Bill No. HB 741 Amendment No. ____ (for drafter's use only) CHAMBER ACTION Senate House 1 2 3 4 5 ORIGINAL STAMP BELOW 6 7 8 9 10 Representative(s) Kilmer offered the following: 11 12 13 Amendment (with title amendment) Remove from the bill: Everything after the enacting clause 14 15 and insert in lieu thereof: 16 17 Section 1. Section 395.6061, Florida Statutes, is created to read: 18 19 395.6061 Rural hospital capital improvement.--There is 20 established a rural hospital capital improvement grant 21 program. 22 (1) A rural hospital as defined in s. 395.602 may apply to the department for a grant. The grant application 23 24 must provide information that includes: 25 (a) A statement indicating the problem the rural 26 hospital proposes to solve with the grant funds; 27 (b) The strategy proposed to resolve the problem; (c) The organizational structure, financial system, 28 and facilities that are essential to the proposed solution; 29 30 (d) The projected longevity of the proposed solution 31 after the grant funds are expended; 1 File original & 9 copies hbd0001 04/22/99 10:16 am 00741-0007-260253

HOUSE AMENDMENT

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(e) Evidence of participation in a rural health 1 network as defined in s. 381.0406; 2 3 Evidence that the rural hospital has difficulty in (f) 4 obtaining funding or that funds available for the proposed 5 solution are inadequate; 6 (g) Evidence that the grant funds will assist in 7 maintaining or returning the hospital to an economically stable condition or that any plan for closure or realignment 8 of services will involve development of innovative 9 10 alternatives for the discontinued services; 11 (h) Evidence of a satisfactory record-keeping system 12 to account for grant fund expenditures within the rural 13 county; (i) A rural health network plan that includes a 14 15 description of how the plan was developed, the goals of the plan, the links with existing health care providers under the 16 17 plan, indicators quantifying the hospital's financial 18 well-being, measurable outcome targets, and the current physical and operational condition of the hospital. 19 (2) Each rural hospital as defined in s. 395.602 shall 20 21 receive a minimum of \$100,000 annually, subject to legislative appropriation, upon application to the Department of Health, 22 for projects to acquire, repair, improve, or upgrade systems, 23 24 facilities, or equipment. (3) Any remaining funds shall annually be disbursed to 25 26 rural hospitals in accordance with this section. The 27 Department of Health shall establish, by rule, criteria for 28 awarding grants for any remaining funds, which must be used 29 exclusively for the support and assistance of rural hospitals 30 as defined in s. 395.602, including criteria relating to the level of uncompensated care rendered by the hospital, the 31 2

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participation in a rural health network as defined in s. 1 2 381.0406, and the proposed use of the grant by the rural 3 hospital to resolve a specific problem. The department must 4 consider any information submitted in an application for the 5 grants in accordance with subsection (1) in determining 6 eligibility for and the amount of the grant, and none of the 7 individual items of information by itself may be used to deny 8 grant eligibility. 9 (4) The department shall ensure that the funds are 10 used solely for the purposes specified in this section. Section 2. Paragraph (e) of subsection (2) of section 11 12 395.602, Florida Statutes, 1998 Supplement, is amended to 13 read: 395.602 Rural hospitals .--14 15 (2) DEFINITIONS.--As used in this part: 16 "Rural hospital" means an acute care hospital (e) 17 licensed under this chapter, having 100 or fewer licensed beds and an emergency room, located in an area defined as rural by 18 the United States Census, and which is: 19 20 1. The sole provider within a county with a population density of no greater than 100 persons per square mile; or 21 22 2. An acute care hospital, in a county with a population density of no greater than 100 persons per square 23 24 mile, which is at least 30 minutes of travel time, on normally traveled roads under normal traffic conditions, from any other 25 acute care hospital within the same county; or 26 27 A hospital supported by a tax district or 3. subdistrict whose boundaries encompass a population of 100 28 29 persons or fewer per square mile; or 30 4. A hospital in a constitutional charter county with a population of over 1 million persons that has imposed a 31 3 04/22/99 10:16 am File original & 9 copies hbd0001 00741-0007-260253

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local option health service tax pursuant to law and in an area 1 2 that was directly impacted by a catastrophic event on August 3 24, 1992, for which the Governor of Florida declared a state 4 of emergency pursuant to chapter 125, and has 120 beds or less that serves an agricultural community with an emergency room 5 6 utilization of no less than 20,000 visits and a Medicaid 7 in-patient utilization rate greater than 15 percent. 8 9 Population densities used in this paragraph must be based upon 10 the most recently completed United States census. Section 3. Subsection (7) of section 409.9116, Florida 11 12 Statutes, 1998 Supplement, is amended to read: 13 409.9116 Disproportionate share/financial assistance 14 program for rural hospitals .--15 (7) This section only applies to hospitals that were 16 defined as statutory rural hospitals, or their 17 successor-in-interest hospital, prior to July 1, 1999 1998. Any additional hospital that is defined as a statutory rural 18 hospital, or its successor-in-interest hospital, on or after 19 20 July 1, 1999 1998, is not eligible for programs under this section unless additional funds are appropriated each fiscal 21 year specifically to the rural hospital disproportionate share 22 23 and financial assistance programs in an amount necessary to 24 prevent any hospital, or its successor-in-interest hospital, 25 eligible for the programs prior to July 1, 1999 1998, from incurring a reduction in payments because of the eligibility 26 27 of an additional hospital to participate in the programs. Section 4. This act shall take effect July 1, 1999. 28 29 30 31

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=========== T I T L E A M E N D M E N T ========= 1 2 And the title is amended as follows: 3 remove from the title of the bill: the entire title 4 5 and insert in lieu thereof: A bill to be entitled 6 7 An act relating to rural hospital capital improvement; creating s. 395.6061, F.S.; 8 9 providing a mechanism for the disbursement of 10 funds to rural hospitals; providing application requirements; prescribing uses of the fund; 11 12 providing duties of the Department of Health; providing rulemaking authority for the 13 establishment of criteria for the disbursement 14 15 of grant funds; amending s. 395.602, F.S.; redefining the term "rural hospital"; amending 16 17 s. 409.9116, F.S.; providing for the date of applicability; providing an effective date. 18 19 20 21 22 23 24 25 26 27 28 29 30 31 5

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