| 1 | A bill to be entitled |
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| 2 | An act relating to health care; creating the |
| 3 | Public Cord Blood Tissue Bank as a statewide |
| 4 | consortium; providing purposes, membership, and |
| 5 | duties of the consortium; providing duties of |
| 6 | the Agency for Health Care Administration; |
| 7 | providing requirements of specified |
| 8 | state-funded health care programs; providing an |
| 9 | exception from provisions of the act; requiring |
| 10 | specified written disclosure by certain health |
| 11 | care facilities and providers; specifying that |
| 12 | donation under the act is voluntary; |
| 13 | authorizing the consortium to charge fees; |
| 14 | amending s. 20.42, F.S.; designating the agency |
| 15 | as a department; reorganizing the agency and |
| 16 | removing it from under the Department of |
| 17 | Business and Professional Regulation; providing |
| 18 | for appointment of the Secretary of Health Care |
| 19 | Administration by the Governor, subject to |
| 20 | confirmation by the Senate; providing for |
| 21 | responsibilities and administration of the |
| 22 | department; amending s. 440.134, F.S.; |
| 23 | providing exclusive jurisdiction of the Agency |
| 24 | for Health Care Administration over workers' |
| 25 | compensation managed care arrangements and |
| 26 | exclusive authority to investigate medical |
| 27 | services provided under such arrangements; |
| 28 | limiting the agency's duties relating to |
| 29 | quality of medical care; amending ss. 120.80, |
| 30 | 215.5601, 381.6023, 381.90, 395.0163, |
| 31 | 395.10972, 400.0067, 400.235, 400.4415, |
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| 1 | 400.967, 408.036, 408.05, 408.902, 409.8132, |
|----|--|
| 2 | 430.710, 478.44, 627.4236, 641.454, 641.60, |
| 3 | 641.70, 732.9216, to conform provisions to |
| 4 | changes made by the act; repealing s. 408.001, |
| 5 | F.S., relating to the Florida Health Care |
| 6 | Purchasing Cooperative; providing for repeal on |
| 7 | a date certain or upon the occurrence of a |
| 8 | contingency; transferring all powers, duties, |
| 9 | and functions and funds of the Agency for |
| 10 | Health Care Administration of the Department of |
| 11 | Business and Professional Regulation to the new |
| 12 | department; providing for certain transfer of |
| 13 | positions and funds from the Department of |
| 14 | Labor and Employment Security; providing an |
| 15 | effective date. |
| 16 | |
| 17 | Be It Enacted by the Legislature of the State of Florida: |
| 18 | |
| 19 | Section 1. PUBLIC CORD BLOOD TISSUE BANK |
| 20 | (1) There is established a statewide consortium to be |
| 21 | known as the Public Cord Blood Tissue Bank. The Public Cord |
| 22 | Blood Tissue Bank is established as a nonprofit legal entity |
| 23 | to collect, screen for infectious and genetic diseases, |
| 24 | perform tissue typing, cryopreserve, and store umbilical cord |
| 25 | blood as a resource to the public. The University of Florida, |
| 26 | the University of South Florida, the University of Miami, and |
| 27 | the Mayo Clinic, Jacksonville shall jointly form the |
| 28 | collaborative consortium, each working with community |
| 29 | resources such as regional blood banks, hospitals, and other |
| 30 | health care providers to develop local and regional coalitions |
| 31 | for the purposes set forth in this act. The consortium |
| | 2 |
| _ | |

participants shall align their outreach programs and 1 2 activities to all geographic areas of the state, covering the 3 entire state. The consortium is encouraged to conduct outreach and research for Hispanics, African Americans, Native 4 5 Americans, and other ethnic and racial minorities. 6 (2) The Agency for Health Care Administration shall 7 develop and make available to all health care providers 8 information relating to and standardized release forms for 9 donation of umbilical cord blood. The agency and the Department of Health shall encourage health care providers, 10 including, but not limited to, hospitals, birthing facilities, 11 12 county health departments, physicians, midwives, and nurses, to disseminate information about the Public Cord Blood Tissue 13 14 Bank. (3) The Agency for Health Care Administration shall 15 16 develop training materials for agencies and state employees 17 working with pregnant women to educate and inform pregnant 18 women about the public cord blood tissue bank program. 19 (4) All state-funded health care programs providing 20 education or services to pregnant women shall provide 21 information on the Public Cord Blood Tissue Bank program. Information regarding this program shall be provided by, but 22 23 not be limited to, the Healthy Start program, county health departments, Medicaid, and MediPass. 24 (5) Nothing in this act creates a requirement of any 25 26 health care or services program that is directly affiliated 27 with a bona fide religious denomination that includes as an integral part of its beliefs and practices the tenet that 28 blood transfer is contrary to the moral principles the 29 30 denomination considers to be an essential part of its beliefs. 31 3

