HOUSE AMENDMENT

Bill No. HB 2329

Amendment No. 01 (for drafter's use only) CHAMBER ACTION Senate House 1 2 3 4 5 ORIGINAL STAMP BELOW 6 7 8 9 10 11 The Committee on Health & Human Services Appropriations offered the following: 12 13 14 Amendment (with title amendment) On page 11, line 27, through page 12, line 30, 15 remove: those lines 16 17 18 and insert in lieu thereof: 19 Section 8. Paragraph (a) of subsection (1) and 20 paragraph (b) of subsection (2) of section 409.908, Florida 21 Statutes, are amended to read: 22 409.908 Reimbursement of Medicaid providers .-- Subject to specific appropriations, the agency shall reimburse 23 24 Medicaid providers, in accordance with state and federal law, 25 according to methodologies set forth in the rules of the 26 agency and in policy manuals and handbooks incorporated by 27 reference therein. These methodologies may include fee 28 schedules, reimbursement methods based on cost reporting, 29 negotiated fees, competitive bidding pursuant to s. 287.057, 30 and other mechanisms the agency considers efficient and 31 effective for purchasing services or goods on behalf of 1 File original & 9 copies hap0011 04/26/00 01:47 pm 02329-hhs -773289

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recipients. Payment for Medicaid compensable services made on 1 2 behalf of Medicaid eligible persons is subject to the availability of moneys and any limitations or directions 3 4 provided for in the General Appropriations Act or chapter 216. 5 Further, nothing in this section shall be construed to prevent or limit the agency from adjusting fees, reimbursement rates, б 7 lengths of stay, number of visits, or number of services, or 8 making any other adjustments necessary to comply with the 9 availability of moneys and any limitations or directions 10 provided for in the General Appropriations Act, provided the adjustment is consistent with legislative intent. 11 12 (1) Reimbursement to hospitals licensed under part I 13 of chapter 395 must be made prospectively or on the basis of 14 negotiation. 15 (a) Reimbursement for inpatient care is limited as provided for in s. 409.905(5). Reimbursement for hospital 16 17 outpatient care is limited to\$1,500\$1,000 per state fiscal year per recipient, except for: 18 1. Such care provided to a Medicaid recipient under 19 20 age 21, in which case the only limitation is medical 21 necessity; 22 2. Renal dialysis services; and 3. Other exceptions made by the agency. 23 24 (2) (b) Subject to any limitations or directions provided 25 for in the General Appropriations Act, the agency shall 26 27 establish and implement a Florida Title XIX Long-Term Care 28 Reimbursement Plan (Medicaid) for nursing home care in order to provide care and services in conformance with the 29 30 applicable state and federal laws, rules, regulations, and 31 quality and safety standards and to ensure that individuals 2 File original & 9 copies hap0011 04/26/00 01:47 pm

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eligible for medical assistance have reasonable geographic 1 access to such care. Under the plan, interim rate adjustments 2 3 may not be granted to reflect increases in the cost of general 4 or professional liability insurance.Effective no earlier than 5 the rate-setting period beginning April 1, 1999, the agency 6 shall establish a case-mix reimbursement methodology for the 7 rate of payment for long-term care services for nursing home 8 residents. The agency shall compute a per diem rate for Medicaid residents, adjusted for case mix, which is based on a 9 10 resident classification system that accounts for the relative resource utilization by different types of residents and which 11 12 is based on level-of-care data and other appropriate data. The 13 case-mix methodology developed by the agency shall take into account the medical, behavioral, and cognitive deficits of 14 15 residents. In developing the reimbursement methodology, the 16 agency shall evaluate and modify other aspects of the 17 reimbursement plan as necessary to improve the overall effectiveness of the plan with respect to the costs of patient 18 care, operating costs, and property costs. In the event 19 20 adequate data are not available, the agency is authorized to adjust the patient's care component or the per diem rate to 21 more adequately cover the cost of services provided in the 22 patient's care component. The agency shall work with the 23 24 Department of Elderly Affairs, the Florida Health Care Association, and the Florida Association of Homes for the 25 Aging in developing the methodology. It is the intent of the 26 27 Legislature that the reimbursement plan achieve the goal of providing access to health care for nursing home residents who 28 29 require large amounts of care while encouraging diversion 30 services as an alternative to nursing home care for residents 31 who can be served within the community. The agency shall base

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the establishment of any maximum rate of payment, whether overall or component, on the available moneys as provided for in the General Appropriations Act. The agency may base the maximum rate of payment on the results of scientifically valid analysis and conclusions derived from objective statistical data pertinent to the particular maximum rate of payment. ======== T I T L E And the title is amended as follows: On page 1, line 25, after the semicolon, insert: prohibiting interim rate adjustments that reflect increases in the cost of general or professional liability insurance;

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