

LEGISLATIVE ACTION

| Senate              | • | House |
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| Floor: 1/RE/2R      | • |       |
| 02/23/2012 10:02 PM |   |       |
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Senator Negron moved the following:

Senate Amendment (with title amendment)

Delete everything after the enacting clause and insert:

5 Section 1. Section 383.15, Florida Statutes, is amended to 6 read:

7 383.15 Legislative intent; perinatal intensive care 8 services.—The Legislature finds and declares that many perinatal 9 diseases and disabilities have debilitating, costly, and often 10 fatal consequences if left untreated. Many of these debilitating 11 conditions could be prevented or ameliorated if services were 12 available to the public through a regional perinatal intensive 13 care centers program. Perinatal intensive care services are

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14 critical to the well-being and development of a healthy society and represent a constructive, cost-beneficial, and essential 15 investment in the future of our state. Therefore, it is the 16 intent of the Legislature to develop a regional perinatal 17 18 intensive care centers program. The Legislature further intends 19 that development of such a regional perinatal intensive care 20 centers program shall not reduce or dilute the current financial 21 commitment of the state, as indicated through appropriation, to 22 the existing regional perinatal intensive care centers. It is 23 also the intent of the Legislature that any additional centers 24 regional perinatal intensive care center authorized under s. 25 383.19 after July 1, 1993, shall not receive payments under a disproportionate share program for regional perinatal intensive 26 27 care centers authorized under chapter 409 s. 409.9112 unless 28 specific appropriations are provided to expand such payments to 29 additional hospitals. 30 Section 2. Paragraph (b) of subsection (6) of section 409.8132, Florida Statutes, is amended to read: 31 32 409.8132 Medikids program component.-33 (6) ELIGIBILITY.-(b) The provisions of s. 409.814 apply 409.814(3), (4), 34 35 (5), and (6) shall be applicable to the Medikids program. Section 3. Section 409.814, Florida Statutes, is amended to 36 37 read: 38 409.814 Eligibility.-A child who has not reached 19 years 39 of age whose family income is equal to or below 200 percent of 40 the federal poverty level is eligible for the Florida Kidcare

41 program as provided in this section. For enrollment in the
42 Children's Medical Services Network, a complete application

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43 includes the medical or behavioral health screening. If, 44 subsequently, an enrolled individual is determined to be 45 ineligible for coverage, he or she must <u>be</u> immediately <del>be</del> 46 disenrolled from the respective Florida Kidcare program 47 component.

(1) A child who is eligible for Medicaid coverage under s. 49 409.903 or s. 409.904 must be enrolled in Medicaid and is not 50 eligible to receive health benefits under any other health 51 benefits coverage authorized under the Florida Kidcare program.

(2) A child who is not eligible for Medicaid, but who is eligible for the Florida Kidcare program, may obtain health benefits coverage under any of the other components listed in s. 409.813 if such coverage is approved and available in the county in which the child resides.

(3) A Title XXI-funded child who is eligible for the Florida Kidcare program who is a child with special health care needs, as determined through a medical or behavioral screening instrument, is eligible for health benefits coverage from and shall be assigned to and may opt out of the Children's Medical Services Network.

(4) The following children are not eligible to receive Title XXI-funded premium assistance for health benefits coverage under the Florida Kidcare program, except under Medicaid if the child would have been eligible for Medicaid under s. 409.903 or s. 409.904 as of June 1, 1997:

68 (a) A child who is eligible for coverage under a state 69 health benefit plan on the basis of a family member's employment 70 with a public agency in the state.

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(a) (b) A child who is covered under a family member's group



72 health benefit plan or under other private or employer health 73 insurance coverage, if the cost of the child's participation is 74 not greater than 5 percent of the family's income. If a child is 75 otherwise eligible for a subsidy under the Florida Kidcare program and the cost of the child's participation in the family 76 member's health insurance benefit plan is greater than 5 percent 77 78 of the family's income, the child may enroll in the appropriate 79 subsidized Kidcare program.

80 <u>(b)</u> (c) A child who is seeking premium assistance for the 81 Florida Kidcare program through employer-sponsored group 82 coverage, if the child has been covered by the same employer's 83 group coverage during the 60 days <u>before the family submitted</u> 84 <del>prior to the family's submitting</del> an application for 85 determination of eligibility under the program.

86 <u>(c) (d)</u> A child who is an alien, but who does not meet the 87 definition of qualified alien, in the United States.

88 <u>(d) (e)</u> A child who is an inmate of a public institution or 89 a patient in an institution for mental diseases.

90 (e) (f) A child who is otherwise eligible for premium 91 assistance for the Florida Kidcare program and has had his or 92 her coverage in an employer-sponsored or private health benefit 93 plan voluntarily canceled in the last 60 days, except those 94 children whose coverage was voluntarily canceled for good cause, 95 including, but not limited to, the following circumstances:

96 1. The cost of participation in an employer-sponsored 97 health benefit plan is greater than 5 percent of the family's 98 income;

99 2. The parent lost a job that provided an employer-100 sponsored health benefit plan for children;

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| 101 | 3. The parent who had health benefits coverage for the                          |
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| 102 | child is deceased;  |
| 103 | 4. The child has a medical condition that, without medical                      |
| 104 | care, would cause serious disability, loss of function, or                      |
| 105 | death;  |
| 106 | 5. The employer of the parent canceled health benefits                          |
| 107 | coverage for children;  |
| 108 | 6. The child's health benefits coverage ended because the                       |
| 109 | child reached the maximum lifetime coverage amount;                             |
| 110 | 7. The child has exhausted coverage under a COBRA                               |
| 111 | continuation provision;   |
| 112 | 8. The health benefits coverage does not cover the child's                      |
| 113 | health care needs; or   |
| 114 | 9. Domestic violence led to loss of coverage.                                   |
| 115 | (5) A child who is otherwise eligible for the Florida                           |
| 116 | Kidcare program and who has a preexisting condition that                        |
| 117 | prevents coverage under another insurance plan as described in                  |
| 118 | paragraph $(4)(a)$ $(4)(b)$ which would have disqualified the child             |
| 119 | for the Florida Kidcare program if the child were able to enroll                |
| 120 | in the plan <u>is</u> <del>shall be</del> eligible for Florida Kidcare coverage |
| 121 | when enrollment is possible.  |
| 122 | (6) A child whose family income is above 200 percent of the                     |
| 123 | federal poverty level or a child who is excluded under the                      |
| 124 | provisions of subsection (4) may participate in the Florida                     |
| 125 | Kidcare program as provided in s. 409.8132 or, if the child is                  |
| 126 | ineligible for Medikids by reason of age, in the Florida Healthy                |
| 127 | Kids program, subject to the following provisions:                              |
| 128 | (a) The family is not eligible for premium assistance                           |
| 129 | payments and must pay the full cost of the premium, including                   |



130 any administrative costs.

(b) The board of directors of the Florida Healthy Kids
Corporation may offer a reduced benefit package to these
children in order to limit program costs for such families.

(7) Once a child is enrolled in the Florida Kidcare 134 135 program, the child is eligible for coverage under the program for 12 months without a redetermination or reverification of 136 137 eligibility  $\tau$  if the family continues to pay the applicable 138 premium. Eligibility for program components funded through Title 139 XXI of the Social Security Act terminates shall terminate when a 140 child attains the age of 19. A child who has not attained the 141 age of 5 and who has been determined eligible for the Medicaid program is eligible for coverage for 12 months without a 142 143 redetermination or reverification of eligibility.

144 (8) When determining or reviewing a child's eligibility 145 under the Florida Kidcare program, the applicant shall be provided with reasonable notice of changes in eligibility which 146 147 may affect enrollment in one or more of the program components. 148 If When a transition from one program component to another is authorized, there shall be cooperation between the program 149 150 components and the affected family which promotes continuity of 151 health care coverage. Any authorized transfers must be managed 152 within the program's overall appropriated or authorized levels 153 of funding. Each component of the program shall establish a 154 reserve to ensure that transfers between components will be 155 accomplished within current year appropriations. These reserves 156 shall be reviewed by each convening of the Social Services 157 Estimating Conference to determine the adequacy of such reserves to meet actual experience. 158



159 (9) In determining the eligibility of a child, an assets test is not required. Each applicant shall provide documentation 160 161 during the application process and the redetermination process, 162 including, but not limited to, the following: (a) Each applicant's Proof of family income, which must 163 164 shall be verified electronically to determine financial 165 eligibility for the Florida Kidcare program. Written 166 documentation, which may include wages and earnings statements or pay stubs, W-2 forms, or a copy of the applicant's most 167 168 recent federal income tax return, is shall be required only if 169 the electronic verification is not available or does not 170 substantiate the applicant's income.

(b) Each applicant shall provide A statement from all 171 172 applicable, employed family members that:

173 1. Their employers do not sponsor health benefit plans for 174 employees;

175 2. The potential enrollee is not covered by an employer-176 sponsored health benefit plan; or

177 3. The potential enrollee is covered by an employersponsored health benefit plan and the cost of the employer-178 179 sponsored health benefit plan is more than 5 percent of the family's income. 180

(c) To enroll in the Children's Medical Services Network, a completed application, including a clinical screening. 182

183 (10) Subject to paragraph (4)(a)  $\frac{(4)(b)}{(b)}$ , the Florida 184 Kidcare program shall withhold benefits from an enrollee if the 185 program obtains evidence that the enrollee is no longer eligible, submitted incorrect or fraudulent information in order 186 187 to establish eligibility, or failed to provide verification of

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188 eligibility. The applicant or enrollee shall be notified that 189 because of such evidence program benefits will be withheld unless the applicant or enrollee contacts a designated 190 191 representative of the program by a specified date, which must be 192 within 10 working days after the date of notice, to discuss and 193 resolve the matter. The program shall make every effort to resolve the matter within a timeframe that will not cause 194 195 benefits to be withheld from an eligible enrollee.

(11) The following individuals may be subject to prosecution in accordance with s. 414.39:

(a) An applicant obtaining or attempting to obtain benefits
for a potential enrollee under the Florida Kidcare program <u>if</u>
when the applicant knows or should have known <u>that</u> the potential
enrollee does not qualify for the Florida Kidcare program.

(b) An individual who assists an applicant in obtaining or attempting to obtain benefits for a potential enrollee under the Florida Kidcare program <u>if</u> when the individual knows or should have known <u>that</u> the potential enrollee does not qualify for the <del>Florida Kidcare</del> program.

207 Section 4. Section 409.902, Florida Statutes, is amended to 208 read:

209 409.902 Designated single state agency; <u>eligibility</u>
210 <u>determinations</u> <del>payment requirements; program title; release of</del>
211 <u>medical records</u>.-

(1) The Agency for Health Care Administration is designated
as the single state agency authorized to make payments for
medical assistance and related services under Title XIX of the
Social Security Act. These payments shall be made, subject to
any limitations or directions provided for in the General



Appropriations Act, only for services included in the program, shall be made only on behalf of eligible individuals, and shall be made only to qualified providers in accordance with federal requirements for Title XIX of the Social Security Act and the provisions of state law. This program of medical assistance is designated the "Medicaid program."

223 (2) The Department of Children and Family Services is responsible for determining Medicaid eligibility determinations, 224 225 including, but not limited to, policy, rules, and the agreement 226 with the Social Security Administration for Medicaid eligibility 227 determinations for Supplemental Security Income recipients, as 228 well as the actual determination of eligibility. As a condition 229 of Medicaid eligibility, subject to federal approval, the agency 230 for Health Care Administration and the department must of 231 Children and Family Services shall ensure that each recipient of 232 Medicaid consents to the release of her or his medical records 233 to the agency for Health Care Administration and the Medicaid 234 Fraud Control Unit of the Department of Legal Affairs.

235 <u>(3)(2)</u> Eligibility is restricted to United States citizens 236 and to lawfully admitted noncitizens who meet the criteria 237 provided in s. 414.095(3).

(a) Citizenship or immigration status must be verified. For
noncitizens, this includes verification of the validity of
documents with the United States Citizenship and Immigration
Services using the federal SAVE verification process.

