprove the plans and specifications within 60 days after receipt of the 4 5 fee for review of plans as required in subsection (2). The agency may be granted one 15-day extension for the review 6 7 period if the director of the agency approves the extension. 8 If the agency fails to act within the specified time, it shall 9 be deemed to have approved the plans and specifications. When 10 the agency disapproves plans and specifications, it shall set 11 forth in writing the reasons for its disapproval. Conferences and consultations may be provided as necessary. 12

13 (2)(a) The agency is authorized to charge an initial 14 fee of \$2,000 for review of plans and construction on all projects, no part of which is refundable. The agency may also 15 16 collect a fee, not to exceed 1 percent of the estimated construction cost or the actual cost of review, whichever is 17 less, for the portion of the review which encompasses initial 18 review through the initial revised construction document 19 20 review. The agency is further authorized to collect its 21 actual costs on all subsequent portions of the review and 22 construction inspections. The initial fee payment shall accompany the initial submission of plans and specifications. 23 Any subsequent payment that is due is payable upon receipt of 24 the invoice from the agency. 25

(b) Notwithstanding any other provisions of law to the
contrary, all moneys received by the agency pursuant to the
provisions of this section shall be deposited in the Planning
and Regulation Trust Fund, as created by s. 395.004, to be
held and applied solely for the operations required under this
section.

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1 (3) Agency inspections and investigations required 2 under this section shall, in the case of mobile surgical 3 facilities, apply only to alterations of or additions to 4 licensed facilities. 5 Section 6. Subsection (2) of section 395.1055, Florida б Statutes, is amended to read: 7 395.1055 Rules and enforcement.--8 (2) Separate standards may be provided for general and 9 specialty hospitals, ambulatory surgical centers, mobile 10 surgical facilities, and statutory rural hospitals as defined 11 in s. 395.602. 12 Section 7. Paragraph (o) is added to subsection (3) of 13 section 408.036, Florida Statutes, to read: 14 408.036 Projects subject to review.--15 (1) APPLICABILITY.--Unless exempt under subsection 16 (3), all health-care-related projects, as described in paragraphs (a)-(k), are subject to review and must file an 17 application for a certificate of need with the agency. The 18 agency is exclusively responsible for determining whether a 19 20 health-care-related project is subject to review under ss. 408.031-408.045. 21 22 (a) The addition of beds by new construction or alteration. 23 (b) The new construction or establishment of 24 25 additional health care facilities, including a replacement 26 health care facility when the proposed project site is not 27 located on the same site as the existing health care facility. 28 (c) The conversion from one type of health care facility to another, including the conversion from one level 29 of care to another, in a skilled or intermediate nursing 30 31 facility, if the conversion effects a change in the level of 6

1 care of 10 beds or 10 percent of total bed capacity of the 2 skilled or intermediate nursing facility within a 2-year 3 period. If the nursing facility is certified for both skilled 4 and intermediate nursing care, the provisions of this 5 paragraph do not apply.

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(d) Any increase in licensed bed capacity.

7 (e) Subject to the provisions of paragraph (3)(i), the 8 establishment of a Medicare-certified home health agency, the 9 establishment of a hospice, or the direct provision of such services by a health care facility or health maintenance 10 11 organization for those other than the subscribers of the health maintenance organization; except that this paragraph 12 13 does not apply to the establishment of a Medicare-certified 14 home health agency by a facility described in paragraph 15 (3)(h).

(f) An acquisition by or on behalf of a health care facility or health maintenance organization, by any means, which acquisition would have required review if the acquisition had been by purchase.

20 (g) The establishment of inpatient institutional 21 health services by a health care facility, or a substantial 22 change in such services.

(h) The acquisition by any means of an existing health 23 care facility by any person, unless the person provides the 24 25 agency with at least 30 days' written notice of the proposed 26 acquisition, which notice is to include the services to be 27 offered and the bed capacity of the facility, and unless the 28 agency does not determine, within 30 days after receipt of 29 such notice, that the services to be provided and the bed capacity of the facility will be changed. 30

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(i) An increase in the cost of a project for which a 1 2 certificate of need has been issued when the increase in cost 3 exceeds 20 percent of the originally approved cost of the project, except that a cost overrun review is not necessary 4 5 when the cost overrun is less than \$20,000. 6 (j) An increase in the number of psychiatric or 7 rehabilitation beds. 8 (k) The establishment of tertiary health services. PROJECTS SUBJECT TO EXPEDITED REVIEW.--Unless 9 (2) exempt pursuant to subsection (3), projects subject to an 10 expedited review shall include, but not be limited to: 11 12 (a) Cost overruns, as defined in paragraph (1)(i). 13 (b) Research, education, and training programs. 14 (c) Shared services contracts or projects. 15 (d) A transfer of a certificate of need. 16 (e) A 50-percent increase in nursing home beds for a facility incorporated and operating in this state for at least 17 60 years on or before July 1, 1988, which has a licensed 18 19 nursing home facility located on a campus providing a variety 20 of residential settings and supportive services. The increased nursing home beds shall be for the exclusive use of 21 22 the campus residents. Any application on behalf of an applicant meeting this requirement shall be subject to the 23 base fee of \$5,000 provided in s. 408.038. 24 25 (f) Combination within one nursing home facility of 26 the beds or services authorized by two or more certificates of 27 need issued in the same planning subdistrict. 28 (g) Division into two or more nursing home facilities 29 of beds or services authorized by one certificate of need issued in the same planning subdistrict. Such division shall 30 31

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certificate's approved cost.

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not be approved if it would adversely affect the original (h) Replacement of a health care facility when the proposed project site is located in the same district and within a 1-mile radius of the replaced health care facility. The agency shall develop rules to implement the provisions for expedited review, including time schedule, application content, and application processing. (3) EXEMPTIONS.--Upon request, supported by such

10 11 documentation as the agency requires, the agency shall grant an exemption from the provisions of subsection (1): 12 13 (o) For any expenditure to provide mobile surgical

facilities and related health care services under contract 14 15 with the Department of Corrections.

17 A request for exemption under this subsection may be made at any time and is not subject to the batching requirements of 18 this section. 19

20 Section 8. This act shall take effect upon becoming a 21 law. 22

HOUSE SUMMARY

Includes "mobile surgical facility" within the definition of "ambulatory surgical center" and "licensed facility" for the purposes of ch. 395, F.S., relating to hospital licensing and regulation. Requires the licensure of mobile surgical facilities under ch. 395, F.S. Requires a license fee upon application for licensure as a mobile surgical facility. Provides that required agency inspections of mobile surgical facilities shall apply only to alterations of or additions to licensed facilities. Authorizes the establishment of separate 26 27 28 29 30 facilities. Authorizes the establishment of separate standards for mobile surgical facilities. Provides an exemption from review and application for certificate of need under ch. 408, F.S., for mobile surgical facilities. 31