(6) Any health care facility or health care provider 1 2 receiving financial remuneration for the collection of 3 umbilical cord blood shall provide written disclosure of this 4 information to any woman postpartum or parent of a newborn 5 from whom the umbilical cord blood is collected prior to the 6 harvesting of the umbilical cord blood. 7 (7) All women admitted to a hospital or birthing 8 facility for obstetrical services may be offered the 9 opportunity to donate umbilical cord blood to the Public Cord Blood Tissue Bank. No woman shall be required to make such a 10 donation. 11 12 (8) The consortium may charge reasonable rates and fees to recipients of cord blood tissue bank products. 13 14 (9) In order to fund the provisions of this section 15 the consortium participants and the Agency for Health Care Administration shall seek private or federal funds or utilize 16 17 existing budgetary resources to the extent possible to initiate program actions for fiscal year 2000-2001. 18 19 Section 2. Section 20.42, Florida Statutes, is amended 20 to read: 21 20.42 Agency for Health Care Administration .--(1) There is created a department that, 22 23 notwithstanding the provisions of subsection 20.04(1), shall be called the Agency for Health Care Administration within the 24 25 Department of Business and Professional Regulation. The agency 26 shall be a separate budget entity, and the director of the 27 agency shall be the agency head for all purposes. The agency shall not be subject to control, supervision, or direction by 28 29 the Department of Business and Professional Regulation in any manner, including, but not limited to, personnel, purchasing, 30 31 4

transactions involving real or personal property, and 1 2 budgetary matters. 3 (2)(1) DIRECTOR OF HEALTH CARE ADMINISTRATION.--The 4 head of the department agency is the Secretary Director of Health Care Administration, who shall be appointed by the 5 Governor, subject to confirmation by the Senate. The secretary 6 7 director shall serve at the pleasure of and report to the 8 Governor. 9 (3)(2) ORGANIZATION OF THE AGENCY.--The department agency shall be the chief health policy and planning entity 10 for the state. The department is responsible for health 11 12 facility licensure, inspection, and regulatory enforcement; investigation of consumer complaints related to health care 13 14 facilities and managed care plans; the implementation of the certificate of need program; the operation of the State Center 15 for Health Statistics; the administration of the Medicaid 16 17 program; the administration of the contracts with the Florida Healthy Kids Corporation; the certification of health 18 19 maintenance organizations and prepaid health clinics as set 20 forth in ch. 641, part III; and any other duties prescribed by statute or agreement. organized as follows: 21 22 (a) The Division of Health Quality Assurance, which 23 shall be responsible for health facility licensure and 24 inspection. 25 (b) The Division of Health Policy and Cost Control, 26 which shall be responsible for health policy, the State Center for Health Statistics, the development of The Florida Health 27 28 Plan, certificate of need, state and local health planning 29 under s. 408.033, and research and analysis. 30 (c) The Division of State Health Purchasing shall be responsible for the Medicaid program. The division shall also 31 5