(b) State funds may not be used to provide medical services
to individuals who do not meet the requirements of this
subsection unless the services are necessary to treat an
emergency medical condition or are for pregnant women. Such

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| 246 | services are authorized only to the extent provided under        |
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| 247 | federal law and in accordance with federal regulations as        |
| 248 | provided in 42 C.F.R. s. 440.255.                                |
| 249 | (4) To the extent funds are appropriated, the department         |
| 250 | shall collaborate with the agency to develop an Internet-based   |
| 251 | system for determining eligibility for the Medicaid and Kidcare  |
| 252 | programs which complies with all applicable federal and state    |
| 253 | laws and requirements.   |
| 254 | (a) The system must accomplish the following primary             |
| 255 | business objectives:   |
| 256 | 1. Provide individuals and families with a single access         |
| 257 | point to information that explains benefits, premiums, and cost- |
| 258 | sharing available through Medicaid, Kidcare, or any other state  |
| 259 | or federal health insurance exchange.                            |
| 260 | 2. Enable timely, accurate, and efficient enrollment of          |
| 261 | eligible persons into available assistance programs.             |
| 262 | 3. Prevent eligibility fraud.                                    |
| 263 | 4. Allow for detailed financial analysis of eligibility-         |
| 264 | based cost drivers.  |
| 265 | (b) The system must include, but need not be limited to,         |
| 266 | the following business and functional requirements:              |
| 267 | 1. Allowing for the completion and submission of an online       |
| 268 | application for determining eligibility which accepts the use of |
| 269 | electronic signatures.   |
| 270 | 2. Including a process that enables automatic enrollment of      |
| 271 | qualified individuals into Medicaid, Kidcare, or any other state |
| 272 | or federal exchange that offers cost-sharing benefits for the    |
| 273 | purchase of health insurance.                                    |
| 274 | 3. Allowing for the determination of Medicaid eligibility        |
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| 275 | based on modified adjusted gross income by using information     |
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| 276 | submitted in the application and information accessed and        |
| 277 | verified through automated and secure interfaces with authorized |
| 278 | databases.   |
| 279 | 4. Including the ability to determine specific categories        |
| 280 | of Medicaid eligibility and interface with the Florida Medicaid  |
| 281 | Management Information System to support such determination,     |
| 282 | using federally approved assessment methodologies, of state and  |
| 283 | federal financial participation rates for persons in each        |
| 284 | eligibility category.  |
| 285 | 5. Allowing for the accurate and timely processing of            |
| 286 | eligibility claims and adjudications.                            |
| 287 | 6. Aligning with and incorporating all applicable state and      |
| 288 | federal laws, requirements, and standards, including the         |
| 289 | information technology security requirements established under   |
| 290 | s. 282.318 and the accessibility standards established under     |
| 291 | part II of chapter 282.  |
| 292 | 7. Producing transaction data, reports, and performance          |
| 293 | information that contributes to an evaluation of the program,    |
| 294 | continuous improvement in business operations, and increased     |
| 295 | transparency and accountability.                                 |
| 296 | (c) The department shall develop the system subject to           |
| 297 | approval by the Legislative Budget Commission and as required by |
| 298 | the General Appropriations Act for the 2012-2013 fiscal year.    |
| 299 | (d) The system must be completed by October 1, 2013, and         |
| 300 | ready for implementation by January 1, 2014.                     |
| 301 | (e) The department shall implement the following project-        |
| 302 | governance structure until the system is implemented:            |
| 303 | 1. The director of the department's Economic Self-               |

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| 304 | Sufficiency Services Program Office shall have overall         |
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| 305 | responsibility for the project.                                |
| 306 | 2. The project shall be governed by an executive steering      |
| 307 | committee composed of three department staff members appointed |
| 308 | by the Secretary of Children and Family Services; three agency |
| 309 | staff members, including at least two state Medicaid program   |
| 310 | staff members, appointed by the Secretary of Health Care       |
| 311 | Administration; and one staff member from Children's Medical   |
| 312 | Services within the Department of Health appointed by the      |
| 313 | Surgeon General.   |
| 314 | 3. The executive steering committee shall have overall         |
| 315 | responsibility for ensuring that the project meets its primary |
| 316 | business objectives and shall:                                 |
| 317 | a. Provide management direction and support to the project     |
| 318 | management team.   |
| 319 | b. Review and approve any changes to the project's scope,      |
| 320 | schedule, and budget.  |
| 321 | c. Review, approve, and determine whether to proceed with      |
| 322 | any major deliverable project.                                 |
| 323 | d. Recommend suspension or termination of the project to       |
| 324 | the Governor, the President of the Senate, and the Speaker of  |
| 325 | the House of Representatives if the committee determines that  |
| 326 | the primary business objectives cannot be achieved.            |
| 327 | 4. A project management team shall be appointed by and work    |
| 328 | under the direction of the executive steering committee. The   |
| 329 | project management team shall:                                 |
| 330 | a. Provide planning, management, and oversight of the          |
| 331 | project.   |
| 332 | b. Submit an operational work plan and provide quarterly       |
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| 333 | updates to the plan to the executive steering committee. The                       |
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| 334 | plan must specify project milestones, deliverables, and                            |
| 335 | expenditures.  |
| 336 | c. Submit written monthly project status reports to the                            |
| 337 | executive steering committee.  |
| 338 | Section 5. Subsection (5) of section 409.905, Florida                              |
| 339 | Statutes, is amended to read:  |
| 340 | 409.905 Mandatory Medicaid services.—The agency may make                           |
| 341 | payments for the following services, which are required of the                     |
| 342 | state by Title XIX of the Social Security Act, furnished by                        |
| 343 | Medicaid providers to recipients who are determined to be                          |
| 344 | eligible on the dates on which the services were provided. Any                     |
| 345 | service under this section shall be provided only when medically                   |
| 346 | necessary and in accordance with state and federal law.                            |
| 347 | Mandatory services rendered by providers in mobile units to                        |
| 348 | Medicaid recipients may be restricted by the agency. Nothing in                    |
| 349 | this section shall be construed to prevent or limit the agency                     |
| 350 | from adjusting fees, reimbursement rates, lengths of stay,                         |
| 351 | number of visits, number of services, or any other adjustments                     |
| 352 | necessary to comply with the availability of moneys and any                        |
| 353 | limitations or directions provided for in the General                              |
| 354 | Appropriations Act or chapter 216.   |
| 355 | (5) HOSPITAL INPATIENT SERVICES.—The agency shall pay for                          |
| 356 | all covered services provided for the medical care and treatment                   |
| 357 | of a <u>Medicaid</u> recipient who is admitted as an inpatient by a                |
| 358 | licensed physician or dentist to a hospital licensed under part                    |
| 359 | I of chapter 395. However, the agency shall limit the payment                      |
| 360 | for inpatient hospital services for a <u>nonpregnant</u> Medicaid                  |
| 361 | recipient 21 years of age or older to 45 days <u>per fiscal year</u> <del>or</del> |
|     |  |



362 the number of days necessary to comply with the General 363 Appropriations Act. Effective August 1, 2012, the agency shall 364 limit payment for hospital emergency department visits for a 365 nonpregnant recipient 21 years of age or older to six visits per 366 fiscal year.

367 (a) The agency may is authorized to implement reimbursement 368 and utilization management reforms in order to comply with any 369 limitations or directions in the General Appropriations Act, 370 which may include, but are not limited to: prior authorization 371 for inpatient psychiatric days; prior authorization for 372 nonemergency hospital inpatient admissions for individuals 21 373 years of age and older; authorization of emergency and urgent-374 care admissions within 24 hours after admission; enhanced 375 utilization and concurrent review programs for highly utilized 376 services; reduction or elimination of covered days of service; 377 adjusting reimbursement ceilings for variable costs; adjusting 378 reimbursement ceilings for fixed and property costs; and 379 implementing target rates of increase. The agency may limit 380 prior authorization for hospital inpatient services to selected 381 diagnosis-related groups, based on an analysis of the cost and 382 potential for unnecessary hospitalizations represented by 383 certain diagnoses. Admissions for normal delivery and newborns 384 are exempt from requirements for prior authorization 385 requirements. In implementing the provisions of this section 386 related to prior authorization, the agency must shall ensure 387 that the process for authorization is accessible 24 hours per 388 day, 7 days per week and authorization is automatically granted 389 if when not denied within 4 hours after the request. 390 Authorization procedures must include steps for the review of



391 denials. Upon implementing the prior authorization program for 392 hospital inpatient services, the agency shall discontinue its 393 hospital retrospective review program.

394 (b) A licensed hospital maintained primarily for the care and treatment of patients having mental disorders or mental 395 396 diseases is not eligible to participate in the hospital 397 inpatient portion of the Medicaid program except as provided 398 under in federal law. However, the department shall apply for a 399 waiver, within 9 months after June 5, 1991, designed to provide 400 hospitalization services for mental health reasons to children 401 and adults in the most cost-effective and lowest cost setting 402 possible. Such waiver must shall include a request for the 403 opportunity to pay for care in hospitals known under federal law 404 as "institutions for mental disease" or "IMD's." The waiver 405 proposal may not shall propose no additional aggregate cost to 406 the state or Federal Government, and shall be conducted in 407 Hillsborough County, Highlands County, Hardee County, Manatee County, and Polk County. The waiver proposal may incorporate 408 409 competitive bidding for hospital services, comprehensive 410 brokering, prepaid capitated arrangements, or other mechanisms 411 deemed by the department to show promise in reducing the cost of 412 acute care and increasing the effectiveness of preventive care. 413 When developing the waiver proposal, the department shall take into account price, quality, accessibility, linkages of the 414 415 hospital to community services and family support programs, plans of the hospital to ensure the earliest discharge possible, 416 417 and the comprehensiveness of the mental health and other health care services offered by participating providers. 418

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(c) The agency shall implement a methodology for



420 establishing base reimbursement rates for each hospital based on 421 allowable costs<sub> $\tau$ </sub> as defined by the agency. Rates shall be 422 calculated annually and take effect July 1 of each year based on 423 the most recent complete and accurate cost report submitted by 424 each hospital. Adjustments may not be made to the rates after 425 September 30 of the state fiscal year in which the rate takes 426 effect, except that the agency may request that adjustments be 427 approved by the Legislative Budget Commission when needed due to 428 insufficient commitments or collections of intergovernmental 429 transfers under s. 409.908(1) or s. 409.908(4). Errors in cost 430 reporting or calculation of rates discovered after September 30 431 must be reconciled in a subsequent rate period. The agency may 432 not make any adjustment to a hospital's reimbursement rate more 433 than 5 years after a hospital is notified of an audited rate established by the agency. The prohibition against requirement 434 435 that the agency making may not make any adjustment to a 436 hospital's reimbursement rate more than 5 years after a hospital 437 is notified of an audited rate established by the agency is 438 remedial and applies shall apply to actions by providers 439 involving Medicaid claims for hospital services. Hospital rates 440 shall be subject to such limits or ceilings as may be 441 established in law or described in the agency's hospital 442 reimbursement plan. Specific exemptions to the limits or 443 ceilings may be provided in the General Appropriations Act.

(d) The agency shall implement a comprehensive utilization
management program for hospital neonatal intensive care stays in
certain high-volume participating hospitals, select counties, or
statewide, and replace existing hospital inpatient utilization
management programs for neonatal intensive care admissions. The



449 program shall be designed to manage the lengths of stay for 450 children being treated in neonatal intensive care units and must 451 seek the earliest medically appropriate discharge to the child's 452 home or other less costly treatment setting. The agency may 453 competitively bid a contract for the selection of a qualified 454 organization to provide neonatal intensive care utilization 455 management services. The agency may seek federal waivers to 456 implement this initiative.

(e) The agency may develop and implement a program to
reduce the number of hospital readmissions among the nonMedicare population eligible in areas 9, 10, and 11.

460 (f) The agency shall develop a plan to convert Medicaid 461 inpatient hospital rates to a prospective payment system that 462 categorizes each case into diagnosis-related groups (DRG) and 463 assigns a payment weight based on the average resources used to 464 treat Medicaid patients in that DRG. To the extent possible, the 465 agency shall propose an adaptation of an existing prospective 466 payment system, such as the one used by Medicare, and shall 467 propose such adjustments as are necessary for the Medicaid 468 population and to maintain budget neutrality for inpatient 469 hospital expenditures.

