

CHAMBER ACTION

Senate House Comm: RCS 3/5/2008

The Committee on Health Regulation (Jones) recommended the following amendment:

Senate Amendment (with directory and title amendments)

Between line(s) 677 and 678 insert:

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409.906 Optional Medicaid services. -- Subject to specific appropriations, the agency may make payments for services which are optional to the state under Title XIX of the Social Security Act and are furnished by Medicaid providers to recipients who are determined to be eligible on the dates on which the services were provided. Any optional service that is provided shall be provided only when medically necessary and in accordance with state and federal law. Optional services rendered by providers in mobile units to Medicaid recipients may be restricted or

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prohibited by the agency. Nothing in this section shall be construed to prevent or limit the agency from adjusting fees, reimbursement rates, lengths of stay, number of visits, or number of services, or making any other adjustments necessary to comply with the availability of moneys and any limitations or directions provided for in the General Appropriations Act or chapter 216. If necessary to safeguard the state's systems of providing services to elderly and disabled persons and subject to the notice and review provisions of s. 216.177, the Governor may direct the Agency for Health Care Administration to amend the Medicaid state plan to delete the optional Medicaid service known as "Intermediate Care Facilities for the Developmentally Disabled." Optional services may include:

- (10) DURABLE MEDICAL EQUIPMENT. -- The agency may authorize and pay for certain durable medical equipment and supplies provided to a Medicaid recipient as medically necessary. As of January 1, 2009, the agency shall limit payment for durable medical equipment and supplies to providers who meet all of the criteria in this subsection.
- (a) Durable medical equipment and medical supply providers must be accredited by an Agency for Health Care Administration approved accreditation organization specifically designated as a durable medical equipment accrediting organization. The provider must be re-accredited periodically and shall be subject to unannounced reviews by the accrediting organization.
- (b) Durable medical equipment and medical supply providers must have a physical business location with durable medical equipment and medical supplies on site and must be readily

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available to the general public. The physical business location must meet the following criteria:

- 1. The location must maintain a substantial inventory that is readily available and sufficient to meet the needs of the durable medical equipment business location's customers;
- 2. The location must be clearly identified with signage that can be read from 20 feet away that readily identifies the business location as a business that furnishes durable medical equipment, medical supplies, or both;
- 3. The location must have a functional landline business phone;
- 4. The physical business location may not be located within or at the same numbered street address as another Medicaid-enrolled durable medical equipment and medical supply provider or an enrolled Medicaid pharmacy that is also enrolled as a durable medical equipment provider. A location within or at the same numbered street address includes unique suite or storefront numbers assigned by the U.S. Postal Service or the building's owner;
- 5. For out-of-state providers, the physical business location must be no more than fifty miles from the Florida state line. Exceptions may be made for manufacturers of a specific type of unique durable medical equipment that is not otherwise available from other durable medical equipment distributors or providers located within the state; and
- 6. Unless the provider is an out-of-state manufacturer business that is located more than fifty miles from the Florida state line and is excepted from sub-paragraph 5., the location

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must be easily accessible to the public during normal, scheduled, and posted business hours and must operate no less than five hours a day, and no less than five days a week, with the exception of scheduled and posted holidays.

- (c) Durable medical equipment and medical supply providers must obtain a \$50,000 surety bond for each provider location, up to a maximum of five bonds statewide or an aggregate bond of \$250,000 statewide as identified per Federal Employer Identification Number. Providers who qualify for a statewide or an aggregate bond must identify all of their locations in any Medicaid durable medical equipment and medical supply provider enrollment application or bond renewal. Each provider location's surety bond must be renewed annually and the provider must submit proof of renewal, even if the original bond is a continuous bond.
- (d) A level two background screening, as described in s. 435.04, is required as a condition of employment for provider staff in direct contact with and providing direct services to recipients of durable medical equipment and medical supplies in their homes. This requirement includes, but is not limited to, repair and service technicians, fitters and delivery staff.
- (e) The following providers are exempt from paragraphs (a) and (c) of this subsection:
- 1. A durable medical equipment and medical supply provider owned and operated by a governmental entity,
- 2. A durable medical equipment and medical supply provider that is operating within a pharmacy that is currently enrolled as a Medicaid pharmacy provider, and



3. An active Medicaid-enrolled orthopedic physician's group, primarily owned by physicians, that is providing only orthotic and prosthetic devices.

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(Redesignate subsequent sections.)

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===== D I R E C T O R Y C L A U S E A M E N D M E N T ===== And the directory clause is amended as follows: 108

between line(s) 677 and 678,

110 insert:

> Section (10). Subsection (10) of section 409.906, Florida Statutes, is amended to read:

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

And the title is amended as follows:

On line 50 after the semicolon, insert:

> amending s. 409.906, F.S.; requiring durable medical equipment providers enrolled in the Medicaid program to be

accredited and have a physical business location that meets specified conditions; providing for exceptions of

certain business location criteria; requiring a durable

medical equipment provider enrolled in the Medicaid

program to obtain a surety bond of a specified amount and

for certain staff to have a background screening;



providing for exemptions from accreditation and the surety 127 128 bond for specified durable medical equipment providers;