Bill No. CS/HB 339, 2nd Eng. Amendment No. ____ Barcode 151040 CHAMBER ACTION Senate House 1 2 3 4 5 6 7 8 9 10 Senator Klein moved the following substitute for amendment 11 12 (880602): 13 14 Senate Amendment (with title amendment) Delete everything after the enacting clause 15 16 17 and insert: Section 1. The certificate-of-need workgroup created 18 19 by section 15 of Chapter 2000-318, Laws of Florida, shall 20 include in its report the issue of access to open heart 21 surgery services in areas currently lacking programs or deemed 22 underserved. In evaluating access to open heart surgery, the work group shall consider the restriction of angioplasty to 23 24 hospitals providing open heart surgery and recommend ways to improve access to primary angioplasty while assuring patient 25 26 safety and quality of care. The workgroup shall submit its 27 final recommendations on or before January 1, 2002. Section 2. Paragraph (r) is added to subsection (3) of 28 section 408.036, Florida Statutes, to read: 29 30 408.036 Projects subject to review. --31 (3) EXEMPTIONS.--Upon request, the following projects 1 11:55 AM 05/02/01 h0339c1c-282rc

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are subject to exemption from the provisions of subsection 1 2 (1):3 (r) For the conversion of hospital-based Medicare and 4 Medicaid certified skilled nursing beds to acute care beds, if the conversion does not involve the construction of new 5 6 facilities. 7 Section 3. Paragraph (c) of subsection (5) of section 408.039, Florida Statutes, is amended to read: 8 9 408.039 Review process. -- The review process for certificates of need shall be as follows: 10 (5) ADMINISTRATIVE HEARINGS.--11 12 (c) In administrative proceedings challenging the issuance or denial of a certificate of need, only applicants 13 14 considered by the agency in the same batching cycle are 15 entitled to a comparative hearing on their applications. 16 Existing health care facilities may initiate or intervene in 17 an administrative hearing only upon a showing that an established program will be substantially affected by the 18 issuance of any certificate of need, whether reviewed under s. 19 408.036(1) or (2), to a competing proposed facility or program 20 21 within the same district. Any party challenging an order approving or denying a certificate of need in an 22 administrative or judicial action shall place in escrow an 23 24 amount equal to the proposed project cost or \$500,000, whichever amount is less. If any party challenging the order 25 26 fails in the challenge, that party shall pay all costs of 27 litigation, including treble attorney fees, of the party that 28 was issued the certificate of need. Such amounts shall be 29 taken first from the escrow account established for this 30 purpose, the balance to be considered enforceable as an obligation created by final order of the agency. The 31

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challenging facility may satisfy the escrow requirement with a 1 2 bond of sufficient type and amount. 3 Section 4. Effective July 1, 2001, section 15 of 4 chapter 2000-318, Laws of Florida, is amended to read: 5 Section 15. 6 (1)(a) There is created a certificate-of-need 7 workgroup staffed by the Agency for Health Care Administration. 8 9 (b) Workgroup participants shall be responsible for 10 only the expenses that they generate individually through workgroup participation. The agency shall be responsible for 11 12 expenses incidental to the production of any required data or 13 reports. 14 (2) The workgroup shall consist of 7 $\frac{30}{30}$ members, 10 15 appointed by the Governor, 10 appointed by the President of 16 the Senate, and 10 appointed by the Speaker of the House of 17 Representatives. The Governor shall appoint 1 member 18 representing hospitals, 1 member representing hospice, 1 member representing nursing homes, and 2 members representing 19 20 the Agency for Health Care Administration. The President of 21 the Senate shall appoint 1 member of the Senate. The Speaker of the House of Representatives shall appoint 1 member of the 22 23 House of Representatives. The workgroup chairperson shall be 24 selected by majority vote of a quorum present. Four Sixteen members shall constitute a quorum. The membership shall 25 26 include, but not be limited to, representatives from health 27 care provider organizations, health care facilities, 28 individual health care practitioners, local health councils, 29 and consumer organizations, and persons with health care 30 market expertise as a private-sector consultant. 31 (3) Appointment to the workgroup shall be as follows:

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1	(a) The Governor shall appoint one representative each
2	from the hospital industry; nursing home industry; hospice
3	industry; local health councils; a consumer organization; and
4	three health care market consultants, one of whom is a
5	recognized expert on hospital markets, one of whom is a
6	recognized expert on nursing home or long-term-care markets,
7	and one of whom is a recognized expert on hospice markets; one
8	representative from the Medicaid program; and one
9	representative from a health care facility that provides a
10	tertiary service.
11	(b) The President of the Senate shall appoint a
12	representative of a for-profit hospital, a representative of a
13	not-for-profit hospital, a representative of a public
14	hospital, two representatives of the nursing home industry,
15	two representatives of the hospice industry, a representative
16	of a consumer organization, a representative from the
17	Department of Elderly Affairs involved with the implementation
18	of a long-term-care community diversion program, and a health
19	care market consultant with expertise in health care
20	economics.
21	(c) The Speaker of the House of Representatives shall
22	appoint a representative from the Florida Hospital
23	Association, a representative of the Association of Community
24	Hospitals and Health Systems of Florida, a representative of
25	the Florida League of Health Systems, a representative of the
26	Florida Health Care Association, a representative of the
27	Florida Association of Homes for the Aging, three
28	representatives of Florida Hospices and Palliative Care, one
29	representative of local health councils, and one
30	representative of a consumer organization.
31	(4) The workgroup shall develop a plan for the reform
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or elimination of the certificate of need program, which shall 1 2 include recommendations for recommended legislative action and 3 agency rule making. No plan shall be implemented sooner than 4 the effective date of any rules necessary for its implementation. In developing the plan, the workgroup shall 5 6 seek input from all classes of health care consumers, health 7 care providers and health care facilities subject to certificate of need review. All agencies, including, but not 8 limited to, the Agency for Health Care Administration and the 9 10 Department of Elder Affairs, shall provide assistance to the workgroup, upon request. The workgroup shall study issues 11 12 pertaining to the certificate-of-need program, including the 13 impact of trends in health care delivery and financing. The 14 workgroup shall study issues relating to implementation of the 15 certificate-of-need program. 16 (5) The workgroup shall meet at least annually, at the 17 request of the chairperson. The workgroup shall submit an interim report by December 31, 2001, and a final report by 18 December 31, 2002. The workgroup is abolished effective July 19 1, 2003. 20 21 Section 5. This act shall take effect upon becoming a 22 law. 23 24 25 And the title is amended as follows: 26 27 Delete everything before the enacting clause 28 29 and insert: 30 A bill to be entitled 31 An act relating to certificate of need; 5 11:55 AM 05/02/01 h0339c1c-282rc

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1	requiring the certificate-of-need workgroup to
2	address open heart surgery services in its
3	report; requiring final recommendations to be
4	submitted by January 1, 2002; amending s.
5	408.036, F.S.; providing an exemption from
6	review for the conversion of certain skilled
7	nursing beds to acute care beds; amending s.
8	408.039, F.S.; revising the review process for
9	certificates of need; amending s. 15 of ch.
10	2000-318, Laws of Florida; providing for
11	membership of the certificate-of-need
12	workgroup; amending the scope of responsibility
13	for the workgroup; providing an effective date.
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