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## 1. The plan must:

471 <u>a. Define and describe DRGs for inpatient hospital care</u>
472 <u>specific to Medicaid in this state;</u>

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b. Develop the use of resources needed for each DRG; c. Apply current statewide levels of funding to DRGs based on the associated resource value of DRGs. Current statewide funding levels shall be calculated both with and without the use of intergovernmental transfers;

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478 d. Calculate the current number of services provided in the 479 Medicaid program based on DRGs defined under this subparagraph; 480 e. Estimate the number of cases in each DRG for future 481 years based on agency data and the official workload estimates 482 of the Social Services Estimating Conference; 483 f. Estimate potential funding for each hospital with a 484 Medicaid provider agreement, based on the DRGs and estimated 485 workload; 486 g. Propose supplemental DRG payments to augment hospital 487 reimbursements based on patient acuity and individual hospital 488 characteristics, including classification as a children's 489 hospital, rural hospital, trauma center, burn unit, and other 490 characteristics that could warrant higher reimbursements; and 491 h. Estimate potential funding for each hospital with a 492 Medicaid provider agreement for DRGs defined pursuant to this 493 subparagraph and supplemental DRG payments using current funding 494 levels, calculated both with and without the use of 495 intergovernmental transfers. 496 2. The agency, through a competitive procurement pursuant to chapter 287, shall engage a consultant with expertise and 497 experience in the implementation of DRG systems for hospital 498 499 reimbursement to develop the DRG plan under subparagraph 1. 500 3. The agency shall submit the Medicaid DRG plan, 501 identifying all steps necessary for the transition and any costs 502 associated with plan implementation, to the Governor, the 503 President of the Senate, and the Speaker of the House of Representatives no later than December 1, 2012 January 1, 2013. 504 505 Upon receiving legislative authorization, the agency shall begin 506 making the necessary changes to fiscal agent coding by June 1,

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507 2013, with a target date of November 1, 2013, for full implementation of the DRG system of hospital reimbursement. If, 508 509 during implementation of this paragraph, the agency determines 510 that these timeframes might not be achievable, the agency shall 511 report to the Legislative Budget Commission the status of its 512 implementation efforts, the reasons the timeframes might not be achievable, and proposals for new timeframes. 513 514 Section 6. Paragraph (c) of subsection (1) of section 515 409.908, Florida Statutes, is amended, paragraph (e) is added to 516 that subsection, and subsections (4) and (21) of that section 517 are amended, to read: 518 409.908 Reimbursement of Medicaid providers.-Subject to 519 specific appropriations, the agency shall reimburse Medicaid 520 providers, in accordance with state and federal law, according 521 to methodologies set forth in the rules of the agency and in 522 policy manuals and handbooks incorporated by reference therein. 523 These methodologies may include fee schedules, reimbursement 524 methods based on cost reporting, negotiated fees, competitive 525 bidding pursuant to s. 287.057, and other mechanisms the agency 526 considers efficient and effective for purchasing services or 527 goods on behalf of recipients. If a provider is reimbursed based 528 on cost reporting and submits a cost report late and that cost 529 report would have been used to set a lower reimbursement rate 530 for a rate semester, then the provider's rate for that semester 531 shall be retroactively calculated using the new cost report, and 532 full payment at the recalculated rate shall be effected 533 retroactively. Medicare-granted extensions for filing cost reports, if applicable, shall also apply to Medicaid cost 534 535 reports. Payment for Medicaid compensable services made on



536 behalf of Medicaid eligible persons is subject to the 537 availability of moneys and any limitations or directions 538 provided for in the General Appropriations Act or chapter 216. 539 Further, nothing in this section shall be construed to prevent 540 or limit the agency from adjusting fees, reimbursement rates, 541 lengths of stay, number of visits, or number of services, or 542 making any other adjustments necessary to comply with the 543 availability of moneys and any limitations or directions 544 provided for in the General Appropriations Act, provided the 545 adjustment is consistent with legislative intent.

(1) Reimbursement to hospitals licensed under part I of chapter 395 must be made prospectively or on the basis of negotiation.

549 (c) Hospitals that provide services to a disproportionate 550 share of low-income Medicaid recipients, or that participate in 551 the regional perinatal intensive care center program under 552 chapter 383, or that participate in the statutory teaching 553 hospital disproportionate share program may receive additional 554 reimbursement. The total amount of payment for disproportionate 555 share hospitals shall be fixed by the General Appropriations 556 Act. The computation of these payments must be made in 557 compliance with all federal regulations and the methodologies 558 described in ss. 409.911, 409.9112, and 409.9113.

(e) The agency may accept voluntary intergovernmental
transfers of local taxes and other qualified revenue from
counties, municipalities, or special taxing districts under
paragraphs (a) and (b) or the General Appropriations Act for the
purpose of funding the costs of special Medicaid payments to
hospitals, the costs of exempting hospitals from reimbursement



565 ceilings, or the costs of buying back hospital Medicaid trend 566 adjustments authorized under the General Appropriations Act, 567 except that the use of these intergovernmental transfers for 568 fee-for-service payments to hospitals is limited to the 569 proportionate use of such funds accepted by the agency under 570 subsection (4). As used in this paragraph, the term 571 "proportionate use" means that the use of intergovernmental 572 transfer funds under this subsection must be in the same 573 proportion to the use of such funds under subsection (4) 574 relative to the need for funding hospital costs under each 575 subsection.

576 (4) Subject to any limitations or directions provided for 577 in the General Appropriations Act, alternative health plans, 578 health maintenance organizations, and prepaid health plans, 579 including health maintenance organizations, prepaid provider 580 service networks, and other capitated managed care plans, shall 581 be reimbursed a fixed, prepaid amount negotiated, or 582 competitively bid pursuant to s.  $287.057_{\tau}$  by the agency and 583 prospectively paid to the provider monthly for each Medicaid 584 recipient enrolled. The amount may not exceed the average amount 585 the agency determines it would have paid, based on claims 586 experience, for recipients in the same or similar category of 587 eligibility. The agency shall calculate capitation rates on a 588 regional basis and, beginning September 1, 1995, shall include 589 age-band differentials in such calculations.

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(a) Effective September 1, 2012:

591 <u>1. The costs of special Medicaid payments to hospitals, the</u> 592 <u>costs of exempting hospitals from reimbursement ceilings, and</u> 593 <u>the costs of buying back hospital Medicaid trend adjustments</u>

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| 594 | authorized under the General Appropriations Act, which are      |
|-----|---|
| 595 | funded through intergovernmental transfers, may not be included |
| 596 | as inpatient or outpatient costs in the calculation of prepaid  |
| 597 | health plan capitations under this part. This provision must be |
| 598 | construed so that inpatient hospital costs included in the      |
| 599 | calculation of prepaid health plan capitations are identical to |
| 600 | those represented by county billing rates under s. 409.915.     |
| 601 | 2. Prepaid health plans may not reimburse hospitals for the     |
| 602 | costs described in subparagraph 1., except that plans may       |
| 603 | contract with hospitals to pay inpatient per diems that are     |
| 604 | between 95 percent and 105 percent of the county billing rate.  |
| 605 | Hospitals and prepaid health plans may negotiate mutually       |
| 606 | acceptable higher rates for medically complex care.             |
| 607 | (b) Notwithstanding paragraph (a):                              |
| 608 | 1. In order to fund the inclusion of costs described in         |
| 609 | paragraph (a) in the calculation of capitations paid to prepaid |
| 610 | health plans, the agency may accept voluntary intergovernmental |
| 611 | transfers of local taxes and other qualified revenue from       |
| 612 | counties, municipalities, or special taxing districts. After    |
| 613 | securing commitments from counties, municipalities, or special  |
| 614 | taxing districts to contribute intergovernmental transfers for  |
| 615 | that purpose, the agency shall develop capitation payments for  |
| 616 | prepaid health plans which include the costs described in       |
| 617 | paragraph (a) if those components of the capitation are funded  |
| 618 | through intergovernmental transfers and not with general        |
| 619 | revenue. The rate-setting methodology must preserve federal     |
| 620 | matching funds for the intergovernmental transfers collected    |
| 621 | under this paragraph and result in actuarially sound rates. The |
| 622 | agency has the discretion to perform this function using        |
|     |   |

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623 supplemental capitation payments. 624 2. The amounts included in a prepaid health plan's 625 capitations or supplemental capitations under this paragraph for 626 funding the costs described in paragraph (a) must be used 627 exclusively by the prepaid health plan to enhance hospital 628 payments and be calculated by the agency as accurately as 629 possible to equal the costs described in paragraph (a) which the 630 prepaid health plan actually incurs and for which 631 intergovernmental transfers have been secured.

(21) The agency shall reimburse school districts <u>that</u> which certify the state match pursuant to ss. 409.9071 and 1011.70 for the federal portion of the school district's allowable costs to deliver the services, based on the reimbursement schedule. The school district shall determine the costs for delivering services as authorized in ss. 409.9071 and 1011.70 for which the state match will be certified.

639 (a) School districts participating in the certified school 640 match program pursuant to this subsection and s. 1011.70 shall 641 be reimbursed by Medicaid, subject to the limitations of s. 642 1011.70(1), for a Medicaid-eligible child participating in the 643 services, as authorized under s. 1011.70 and as provided in s. 644 409.9071, regardless of whether the child is enrolled in 645 MediPass or a managed care plan. Managed care plans and school 646 districts shall make good faith efforts to execute agreements 647 regarding the coordinated provision of services authorized under 648 s. 1011.70. County health departments delivering school-based services pursuant to ss. 381.0056 and 381.0057 shall be 649 650 reimbursed by Medicaid for the federal share for a Medicaid-651 eligible child who receives Medicaid-covered services in a



652 school setting, regardless of whether the child is enrolled in 653 MediPass or a managed care plan. Managed care plans and county 654 health departments shall make good faith efforts to execute 655 agreements regarding the coordinated provision of services to a 656 Medicaid-eligible child. To ensure continuity of care for 657 Medicaid patients, the agency, the Department of Health, and the 658 Department of Education shall develop procedures for ensuring 659 that a student's managed care plan or MediPass primary care 660 provider receives information relating to services provided in 661 accordance with ss. 381.0056, 381.0057, 409.9071, and 1011.70.

662 (b) Reimbursement of school-based providers is contingent 663 on such providers being enrolled as Medicaid providers and meeting the qualifications contained in 42 C.F.R. s. 440.110, 664 665 unless otherwise waived by the federal Centers for Medicare and 666 Medicaid Services Health Care Financing Administration. Speech 667 therapy providers who are certified through the Department of Education pursuant to rule 6A-4.0176, Florida Administrative 668 669 Code, are eligible for reimbursement for services that are 670 provided on school premises. An Any employee of the school 671 district who has been fingerprinted and has received a criminal 672 background check in accordance with Department of Education 673 rules and guidelines is shall be exempt from any agency 674 requirements relating to criminal background checks.

Section 7. Subsection (1), paragraphs (a) and (b) of
subsection (2), and paragraph (d) of subsection (4) of section
409.911, Florida Statutes, are amended to read:

409.911 Disproportionate share program.-Subject to specific
allocations established within the General Appropriations Act
and any limitations established pursuant to chapter 216, the



agency shall distribute, pursuant to this section, moneys to hospitals providing a disproportionate share of Medicaid or charity care services by making quarterly Medicaid payments as required. Notwithstanding the provisions of s. 409.915, counties are exempt from contributing toward the cost of this special reimbursement for hospitals serving a disproportionate share of low-income patients.

(1) DEFINITIONS.—As used in this section, s. 409.9112, and
 the Florida Hospital Uniform Reporting System manual:

(a) "Adjusted patient days" means the sum of acute care
patient days and intensive care patient days as reported to the
agency for Health Care Administration, divided by the ratio of
inpatient revenues generated from acute, intensive, ambulatory,
and ancillary patient services to gross revenues.

(b) "Actual audited data" or "actual audited experience"
means data reported to the agency for Health Care Administration
which has been audited in accordance with generally accepted
auditing standards by the agency or representatives under
contract with the agency.

700 (c) "Charity care" or "uncompensated charity care" means 701 that portion of hospital charges reported to the agency for 702 Health Care Administration for which there is no compensation, 703 other than restricted or unrestricted revenues provided to a 704 hospital by local governments or tax districts, regardless of 705 the method of payment, for care provided to a patient whose 706 family income for the 12 months preceding the determination is 707 less than or equal to 200 percent of the federal poverty level, unless the amount of hospital charges due from the patient 708 709 exceeds 25 percent of the annual family income. However, in no



710 case shall the hospital charges for a patient whose family 711 income exceeds four times the federal poverty level for a family 712 of four <u>may not</u> be considered charity.

(d) "Charity care days" means the sum of the deductions from revenues for charity care minus 50 percent of restricted and unrestricted revenues provided to a hospital by local governments or tax districts, divided by gross revenues per adjusted patient day.

(e) "Hospital" means a health care institution licensed as
a hospital pursuant to chapter 395, but does not include
ambulatory surgical centers.

(f) "Medicaid days" means the number of actual days
attributable to Medicaid <u>recipients</u> as determined by
the agency for Health Care Administration.

(2) The agency for Health Care Administration shall use the following actual audited data to determine the Medicaid days and charity care to be used in calculating the disproportionate share payment:

(a) The average of the 2004, 2005, and 2006 audited
disproportionate share data to determine each hospital's
Medicaid days and charity care for the <u>2012-2013</u> <del>2011-2012</del> state
fiscal year.

(b) If the agency for Health Care Administration does not have the prescribed 3 years of audited disproportionate share data as noted in paragraph (a) for a hospital, the agency shall use the average of the years of the audited disproportionate share data as noted in paragraph (a) which is available.

737 (4) The following formulas shall be used to pay738 disproportionate share dollars to public hospitals:

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(d) Any nonstate government owned or operated hospital
eligible for payments under this section on July 1, 2011,
remains eligible for payments during the <u>2012-2013</u> <del>2011-2012</del>
state fiscal year.

