## Florida Senate - 2005

CS for CS for SB 662

By the Committees on Governmental Oversight and Productivity; Community Affairs; and Senator Clary

585-2192-05

1	A bill to be entitled
2	An act relating to hospitals; creating a
3	commission to study the effect of the 2004
4	hurricane season on certain hospitals and
5	identify hospitals unable to comply with the
6	Florida Building Code or located in flood-prone
7	areas; providing for membership, reimbursement,
8	and duties of the study commission; requiring
9	the Department of Community Affairs to provide
10	staff for the study commission; requiring the
11	commission to submit a report and
12	recommendations to the Governor and the
13	Legislature; creating a
14	high-deductible-health-insurance plan study
15	group; specifying membership; requiring the
16	study group to investigate certain issues
17	relating to high-deductible health insurance
18	plans; requiring the group to meet and submit
19	recommendations to the Governor and
20	Legislature; directing the Office of Program
21	Policy Analysis and Government Accountability
22	to conduct a study to evaluate whether the
23	State of Florida should join the Nurse
24	Licensure Compact; providing an effective date.
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26	WHEREAS, the state of Florida experienced four major
27	hurricanes during 2004, and
28	WHEREAS, the state recognizes the importance of
29	maintaining a system of hospitals throughout the state to
30	ensure that the underserved population has access to hospitals
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1 when the need arises and acknowledges that these hospitals 2 serve a critical state purpose in providing this care, and WHEREAS, it is an important state interest to ensure 3 4 that these hospitals continue to provide health care services to the state's underserved populations, and 5 6 WHEREAS, many hospitals and health care facilities 7 sustained significant structural damage to their facilities in 8 2004, and WHEREAS, hospitals that provide the majority of 9 safety-net care for indigent and charity cases were forced to 10 operate in facilities that were not structurally sound, and 11 12 WHEREAS, these hospitals do not have the ability to 13 care for patients at alternative sites during natural 14 disasters, and WHEREAS, these hospitals do not have the capital needed 15 to invest in the significant infrastructure costs associated 16 17 with hurricane damage, and WHEREAS, these hospitals have been in existence for 18 many years and have become geographically place-bound, with 19 little opportunity to expand beyond their current property 20 21 lines, NOW, THEREFORE, 22 23 Be It Enacted by the Legislature of the State of Florida: 2.4 Section 1. (1) STUDY COMMISSION. -- There is created a 25 26 study commission to address critical issues relating to 27 hospitals serving indigent populations and licensed under 2.8 chapter 395, Florida Statutes, which sustained significant damage to their facilities during the 2004 hurricane season. 29 30 (2) SUBJECT OF STUDY.--(a) The commission shall identify: 31

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1 1. All hospitals that are currently not able to comply 2 with the provisions of the Florida Building Code as defined in chapter 553, Florida Statutes, and any associated 3 4 administrative rules; 5 2. Hospitals that are located within 10 miles of the 6 coastline; and 7 3. Hospitals that are located in a designated flood 8 zone. 9 (b) The study commission shall make recommendations 10 for allowing these hospitals to find alternative methods of renovating their existing facility in order to meet the 11 12 requirements of the Florida Building Code. The commission 13 shall review all alternatives that could be made available to those hospitals when renovation is not financially practicable 14 or structurally feasible. The commission shall review existing 15 16 laws and agency rules and recommend needed changes to address 17 these issues. 18 (3) REPORT.--The commission shall meet by September 1, 2005, and shall submit recommendations, including 19 20 recommendations for statutory changes, to the Governor, the 21 President of the Senate, and the Speaker of the House of Representatives by January 1, 2006. Such recommendations shall 2.2 23 also include an evaluation of whether grant funds should be made available to assist hospitals with the cost of 2.4 reconstructing existing facilities. 25 (4) MEMBERSHIP. -- The study commission shall be staffed 26 27 by the Department of Community Affairs and shall include: 2.8 (a) The Secretary of Community Affairs, or his or her 29 <u>designee;</u> 30 (b) The Director of the Division of Emergency Management, or his or her designee; 31