administer the contracts with the Florida Health Access 1 Corporation program and the Florida Health Care Purchasing 2 3 Cooperative and the Florida Healthy Kids Corporation. 4 (d) The Division of Administrative Services, which 5 shall be responsible for revenue management, budget, 6 personnel, and general services. 7 (3) DEPUTY DIRECTOR FOR HEALTH QUALITY ASSURANCE. -- The 8 director shall appoint a Deputy Director for Health Quality 9 Assurance who shall serve at the pleasure of, and be directly responsible to, the director. The Deputy Director for Health 10 Quality Assurance shall be responsible for the Division of 11 12 Health Quality Assurance. (4) DEPUTY DIRECTOR FOR HEALTH POLICY AND COST 13 14 CONTROL. -- The director shall appoint a Deputy Director for Health Policy and Cost Control who shall serve at the pleasure 15 of, and be directly responsible to, the director. The Deputy 16 Director for Health Policy and Cost Control shall be 17 responsible for the Division of Health Policy and Cost 18 19 Control. 20 (5) DEPUTY DIRECTOR FOR STATE HEALTH PURCHASING. -- The 21 director shall appoint a Deputy Director for State Health 22 Purchasing who shall serve at the pleasure of, and be directly 23 responsible to, the director. The Deputy Director for State Health Purchasing shall be responsible for the Division of 24 25 State Health Purchasing. 26 (6) DEPUTY DIRECTOR OF ADMINISTRATIVE SERVICES. -- The 27 director shall appoint a Deputy Director of Administrative Services who shall serve at the pleasure of, and be directly 28 29 responsible to, the director. The deputy director shall be 30 responsible for the Division of Administrative Services. 31 6

Section 3. Paragraph (a) of subsection (2) of section 1 2 440.134, Florida Statutes, is amended to read: 3 440.134 Workers' compensation managed care 4 arrangement. --5 (2)(a) The agency shall, beginning April 1, 1994, 6 authorize an insurer to offer or utilize a workers' 7 compensation managed care arrangement after the insurer files 8 a completed application along with the payment of a \$1,000 9 application fee, and upon the agency's being satisfied that the applicant has the ability to provide quality of care 10 consistent with the prevailing professional standards of care 11 12 and the insurer and its workers' compensation managed care arrangement otherwise meets the requirements of this section. 13 14 Effective April 1, 1994, No insurer may offer or utilize a 15 managed care arrangement without such authorization. The authorization, unless sooner suspended or revoked, shall 16 17 automatically expire 2 years after the date of issuance unless 18 renewed by the insurer. The authorization shall be renewed 19 upon application for renewal and payment of a renewal fee of \$1,000, provided that the insurer is in compliance with the 20 requirements of this section and any rules adopted hereunder. 21 An application for renewal of the authorization shall be made 22 23 90 days prior to expiration of the authorization, on forms provided by the agency. The renewal application shall not 24 require the resubmission of any documents previously filed 25 26 with the agency if such documents have remained valid and 27 unchanged since their original filing. The agency shall have 28 exclusive jurisdiction over workers' compensation managed care 29 arrangements and shall have exclusive authority to investigate 30 the quality of medical services provided by a workers' 31 compensation managed care arrangement. When reviewing the

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7

HB 2037, First Engrossed

quality of medical services offered by or provided through a 1 2 workers' compensation managed care arrangement, the agency 3 shall only review issues related to the managed care 4 arrrangement as a whole, pertaining to the ability of the 5 managed care arrangement to provide quality of care as 6 required herein. The agency shall not interpret managed care 7 arrangements as they pertain to an individual employee. 8 Section 4. Subsection (15) of section 120.80, Florida 9 Statutes, is amended to read: 120.80 Exceptions and special requirements; 10 11 agencies.--12 (15) DEPARTMENT OF HEALTH. -- Notwithstanding s. 13 120.57(1)(a), formal hearings may not be conducted by the 14 Secretary of Health, the Secretary of director of the Agency for Health Care Administration, or a board or member of a 15 board within the Department of Health or the Agency for Health 16 17 Care Administration for matters relating to the regulation of professions, as defined by part II of chapter 455. 18 19 Notwithstanding s. 120.57(1)(a), hearings conducted within the Department of Health in execution of the Special Supplemental 20 Nutrition Program for Women, Infants, and Children; Child Care 21 Food Program; Children's Medical Services Program; and the 22 23 exemption from disqualification reviews for certified nurse assistants program need not be conducted by an administrative 24 law judge assigned by the division. The Department of Health 25 26 may contract with the Department of Children and Family Services for a hearing officer in these matters. 27 Section 5. Paragraph (d) of subsection (4) of section 28 29 215.5601, Florida Statutes, is amended to read: 215.5601 Lawton Chiles Endowment Fund. --30 31 8 CODING: Words stricken are deletions; words underlined are additions.