Section 8. <u>Section 409.9112</u>, Florida Statutes, is repealed.
Section 9. Section 409.9113, Florida Statutes, is amended
to read:

746 409.9113 Disproportionate share program for teaching 747 hospitals.-In addition to the payments made under s. ss. 409.911 and 409.9112, the agency shall make disproportionate share 748 749 payments to teaching hospitals, as defined in s. 408.07, for 750 their increased costs associated with medical education programs 751 and for tertiary health care services provided to the indigent. 752 This system of payments must conform to federal requirements and 753 distribute funds in each fiscal year for which an appropriation 754 is made by making quarterly Medicaid payments. Notwithstanding 755 s. 409.915, counties are exempt from contributing toward the 756 cost of this special reimbursement for hospitals serving a 757 disproportionate share of low-income patients. For the 2011-2012 758 state fiscal year, The agency shall distribute the moneys 759 provided in the General Appropriations Act to statutorily 760 defined teaching hospitals and family practice teaching 761 hospitals, as defined in s. 395.805, pursuant to this section. 762 The funds provided for statutorily defined teaching hospitals 763 shall be distributed as provided in the General Appropriations 764 Act. The funds provided for family practice teaching hospitals 765 shall be distributed equally among family practice teaching 766 hospitals.

767

(1) On or before September 15 of each year, the agency



768 shall calculate an allocation fraction to be used for 769 distributing funds to statutory teaching hospitals. Subsequent to the end of each quarter of the state fiscal year, the agency 770 771 shall distribute to each statutory teaching hospital an amount 772 determined by multiplying one-fourth of the funds appropriated 773 for this purpose by the Legislature times such hospital's 774 allocation fraction. The allocation fraction for each such 775 hospital shall be determined by the sum of the following three 776 primary factors, divided by three:

777 (a) The number of nationally accredited graduate medical 778 education programs offered by the hospital, including programs 779 accredited by the Accreditation Council for Graduate Medical 780 Education and the combined Internal Medicine and Pediatrics 781 programs acceptable to both the American Board of Internal 782 Medicine and the American Board of Pediatrics at the beginning of the state fiscal year preceding the date on which the 783 784 allocation fraction is calculated. The numerical value of this 785 factor is the fraction that the hospital represents of the total 786 number of programs, where the total is computed for all 787 statutory teaching hospitals.

(b) The number of full-time equivalent trainees in thehospital, which comprises two components:

1. The number of trainees enrolled in nationally accredited graduate medical education programs, as defined in paragraph (a). Full-time equivalents are computed using the fraction of the year during which each trainee is primarily assigned to the given institution, over the state fiscal year preceding the date on which the allocation fraction is calculated. The numerical value of this factor is the fraction that the hospital



797 represents of the total number of full-time equivalent trainees 798 enrolled in accredited graduate programs, where the total is 799 computed for all statutory teaching hospitals.

2. The number of medical students enrolled in accredited 800 801 colleges of medicine and engaged in clinical activities, 802 including required clinical clerkships and clinical electives. 803 Full-time equivalents are computed using the fraction of the 804 year during which each trainee is primarily assigned to the 805 given institution, over the course of the state fiscal year 806 preceding the date on which the allocation fraction is 807 calculated. The numerical value of this factor is the fraction 808 that the given hospital represents of the total number of full-809 time equivalent students enrolled in accredited colleges of 810 medicine, where the total is computed for all statutory teaching 811 hospitals.

813 The primary factor for full-time equivalent trainees is computed 814 as the sum of these two components, divided by two.

815

812

(c) A service index that comprises three components:

816 1. The Agency for Health Care Administration Service Index, 817 computed by applying the standard Service Inventory Scores 818 established by the agency to services offered by the given 819 hospital, as reported on Worksheet A-2 for the last fiscal year 820 reported to the agency before the date on which the allocation 821 fraction is calculated. The numerical value of this factor is 822 the fraction that the given hospital represents of the total 823 index values, where the total is computed for all statutory 824 teaching hospitals.

825

2. A volume-weighted service index, computed by applying



826 the standard Service Inventory Scores established by the agency 827 to the volume of each service, expressed in terms of the 828 standard units of measure reported on Worksheet A-2 for the last 829 fiscal year reported to the agency before the date on which the 830 allocation factor is calculated. The numerical value of this factor is the fraction that the given hospital represents of the 831 832 total volume-weighted service index values, where the total is 833 computed for all statutory teaching hospitals.

834 3. Total Medicaid payments to each hospital for direct 835 inpatient and outpatient services during the fiscal year 836 preceding the date on which the allocation factor is calculated. 837 This includes payments made to each hospital for such services 838 by Medicaid prepaid health plans, whether the plan was 839 administered by the hospital or not. The numerical value of this 840 factor is the fraction that each hospital represents of the 841 total of such Medicaid payments, where the total is computed for 842 all statutory teaching hospitals.

844 The primary factor for the service index is computed as the sum 845 of these three components, divided by three.

846 (2) By October 1 of each year, the agency shall use the 847 following formula to calculate the maximum additional 848 disproportionate share payment for statutory teaching hospitals: 849 850

 $TAP = THAF \times A$ 

852 Where:

843

851

854

- 853 TAP = total additional payment.
  - THAF = teaching hospital allocation factor.

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588096

A = amount appropriated for a teaching hospitaldisproportionate share program.

857 Section 10. <u>Section 409.9117</u>, Florida Statutes, is 858 repealed.

859 Section 11. Paragraphs (b) and (d) of subsection (4) of 860 section 409.912, Florida Statutes, are amended to read:

861 409.912 Cost-effective purchasing of health care.-The 862 agency shall purchase goods and services for Medicaid recipients 863 in the most cost-effective manner consistent with the delivery 864 of quality medical care. To ensure that medical services are 865 effectively utilized, the agency may, in any case, require a 866 confirmation or second physician's opinion of the correct 867 diagnosis for purposes of authorizing future services under the 868 Medicaid program. This section does not restrict access to 869 emergency services or poststabilization care services as defined 870 in 42 C.F.R. part 438.114. Such confirmation or second opinion 871 shall be rendered in a manner approved by the agency. The agency 872 shall maximize the use of prepaid per capita and prepaid 873 aggregate fixed-sum basis services when appropriate and other 874 alternative service delivery and reimbursement methodologies, 875 including competitive bidding pursuant to s. 287.057, designed 876 to facilitate the cost-effective purchase of a case-managed 877 continuum of care. The agency shall also require providers to 878 minimize the exposure of recipients to the need for acute 879 inpatient, custodial, and other institutional care and the 880 inappropriate or unnecessary use of high-cost services. The 881 agency shall contract with a vendor to monitor and evaluate the 882 clinical practice patterns of providers in order to identify 883 trends that are outside the normal practice patterns of a



884 provider's professional peers or the national guidelines of a 885 provider's professional association. The vendor must be able to provide information and counseling to a provider whose practice 886 887 patterns are outside the norms, in consultation with the agency, 888 to improve patient care and reduce inappropriate utilization. 889 The agency may mandate prior authorization, drug therapy 890 management, or disease management participation for certain 891 populations of Medicaid beneficiaries, certain drug classes, or 892 particular drugs to prevent fraud, abuse, overuse, and possible 893 dangerous drug interactions. The Pharmaceutical and Therapeutics 894 Committee shall make recommendations to the agency on drugs for 895 which prior authorization is required. The agency shall inform 896 the Pharmaceutical and Therapeutics Committee of its decisions 897 regarding drugs subject to prior authorization. The agency is 898 authorized to limit the entities it contracts with or enrolls as 899 Medicaid providers by developing a provider network through provider credentialing. The agency may competitively bid single-900 901 source-provider contracts if procurement of goods or services 902 results in demonstrated cost savings to the state without 903 limiting access to care. The agency may limit its network based 904 on the assessment of beneficiary access to care, provider 905 availability, provider quality standards, time and distance 906 standards for access to care, the cultural competence of the 907 provider network, demographic characteristics of Medicaid 908 beneficiaries, practice and provider-to-beneficiary standards, 909 appointment wait times, beneficiary use of services, provider 910 turnover, provider profiling, provider licensure history, previous program integrity investigations and findings, peer 911 912 review, provider Medicaid policy and billing compliance records,



913 clinical and medical record audits, and other factors. Providers are not entitled to enrollment in the Medicaid provider network. 914 915 The agency shall determine instances in which allowing Medicaid 916 beneficiaries to purchase durable medical equipment and other 917 goods is less expensive to the Medicaid program than long-term 918 rental of the equipment or goods. The agency may establish rules 919 to facilitate purchases in lieu of long-term rentals in order to 920 protect against fraud and abuse in the Medicaid program as 921 defined in s. 409.913. The agency may seek federal waivers 922 necessary to administer these policies.

923

(4) The agency may contract with:

924 (b) An entity that is providing comprehensive behavioral 925 health care services to certain Medicaid recipients through a 926 capitated, prepaid arrangement pursuant to the federal waiver 927 provided for by s. 409.905(5). Such entity must be licensed 928 under chapter 624, chapter 636, or chapter 641, or authorized 929 under paragraph (c) or paragraph (d), and must possess the 930 clinical systems and operational competence to manage risk and 931 provide comprehensive behavioral health care to Medicaid 932 recipients. As used in this paragraph, the term "comprehensive behavioral health care services" means covered mental health and 933 934 substance abuse treatment services that are available to 935 Medicaid recipients. The secretary of the Department of Children 936 and Family Services shall approve provisions of procurements 937 related to children in the department's care or custody before enrolling such children in a prepaid behavioral health plan. Any 938 939 contract awarded under this paragraph must be competitively 940 procured. In developing the behavioral health care prepaid plan 941 procurement document, the agency must shall ensure that the



942 procurement document requires the contractor to develop and 943 implement a plan that ensures to ensure compliance with s. 944 394.4574 related to services provided to residents of licensed 945 assisted living facilities that hold a limited mental health 946 license. Except as provided in subparagraph 5., and except in 947 counties where the Medicaid managed care pilot program is authorized pursuant to s. 409.91211, the agency shall seek 948 949 federal approval to contract with a single entity meeting these 950 requirements to provide comprehensive behavioral health care 951 services to all Medicaid recipients not enrolled in a Medicaid 952 managed care plan authorized under s. 409.91211, a provider 953 service network authorized under paragraph (d), or a Medicaid 954 health maintenance organization in an AHCA area. In an AHCA area 955 where the Medicaid managed care pilot program is authorized 956 pursuant to s. 409.91211 in one or more counties, the agency may 957 procure a contract with a single entity to serve the remaining 958 counties as an AHCA area or the remaining counties may be included with an adjacent AHCA area and are subject to this 959 960 paragraph. Each entity must offer a sufficient choice of 961 providers in its network to ensure recipient access to care and 962 the opportunity to select a provider with whom they are 963 satisfied. The network must shall include all public mental 964 health hospitals. To ensure unimpaired access to behavioral 965 health care services by Medicaid recipients, all contracts 966 issued pursuant to this paragraph must require 80 percent of the 967 capitation paid to the managed care plan, including health 968 maintenance organizations and capitated provider service 969 networks, to be expended for the provision of behavioral health 970 care services. If the managed care plan expends less than 80

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971 percent of the capitation paid for the provision of behavioral 972 health care services, the difference shall be returned to the 973 agency. The agency shall provide the plan with a certification 974 letter indicating the amount of capitation paid during each 975 calendar year for behavioral health care services pursuant to 976 this section. The agency may reimburse for substance abuse 977 treatment services on a fee-for-service basis until the agency 978 finds that adequate funds are available for capitated, prepaid 979 arrangements.

980 1. The agency shall modify the contracts with the entities 981 providing comprehensive inpatient and outpatient mental health 982 care services to Medicaid recipients in Hillsborough, Highlands, 983 Hardee, Manatee, and Polk Counties, to include substance abuse 984 treatment services.

