A bill to be entitled An act relating to adult day care services and centers; amending s. 409.908, F.S.; providing a reimbursement system for adult day care services providers under the Medicaid program; defining the term "tiered payment system"; providing reimbursement rates for nonemergency medical transportation services provided by adult day care centers to Medicaid recipients; creating s. 429.924, F.S.; providing purpose of specified provisions; authorizing waivers under specified circumstances; providing annual continuing education requirements for operators of adult day care centers; providing that certain persons qualify for specified course credits; requiring persons and entities providing continuing education courses to furnish specified documents to the Department of Elder Affairs; providing that the continuing education requirements are a condition precedent to the issuance, continuation, reinstatement, or renewal of an adult day care center license; authorizing the department to grant an extension for the education course completion under certain circumstances; prohibiting the department from renewing licenses until the course is completed;

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CODING: Words stricken are deletions; words underlined are additions.

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Be It Enacted by the Legislature of the State of Florida:

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Section 1. Subsections (8) and (18) of section 409.908, Florida Statutes, are amended to read:

409.908 Reimbursement of Medicaid providers.-Subject to specific appropriations, the agency shall reimburse Medicaid providers, in accordance with state and federal law, according to methodologies set forth in the rules of the agency and in policy manuals and handbooks incorporated by reference therein. These methodologies may include fee schedules, reimbursement methods based on cost reporting, negotiated fees, competitive bidding pursuant to s. 287.057, and other mechanisms the agency considers efficient and effective for purchasing services or goods on behalf of recipients. If a provider is reimbursed based on cost reporting and submits a cost report late and that cost report would have been used to set a lower reimbursement rate for a rate semester, then the provider's rate for that semester shall be retroactively calculated using the new cost report, and full payment at the recalculated rate shall be effected retroactively. Medicare-granted extensions for filing cost reports, if applicable, shall also apply to Medicaid cost reports. Payment for Medicaid compensable services made on

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

(8) (a) Except as otherwise provided in paragraph (b), a provider of home-based or community-based services rendered pursuant to a federally approved waiver shall be reimbursed based on an established or negotiated rate for each service. These rates shall be established according to an analysis of the expenditure history and prospective budget developed by each contract provider participating in the waiver program, or under any other methodology adopted by the agency and approved by the Federal Government in accordance with the waiver. Privately owned and operated community-based residential facilities which meet agency requirements and which formerly received Medicaid reimbursement for the optional intermediate care facility for the intellectually disabled service may participate in the developmental services waiver as part of a home-and-community-

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based continuum of care for Medicaid recipients who receive waiver services.

- (b)1. A provider of adult day care services rendered pursuant to a federally approved waiver shall be reimbursed pursuant to a tiered payment system. As used in this paragraph, the term "tiered payment system" means a two-tiered payment model that categorizes an adult day care center based on the center's quality of care, facilities, compliance with established standards, and level of service.
- a. For purposes of reimbursement as a Tier I center, the center must meet all of the basic requirements for a licensed adult day care center as provided in part III of chapter 429, with the exception of the provision of specialized Alzheimer's services, as defined in s. 429.918(2). The reimbursement rate for a Tier I center shall be the minimum rate per day set by the United States Department of Veterans Affairs for adult day health care services, but not less than \$90 per day. The reimbursement rate shall be adjusted on January 1 of each year, except that such adjustment may not exceed the lesser of 3 percent or the increase in the Consumer Price Index for All Urban Consumers in the South Region as determined by the Bureau of Labor Statistics of the United States Department of Labor.
- b. For purposes of reimbursement as a Tier II center, the center must meet all of the requirements of a Tier I center and

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must be designated as a specialized Alzheimer's services adult day care center, as provided in s. 429.918. The reimbursement rate for a Tier II center shall be the minimum rate per day set by the United States Department of Veterans Affairs for adult day health care services, plus 30 percent rate difference over the standard contracted rate for a Tier I center; however, the reimbursement rate may not be less than \$110 per day. The reimbursement rate shall be adjusted on January 1 of each year, except that such adjustment may not exceed the lesser of 3 percent or the increase in the Consumer Price Index for All Urban Consumers in the South Region as determined by the Bureau of Labor Statistics of the United States Department of Labor.