(4) LAWTON CHILES ENDOWMENT FUND; CREATION; PURPOSES 1 AND USES.--2 3 (d) The Secretary of Health, the Secretary of Children 4 and Family Services, the Secretary of Elderly Affairs, and the 5 Secretary Director of Health Care Administration shall conduct 6 meetings to discuss program priorities for endowment funding 7 prior to submitting their budget requests to the Executive 8 Office of the Governor and the Legislature. The purpose of the 9 meetings shall be to gain consensus for priority requests and recommended endowment funding levels for those priority 10 requests. An agency head may not designate a proxy for these 11 12 meetings. Section 6. Subsections (2), (3) and (7) of section 13 14 381.0602, Florida Statutes, are amended to read: 15 381.0602 Organ Transplant Advisory Council; 16 membership; responsibilities.--17 (2)The Secretary Director of Health Care Administration shall appoint all members of the council to 18 19 serve a term of 2 years. 20 (3) The Secretarry $\frac{1}{2}$ Director of Health Care 21 Administration shall fill each vacancy on the council for the balance of the unexpired term. Priority consideration must be 22 23 given to the appointment of an individual whose primary interest, experience, or expertise lies with clients of the 24 25 Department of Health and the agency. If an appointment is not 26 made within 120 days after a vacancy occurs on the council, 27 the vacancy must be filled by the majority vote of the 28 council. 29 (7) The council shall meet at least annually or upon 30 the call of the chairperson or the Secretary Director of Health Care Administration. 31 9

Section 7. Subsection (1) of section 381.6023, Florida 1 2 Statutes, is amended to read: 3 381.6023 Organ and Tissue Procurement and 4 Transplantation Advisory Board; creation; duties.--5 (1) There is hereby created the Organ and Tissue 6 Procurement and Transplantation Advisory Board, which shall 7 consist of 14 members who are appointed by and report directly 8 to the Secretary Director of Health Care Administration. The 9 membership must be regionally distributed and must include: (a) Two representatives who have expertise in vascular 10 organ transplant surgery; 11 12 (b) Two representatives who have expertise in vascular organ procurement, preservation, and distribution; 13 14 (c) Two representatives who have expertise in 15 musculoskeletal tissue transplant surgery; (d) Two representatives who have expertise in 16 17 musculoskeletal tissue procurement, processing, and 18 distribution; 19 (e) A representative who has expertise in eye and 20 cornea transplant surgery; 21 (f) A representative who has expertise in eye and cornea procurement, processing, and distribution; 22 23 (g) A representative who has expertise in bone marrow 24 procurement, processing, and transplantation; 25 (h) A representative from the Florida Pediatric 26 Society; 27 (i) A representative from the Florida Society of 28 Pathologists; and 29 (j) A representative from the Florida Medical 30 Examiners Commission. 31 10 CODING: Words stricken are deletions; words underlined are additions.

1 Section 8. Subsection (3) of section 381.90, Florida 2 Statutes, is amended to read: 3 381.90 Health Information Systems Council; legislative 4 intent; creation, appointment, duties.--5 (3) The council shall be composed of the following 6 members or their senior executive-level designees: 7 The secretary of the Department of Health; (a) 8 (b) The secretary of the Department of Business and 9 Professional Regulation; (c) The secretary of the Department of Children and 10 11 Family Services; 12 (d) The secretary of director of the Agency for Health Care Administration; 13 14 (e) The secretary of the Department of Corrections; 15 (f) The Attorney General; 16 (q) The executive director of the Correctional Medical 17 Authority; 18 (h) Two members representing county health 19 departments, one from a small county and one from a large 20 county, appointed by the Governor; 21 (i) A representative from the Florida Association of 22 Counties; 23 (j) The State Treasurer and Insurance Commissioner; 24 (k) A representative from the Florida Healthy Kids 25 Corporation; 26 (1) A representative from a school of public health 27 chosen by the Board of Regents; (m) The Commissioner of Education; 28 29 (n) The secretary of the Department of Elderly 30 Affairs; and 31 11 CODING: Words stricken are deletions; words underlined are additions.