985 2. Except as provided in subparagraph 5., the agency and 986 the Department of Children and Family Services shall contract 987 with managed care entities in each AHCA area except area 6 or 988 arrange to provide comprehensive inpatient and outpatient mental 989 health and substance abuse services through capitated prepaid 990 arrangements to all Medicaid recipients who are eligible to 991 participate in such plans under federal law and regulation. In 992 AHCA areas where eligible individuals number less than 150,000, 993 the agency shall contract with a single managed care plan to 994 provide comprehensive behavioral health services to all 995 recipients who are not enrolled in a Medicaid health maintenance 996 organization, a provider service network authorized under 997 paragraph (d), or a Medicaid capitated managed care plan 998 authorized under s. 409.91211. The agency may contract with more 999 than one comprehensive behavioral health provider to provide

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1000 care to recipients who are not enrolled in a Medicaid capitated managed care plan authorized under s. 409.91211, a provider 1001 1002 service network authorized under paragraph (d), or a Medicaid 1003 health maintenance organization in AHCA areas where the eligible 1004 population exceeds 150,000. In an AHCA area where the Medicaid 1005 managed care pilot program is authorized pursuant to s. 1006 409.91211 in one or more counties, the agency may procure a 1007 contract with a single entity to serve the remaining counties as 1008 an AHCA area or the remaining counties may be included with an 1009 adjacent AHCA area and shall be subject to this paragraph. 1010 Contracts for comprehensive behavioral health providers awarded 1011 pursuant to this section shall be competitively procured. Both 1012 for-profit and not-for-profit corporations are eligible to 1013 compete. Managed care plans contracting with the agency under 1014 subsection (3) or paragraph (d) shall provide and receive 1015 payment for the same comprehensive behavioral health benefits as provided in AHCA rules, including handbooks incorporated by 1016 reference. In AHCA area 11, prior to any fiscal year for which 1017 1018 the agency expects the number of MediPass enrollees in that area 1019 to exceed 150,000, the agency shall seek to contract with at 1020 least two comprehensive behavioral health care providers to 1021 provide behavioral health care to recipients in that area who 1022 are enrolled in, or assigned to, the MediPass program, and the 1023 agency must offer one. One of the behavioral health care 1024 contracts to must be with the existing public hospital-operated 1025 provider service network pilot project, as described in 1026 paragraph (d), for the purpose of demonstrating the costeffectiveness of the provision of quality mental health services 1027 1028 through a public hospital-operated managed care model. Payment

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1029 shall be at an agreed-upon capitated rate to ensure cost 1030 savings. Of the recipients in area 11 who are assigned to 1031 MediPass under s. 409.9122(2)(k), a minimum of 50,000 of those 1032 MediPass-enrolled recipients shall be assigned to the existing 1033 provider service network in area 11 for their behavioral care.

3. Children residing in a statewide inpatient psychiatric program, or in a Department of Juvenile Justice or a Department of Children and Family Services residential program approved as a Medicaid behavioral health overlay services provider may not be included in a behavioral health care prepaid health plan or any other Medicaid managed care plan pursuant to this paragraph.

1040 4. Traditional community mental health providers under 1041 contract with the Department of Children and Family Services 1042 pursuant to part IV of chapter 394, child welfare providers under contract with the Department of Children and Family 1043 Services in areas 1 and 6, and inpatient mental health providers 1044 licensed pursuant to chapter 395 must be offered an opportunity 1045 to accept or decline a contract to participate in a any provider 1046 1047 network for prepaid behavioral health services.

1048 5. All Medicaid-eligible children, except children in area 1049 1 and children in Highlands County, Hardee County, Polk County, or Manatee County of area 6, which that are open for child 1050 1051 welfare services in the statewide automated child welfare 1052 information system, shall receive their behavioral health care 1053 services through a specialty prepaid plan operated by community-1054 based lead agencies through a single agency or formal agreements 1055 among several agencies. The agency shall work with the specialty plan to develop clinically effective, evidence-based 1056 1057 alternatives as a downward substitution for the statewide



1058 inpatient psychiatric program and similar residential care and 1059 institutional services. The specialty prepaid plan must result 1060 in savings to the state comparable to savings achieved in other 1061 Medicaid managed care and prepaid programs. Such plan must 1062 provide mechanisms to maximize state and local revenues. The 1063 specialty prepaid plan shall be developed by the agency and the 1064 Department of Children and Family Services. The agency may seek 1065 federal waivers to implement this initiative. Medicaid-eligible 1066 children whose cases are open for child welfare services in the 1067 statewide automated child welfare information system and who 1068 reside in AHCA area 10 shall be enrolled in a capitated provider 1069 service network or other capitated managed care plan, which, in 1070 coordination with available community-based care providers 1071 specified in s. 409.1671, must shall provide sufficient medical, 1072 developmental, and behavioral health services to meet the needs of these children. 1073

1075 This paragraph expires October 1, 2014.

1076 (d)1. A provider service network, which may be reimbursed 1077 on a fee-for-service or prepaid basis. Prepaid provider service networks shall receive per-member, per-month payments. A 1078 1079 provider service network that does not choose to be a prepaid 1080 plan shall receive fee-for-service rates with a shared savings 1081 settlement. The fee-for-service option shall be available to a 1082 provider service network only for the first 2 years of the 1083 plan's operation or until the contract year beginning September 1084 1, 2014, whichever is later. The agency shall annually conduct 1085 cost reconciliations to determine the amount of cost savings 1086 achieved by fee-for-service provider service networks for the

1074

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1087 dates of service in the period being reconciled. Only payments for covered services for dates of service within the 1088 1089 reconciliation period and paid within 6 months after the last 1090 date of service in the reconciliation period shall be included. 1091 The agency shall perform the necessary adjustments for the 1092 inclusion of claims incurred but not reported within the 1093 reconciliation for claims that could be received and paid by the 1094 agency after the 6-month claims processing time lag. The agency 1095 shall provide the results of the reconciliations to the fee-for-1096 service provider service networks within 45 days after the end 1097 of the reconciliation period. The fee-for-service provider 1098 service networks shall review and provide written comments or a 1099 letter of concurrence to the agency within 45 days after receipt 1100 of the reconciliation results. This reconciliation shall be considered final. 1101

2. A provider service network <u>that</u> which is reimbursed by the agency on a prepaid basis <u>is</u> shall be exempt from parts I and III of chapter 641, but must comply with the solvency requirements in s. 641.2261(2) and meet appropriate financial reserve, quality assurance, and patient rights requirements <del>as</del> established by the agency.

3. <u>The agency shall assign</u> Medicaid recipients <u>assigned</u> to a provider service network <u>in accordance with s. 409.9122 or s.</u> <u>409.91211, as applicable shall be chosen equally from those who</u> <u>would otherwise have been assigned to prepaid plans and</u> <u>MediPass</u>. The agency <u>may is authorized to</u> seek federal Medicaid waivers as necessary to implement <u>the provisions of</u> this section. This subparagraph expires October 1, 2014.

1115

4. A provider service network is a network established or



1116 organized and operated by a health care provider, or group of affiliated health care providers, including minority physician 1117 1118 networks and emergency room diversion programs that meet the 1119 requirements of s. 409.91211, which provides a substantial 1120 proportion of the health care items and services under a 1121 contract directly through the provider or affiliated group of 1122 providers and may make arrangements with physicians or other health care professionals, health care institutions, or any 1123 1124 combination of such individuals or institutions to assume all or 1125 part of the financial risk on a prospective basis for the 1126 provision of basic health services by the physicians, by other 1127 health professionals, or through the institutions. The health care providers must have a controlling interest in the governing 1128 1129 body of the provider service network organization.

1130 Section 12. Section 409.9121, Florida Statutes, is amended 1131 to read:

409.9121 Legislative findings and intent.-The Legislature 1132 hereby finds that the Medicaid program has experienced an annual 1133 1134 growth rate of approximately 28 percent per year for the past 5 1135 years, and is consuming more than half of all new general 1136 revenue growth. The present Medicaid system must be reoriented 1137 to emphasize, to the maximum extent possible, the delivery of 1138 health care through entities and mechanisms that which are 1139 designed to contain costs, to emphasize preventive and primary 1140 care, and to promote access and continuity of care. The 1141 Legislature further finds that the concept of "managed care" 1142 best encompasses these multiple goals. The Legislature also finds that, with the cooperation of the physician community, 1143 1144 MediPass, the Medicaid primary care case management program, is



1145 responsible for ensuring that there is a sufficient supply of 1146 primary care to provide access to preventive and primary care 1147 services to Medicaid recipients. Therefore, the Legislature 1148 declares its intent that the Medicaid program require, to the 1149 maximum extent practicable and permitted by federal law, that 1150 all Medicaid recipients be enrolled in a managed care program.

 1151
 Section 13. Subsections (1), (2), (4), (5), and (12) of

 1152
 section 409.9122, Florida Statutes, are amended to read:

1153 409.9122 Mandatory Medicaid managed care enrollment; 1154 programs and procedures.-

(1) It is the intent of the Legislature that <u>Medicaid</u> <u>managed care</u> the <u>MediPass program</u> be cost-effective, provide quality health care, and improve access to health services, and that the program be <u>implemented</u> statewide. <u>Medicaid managed care</u> <u>shall consist of the enrollment of Medicaid recipients in the</u> <u>MediPass program or managed care plans for comprehensive medical</u> <u>services.</u> This subsection expires October 1, 2014.

(2) (a) The agency shall enroll all Medicaid recipients in a 1162 1163 managed care plan or MediPass all Medicaid recipients, except 1164 those Medicaid recipients who are: in an institution, + enrolled 1165 in the Medicaid medically needy program,  $\div$  or eligible for both Medicaid and Medicare. Upon enrollment, recipients may 1166 individuals will be able to change their managed care option 1167 1168 during the 90-day opt out period required by federal Medicaid 1169 regulations. The agency may is authorized to seek the necessary 1170 Medicaid state plan amendment to implement this policy. However,

1171 (a) To the extent permitted by federal law, the agency may 1172 enroll <u>a recipient</u> in a managed care plan or MediPass <del>a Medicaid</del> 1173 <del>recipient</del> who is exempt from mandatory managed care enrollment



1174 if, provided that: 1. The recipient's decision to enroll in a managed care 1175 plan or MediPass is voluntary; 1176 2. If The recipient chooses to enroll in a managed care 1177 plan and  $\tau$  the agency has determined that the managed care plan 1178 1179 provides specific programs and services that which address the special health needs of the recipient; and 1180 1181 3. The agency receives any necessary waivers from the federal Centers for Medicare and Medicaid Services. 1182 1183 1184 School districts participating in the certified school match 1185 program pursuant to ss. 409.908(21) and 1011.70 shall be 1186 reimbursed by Medicaid, subject to the limitations of s. 1187 1011.70(1), for a Medicaid-eligible child participating in the 1188 services as authorized in s. 1011.70, as provided for in s. 1189 409.9071, regardless of whether the child is enrolled in MediPass or a managed care plan. Managed care plans shall make a 1190 1191 good faith effort to execute agreements with school districts 1192 regarding the coordinated provision of services authorized under 1193 s. 1011.70. County health departments delivering school-based services pursuant to ss. 381.0056 and 381.0057 shall be 1194 1195 reimbursed by Medicaid for the federal share for a Medicaid-1196 eligible child who receives Medicaid-covered services in a 1197 school setting, regardless of whether the child is enrolled in 1198 MediPass or a managed care plan. Managed care plans shall make a 1199 good faith effort to execute agreements with county health 1200 departments regarding the coordinated provision of services to a 1201 Medicaid-eligible child. To ensure continuity of care for Medicaid patients, the agency, the Department of Health, and the 1202

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1203 Department of Education shall develop procedures for ensuring 1204 that a student's managed care plan or MediPass provider receives 1205 information relating to services provided in accordance with ss. 1206 381.0056, 381.0057, 409.9071, and 1011.70.

(b) A Medicaid recipient <u>may shall</u> not be enrolled in or assigned to a managed care plan or MediPass unless the managed care plan or MediPass has complied with the quality-of-care standards specified in paragraphs (3)(a) and (b), respectively.

1211 (c) A Medicaid recipient eligible for managed care 1212 enrollment recipients shall have a choice of managed care 1213 options plans or MediPass. The Agency for Health Care 1214 Administration, the Department of Health, the Department of 1215 Children and Family Services, and the Department of Elderly 1216 Affairs shall cooperate to ensure that each Medicaid recipient 1217 receives clear and easily understandable information that meets 1218 the following requirements:

1219 1. Explains the concept of managed care, including
1220 MediPass.

1221 2. Provides information on the comparative performance of 1222 managed care <u>options available to the recipient</u> <del>plans and</del> 1223 <u>MediPass</u> in the areas of quality, credentialing, preventive 1224 health programs, network size and availability, and patient 1225 satisfaction.

1226 3. Explains where additional information on each managed 1227 care <u>option</u> <del>plan and MediPass</del> in the recipient's area can be 1228 obtained.

4. Explains that recipients have the right to choose their managed care coverage at the time they first enroll in Medicaid and again at regular intervals set by the agency. However, if a



1232 recipient does not choose a managed care <u>option</u> <del>plan or</del> 1233 MediPass, the agency <u>shall</u> <del>will</del> assign the recipient <del>to a</del> 1234 managed care plan or MediPass</del> according to the criteria 1235 specified in this section.

5. Explains the recipient's right to complain, file a
grievance, or change <u>his or her</u> managed care <u>option as specified</u>
<u>in this section</u> <del>plans or MediPass providers if the recipient is</del>
<del>not satisfied with the managed care plan or MediPass</del>.