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1 (c) The Secretary of Health Care Administration, or 2 his or her designee; 3 (d) Four representatives of hospitals from regions of 4 the state where hospitals experienced significant hurricane 5 damage during 2004, with two members appointed by the 6 President of the Senate and two members appointed by the 7 Speaker of the House of Representatives; 8 (e) The Secretary of Health, or his or her designee; 9 and 10 (f) A director of county emergency management, selected by the Florida Emergency Preparedness Association. 11 12 (5) REIMBURSEMENT.--Members of the study commission shall serve without remuneration, but are entitled to 13 reimbursement in accordance with section 112.061, Florida 14 Statutes, for per diem and travel expenses incurred in 15 performing their duties in accordance with this section. 16 17 Section 2. (1) An 11-member 18 high-deductible-health-insurance plan study group is created, to be composed of: 19 (a) Three representatives of employers offering 20 21 high-deductible health plans to their employees, one of whom 2.2 shall be a small employer as defined in section 627.6699, 23 Florida Statutes, who shall be appointed by the Florida Chamber of Commerce. 2.4 (b) Three representatives of commercial health plans, 25 to be appointed by the Florida Insurance Council. 26 27 (c) Three representatives of hospitals, to be 2.8 appointed by the Florida Hospital Association. (d) The Secretary of the Health Care Administration, 29 30 who shall serve as co-chair. 31

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1 (e) The Director of the Office of Insurance 2 Regulation, who shall serve as co-chair. 3 (2) The study group shall study the following issues 4 related to high-deductible health insurance plans, including, 5 but not limited to, health savings accounts and health 6 reimbursement arrangements: 7 (a) The impact of high deductibles on access to health 8 care services and pharmaceutical benefits. 9 (b) The impact of high deductibles on utilization of 10 health care services and overutilization of health care 11 services. 12 (c) The impact on hospitals' inability to collect 13 deductibles and copayments. (d) The ability of hospitals and insureds to 14 determine, prior to service delivery, the level of deductible 15 and copayment required of the insured. 16 17 (e) Methods to assist hospitals and insureds in 18 determining prior to service delivery the status of the 19 insured in meeting annual deductible requirements and any subsequent copayments. 2.0 21 (f) Methods to assist hospitals in the collection of deductibles and copayments, including electronic payments. 2.2 23 (q) Alternative approaches to the collection of deductibles and copayments when either the amounts of patient 2.4 financial responsibility are unknown in advance or there are 25 no funds electronically available from the patient to pay for 26 27 the deductible and any associated copayment. 2.8 (3) The study group shall also study the following issues in addition to those specified in subsection (2): 29 30 (a) The assignment of benefits attestations and contract provisions that nullify the attestations of insureds. 31

1 (b) The standardization of insured or subscriber 2 identification cards. (c) The standardization of claim edits or ensuring 3 4 that claim edits comply with nationally recognized editing 5 quidelines. б (4) The study group shall meet by August 1, 2005, and 7 shall submit recommendations to the Governor, the President of 8 the Senate, and the Speaker of the House of Representatives by January 1, 2006. 9 10 Section 3. The Office of Program Policy Analysis and Government Accountability (OPPAGA) shall conduct a study to 11 12 evaluate whether the State of Florida should join the Nurse 13 Licensure Compact. The study's scope shall include, but not be limited to, identifying the potential impact on the state's 14 nursing shortage, benefits to the state, implementation 15 barriers, and any fiscal impact. OPPAGA shall submit a report 16 17 to the President of the Senate and the Speaker of the House of 18 Representatives by February 1, 2006. Section 4. This act shall take effect upon becoming a 19 20 law. 21 22 STATEMENT OF SUBSTANTIAL CHANGES CONTAINED IN COMMITTEE SUBSTITUTE FOR 23 CS/SB 662 2.4 CS for CS for SB 662 creates an additional eleven-member 25 high-deductible-health-insurance study group and corrects a provision in the bill title to reflect that the study group's 26 duties extend to all hospitals. 27 28 29 30 31