The secretary of the Department of Juvenile 1 (0) Justice. 2 3 4 Representatives of the Federal Government may serve without 5 voting rights. 6 Section 9. Paragraph (a) of subsection (1) of section 7 395.0163, Florida Statutes, is amended to read: 8 395.0163 Construction inspections; plan submission and 9 approval; fees.--10 (1)(a) The agency shall make, or cause to be made, such construction inspections and investigations as it deems 11 12 necessary. The agency may prescribe by rule that any licensee or applicant desiring to make specified types of alterations 13 14 or additions to its facilities or to construct new facilities shall, before commencing such alteration, addition, or new 15 construction, submit plans and specifications therefor to the 16 17 agency for preliminary inspection and approval or 18 recommendation with respect to compliance with agency rules 19 and standards. The agency shall approve or disapprove the plans and specifications within 60 days after receipt of the 20 fee for review of plans as required in subsection (2). 21 The 22 agency may be granted one 15-day extension for the review 23 period if the secretary director of the agency approves the extension. If the agency fails to act within the specified 24 25 time, it shall be deemed to have approved the plans and 26 specifications. When the agency disapproves plans and specifications, it shall set forth in writing the reasons for 27 its disapproval. Conferences and consultations may be provided 28 29 as necessary. Section 10. Section 395.10972, Florida Statutes, is 30 31 amended to read: 12

| 1 | 395.10972 Health Care Risk Manager Advisory |
|----|--|
| 2 | CouncilThe <u>Secretary</u> Director of Health Care Administration |
| 3 | may appoint a five-member advisory council to advise the |
| 4 | agency on matters pertaining to health care risk managers. The |
| 5 | members of the council shall serve at the pleasure of the |
| 6 | secretary director. The council shall designate a chair. The |
| 7 | council shall meet at the call of the <u>secretary</u> director or at |
| 8 | those times as may be required by rule of the agency. The |
| 9 | members of the advisory council shall receive no compensation |
| 10 | for their services, but shall be reimbursed for travel |
| 11 | expenses as provided in s. 112.061. The council shall consist |
| 12 | of individuals representing the following areas: |
| 13 | (1) Two shall be active health care risk managers. |
| 14 | (2) One shall be an active hospital administrator. |
| 15 | (3) One shall be an employee of an insurer or |
| 16 | self-insurer of medical malpractice coverage. |
| 17 | (4) One shall be a representative of the |
| 18 | health-care-consuming public. |
| 19 | Section 11. Paragraph (h) of subsection (2) of section |
| 20 | 400.0067, Florida Statutes, is amended to read: |
| 21 | 400.0067 Establishment of State Long-Term Care |
| 22 | Ombudsman Council; duties; membership |
| 23 | (2) The State Long-Term Care Ombudsman Council shall: |
| 24 | (h) Prepare an annual report describing the activities |
| 25 | carried out by the ombudsman and the State Long-Term Care |
| 26 | Ombudsman Council in the year for which the report is |
| 27 | prepared. The State Long-Term Care Ombudsman Council shall |
| 28 | submit the report to the Commissioner of the United States |
| 29 | Administration on Aging, the Governor, the President of the |
| 30 | Senate, the Speaker of the House of Representatives, the |
| 31 | minority leaders of the House and Senate, the chairpersons of |
| | 13 |
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1 appropriate House and Senate committees, the Secretaries of 2 Elderly Affairs and Children and Family Services, and the 3 <u>Secretary Director</u> of Health Care Administration. The report 4 shall be submitted at least 30 days before the convening of 5 the regular session of the Legislature and shall, at a 6 minimum:

Contain and analyze data collected concerning
 complaints about and conditions in long-term care facilities.
 Evaluate the problems experienced by residents of

10 long-term care facilities.

Contain recommendations for improving the quality
 of life of the residents and for protecting the health,
 safety, welfare, and rights of the residents.

14 4. Analyze the success of the ombudsman program during 15 the preceding year and identify the barriers that prevent the 16 optimal operation of the program. The report of the program's 17 successes shall also address the relationship between the 18 state long-term care ombudsman program, the Department of 19 Elderly Affairs, the Agency for Health Care Administration, 20 and the Department of Children and Family Services, and an 21 assessment of how successfully the state long-term care 22 ombudsman program has carried out its responsibilities under 23 the Older Americans Act.