1240 (d) The agency shall develop a mechanism for providing 1241 information to Medicaid recipients for the purpose of choosing 1242 making a managed care option plan or MediPass selection. 1243 Examples of such mechanisms may include, but are not be limited 1244 to, interactive information systems, mailings, and mass 1245 marketing materials. Managed care plans and MediPass providers may not provide are prohibited from providing inducements to 1246 1247 Medicaid recipients to select their plans or prejudice from prejudicing Medicaid recipients against other managed care plans 1248 1249 or MediPass providers.

1250 (e) Medicaid recipients who are already enrolled in a 1251 managed care plan or MediPass shall be offered the opportunity 1252 to change managed care plans or MediPass providers, as 1253 applicable, on a staggered basis, as defined by the agency. All 1254 Medicaid recipients shall have 30 days in which to choose a 1255 managed care option make a choice of managed care plans or 1256 MediPass providers. Those Medicaid recipients who do not make a 1257 choice shall be assigned in accordance with paragraph (f). To 1258 facilitate continuity of care, for a Medicaid recipient who is also a recipient of Supplemental Security Income (SSI), prior to 1259 1260 assigning the SSI recipient to a managed care plan or MediPass,

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| 1261 | the agency shall determine whether the SSI recipient has an      |
| 1262 | ongoing relationship with a MediPass provider or managed care    |
| 1263 | plan, and if so, the agency shall assign the SSI recipient to    |
| 1264 | that MediPass provider or managed care plan. Those SSI           |
| 1265 | recipients who do not have such a provider relationship shall be |
| 1266 | assigned to a managed care plan or MediPass provider in          |
| 1267 | accordance with paragraph (f).                                   |
| 1268 | 1. During the 30-day choice period:                              |
| 1269 | a. A recipient residing in a county in which two or more         |
| 1270 | managed care plans are eligible to accept Medicaid enrollees,    |
| 1271 | including a recipient who was enrolled in MediPass at the        |
| 1272 | commencement of his or her 30-day choice period, shall choose    |
| 1273 | from those managed care plans. A recipient may opt out of his or |
| 1274 | her choice and choose a different managed care plan during the   |
| 1275 | 90-day opt out period.   |
| 1276 | b. A recipient residing in a county in which only one            |
| 1277 | managed care plan is eligible to accept Medicaid enrollees shall |
| 1278 | choose the managed care plan or a MediPass provider. A recipient |
| 1279 | who chooses the managed care plan may opt out of the plan and    |
| 1280 | choose a MediPass provider during the 90-day opt out period.     |
| 1281 | c. A recipient residing in a county in which no managed          |
| 1282 | care plan is accepting Medicaid enrollees shall choose a         |
| 1283 | MediPass provider.   |
| 1284 | 2. For the purposes of recipient choice, if a managed care       |
| 1285 | plan reaches its enrollment capacity, as determined by the       |
| 1286 | agency, the plan may not accept additional Medicaid enrollees    |
| 1287 | until the agency determines that the plan's enrollment is        |
| 1288 | sufficiently less than its enrollment capacity, due to a decline |
| 1289 | in enrollment or by an increase in enrollment capacity. If a     |
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| 1290 | managed care plan notifies the agency of its intent to exit a    |
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| 1291 | county, the plan may not accept additional Medicaid enrollees in |
| 1292 | that county before the exit date.                                |
| 1293 | 3. As used in this paragraph, when referring to recipient        |
| 1294 | choice, the term "managed care plans" includes health            |
| 1295 | maintenance organizations, exclusive provider organizations,     |
| 1296 | provider service networks, minority physician networks,          |
| 1297 | Children's Medical Services Networks, and pediatric emergency    |
| 1298 | department diversion programs authorized by this chapter or the  |
| 1299 | General Appropriations Act.                                      |
| 1300 | 4. The agency shall seek federal waiver authority or a           |
| 1301 | state plan amendment consistent with 42 U.S.C. 1396u-2(a)(1), as |
| 1302 | needed, to implement this paragraph.                             |
| 1303 | (f) If a Medicaid recipient does not choose a managed care       |
| 1304 | option:  |
| 1305 | 1. If the recipient resides in a county in which two or          |
| 1306 | more managed care plans are accepting Medicaid enrollees, the    |
| 1307 | agency shall assign the recipient, including a recipient who was |
| 1308 | enrolled in MediPass at the commencement of his or her 30-day    |
| 1309 | choice period, to one of those managed care plans. A recipient   |
| 1310 | assigned to a managed care plan under this subparagraph may opt  |
| 1311 | out of the managed care plan and enroll in a different managed   |
| 1312 | care plan during the 90-day opt out period. The agency shall     |
| 1313 | seek to make assignments among the managed care plans on an even |
| 1314 | basis under the criteria in subparagraph 6.                      |
| 1315 | 2. If the recipient resides in a county in which only one        |
| 1316 | managed care plan is accepting Medicaid enrollees, the agency    |
| 1317 | shall assign the recipient, including a recipient who was        |
| 1318 | enrolled in MediPass at the commencement of his or her 30-day    |

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1319 choice period, to the managed care plan. A recipient assigned to 1320 a managed care plan under this subparagraph may opt out of the managed care plan and choose a MediPass provider during the 90-1321 1322 day opt out period. 1323 3. If the recipient resides in a county in which no managed 1324 care plan is accepting Medicaid enrollees, the agency shall 1325 assign the recipient to a MediPass provider. 1326 4. For the purpose of assignment, if a managed care plan 1327 reaches its enrollment capacity, as determined by the agency, 1328 the plan may not accept additional Medicaid enrollees until the 1329 agency determines that the plan's enrollment is sufficiently 1330 less than its enrollment capacity, due to a decline in 1331 enrollment or by an increase in enrollment capacity. If a 1332 managed care plan notifies the agency of its intent to exit a 1333 county, the agency may not assign additional Medicaid enrollees 1334 to the plan in that county before the exit date. plan or MediPass provider, the agency shall assign the Medicaid 1335 1336 recipient to a managed care plan or MediPass provider. Medicaid 1337 recipients eligible for managed care plan enrollment who are 1338 subject to mandatory assignment but who fail to make a choice 1339 shall be assigned to managed care plans until an enrollment of 1340 35 percent in MediPass and 65 percent in managed care plans, of 1341 all those eligible to choose managed care, is achieved. Once 1342 this enrollment is achieved, the assignments shall be divided in 1343 order to maintain an enrollment in MediPass and managed care plans which is in a 35 percent and 65 percent proportion, 1344 1345 respectively. Thereafter, assignment of Medicaid recipients who 1346 fail to make a choice shall be based proportionally on the preferences of recipients who have made a choice in the previous 1347

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1348 period. Such proportions shall be revised at least quarterly to reflect an update of the preferences of Medicaid recipients. The 1349 1350 agency shall disproportionately assign Medicaid-eligible 1351 recipients who are required to but have failed to make a choice 1352 of managed care plan or MediPass to the Children's Medical 1353 Services Network as defined in s. 391.021, exclusive provider organizations, provider service networks, minority physician 1354 1355 networks, and pediatric emergency department diversion programs authorized by this chapter or the General Appropriations Act, in 1356 1357 such manner as the agency deems appropriate, until the agency 1358 has determined that the networks and programs have sufficient 1359 numbers to be operated economically.

1360 <u>5. As used in For purposes of</u> this paragraph, when 1361 referring to assignment, the term "managed care plans" includes 1362 health maintenance organizations, exclusive provider 1363 organizations, provider service networks, minority physician 1364 networks, Children's Medical Services Network, and pediatric 1365 emergency department diversion programs authorized by this 1366 chapter or the General Appropriations Act.

13676. When making assignments, the agency shall consider take1368into account the following criteria, as applicable:

1369 <u>a.l.</u> Whether a managed care plan has sufficient network 1370 capacity to meet the need of members.

1371 <u>b.2.</u> Whether the managed care plan or MediPass has 1372 previously enrolled the recipient as a member, or one of the 1373 managed care plan's primary care providers or <u>a</u> MediPass <u>primary</u> 1374 <u>care provider</u> <del>providers</del> has previously provided health care to 1375 the recipient.

c.3. Whether the agency has knowledge that the recipient

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1377 member has previously expressed a preference for a particular 1378 managed care plan or MediPass <u>primary care</u> provider <del>as indicated</del> 1379 by Medicaid fee-for-service claims data, but has failed to make 1380 a choice.

1381 <u>d.4. Whether</u> the managed care plan's or MediPass primary 1382 care providers are geographically accessible to the recipient's 1383 residence.

e. If the recipient was already enrolled in a managed care
 plan at the commencement of his or her 30-day choice period and
 fails to choose a different option, the recipient must remain
 enrolled in that same managed care plan.

1388 f. To facilitate continuity of care for a Medicaid 1389 recipient who is also a recipient of Supplemental Security 1390 Income (SSI), before assigning the SSI recipient, the agency 1391 shall determine whether the SSI recipient has an ongoing 1392 relationship with a managed care plan or a MediPass primary care 1393 provider, and if so, the agency shall assign the SSI recipient to that managed care plan or MediPass provider, as applicable. 1394 1395 However, if the recipient has an ongoing relationship with a 1396 MediPass primary care provider who is included in the provider 1397 network of one or more managed care plans, the agency shall 1398 assign the recipient to one of those managed care plans.

1399 <u>g. If the recipient is diagnosed with HIV/AIDS and resides</u> 1400 <u>in Broward County, Miami-Dade County, or Palm Beach County, the</u> 1401 <u>agency shall assign the Medicaid recipient to a managed care</u> 1402 <u>plan that is a health maintenance organization authorized under</u> 1403 <u>chapter 641, that was under contract with the agency on July 1,</u> 1404 <u>2011, and that offers a delivery system in partnership with a</u> 1405 <u>university-based teaching and research-oriented organization</u>

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1406 <u>specializing in providing health care services and treatment for</u> 1407 <u>individuals diagnosed with HIV/AIDS. Recipients not diagnosed</u> 1408 <u>with HIV/AIDS may not be assigned under this paragraph to a</u> 1409 <u>managed care plan that specializes in HIV/AIDS.</u>

1410 <u>7. The agency shall seek federal waiver authority or a</u> 1411 <u>state plan amendment consistent with 42 U.S.C. 1396u-2(a)(4)(D),</u> 1412 <u>as needed, to implement this paragraph.</u>

(g) When more than one managed care plan or MediPass provider meets the criteria specified in paragraph (f), the agency shall make recipient assignments consecutively by family unit.

1417 (h) The agency may not engage in practices that are 1418 designed to favor one managed care plan over another or that are 1419 designed to influence Medicaid recipients to enroll in MediPass rather than in a managed care plan or to enroll in a managed 1420 1421 care plan rather than in MediPass, as applicable. This subsection does not prohibit the agency from reporting on the 1422 performance of MediPass or any managed care plan, as measured by 1423 1424 performance criteria developed by the agency.

1425 (i) After a recipient has made his or her selection or has 1426 been enrolled in a managed care plan or MediPass, the recipient 1427 shall have 90 days to exercise the opportunity to voluntarily 1428 disenroll and select another managed care option plan or 1429 MediPass. After 90 days, no further changes may be made except 1430 for good cause. Good cause includes, but is not limited to, poor 1431 quality of care, lack of access to necessary specialty services, 1432 an unreasonable delay or denial of service, or fraudulent 1433 enrollment. The agency shall develop criteria for good cause 1434 disenrollment for chronically ill and disabled populations who

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1435 are assigned to managed care plans if more appropriate care is 1436 available through the MediPass program. The agency must make a 1437 determination as to whether good cause exists. However, the 1438 agency may require a recipient to use the managed care plan's or 1439 MediPass grievance process prior to the agency's determination 1440 of good cause, except in cases in which immediate risk of 1441 permanent damage to the recipient's health is alleged. The 1442 grievance process, if used when utilized, must be completed in 1443 time to permit the recipient to disenroll by the first day of 1444 the second month after the month the disenrollment request was 1445 made. If the managed care plan or MediPass, as a result of the 1446 grievance process, approves an enrollee's request to disenroll, the agency is not required to make a determination in the case. 1447 1448 The agency must make a determination and take final action on a 1449 recipient's request so that disenrollment occurs by no later 1450 than the first day of the second month after the month the 1451 request was made. If the agency fails to act within the specified timeframe, the recipient's request to disenroll is 1452 1453 deemed to be approved as of the date agency action was required. 1454 Recipients who disagree with the agency's finding that good 1455 cause does not exist for disenrollment shall be advised of their 1456 right to pursue a Medicaid fair hearing to dispute the agency's 1457 finding.

(j) <u>Consistent with 42 U.S.C. 1396u-2(a)(4)(A) or under</u> federal waiver authority, as needed, the agency shall apply for a federal waiver from the Centers for Medicare and Medicaid Services to lock eligible Medicaid recipients into a managed care plan or MediPass for 12 months after an open enrollment period, except for the 90-day opt out period and good cause

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1464 <u>disenrollment</u>. After 12 months' enrollment, a recipient may 1465 select another managed care <del>plan or MediPass provider</del>. However, 1466 <del>nothing shall prevent</del> a Medicaid recipient <u>may not be prevented</u> 1467 from changing primary care providers within the managed care 1468 plan or MediPass program, <u>as applicable</u>, during the 12-month 1469 period.

