**DATE**: March 20, 1998

# HOUSE OF REPRESENTATIVES COMMITTEE ON Elder Affairs & Long Term Care BILL RESEARCH & ECONOMIC IMPACT STATEMENT

**BILL #**: HB 4231

**RELATING TO**: Long-Term Care Community Diversion Project Act

**SPONSOR(S)**: Representative Jacobs

COMPANION BILL(S): SB 2324

# ORIGINATING COMMITTEE(S)/COMMITTEE(S) OF REFERENCE:

(1) Elder Affairs & Long Term Care

(2)

(3)

(4)

(5)

# I. SUMMARY:

HB 4231 amends the Long Term Care Community Diversion Project Act.

The bill directs the Department of Elder Affairs to allow enrollees to choose among long-term care providers including providers that are affiliated with a religious faith or denomination.

The bill would take effect upon becoming law and has no fiscal impact.

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## II. SUBSTANTIVE RESEARCH:

#### A. PRESENT SITUATION:

Pursuant to HB 1523, passed in the 1997 Legislative session, DOEA and AHCA have developed a model for Long-Term Care Community Diversion Pilot projects and have applied to the federal Health Care Financing Administration (HCFA) for permission to waive some of the rules which govern the Medicaid program.

Under the Long-term Care Community Diversion Pilot projects, elders would be offered an opportunity to enroll in a managed care plan that combined coverage for routine, preventive, acute, and nursing home care.

## B. EFFECT OF PROPOSED CHANGES:

To the extent possible, enrollees in the Long-Term Care Community Diversion Project would be allowed to choose providers of long-term care service that are affiliated with a religious faith or denomination.

#### C. APPLICATION OF PRINCIPLES:

- 1. Less Government:
  - a. Does the bill create, increase or reduce, either directly or indirectly:
    - (1) any authority to make rules or adjudicate disputes?

No.

(2) any new responsibilities, obligations or work for other governmental or private organizations or individuals?

No.

(3) any entitlement to a government service or benefit?

No.

- b. If an agency or program is eliminated or reduced:
  - (1) what responsibilities, costs and powers are passed on to another program, agency, level of government, or private entity?

N/A

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(2) what is the cost of such responsibility at the new level/agency?

N/A

(3) how is the new agency accountable to the people governed?

N/A

# 2. Lower Taxes:

a. Does the bill increase anyone's taxes?

No.

b. Does the bill require or authorize an increase in any fees?

No.

c. Does the bill reduce total taxes, both rates and revenues?

No.

d. Does the bill reduce total fees, both rates and revenues?

No.

e. Does the bill authorize any fee or tax increase by any local government?

No.

## 3. Personal Responsibility:

a. Does the bill reduce or eliminate an entitlement to government services or subsidy?

No.

b. Do the beneficiaries of the legislation directly pay any portion of the cost of implementation and operation?

N/A

# 4. <u>Individual Freedom:</u>

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a. Does the bill increase the allowable options of individuals or private organizations/associations to conduct their own affairs?

It specifies that, to the extent possible, persons who enroll in the Long-Term Care Community Diversion Pilot Project would be allowed to choose a faith-based provider of long term care services.

b. Does the bill prohibit, or create new government interference with, any presently lawful activity?

No.

## 5. Family Empowerment:

- a. If the bill purports to provide services to families or children:
  - (1) Who evaluates the family's needs?

N/A

(2) Who makes the decisions?

N/A

(3) Are private alternatives permitted?

N/A

(4) Are families required to participate in a program?

N/A

(5) Are families penalized for not participating in a program?

N/A

b. Does the bill directly affect the legal rights and obligations between family members?

N/A

c. If the bill creates or changes a program providing services to families or children, in which of the following does the bill vest control of the program, either through direct participation or appointment authority: STORAGE NAME: h4231.ltc **DATE**: March 20, 1998 PAGE 5 (1) parents and guardians? N/A (2) service providers? N/A (3) government employees/agencies? N/A D. STATUTE(S) AFFECTED: 430.705, F.S. E. SECTION-BY-SECTION RESEARCH: This section need be completed only in the discretion of the Committee. III. FISCAL RESEARCH & ECONOMIC IMPACT STATEMENT: A. FISCAL IMPACT ON STATE AGENCIES/STATE FUNDS: 1. Non-recurring Effects: None. 2. Recurring Effects: None. 3. Long Run Effects Other Than Normal Growth: None. 4. Total Revenues and Expenditures:

B. FISCAL IMPACT ON LOCAL GOVERNMENTS AS A WHOLE:

None.

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		1.	Non-recurring Effects:			
			None.			
		2.	Recurring Effects:			
			None.			
		3.	Long Run Effects Other Than Normal Growth:			
			None.			
	C. DIRECT ECONOMIC IMPACT ON PRIVATE SECTOR:					
		1.	<u>Direct Private Sector Costs</u> :			
			None.			
		2.	Direct Private Sector Benefits:			
			None.			
		3.	Effects on Competition, Private Enterprise and Employment Markets:			
			None.			
	D. FISCAL COMMENTS:					
IV.	<u>CO</u>	CONSEQUENCES OF ARTICLE VII, SECTION 18 OF THE FLORIDA CONSTITUTION:				
	A.	API	PLICABILITY OF THE MANDATES PROVISION:			
		N/A				
	B.	RE	DUCTION OF REVENUE RAISING AUTHORITY:			
		N/A				
	C.	RE	DUCTION OF STATE TAX SHARED WITH COUNTIES AND MUNICIPALITIES:			
		N/A				

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V.	COMMENTS:	
VI.	AMENDMENTS OR COMMITTEE SUBSTITUT	ΓΕ CHANGES:
VII.	SIGNATURES:	
	COMMITTEE ON Elder Affairs & Long Term C Prepared by:	are: Legislative Research Director:
	Melanie Meyer	Tom Batchelor, Ph.D.