| 1 | A bill to be entitled |
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| 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; requiring the Office of |
| 25 | Program Policy Analysis and Government |
| 26 | Accountability to submit a report relating to |
| 27 | hospice care; providing issues to be addressed |
| 28 | in the report; requiring a report to the |
| 29 | Legislative Budget Commission; providing an |
| 30 | effective date. |
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| 1 | WHEREAS, the state of Florida experienced four major |
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| 2 | hurricanes during 2004, and |
| 3 | WHEREAS, the state recognizes the importance of |
| 4 | maintaining a system of hospitals throughout the state to |
| 5 | ensure that the underserved population has access to hospitals |
| 6 | when the need arises and acknowledges that these hospitals |
| 7 | serve a critical state purpose in providing this care, and |
| 8 | WHEREAS, it is an important state interest to ensure |
| 9 | that these hospitals continue to provide health care services |
| 10 | to the state's underserved populations, and |
| 11 | WHEREAS, many hospitals and health care facilities |
| 12 | sustained significant structural damage to their facilities in |
| 13 | 2004, and |
| 14 | WHEREAS, hospitals that provide the majority of |
| 15 | safety-net care for indigent and charity cases were forced to |
| 16 | operate in facilities that were not structurally sound, and |
| 17 | WHEREAS, these hospitals do not have the ability to |
| 18 | care for patients at alternative sites during natural |
| 19 | disasters, and |
| 20 | WHEREAS, these hospitals do not have the capital needed |
| 21 | to invest in the significant infrastructure costs associated |
| 22 | with hurricane damage, and |
| 23 | WHEREAS, these hospitals have been in existence for |
| 24 | many years and have become geographically place-bound, with |
| 25 | little opportunity to expand beyond their current property |
| 26 | lines, NOW, THEREFORE, |
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| 28 | Be It Enacted by the Legislature of the State of Florida: |
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| 30 | Section 1. (1) STUDY COMMISSION There is created a |
| 2 1 | study commission to address stitual issues relating to |

| 1 | hospitals serving indigent populations and licensed under |
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| 2 | chapter 395, Florida Statutes, which sustained significant |
| 3 | damage to their facilities during the 2004 hurricane season. |
| 4 | (2) SUBJECT OF STUDY |
| 5 | (a) The commission shall identify: |
| 6 | 1. All hospitals that are currently not able to comply |
| 7 | with the provisions of the Florida Building Code as defined in |
| 8 | chapter 553, Florida Statutes, and any associated |
| 9 | administrative rules; |
| 10 | 2. Hospitals that are located within 10 miles of the |
| 11 | coastline; and |
| 12 | 3. Hospitals that are located in a designated flood |
| 13 | zone. |
| 14 | (b) The study commission shall make recommendations |
| 15 | for allowing these hospitals to find alternative methods of |
| 16 | renovating their existing facility in order to meet the |
| 17 | requirements of the Florida Building Code. The commission |
| 18 | shall review all alternatives that could be made available to |
| 19 | those hospitals when renovation is not financially practicable |
| 20 | or structurally feasible. The commission shall review existing |
| 21 | laws and agency rules and recommend needed changes to address |
| 22 | these issues. |
| 23 | (3) REPORT The commission shall meet by September 1, |
| 24 | 2005, and shall submit recommendations, including |
| 25 | recommendations for statutory changes, to the Governor, the |
| 26 | President of the Senate, and the Speaker of the House of |
| 27 | Representatives by January 1, 2006. Such recommendations shall |
| 28 | also include an evaluation of whether grant funds should be |
| 29 | made available to assist hospitals with the cost of |
| 30 | reconstructing existing facilities. |
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| 1 | (4) MEMBERSHIP The study commission shall be staffed |
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| 2 | by the Department of Community Affairs and shall include: |
| 3 | (a) The Secretary of Community Affairs, or his or her |
| 4 | designee; |
| 5 | (b) The Director of the Division of Emergency |
| 6 | Management, or his or her designee; |
| 7 | (c) The Secretary of Health Care Administration, or |
| 8 | his or her designee; |
| 9 | (d) Four representatives of hospitals from regions of |
| 10 | the state where hospitals experienced significant hurricane |
| 11 | damage during 2004, with two members appointed by the |
| 12 | President of the Senate and two members appointed by the |
| 13 | Speaker of the House of Representatives; |
| 14 | (e) The Secretary of Health, or his or her designee; |
| 15 | <u>and</u> |
| 16 | (f) A director of county emergency management, |
| 17 | selected by the Florida Emergency Preparedness Association. |
| 18 | (5) REIMBURSEMENTMembers of the study commission |
| 19 | shall serve without remuneration, but are entitled to |
| 20 | reimbursement in accordance with section 112.061, Florida |
| 21 | Statutes, for per diem and travel expenses incurred in |
| 22 | performing their duties in accordance with this section. |
| 23 | Section 2. (1) A 13-member |
| 24 | high-deductible-health-insurance plan study group is created, |
| 25 | to be composed of: |
| 26 | (a) Three representatives of employers offering |
| 27 | high-deductible health plans to their employees, one of whom |
| 28 | shall be a small employer as defined in section 627.6699, |
| 29 | Florida Statutes, who shall be appointed by the Florida |
| 30 | Chamber of Commerce. |
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| 1 | (b) Three representatives of commercial health plans, |
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| 2 | to be appointed by America's Health Insurance Plans. |