1470 (k) The agency shall maintain MediPass provider networks in 1471 all counties, including those counties in which two or more 1472 managed care plans are accepting Medicaid enrollees. When a 1473 Medicaid recipient does not choose a managed care plan or 1474 MediPass provider, the agency shall assign the Medicaid 1475 recipient to a managed care plan, except in those counties in 1476 which there are fewer than two managed care plans accepting 1477 Medicaid enrollees, in which case assignment shall be to a 1478 managed care plan or a MediPass provider. Medicaid recipients in 1479 counties with fewer than two managed care plans accepting 1480 Medicaid enrollees who are subject to mandatory assignment but 1481 who fail to make a choice shall be assigned to managed care 1482 plans until an enrollment of 35 percent in MediPass and 65 1483 percent in managed care plans, of all those eligible to choose 1484 managed care, is achieved. Once that enrollment is achieved, the 1485 assignments shall be divided in order to maintain an enrollment 1486 in MediPass and managed care plans which is in a 35 percent and 1487 65 percent proportion, respectively. For purposes of this 1488 paragraph, when referring to assignment, the term "managed care 1489 plans" includes exclusive provider organizations, provider 1490 service networks, Children's Medical Services Network, minority physician networks, and pediatric emergency department diversion 1491 programs authorized by this chapter or the General 1492



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| 1493 | Appropriations Act. When making assignments, the agency shall                |
| 1494 | take into account the following criteria:                                    |
| 1495 | 1. A managed care plan has sufficient network capacity to                    |
| 1496 | meet the need of members.  |
| 1497 | 2. The managed care plan or MediPass has previously                          |
| 1498 | enrolled the recipient as a member, or one of the managed care               |
| 1499 | plan's primary care providers or MediPass providers has                      |
| 1500 | previously provided health care to the recipient.                            |
| 1501 | 3. The agency has knowledge that the member has previously                   |
| 1502 | expressed a preference for a particular managed care plan or                 |
| 1503 | MediPass provider as indicated by Medicaid fee-for-service                   |
| 1504 | claims data, but has failed to make a choice.                                |
| 1505 | 4. The managed care plan's or MediPass primary care                          |
| 1506 | providers are geographically accessible to the recipient's                   |
| 1507 | residence.   |
| 1508 | 5. The agency has authority to make mandatory assignments                    |
| 1509 | based on quality of service and performance of managed care                  |
| 1510 | plans.   |
| 1511 | (1) If the Medicaid recipient is diagnosed with HIV/AIDS                     |
| 1512 | and resides in Broward County, Miami-Dade County, or Palm Beach              |
| 1513 | County, the agency shall assign the Medicaid recipient to a                  |
| 1514 | managed care plan that is a health maintenance organization                  |
| 1515 | authorized under chapter 641, is under contract with the agency              |
| 1516 | on July 1, 2011, and which offers a delivery system through a                |
| 1517 | university-based teaching and research-oriented organization                 |
| 1518 | that specializes in providing health care services and treatment             |
| 1519 | for individuals diagnosed with HIV/AIDS.                                     |
| 1520 | <u>(1) (m)</u> Notwithstanding <del>the provisions of</del> chapter 287, the |
| 1521 | agency may <del>, at its discretion,</del> renew cost-effective contracts    |

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1522 for choice counseling services once or more for such periods as 1523 the agency may decide. However, all such renewals may not 1524 combine to exceed a total period longer than the term of the 1525 original contract.

1527 This subsection expires October 1, 2014.

(4) (a) Each female recipient may select as her primary care
provider an obstetrician/gynecologist who has agreed to
participate within a managed care plan's provider network or as
a MediPass primary care case manager, as applicable.

(b) The agency shall establish a complaints and grievance process to assist Medicaid recipients enrolled in the MediPass program to resolve complaints and grievances. The agency shall investigate reports of quality-of-care grievances which remain unresolved to the satisfaction of the enrollee.

1538 This subsection expires October 1, 2014.

(5) (a) The agency shall work cooperatively with the Social Security Administration to identify <u>recipients</u> <del>beneficiaries</del> who are jointly eligible for Medicare and Medicaid and shall develop cooperative programs to encourage these <u>recipients</u> <del>beneficiaries</del> to enroll in a Medicare participating health maintenance organization or prepaid health plans.

(b) The agency shall work cooperatively with the Department
of Elderly Affairs to assess the potential cost-effectiveness of
providing managed care enrollment MediPass to recipients
beneficiaries who are jointly eligible for Medicare and Medicaid
on a voluntary choice basis. If the agency determines that
enrollment of these recipients beneficiaries in managed care

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MediPass has the potential for being cost-effective for the state, the agency shall offer <u>managed care enrollment</u> <u>MediPass</u> to these <u>recipients</u> <u>beneficiaries</u> on a voluntary choice basis in the counties where <u>managed care is available</u> <u>MediPass operates</u>.

1556 This subsection expires October 1, 2014.

1557 (12) The agency shall include in its calculation of the 1558 hospital inpatient component of a Medicaid health maintenance 1559 organization's capitation rate any special payments, including, 1560 but not limited to, upper payment limit or disproportionate 1561 share hospital payments, made to qualifying hospitals through 1562 the fee-for-service program. The agency may seek federal waiver 1563 approval or state plan amendment as needed to implement this 1564 adjustment. This subsection expires September 1, 2012.

1565 Section 14. Section 409.9123, Florida Statutes, is amended 1566 to read:

1567 409.9123 Quality-of-care reporting.-In order to promote competition between Medicaid managed care plans and MediPass 1568 1569 based on quality-of-care indicators, The agency shall annually 1570 develop and publish a set of measures of managed care plan 1571 performance based on quality-of-care indicators. This 1572 information shall be made available to each Medicaid recipient 1573 who makes a choice of a managed care plan in her or his area. 1574 This information must shall be easily understandable to the 1575 Medicaid recipient and shall use nationally recognized standards 1576 wherever possible. In formulating this information, the agency 1577 shall, at a minimum, consider take into account at least the 1578 following:

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(1) The recommendations of the National Committee for



Quality Assurance Medicaid HEDIS Task Force.
(2) Requirements and recommendations of the <u>Centers for</u>
Medicare and Medicaid Services Health Care Financing
Administration.
(3) Recommendations of the managed care industry.
Section 15. For the purpose of incorporating the amendment

1505 made by this act to section 409.9122, Florida Statutes, in a 1587 reference thereto, subsection (1) of section 409.9126, Florida 1588 Statutes, is reenacted to read:

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409.9126 Children with special health care needs.-

(1) Except as provided in subsection (4), children eligible for Children's Medical Services who receive Medicaid benefits, and other Medicaid-eligible children with special health care needs, shall be exempt from the provisions of s. 409.9122 and shall be served through the Children's Medical Services network established in chapter 391.

1596 Section 16. Effective upon this act becoming a law, 1597 subsections (4) through (6) of section 409.915, Florida 1598 Statutes, are amended, and subsections (7) through (11) are 1599 added to that section, to read:

1600 409.915 County contributions to Medicaid.—Although the 1601 state is responsible for the full portion of the state share of 1602 the matching funds required for the Medicaid program, in order 1603 to acquire a certain portion of these funds, the state shall 1604 charge the counties for certain items of care and service as 1605 provided in this section.

1606 (4) Each county shall <u>contribute</u> pay into the General
 1607 Revenue Fund, unallocated, its pro rata share of the total
 1608 county participation based upon statements rendered by the



1609 agency in consultation with the counties. The agency shall 1610 render such statements monthly based on each county's eligible 1611 recipients. For purposes of this section, each county's eligible 1612 recipients shall be determined by the recipients' address 1613 information contained in the federally approved Medicaid 1614 eligibility system within the Department of Children and Family 1615 Services. The process developed under subsection (10) may be 1616 used for cases in which the Medicaid eligibility system's 1617 address information may indicate a need for revision.

1618 (5) The Department of Financial Services shall withhold 1619 from the cigarette tax receipts or any other funds to be 1620 distributed to the counties the individual county share that has 1621 not been remitted within 60 days after billing.

1622 (5) (6) In any county in which a special taxing district or 1623 authority is located which will benefit from the medical 1624 assistance programs covered by this section, the board of county 1625 commissioners may divide the county's financial responsibility 1626 for this purpose proportionately, and each such district or 1627 authority must furnish its share to the board of county 1628 commissioners in time for the board to comply with the 1629 provisions of subsection (3). Any appeal of the proration made 1630 by the board of county commissioners must be made to the 1631 Department of Financial Services, which shall then set the 1632 proportionate share of each party.

1633 (6) (7) Counties are exempt from contributing toward the 1634 cost of new exemptions on inpatient ceilings for statutory 1635 teaching hospitals, specialty hospitals, and community hospital 1636 education program hospitals that came into effect July 1, 2000, 1637 and for special Medicaid payments that came into effect on or

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1638 after July 1, 2000.

1639 (7) By September 1, 2012, the agency shall certify to the 1640 Department of Revenue, for each county, an amount equal to 85 1641 percent of each county's billings through April 30, 2012, which 1642 remain unpaid.

1643 (8) (a) Beginning with the October 2012 distribution, the Department of Revenue shall reduce each county's distributions 1644 1645 pursuant to s. 218.26 by one thirty-sixth of the amount 1646 certified by the agency under subsection (7) for that county. 1647 However, the amount of the reduction may not exceed 50 percent 1648 of each county's distribution. If, after 36 months, the 1649 reductions for each county do not equal the total amount 1650 initially certified by the agency, the Department of Revenue 1651 shall continue to reduce each distribution by up to 50 percent 1652 until the total amount certified is reached. The amounts by 1653 which the distributions are reduced shall be transferred to the 1654 General Revenue Fund.

1655 (b) As an assurance to holders of bonds issued before the 1656 effective date of this act to which distributions made pursuant 1657 to s. 218.26 are pledged, or bonds issued to refund such bonds 1658 which mature no later than the bonds they refunded and which 1659 result in a reduction of debt service payable in each fiscal 1660 year, the amount available for distribution to a county shall 1661 remain as provided by law and continue to be subject to any lien 1662 or claim on behalf of the bondholders. The Department of Revenue 1663 must ensure that any reduction in amounts distributed pursuant 1664 to paragraph (a) does not reduce the amount of distribution to a 1665 county below the amount necessary for the payment of principal and interest on the bonds and the amount necessary to comply 1666

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1667 with any covenant under the bond resolution or other documents relating to the issuance of the bonds. 1668 (9) (a) Beginning May 1, 2012, and each month thereafter, 1669 1670 the agency shall certify to the Department of Revenue the amount 1671 of the monthly statement rendered to each county pursuant to 1672 subsection (4). The department shall reduce each county's 1673 monthly distribution pursuant to s. 218.61 by the amount 1674 certified. The amounts by which the distributions are reduced 1675 shall be transferred to the General Revenue Fund. 1676 (b) As an assurance to holders of bonds issued before the 1677 effective date of this act to which distributions made pursuant 1678 to s. 218.61 are pledged, or bonds issued to refund such bonds 1679 which mature no later than the bonds they refunded and which 1680 result in a reduction of debt service payable in each fiscal 1681 year, the amount available for distribution to a county shall remain as provided by law and continue to be subject to any lien 1682 1683 or claim on behalf of the bondholders. The Department of Revenue 1684 must ensure that any reductions in amounts distributed pursuant 1685 to paragraph (a) does not reduce the amount of distribution to a 1686 county below the amount necessary for the payment of principal 1687 and interest on the bonds and the amount necessary to comply with any covenant under the bond resolution or other documents 1688 1689 relating to the issuance of the bonds. 1690 (10) The Department of Revenue shall pay certified refund 1691 requests in accordance with a process developed by the agency 1692 and the department which: 1693 (a) Allows counties to submit to the agency written 1694 requests for refunds of any amounts by which the distributions were reduced as provided in subsection (9) and which set forth 1695

