1 A bill to be entitled

An act relating to public medical assistance; amending s. 395.701, F.S.; removing the annual assessment on hospital outpatient services to fund public medical assistance; repealing s. 395.7015, F.S., which provides for an annual assessment on certain other health care entities to fund public medical assistance; amending s. 395.7016, F.S., which provides for annual appropriations to replace funds lost due to reductions made by ch. 2000-256, Laws of Florida, to remove reductions in the assessment under s. 395.7015, F.S.; providing an effective date.

Be It Enacted by the Legislature of the State of Florida:

2.2

Section 1. Subsection (2) of section 395.701, Florida Statutes, is amended to read:

395.701 Annual assessments on net operating revenues for inpatient and outpatient services to fund public medical assistance; administrative fines for failure to pay assessments when due; exemption.--

(2)(a) There is imposed upon each hospital an assessment in an amount equal to 1.5 percent of the annual net operating revenue for inpatient services for each hospital, such revenue to be determined by the agency, based on the actual experience of the hospital as reported to the agency. Within 6 months after the end of each hospital fiscal year, the agency shall certify the amount of the assessment for each hospital. The assessment shall be payable to and collected by

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the agency in equal quarterly amounts, on or before the first day of each calendar quarter, beginning with the first full calendar quarter that occurs after the agency certifies the amount of the assessment for each hospital. All moneys collected pursuant to this subsection shall be deposited into the Public Medical Assistance Trust Fund.

(b) There is imposed upon each hospital an assessment in an amount equal to 1 percent of the annual net operating revenue for outpatient services for each hospital, such revenue to be determined by the agency, based on the actual experience of the hospital as reported to the agency. While prior year report worksheets may be reconciled to the hospital's audited financial statements, no additional audited financial components may be required for the purposes of determining the amount of the assessment imposed pursuant to this section other than those in effect on July 1, 2000. Within 6 months after the end of each hospital fiscal year, the agency shall certify the amount of the assessment for each hospital. The assessment shall be payable to and collected by the agency in equal quarterly amounts, on or before the first day of each calendar quarter, beginning with the first full calendar quarter that occurs after the agency certifies the amount of the assessment for each hospital. All moneys collected pursuant to this subsection shall be deposited into the Public Medical Assistance Trust Fund.

Section 2. <u>Section 395.7015</u>, Florida Statutes, is repealed.

Section 3. Section 395.7016, Florida Statutes, is amended to read:

395.7016 Annual appropriation.--The Legislature shall appropriate each fiscal year from either the General Revenue

Fund or the Agency for Health Care Administration Tobacco Settlement Trust Fund an amount sufficient to replace the funds lost due to reduction by chapter 2000-256, Laws of Florida, of the assessment on other health care entities under s. 395.7015, and the reduction by chapter 2000-256 in the assessment on hospitals under s. 395.701, and to maintain federal approval of the reduced amount of funds deposited into the Public Medical Assistance Trust Fund under s. 395.701, as state match for the state's Medicaid program.

Section 4. This act shall take effect upon becoming a law.

14 HOUSE SUMMARY

Removes the annual assessments on hospital outpatient services and certain other health care entities to fund public medical assistance.