| 3 | (c) Three representatives of hospitals, to be |
| 4 | appointed by the Florida Hospital Association. |
| 5 | (d) Two physician representatives, one to be appointed |
| 6 | by the Florida Medical Association and one to be appointed by |
| 7 | the Florida Osteopathic Medical Association. |
| 8 | (e) The Secretary of the Health Care Administration, |
| 9 | who shall serve as co-chair. |
| 10 | (f) The Director of the Office of Insurance Regulation |
| 11 | or his or her designee, who shall serve as co-chair. |
| 12 | (2) The study group shall study the following issues |
| 13 | related to high-deductible health insurance plans, including, |
| 14 | but not limited to, health savings accounts and health |
| 15 | reimbursement arrangements: |
| 16 | (a) The impact of high deductibles on access to health |
| 17 | care services and pharmaceutical benefits. |
| 18 | (b) The impact of high deductibles on utilization of |
| 19 | health care services and overutilization of health care |
| 20 | services. |
| 21 | (c) The impact on hospitals' and physicians' inability |
| 22 | to collect deductibles and copayments. |
| 23 | (d) The ability of hospitals, physicians, and insureds |
| 24 | to determine, prior to service delivery, the level of |
| 25 | deductible and copayment required of the insured. |
| 26 | (e) Methods to assist hospitals, physicians, and |
| 27 | insureds in determining prior to service delivery the status |
| 28 | of the insured in meeting annual deductible requirements and |
| 29 | any subsequent copayments. |
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| 1 | (f) Methods to assist hospitals and physicians in the |
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| 2 | collection of deductibles and copayments, including electronic |
| 3 | payments. |
| 4 | (q) Alternative approaches to the collection of |
| 5 | deductibles and copayments when either the amounts of patient |
| 6 | financial responsibility are unknown in advance or there are |
| 7 | no funds electronically available from the patient to pay for |
| 8 | the deductible and any associated copayment. |
| 9 | (3) The study group shall also study the following |
| 10 | issues in addition to those specified in subsection (2): |
| 11 | (a) The assignment of benefits attestations and |
| 12 | contract provisions that nullify the attestations of insureds. |
| 13 | (b) The standardization of insured or subscriber |
| 14 | identification cards. |
| 15 | (c) The standardization of claim edits or ensuring |
| 16 | that claim edits comply with nationally recognized editing |
| 17 | quidelines. |
| 18 | (d) The provision of comparative-cost information to |
| 19 | insureds and subscribers before service delivery. |
| 20 | (4) The study group shall meet by August 1, 2005, and |
| 21 | shall submit recommendations to the Governor, the President of |
| 22 | the Senate, and the Speaker of the House of Representatives by |
| 23 | <u>January 1, 2006.</u> |
| 24 | Section 3. The Office of Program Policy Analysis and |
| 25 | Government Accountability (OPPAGA) shall conduct a study to |
| 26 | evaluate whether the State of Florida should join the Nurse |
| 27 | Licensure Compact. The study's scope shall include, but not be |
| 28 | limited to, identifying the potential impact on the state's |
| 29 | nursing shortage, benefits to the state, implementation |
| 30 | barriers, and any fiscal impact. OPPAGA shall submit a report |
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| 1 | to the President of the Senate and the Speaker of the House of |
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| 2 | Representatives by February 1, 2006. |
| 3 | Section 4. No later than January 1, 2006, the Office |
| 4 | of Program Policy Analysis and Government Accountability, in |
| 5 | consultation with the Agency for Health Care Administration, |
| 6 | shall submit a report to the Legislature analyzing the impact |
| 7 | of hospices on the delivery of care to terminally ill |
| 8 | patients. The Office of Program Policy Analysis and Government |
| 9 | Accountability shall consult with appropriate legislative |
| 10 | committees to identify issues to address from among the |
| 11 | following: |
| 12 | (1) A comprehensive statistical analysis of hospice |
| 13 | care in this state from January 1, 1999, to June 30, 2005. |
| 14 | (2) A comprehensive analysis of the scope of services |
| 15 | provided by hospices in this state and a comparison of those |
| 16 | services to the minimum service requirements of Medicare and |
| 17 | Medicaid. |
| 18 | (3) An analysis of hospice service areas and |
| 19 | penetration rates of hospice services by hospice service area, |
| 20 | including a discussion of reasons for the existence of |
| 21 | regional monopolies. |
| 22 | (4) An analysis of the services provided to and |
| 23 | quality of care experienced by patients of for-profit hospices |
| 24 | in this state and other states. |
| 25 | (5) An analysis of potential changes in the |
| 26 | competitive marketplace in this state which may be produced by |
| 27 | the introduction of additional for-profit hospices. |
| 28 | (6) An analysis of the effect that the presence of |
| 29 | for-profit hospices has had on hospice service delivery and |
| 30 | quality in other states. |
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| 1 | (7) The projected cost of an introduction of |
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| 2 | additional for-profit hospices in this state to the Medicaid |
| 3 | program. |
| 4 | (8) Any other relevant information. |
| 5 | Section 5. The study commission created in this act to |
| 6 | address the effects of the 2004 hurricane season on certain |
| 7 | hospitals must submit a report to the Legislative Budget |
| 8 | Commission by December 1, 2005, regarding the types of |
| 9 | structural damage caused by hurricanes in 2004 to |
| 10 | not-for-profit hospitals' facilities and the cost of each type |
| 11 | of damage suffered by each facility. |
| 12 | Section 6. This act shall take effect upon becoming a |
| 13 | law. |
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