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| 1696 | the reasons for the refund requests.                              |
| 1697 | (b) Requires the agency to make a determination as to             |
| 1698 | whether a refund request is appropriate and should be approved,   |
| 1699 | in which case the agency shall certify the amount of the refund   |
| 1700 | to the department.  |
| 1701 | (c) Requires the department to issue the refund for the           |
| 1702 | certified amount to the county from the General Revenue Fund.     |
| 1703 | (11) Beginning in the 2013-2014 fiscal year and each year         |
| 1704 | thereafter until the 2020-2021 fiscal year, the Chief Financial   |
| 1705 | Officer shall transfer from the General Revenue Fund to the       |
| 1706 | Lawton Chiles Endowment Fund an amount equal to the amounts       |
| 1707 | transferred to the General Revenue Fund in the previous fiscal    |
| 1708 | year pursuant to subsections (8) and (9), reduced by the amount   |
| 1709 | of refunds paid pursuant to subsection (10), which are in excess  |
| 1710 | of the official estimate for medical hospital fees for such       |
| 1711 | previous fiscal year adopted by the Revenue Estimating            |
| 1712 | Conference on January 12, 2012, as reflected in the conference's  |
| 1713 | workpapers. By July 20 of each year, the Office of Economic and   |
| 1714 | Demographic Research shall certify the amount to be transferred   |
| 1715 | to the Chief Financial Officer. Such transfers must be made       |
| 1716 | before July 31 of each year until the total transfers for all     |
| 1717 | years equal \$265 million. The Office of Economic and Demographic |
| 1718 | Research shall publish the official estimates reflected in the    |
| 1719 | conference's workpapers on its website.                           |
| 1720 | Section 17. Subsection (2) of section 409.979, Florida            |
| 1721 | Statutes, is amended to read:                                     |
| 1722 | 409.979 Eligibility   |
| 1723 | (2) Medicaid recipients who, on the date long-term care           |
| 1724 | managed care plans become available in their region, reside in a  |
|      |   |

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| 1725 | nursing home facility or are enrolled in one of the following         |
|------|---|
| 1726 | long-term care Medicaid waiver programs are eligible to               |
| 1727 | participate in the long-term care managed care program for up to      |
| 1728 | 12 months without being reevaluated for their need for nursing        |
| 1729 | facility care as defined in s. 409.985(3):                            |
| 1730 | (a) The Assisted Living for the Frail Elderly Waiver.                 |
| 1731 | (b) The Aged and Disabled Adult Waiver.                               |
| 1732 | (c) The Adult Day Health Care Waiver.                                 |
| 1733 | <u>(c)</u> The Consumer-Directed Care Plus Program as described       |
| 1734 | in s. 409.221.  |
| 1735 | (d) (e) The Program of All-inclusive Care for the Elderly.            |
| 1736 | <u>(e)</u> The long-term care community-based diversion pilot         |
| 1737 | project as described in s. 430.705.                                   |
| 1738 | <u>(f)</u> The Channeling Services Waiver for Frail Elders.           |
| 1739 | Section 18. Subsection (15) of section 430.04, Florida                |
| 1740 | Statutes, is amended to read:   |
| 1741 | 430.04 Duties and responsibilities of the Department of               |
| 1742 | Elderly AffairsThe Department of Elderly Affairs shall:               |
| 1743 | (15) Administer all Medicaid waivers and programs relating            |
| 1744 | to elders and their appropriations. The waivers include, but are      |
| 1745 | not limited to:   |
| 1746 | (a) The Assisted Living for the Frail Elderly Waiver.                 |
| 1747 | (b) The Aged and Disabled Adult Waiver.                               |
| 1748 | (c) The Adult Day Health Care Waiver.                                 |
| 1749 | <u>(c)</u> The Consumer-Directed Care Plus Program as defined         |
| 1750 | in s. 409.221.  |
| 1751 | (d) <del>(c)</del> The Program of All-inclusive Care for the Elderly. |
| 1752 | <u>(e)</u> The Long-Term Care Community-Based Diversion Pilot         |
| 1753 | Project as described in s. 430.705.                                   |
| I    |   |

1754



(f) (g) The Channeling Services Waiver for Frail Elders.

1755 The department shall develop a transition plan for recipients 1756 1757 receiving services in long-term care Medicaid waivers for elders 1758 or disabled adults on the date eligible plans become available 1759 in each recipient's region defined in s. 409.981(2) to enroll 1760 those recipients in eligible plans. This subsection expires October 1, 2014. 1761 1762 Section 19. Section 31 of chapter 2009-223, Laws of 1763 Florida, as amended by section 44 of chapter 2010-151, Laws of 1764 Florida, is redesignated as section 409.9132, Florida Statutes, 1765 and amended to read: 1766 409.9132 Section 31. Pilot project to monitor home health 1767 services.-The agency for Health Care Administration shall expand the develop and implement a home health agency monitoring pilot 1768 1769 project in Miami-Dade County on a statewide basis effective July 1770 1, 2012, except in counties in which the program will not be cost-effective, as determined by the agency by January 1, 2010. 1771 1772 The agency shall contract with a vendor to verify the 1773 utilization and delivery of home health services and provide an 1774 electronic billing interface for home health services. The 1775 contract must require the creation of a program to submit claims 1776 electronically for the delivery of home health services. The 1777 program must verify telephonically visits for the delivery of 1778 home health services using voice biometrics. The agency may seek 1779 amendments to the Medicaid state plan and waivers of federal 1780 laws, as necessary, to implement or expand the pilot project. Notwithstanding s. 287.057(3)(f), Florida Statutes, the agency 1781 1782 must award the contract through the competitive solicitation



1783 process <u>and may use the current contract to expand the home</u> 1784 <u>health agency monitoring pilot project to include additional</u> 1785 <u>counties as authorized under this section</u>. The agency shall 1786 <del>submit a report to the Governor, the President of the Senate,</del> 1787 <del>and the Speaker of the House of Representatives evaluating the</del> 1788 <del>pilot project by February 1, 2011.</del>

Section 20. Section 32 of chapter 2009-223, Laws of Florida, is redesignated as section 409.9133, Florida Statutes, and amended to read:

1792 409.9133 Section 32. Pilot project for home health care 1793 management.-The agency for Health Care Administration shall 1794 expand the implement a comprehensive care management pilot 1795 project for home health services statewide and include private-1796 duty nursing and personal care services effective July 1, 2012, 1797 except in counties in which the program will not be costeffective, as determined by the agency by January 1, 2010. The 1798 1799 program must include, which includes face-to-face assessments by 1800 a nurse licensed pursuant to chapter 464, Florida Statutes, 1801 consultation with physicians ordering services to substantiate 1802 the medical necessity for services, and on-site or desk reviews 1803 of recipients' medical records in Miami-Dade County. The agency 1804 may enter into a contract with a qualified organization to 1805 implement or expand the pilot project. The agency may use the 1806 current contract to expand the comprehensive care management 1807 pilot project to include the additional services and counties 1808 authorized under this section. The agency may seek amendments to 1809 the Medicaid state plan and waivers of federal laws, as 1810 necessary, to implement or expand the pilot project. Section 21. Notwithstanding s. 430.707, Florida Statutes, 1811

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| 1812 | and subject to federal approval of an additional site for the    |
|------|--|
| 1813 | Program of All-Inclusive Care for the Elderly (PACE), the Agency |
| 1814 | for Health Care Administration shall contract with a current     |
| 1815 | PACE organization authorized to provide PACE services in         |
| 1816 | Southeast Florida to develop and operate a PACE program in       |
| 1817 | Broward County to serve frail elders who reside in Broward       |
| 1818 | County. The organization shall be exempt from chapter 641,       |
| 1819 | Florida Statutes. The agency, in consultation with the           |
| 1820 | Department of Elderly Affairs and subject to an appropriation,   |
| 1821 | shall approve up to 150 initial enrollee slots in the Broward    |
| 1822 | program established by the organization.                         |
| 1823 | Section 22. Effective upon this act becoming a law and for       |
| 1824 | the 2011-2012 state fiscal year only, a public hospital located  |
| 1825 | in trauma service area 2 which has local funds available for     |
| 1826 | intergovernmental transfers that allow for exemptions from       |
| 1827 | inpatient and outpatient reimbursement limitations may,          |
| 1828 | notwithstanding s. 409.905(5)(c), Florida Statues, have its      |
| 1829 | reimbursement rates adjusted after September 30 of the state     |
| 1830 | fiscal year in which the rates take effect.                      |
| 1831 | Section 23. Except as otherwise expressly provided in this       |
| 1832 | act and except for this section, which shall take effect upon    |
| 1833 | this act becoming a law, this act shall take effect July 1,      |
| 1834 | 2012.  |
| 1835 |  |
| 1836 | ======================================                           |
| 1837 | And the title is amended as follows:                             |
| 1838 | Delete everything before the enacting clause                     |
| 1839 | and insert:  |
| 1840 | A bill to be entitled  |
| Ι    | Page 61 of 68  |
|      |  |

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1841 An act relating to Medicaid; amending s. 383.15, F.S.; 1842 revising legislative intent relating to funding for 1843 regional perinatal intensive care centers; amending s. 1844 409.8132, F.S.; revising a cross-reference; amending 1845 s. 409.814, F.S.; deleting a prohibition preventing 1846 children who are eligible for coverage under a state 1847 health benefit plan from being eligible for services 1848 provided through the subsidized program; revising 1849 cross-references; requiring a completed application, 1850 including a clinical screening, for enrollment in the 1851 Children's Medical Services Network; amending s. 1852 409.902, F.S.; providing for the creation of an 1853 Internet-based system for determining eligibility for 1854 the Medicaid and Kidcare programs, contingent on the 1855 appropriation; providing system business objectives 1856 and requirements; requiring the Department of Children 1857 and Family Services to develop the system; requiring 1858 the system to be completed and implemented by 1859 specified dates; providing a governance structure 1860 pending implementation of the program, including an 1861 executive steering committee and a project management 1862 team; amending s. 409.905, F.S.; limiting the number 1863 of paid hospital emergency department visits for 1864 nonpregnant adults; authorizing the Agency for Health 1865 Care Administration to request approval by the 1866 Legislative Budget Commission of hospital rate 1867 adjustments; providing components for the agency's plan to convert inpatient hospital rates to a 1868 1869 prospective payment system; revising dates for



1870 submitting the plan and implementing the system; 1871 amending s. 409.908, F.S.; conforming a cross-1872 reference; authorizing the Agency for Health Care 1873 Administration to accept voluntary intergovernmental 1874 transfers of local taxes and other qualified revenue 1875 from counties, municipalities, or special taxing 1876 districts in order to fund certain costs; limiting the 1877 use of intergovernmental transfer funds for hospital 1878 reimbursements; prohibiting the inclusion of certain 1879 hospital costs in the capitation rates for prepaid 1880 health plans; providing for the inclusion of certain 1881 hospital costs in capitation rates for prepaid health 1882 plans if funded by intergovernmental transfers; 1883 incorporating a transferred provision; amending s. 1884 409.911, F.S.; updating references to data used for 1885 calculations in the disproportionate share program; 1886 repealing s. 409.9112, F.S., relating to the 1887 disproportionate share program for regional perinatal 1888 intensive care centers; amending s. 409.9113, F.S.; 1889 conforming a cross-reference; authorizing the agency 1890 to distribute moneys in the disproportionate share 1891 program for teaching hospitals; repealing s. 409.9117, 1892 F.S., relating to the primary care disproportionate 1893 share program; amending s. 409.912, F.S.; revising the 1894 conditions for contracting with certain managed care 1895 plans for behavioral health care services; deleting 1896 requirements for assigning certain MediPass recipients 1897 to managed care plans for behavioral health care 1898 services; requiring the assignment of recipients to



1899 provider service networks; amending s. 409.9121, F.S.; 1900 revising legislative findings relating to the Medicaid 1901 program; amending s. 409.9122, F.S.; providing 1902 criteria and procedures relating to recipient 1903 enrollment choice and assignment among Medicaid 1904 managed care plans and MediPass; deleting transferred 1905 provisions relating to school districts; amending s. 1906 409.9123, F.S.; revising provisions relating to the 1907 publication of quality measures for managed care 1908 plans; reenacting s. 409.9126, F.S., relating to 1909 children with special health care needs; amending s. 1910 409.915, F.S.; specifying criteria for determining a 1911 county's eligible recipients; providing for payment of 1912 billings that have been denied by the county from the 1913 county's tax revenues; providing for refunds; 1914 providing for the transfer of certain refunds to the 1915 Lawton Chiles Endowment Fund; amending ss. 409.979 and 1916 430.04, F.S.; deleting references to the Adult Day 1917 Health Care Waiver in provisions relating to Medicaid 1918 eligibility and duties and responsibilities of the 1919 Department of Elderly Affairs; amending s. 31, chapter 2009-223, Laws of Florida, as amended, and 1920 1921 redesignating that section as s. 409.9132, F.S.; 1922 expanding the home health agency monitoring pilot 1923 project statewide; amending s. 32, chapter 2009-223, 1924 Laws of Florida, and redesignating that section as s. 1925 409.9133, F.S.; expanding the comprehensive care 1926 management pilot project for home health services 1927 statewide and including private-duty nursing and



1928personal care services; providing an additional site1929in Broward County for the Program of All-Inclusive1930Care for the Elderly; providing that a public hospital1931located in trauma service area 2 which has local funds1932available for intergovernmental transfers may have its1933reimbursement rates adjusted after a certain date;1934providing effective dates.