34 - 73 - 04

A bill to be entitled 1 2 An act relating to nursing homes; requiring an increase in wages and benefits for specified 3 4 nursing home staff; providing for the use of 5 wage or benefit funds; requiring the Agency for Health Care Administration to monitor 6 7 compliance with the act; providing an exception; providing an effective date. 8 9 10 Be It Enacted by the Legislature of the State of Florida: 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. This subsection does not apply to 16 17 individuals disclosed as required by sections 400.071(2)(b), 400.071(2)(d), 400.141(1), 400.141(2), 400.141(3), and 18 19 400.141(4), Florida Statutes. The hours worked by hourly staff 20 include hours worked by leased staff or similar arrangements 21 where the majority of hours worked at the facility are 22 provided by the leased staff. The hours do not include hours worked by agency, temporary, pool, contracted, or home office 23 staff that are not regularly scheduled at the facility. 24 25 (2) The wage or benefit funds may be used to provide new or improved benefits or to defray the costs to employees 26 27 of benefits, such as lower premiums for health insurance. 28 Funds may not be used to defray the increased costs to facilities of existing benefits, such as premium increases 29 30 paid by facilities for health insurance. 31

- (3) The increase in wages or benefits is an allowable cost for Medicaid cost-report purposes, but is not subject to the interim rate provisions of the Title XIX Long-Term Care Reimbursement Plan.
- application and monitoring of the wage or benefit funds. The increase in wages or benefits shall be computed by comparing the total of such wages and benefits to the total of wages and benefits paid during the period from July 1, 2003, through June 30, 2004. 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, 2004.
- (5) Nursing homes that, as of July, 2004, 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 are exempt from 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 on July 1, 2004.
- (6) The increase in wages or benefits is effective July 1, 2004, and may not be rescinded by the nursing home operator, future operator, management company, or staff leasing entity. This section does not require any wage or benefit increases in addition to those that take effect on July 1, 2004.

Section 2. This act shall take effect July 1, 2004.

SENATE SUMMARY Requires nursing homes to increase wages, benefits, or a combination thereof by an amount equal to \$1 for each hour worked by hourly staff. Requires that the increased wage or benefit funds 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 the total premium cost is exempt from the requirements of the act. Requires the Agency for Health Care Administration to monitor the program. Provides that the increase is a one-time increase that may not be rescinded by the nursing home.