By the Committee on Health, Aging, and Long-Term Care; and Senators Wasserman Schultz, Siplin, Wilson, Margolis, Argenziano, Dawson, Hill and Diaz de la Portilla

317-2402-03

1 A bill to be entitled An act relating to nursing homes; requiring an 2 3 increase in wages and benefits of specified 4 nursing home staff; providing for the use of 5 wage or benefit funds; requiring the Agency for 6 Health Care Administration to monitor 7 compliance with the act; providing an exception; providing an effective date. 8 9 Be It Enacted by the Legislature of the State of Florida: 10 11 12 Section 1. (1) The Agency for Health Care Administration shall require that all nursing homes increase 13 wages, benefits, or a combination thereof, excluding bonuses, 14 by an amount computed by multiplying \$1 by each hour worked by 15 all hourly staff. The provisions of this subsection do not 16 17 include those individuals disclosed as required by sections 400.071(2)(b), 400.071(2)(d), 400.141(1), 400.141(2), 18 19 400.141(3), 400.141(4), Florida Statutes. The hours worked by 20 hourly staff shall include hours worked by leased staff or similar arrangements wherein the majority of hours worked at 21 22 the facility are provided by the leased staff. The hours shall not include hours worked by agency, temporary, pool, 23 contracted, or home office staff that are not regularly 24 25 scheduled at the facility. 26 The wage or benefit funds may be used to provide (2) new or improved benefits or to defray the costs to employees 27 2.8 of benefits, such as lower premiums for health insurance. 29 Funds may not be used to defray the increased costs to 30 facilities of existing benefits, such as premium increases paid by facilities for health insurance.

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CODING: Words stricken are deletions; words underlined are additions.

- (3) The increase in wages, benefits, or a combination thereof shall be considered an allowable cost for Medicaid cost report purposes, but shall not be subject to the interim rate provisions of the Title XIX Long-Term Care Reimbursement Plan.
- (4) The agency shall develop systems for the application and monitoring of the wage or benefit funds. The increase in wages, benefits, or a combination thereof shall be computed by comparing the total of these wages and benefits to the total of wages and benefits paid during the period July 1, 2002, through June 30, 2003. The agency shall monitor future compliance with this provision by a reconciliation-of-benefits schedule to be submitted with all Medicaid cost reports ending on or after July 31, 2003.
- (5) Nursing homes that, as of the effective date of this act, offer health insurance benefits to all staff members which cover employees and dependents with an employer contribution of at least 80 percent of the total premium cost shall be exempt from the provisions of this act. To qualify for this exemption, nursing homes must continue to provide health insurance plans that are substantially similar to the coverage in place as of the effective date of this act.
- (6) The increase in wages, benefits, or a combination thereof shall become effective July 1, 2003, and shall not be rescinded at any time by the nursing home operator, future operator, management company, or staff leasing entity. This section shall not be interpreted to require any wage or benefit increases in addition to those that take effect on July 1, 2003.
 - Section 2. This act shall take effect July 1, 2003.

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STATEMENT OF SUBSTANTIAL CHANGES CONTAINED IN COMMITTEE SUBSTITUTE FOR
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                                                                                                      Senate Bill 2096
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              The Committee Substitute does not require a wage and benefit pass through, but rather requires nursing homes to increase wages, benefits, or a combination thereof by an amount equal to one dollar for each hour worked by hourly staff. The increased wage or benefit funds must be used to improve employee benefits or lower the employees' cost for premiums. A nursing home that provides health insurance benefits to all staff and their dependents and covers at least 80 percent of
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              staff and their dependents and covers at least 80 percent of
the total premium cost will be exempt from the requirements of
the bill. The Agency for Health Care Administration must
monitor the program. The increase is a one-time increase that
may not be rescinded by the nursing home at any time.
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