Florida House of Representatives - 2001

By the Fiscal Responsibility Council and Representatives Fasano, Ritter and Fiorentino

| 1 | A bill to be entitled |
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| 2 | An act relating to public medical assistance; |
| 3 | amending s. 395.701, F.S.; reducing the annual |
| 4 | assessment on hospital outpatient services to |
| 5 | fund public medical assistance; limiting the |
| 6 | financial information that may be required to |
| 7 | determine the amount of the assessment; |
| 8 | amending s. 395.7015, F.S.; reducing the annual |
| 9 | assessment on certain other health care |
| 10 | entities to fund public medical assistance; |
| 11 | amending s. 395.7016, F.S.; providing for |
| 12 | annual appropriations to replace funds lost due |
| 13 | to such reductions; providing an effective |
| 14 | date. |
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| 16 | WHEREAS, the Legislature finds that the provision of |
| 17 | indigent care is a broad societal responsibility not to be |
| 18 | placed solely on those who provide or receive health care, and |
| 19 | WHEREAS, the Legislature finds that the current |
| 20 | economic conditions for health care entities are different |
| 21 | than when the assessment on hospitals was instituted in 1984 |
| 22 | and the assessment on other health care entities was |
| 23 | instituted in 1991, and |
| 24 | WHEREAS, because these assessments place a great burden |
| 25 | on hospitals and other health care entities, it is the intent |
| 26 | of the Legislature by this act to provide relief to hospitals |
| 27 | and other health care entities, NOW, THEREFORE, |
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| 29 | Be It Enacted by the Legislature of the State of Florida: |
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Section 1. Paragraph (b) of subsection (2) of section 1 2 395.701, Florida Statutes, is amended to read: 3 395.701 Annual assessments on net operating revenues 4 for inpatient and outpatient services to fund public medical 5 assistance; administrative fines for failure to pay б assessments when due; exemption .--7 (2) 8 (b) There is imposed upon each hospital an assessment 9 in an amount equal to $0.5 \pm$ percent of the annual net operating revenue for outpatient services for each hospital, 10 11 such revenue to be determined by the agency, based on the 12 actual experience of the hospital as reported to the agency. 13 While prior year report worksheets may be reconciled to the 14 hospital's audited financial statements, no additional audited 15 financial components may be required for the purposes of 16 determining the amount of the assessment imposed pursuant to 17 this section other than those in effect on July 1, 2000. Within 6 months after the end of each hospital fiscal year, 18 19 the agency shall certify the amount of the assessment for each hospital. The assessment shall be payable to and collected by 20 the agency in equal quarterly amounts, on or before the first 21 22 day of each calendar quarter, beginning with the first full calendar quarter that occurs after the agency certifies the 23 amount of the assessment for each hospital. All moneys 24 25 collected pursuant to this subsection shall be deposited into 26 the Public Medical Assistance Trust Fund. 27 Section 2. Paragraph (a) of subsection (2) of section 28 395.7015, Florida Statutes, is amended to read: 395.7015 Annual assessment on health care entities .--29 (2) There is imposed an annual assessment against 30 31 certain health care entities as described in this section: 2

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1 (a) The assessment shall be equal to 0.5 \pm percent of 2 the annual net operating revenues of health care entities. The 3 assessment shall be payable to and collected by the agency. Assessments shall be based on annual net operating revenues 4 5 for the entity's most recently completed fiscal year as б provided in subsection (3). 7 Section 3. Section 395.7016, Florida Statutes, is 8 amended to read: 9 395.7016 Annual appropriation.--The Legislature shall appropriate each fiscal year from either the General Revenue 10 11 Fund or the Agency for Health Care Administration Tobacco 12 Settlement Trust Fund an amount sufficient to replace the 13 funds lost due to reduction by chapter 2000-256, Laws of 14 Florida, and by chapter 2001- , Laws of Florida, (this act) of the assessment on other health care entities under s. 15 16 395.7015, and the reduction by chapter 2000-256, Laws of 17 Florida, and by chapter 2001- , Laws of Florida, (this act) in the assessment on hospitals under s. 395.701, and to 18 19 maintain federal approval of the reduced amount of funds 20 deposited into the Public Medical Assistance Trust Fund under 21 s. 395.701, as state match for the state's Medicaid program. 22 Section 4. This act shall take effect July 1, 2001. 23 24 25 26 27 28 29 30 31

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