Provide policy and regulatory and legislative 24 5. 25 recommendations to solve identified problems; resolve residents' complaints; improve the quality of care and life of 26 the residents; protect the health, safety, welfare, and rights 27 of the residents; and remove the barriers to the optimal 28 29 operation of the state long-term care ombudsman program. 6. Contain recommendations from the district ombudsman 30 councils regarding program functions and activities. 31

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2 advocate and other legal advocates acting on behalf of the 3 district and state councils. 4 Section 12. Paragraph (a) of subsection (3) of section 5 400.235, Florida Statutes, is amended to read: 6 400.235 Nursing home quality and licensure status; 7 Gold Seal Program. --8 (3)(a) The Gold Seal Program shall be developed and 9 implemented by the Governor's Panel on Excellence in Long-Term Care which shall operate under the authority of the Executive 10 11 Office of the Governor. The panel shall be composed of three 12 persons appointed by the Governor, to include a consumer advocate for senior citizens and two persons with expertise in 13 14 the fields of quality management, service delivery excellence, 15 or public sector accountability; three persons appointed by the Secretary of Elderly Affairs, to include an active member 16 17 of a nursing facility family and resident care council and a 18 member of the University Consortium on Aging; the State 19 Long-Term Care Ombudsman; one person appointed by the Florida Life Care Residents Association; one person appointed by the 20 Secretary of Health; two persons appointed by the Secretary 21 22 Director of Health Care Administration, to include the Deputy 23 Director for State Health Purchasing; one person appointed by the Florida Association of Homes for the Aging; and one person 24 appointed by the Florida Health Care Association. All members 25 26 of the panel shall be appointed by October 1, 1999, and the 27 panel shall hold its organizational meeting no later than December 10, 1999. Vacancies on the panel shall be filled in 28 29 the same manner as the original appointments. No member shall 30 serve for more than 4 consecutive years from the date of 31 appointment.

Include a report on the activities of the legal

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HB 2037, First Engrossed

Section 13. Subsection (1) of section 400.4415, 1 2 Florida Statutes, is amended to read: 3 400.4415 Assisted living facilities advisory 4 committee.--5 (1) There is created the assisted living facilities 6 advisory committee, which shall assist the agency in 7 developing and implementing a pilot rating system for 8 facilities. The committee shall consist of nine members who 9 are to be appointed by, and report directly to, the secretary 10 director of the agency. The membership is to include: (a) One researcher from a university center on aging. 11 12 (b) One representative from the Florida Health Care Association. 13 14 (c) One representative from the Florida Assisted 15 Living Association. 16 (d) One representative from the Florida Association of 17 Homes for the Aging. 18 (e) One representative from the Agency for Health Care 19 Administration. 20 (f) One representative from the adult services program 21 of the Department of Children and Family Services. 22 (g) One representative from the alcohol, drug abuse, 23 and mental health program of the Department of Children and 24 Family Services. 25 (h) One representative from the Department of Elderly 26 Affairs. 27 (i) One consumer representative from a district long-term care ombudsman council. 28 29 Section 14. Subsection (5) of section 400.967, Florida 30 Statutes, is amended to read: 400.967 Rules and classification of deficiencies .--31 16 CODING: Words stricken are deletions; words underlined are additions.

(5) The agency shall approve or disapprove the plans 1 2 and specifications within 60 days after receipt of the final 3 plans and specifications. The agency may be granted one 15-day 4 extension for the review period, if the secretary director of 5 the agency so approves. If the agency fails to act within the 6 specified time, it is deemed to have approved the plans and 7 specifications. When the agency disapproves plans and 8 specifications, it must set forth in writing the reasons for 9 disapproval. Conferences and consultations may be provided as 10 necessary. Section 15. Subsection (3) of section 408.036, Florida 11 12 Statutes, is amended to read: 408.036 Projects subject to review.--13 14 (3) EXEMPTIONS.--Upon request, supported by such 15 documentation as the agency requires, the agency shall grant 16 an exemption from the provisions of subsection (1): 17 (a) For the initiation or expansion of obstetric 18 services. 19 (b) For any expenditure to replace or renovate any 20 part of a licensed health care facility, provided that the 21 number of licensed beds will not increase and, in the case of a replacement facility, the project site is the same as the 22 23 facility being replaced. (c) For providing respite care services. An individual 24 may be admitted to a respite care program in a hospital 25 26 without regard to inpatient requirements relating to admitting order and attendance of a member of a medical staff. 27 28 (d) For hospice services or home health services 29 provided by a rural hospital, as defined in s. 395.602, or for swing beds in such rural hospital in a number that does not 30 exceed one-half of its licensed beds. 31 17

