Bill No. CS for SB 12-C

Barcode 540578

CHAMBER ACTION

| | CHAMBER ACTION <u>Senate</u> <u>House</u> |
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| 3 | Floor: 1/AD/2R . 10/05/2007 09:54 AM . |
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| 11 | Senator Peaden moved the following amendment: |
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| 13 | Senate Amendment (with title amendment) |
| 14 | On page 6, between lines 12 and 13, |
| 15 | |
| 16 | insert: |
| 17 | Section 4. Paragraph (b) of subsection (2) and |
| 18 | paragraph (d) of subsection (13) of section 409.908, Florida |
| 19 | Statutes, are amended to read: |
| 20 | 409.908 Reimbursement of Medicaid providersSubject |
| 21 | to specific appropriations, the agency shall reimburse |
| 22 | Medicaid providers, in accordance with state and federal law, |
| 23 | according to methodologies set forth in the rules of the |
| 24 | agency and in policy manuals and handbooks incorporated by |
| 25 | reference therein. These methodologies may include fee |
| 26 | schedules, reimbursement methods based on cost reporting, |
| 27 | negotiated fees, competitive bidding pursuant to s. 287.057, |
| 28 | and other mechanisms the agency considers efficient and |
| 29 | effective for purchasing services or goods on behalf of |
| 30 | recipients. If a provider is reimbursed based on cost |
| 31 | reporting and submits a cost report late and that cost report |
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would have been used to set a lower reimbursement rate for a rate semester, then the provider's rate for that semester 2 shall be retroactively calculated using the new cost report, 3 and full payment at the recalculated rate shall be effected retroactively. Medicare-granted extensions for filing cost 5 reports, if applicable, shall also apply to Medicaid cost 7 reports. Payment for Medicaid compensable services made on behalf of Medicaid eligible persons is subject to the 8 availability of moneys and any limitations or directions 10 provided for in the General Appropriations Act or chapter 216. 11 Further, nothing in this section shall be construed to prevent or limit the agency from adjusting fees, reimbursement rates, 12 13 lengths of stay, number of visits, or number of services, or making any other adjustments necessary to comply with the 14 15 availability of moneys and any limitations or directions 16 provided for in the General Appropriations Act, provided the adjustment is consistent with legislative intent. 17

(2)

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(b) Subject to any limitations or directions provided for in the General Appropriations Act, the agency shall establish and implement a Florida Title XIX Long-Term Care Reimbursement Plan (Medicaid) for nursing home care in order to provide care and services in conformance with the applicable state and federal laws, rules, regulations, and quality and safety standards and to ensure that individuals eligible for medical assistance have reasonable geographic access to such care.

1. Changes of ownership or of licensed operator may or may not qualify for increases in reimbursement rates

associated with the change of ownership or of licensed

operator. The agency may amend the Title XIX Long Term Care

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Reimbursement Plan to provide that the initial nursing home reimbursement rates, for the operating, patient care, and MAR components, associated with related and unrelated party changes of ownership or licensed operator filed on or after September 1, 2001, are equivalent to the previous owner's reimbursement rate.

1.2. The agency shall amend the long-term care reimbursement plan and cost reporting system to create direct care and indirect care subcomponents of the patient care component of the per diem rate. These two subcomponents together shall equal the patient care component of the per diem rate. Separate cost-based ceilings shall be calculated for each patient care subcomponent. The direct care subcomponent of the per diem rate shall be limited by the cost-based class ceiling, and the indirect care subcomponent may be limited by the lower of the cost-based class ceiling, the target rate class ceiling, or the individual provider target.

2.3. The direct care subcomponent shall include salaries and benefits of direct care staff providing nursing services including registered nurses, licensed practical nurses, and certified nursing assistants who deliver care directly to residents in the nursing home facility. This excludes nursing administration, minimum data set, and care plan coordinators, staff development, and staffing coordinator.

3.4. All other patient care costs shall be included in the indirect care cost subcomponent of the patient care per diem rate. There shall be no costs directly or indirectly allocated to the direct care subcomponent from a home office or management company.

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4.5. On July 1 of each year, the agency shall report to the Legislature direct and indirect care costs, including average direct and indirect care costs per resident per facility and direct care and indirect care salaries and benefits per category of staff member per facility. 5.6. In order to offset the cost of general and professional liability insurance, the agency shall amend the plan to allow for interim rate adjustments to reflect increases in the cost of general or professional liability

10 insurance for nursing homes. This provision shall be

11 implemented to the extent existing appropriations are

available. 12

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It is the intent of the Legislature that the reimbursement plan achieve the goal of providing access to health care for nursing home residents who require large amounts of care while encouraging diversion services as an alternative to nursing home care for residents who can be served within the community. The agency shall base the establishment of any maximum rate of payment, whether overall or component, on the available moneys as provided for in the General Appropriations Act. The agency may base the maximum rate of payment on the results of scientifically valid analysis and conclusions derived from objective statistical data pertinent to the particular maximum rate of payment.

(13) Medicare premiums for persons eligible for both Medicare and Medicaid coverage shall be paid at the rates established by Title XVIII of the Social Security Act. For Medicare services rendered to Medicaid-eligible persons, Medicaid shall pay Medicare deductibles and coinsurance as

31 follows:

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| 1 | (d) Notwithstanding paragraphs (a)-(c): |
|---|---|
| 2 | 1. Medicaid payments for Nursing Home Medicare part A |
| 3 | coinsurance shall be <u>limited to</u> the lesser of the Medicare |
| 4 | coinsurance amount or the Medicaid nursing home per diem rate |

5 less any amounts paid by Medicare, but only up to the amount

of Medicare coinsurance. The Medicaid per diem rate shall be

the rate in effect for the dates of service of the crossover

claims and may not be subsequently adjusted due to subsequent 8

9 per diem rate adjustments.

- 2. Medicaid shall pay all deductibles and coinsurance for Medicare-eligible recipients receiving freestanding end stage renal dialysis center services.
- 3. Medicaid payments for general hospital inpatient services shall be limited to the Medicare deductible per spell of illness. Medicaid shall make no payment toward coinsurance for Medicare general hospital inpatient services.
- 4. Medicaid shall pay all deductibles and coinsurance for Medicare emergency transportation services provided by ambulances licensed pursuant to chapter 401.

21 (Redesignate subsequent sections.)

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24 ======== T I T L E A M E N D M E N T ==========

And the title is amended as follows: 25

On page 1, line 13, after the semicolon,

insert: 28

29 amending s. 409.908, F.S.; deleting a provision 30 providing that an operator of a Medicaid nursing home may qualify for an increased 31

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| 1 | reimbursement rate due to a change of ownership |
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| 2 | or licensed operator; providing a limitation on |
| 3 | the reimbursement rates for Medicaid payments |
| 4 | to nursing homes; |
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