- 2. An adult day care center that provides nonemergency medical transportation services to a Medicaid recipient shall be reimbursed for such services at the rates paid by:
- a. The applicable managed care plan to its contracted nonemergency medical transportation vendor; or
- b. The nonemergency medical transportation vendor to the nonemergency medical transportation services provider, if the adult day care center directly contracts with the nonemergency medical transportation vendor of a managed care plan.
- (18) Unless otherwise provided for in the General Appropriations Act or in paragraph (8)(b), a provider of transportation services shall be reimbursed the lesser of the

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amount billed by the provider or the Medicaid maximum allowable fee established by the agency, except when the agency has entered into a direct contract with the provider, or with a community transportation coordinator, for the provision of an all-inclusive service, or when services are provided pursuant to an agreement negotiated between the agency and the provider. The agency, as provided for in s. 427.0135, shall purchase transportation services through the community coordinated transportation system, if available, unless the agency, after consultation with the commission, determines that it cannot reach mutually acceptable contract terms with the commission. The agency may then contract for the same transportation services provided in a more cost-effective manner and of comparable or higher quality and standards. Nothing in this subsection shall be construed to limit or preclude the agency from contracting for services using a prepaid capitation rate or from establishing maximum fee schedules, individualized reimbursement policies by provider type, negotiated fees, prior authorization, competitive bidding, increased use of mass transit, or any other mechanism that the agency considers efficient and effective for the purchase of services on behalf of Medicaid clients, including implementing a transportation eligibility process. The agency shall not be required to contract with any community transportation coordinator or

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transportation operator that has been determined by the agency, the Department of Legal Affairs Medicaid Fraud Control Unit, or any other state or federal agency to have engaged in any abusive or fraudulent billing activities. The agency is authorized to competitively procure transportation services or make other changes necessary to secure approval of federal waivers needed to permit federal financing of Medicaid transportation services at the service matching rate rather than the administrative matching rate. Notwithstanding chapter 427, the agency is authorized to continue contracting for Medicaid nonemergency transportation services in agency service area 11 with managed care plans that were under contract for those services before July 1, 2004.

Section 2. Section 429.924, Florida Statutes, is created to read:

429.924 Continuing education requirements for operators.-

- (1) The purpose of this section is to establish the requirements and standards for a continuing education course for operators managing the day-to-day operations of licensed adult day care centers in this state. An operator who cannot comply with the continuing education requirements of this section due to active duty in the military may submit a written request for a waiver to the department.
 - (2) In addition to any existing adult day care center

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staff training required by department rule or established under
this part, an operator must complete every year an 8-hour
continuing education course developed and offered by the Florida
Adult Day Services Association and approved by the department.
The course must include training in the following subject areas:
(a) One hour on compliance with the Agency for Health Care
Administration.
(b) One hour on Alzheimer's disease and related disorders.
(c) One hour on the state comprehensive emergency
management plan.
(d) One hour on anti-fraud, abuse, and neglect.
(e) One hour on nonemergency medical transportation.
(f) One hour on daily management.
(g) One hour on staff compliance with Participant Care
Standards, rule 59A-16.103, Florida Administrative Code.
(h) One hour on the Health Insurance Portability and
Accountability Act.
(3) The continuing education course described in
subsection (2) may be offered in person or online. Upon
completion of the online course, an operator must pass a
department-approved online examination with a minimum score of
80 percent. An operator attending an in-person course is exempt
from the examination requirement. A person who teaches an
approved course of instruction, or lectures in any approved

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course, and who attends the entire course qualifies for the same number of classroom hours as a person who takes and successfully completes such course. Credit is limited to the number of hours actually taught or lectured unless the person attends the entire course.

- (4) Each person or entity providing a course for continuing education credit must furnish, within 30 days after completion of the course, in a form satisfactory to the department or its designee, a roster showing the adult day care center license numbers and the names of the operators who have successfully completed the continuing education course and who request the continuing education credits.
- (5) (a) An operator's compliance with the continuing education requirements of this section is a condition precedent to the issuance, continuation, reinstatement, or renewal of an adult day care center license. The department may, for good cause shown, grant an operator an extension of time during which the continuing education course must be completed, except that any such extension may not exceed 1 year.
- (b) Unless the department has granted an operator an extension under paragraph (a), the department may not issue a renewal license to an adult day care center whose operator fails to complete the requirements of this section until the operator successfully completes the continuing education course.

217 Section 3. This act shall take effect July 1, 2025.

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