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(1)

A bill to be entitled An act relating to certificates of need; transferring, renumbering, and amending s. 651.1185, F.S.; extending the moratorium on certificates of need for additional community nursing home beds until July 1, 2011; specifying nonapplication of a moratorium for the addition of nursing home beds in certain specified facilities; providing requirements and limitations; providing for repeal upon expiration of the moratorium; amending s. 408.040, F.S.; authorizing nursing homes in certain counties to request a reduction in their annual Medicaid patient days; requiring the Agency for Health Care Administration to automatically grant such a request if the nursing home meets certain conditions; providing for future repeal; providing an effective date. Be It Enacted by the Legislature of the State of Florida: Section 1. Section 651.1185, Florida Statutes, is transferred, renumbered as section 408.0435, Florida Statutes, and amended to read: 408.0435 651.1185 Moratorium on nursing home certificates of need. --Notwithstanding the establishment of need as provided for in this chapter 408, a no certificate of need for additional community nursing home beds may not shall be approved by the agency until July 1, 2011 2006.

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28 The Legislature finds that the continued growth in the (2) 29 Medicaid budget for nursing home care has constrained the ability of the state to meet the needs of its elderly residents 30 through the use of less restrictive and less institutional 31 32 methods of long-term care. It is therefore the intent of the 33 Legislature to limit the increase in Medicaid nursing home expenditures in order to provide funds to invest in long-term 34 care that is community-based and provides supportive services in 35 a manner that is both more cost-effective and more in keeping 36 with the wishes of the elderly residents of this state. 37

38 (3) This moratorium on certificates of need shall not 39 apply to sheltered nursing home beds in a continuing care 40 retirement community certified by the former Department of 41 Insurance or by the Office of Insurance Regulation pursuant to 42 chapter 651.

(4) (a) The moratorium on certificates of need does not apply and a certificate of need for additional community nursing home beds may be approved for a county that meets the following circumstances:

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1. The county has no community nursing home beds; and

2. The lack of community nursing home beds occurs because
all nursing home beds in the county that were licensed on July
1, 2001, have subsequently closed.

51 (b) The certificate-of-need review for such circumstances 52 shall be subject to the comparative review process consistent 53 with the provisions of s. 408.039, and the number of beds may

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54 not exceed the number of beds lost by the county after July 1, 55 2001.

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57 This subsection shall be repealed upon the expiration of the 58 moratorium established in subsection (1).

59 (5)The moratorium on certificates of need does not apply for the addition of nursing home beds licensed under chapter 400 60 to a nursing home located in a county having up to 50,000 61 residents, in a number not exceeding 10 total beds or 10 percent 62 of the number of beds licensed in the facility being expanded, 63 whichever is greater. In addition to any other documentation 64 65 required by the agency, a request submitted under this 66 subsection must:

(a) Certify that the facility has not had any class I or
class II deficiencies within the 30 months preceding the request
for addition.

(b) Certify that the prior 12-month average occupancy rate for the nursing home beds at the facility meets or exceeds 94 percent and the facility had not had any class I or class II deficiencies since its initial licensure.

(c) For a facility that has been licensed for less than 24 months, certify that the prior 6-month average occupancy rate for the nursing home beds at the facility meets or exceeds 94 percent and that the facility has not had any class I or class II deficiencies since its initial licensure.

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80 This subsection shall be repealed upon the expiration of the 81 moratorium established in subsection (1). 82 The moratorium on certificates of need does not apply (6) for the addition of nursing home beds licensed under chapter 400 83 in a number not exceeding 10 total beds or 10 percent of the 84 85 number of beds licensed in the facility being expanded, whichever is greater, if the facility meets the requirements of 86 87 paragraph (a). (a) In addition to any other documentation required by the 88 agency, a request for the addition of beds under this subsection 89 90 must certify that: The facility has not had any class I or class II 91 1. 92 deficiencies within the 30 months preceding the request for 93 addition; 2. The prior 12-month average occupancy rate for the 94 nursing home beds at the facility meets or exceeds 96 percent; 95 96 3. The occupancy rate for nursing home beds in the 97 subdistrict is 94 percent or greater; and 98 4. Any beds authorized for the facility under this 99 subsection before the date of the current request for additional 100 beds have been licensed and operational for at least 12 months. A nursing home may request additional beds under this 101 (b) 102 subsection as an exemption from the provisions of s. 408.036(1). 103 The timeframes and monitoring process specified in s. 408.040(2)(a)-(c) apply to any exemption issued under this 104 105 subsection.

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106 The agency shall count beds authorized under this (C) 107 subsection as approved beds in the published inventory of 108 nursing home beds until the beds are licensed. 109 This subsection shall be repealed upon the expiration of the 110 111 moratorium established in subsection (1). Section 2. Paragraph (d) of subsection (1) of section 112 408.040, Florida Statutes, is redesignated as paragraph (e), and 113 114 a new paragraph (d) is added to that subsection to read: 408.040 Conditions and monitoring.--115 116 (1)If a nursing home is located in a county in which a 117 (d) 118 long-term care community diversion pilot project has been 119 implemented under s. 430.705 or in a county in which an integrated, fixed-payment delivery system for Medicaid 120 recipients who are 60 years of age or older has been implemented 121 under s. 409.912(5), the nursing home may request a reduction in 122 the percentage of annual patient days used by residents who are 123 124 eligible for care under Title XIX of the Social Security Act, 125 which is a condition of the nursing home's certificate of need. 126 The agency shall automatically grant the nursing home's request 127 if the reduction is not more than 15 percent of the nursing 128 home's annual Medicaid-patient-days condition. A nursing home may submit only one request every 2 years for an automatic 129 reduction. A requesting nursing home must notify the agency in 130 131 writing at least 60 days in advance of its intent to reduce its annual Medicaid-patient-days condition by not more than 15 132

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- 134 must change its records to reflect the revised certificate-of-
- 135 need condition. This paragraph expires June 30, 2011.
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Section 3. This act shall take effect upon becoming a law.

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