(e) For the conversion of licensed acute care hospital 1 2 beds to Medicare and Medicaid certified skilled nursing beds in a rural hospital as defined in s. 395.602, so long as the 3 4 conversion of the beds does not involve the construction of 5 new facilities. The total number of skilled nursing beds, 6 including swing beds, may not exceed one-half of the total 7 number of licensed beds in the rural hospital as of July 1, 8 1993. Certified skilled nursing beds designated under this 9 paragraph, excluding swing beds, shall be included in the 10 community nursing home bed inventory. A rural hospital which subsequently decertifies any acute care beds exempted under 11 12 this paragraph shall notify the agency of the decertification, and the agency shall adjust the community nursing home bed 13 14 inventory accordingly.

(f) For the addition of nursing home beds at a skilled nursing facility that is part of a retirement community that provides a variety of residential settings and supportive services and that has been incorporated and operated in this state for at least 65 years on or before July 1, 1994. All nursing home beds must not be available to the public but must be for the exclusive use of the community residents.

22 (g) For an increase in the bed capacity of a nursing 23 facility licensed for at least 50 beds as of January 1, 1994, under part II of chapter 400 which is not part of a continuing 24 care facility if, after the increase, the total licensed bed 25 26 capacity of that facility is not more than 60 beds and if the 27 facility has been continuously licensed since 1950 and has received a superior rating on each of its two most recent 28 29 licensure surveys.

30 (h) For the establishment of a Medicare-certified home31 health agency by a facility certified under chapter 651; a

retirement community, as defined in s. 400.404(2)(g); or a 1 residential facility that serves only retired military 2 3 personnel, their dependents, and the surviving dependents of 4 deceased military personnel. Medicare-reimbursed home health 5 services provided through such agency shall be offered 6 exclusively to residents of the facility or retirement 7 community or to residents of facilities or retirement 8 communities owned, operated, or managed by the same corporate 9 entity. Each visit made to deliver Medicare-reimbursable home health services to a home health patient who, at the time of 10 service, is not a resident of the facility or retirement 11 12 community shall be a deceptive and unfair trade practice and constitutes a violation of ss. 501.201-501.213. 13

14 (i) For the establishment of a Medicare-certified home 15 health agency. This paragraph shall take effect 90 days after the adjournment sine die of the next regular session of the 16 17 Legislature occurring after the legislative session in which the Legislature receives a report from the Secretary Director 18 19 of Health Care Administration certifying that the federal Health Care Financing Administration has implemented a 20 per-episode prospective pay system for Medicare-certified home 21 22 health agencies.

(j) For an inmate health care facility built by or for the exclusive use of the Department of Corrections as provided in chapter 945. This exemption expires when such facility is converted to other uses.

(k) For an expenditure by or on behalf of a health
care facility to provide a health service exclusively on an
outpatient basis.

30 (1) For the termination of a health care service.31

1 (m) For the delicensure of beds. An application 2 submitted under this paragraph must identify the number, the 3 classification, and the name of the facility in which the beds 4 to be delicensed are located. 5 (n) For the provision of adult inpatient diagnostic 6 cardiac catheterization services in a hospital. 7 1. In addition to any other documentation otherwise 8 required by the agency, a request for an exemption submitted 9 under this paragraph must comply with the following criteria: 10 The applicant must certify it will not provide a. therapeutic cardiac catheterization pursuant to the grant of 11 12 the exemption. The applicant must certify it will meet and 13 b. 14 continuously maintain the minimum licensure requirements 15 adopted by the agency governing such programs pursuant to subparagraph 2. 16 17 c. The applicant must certify it will provide a 18 minimum of 2 percent of its services to charity and Medicaid 19 patients. 20 2. The agency shall adopt licensure requirements by rule which govern the operation of adult inpatient diagnostic 21 22 cardiac catheterization programs established pursuant to the 23 exemption provided in this paragraph. The rules shall ensure 24 that such programs: 25 a. Perform only adult inpatient diagnostic cardiac 26 catheterization services authorized by the exemption and will not provide therapeutic cardiac catheterization or any other 27 services not authorized by the exemption. 28 29 b. Maintain sufficient appropriate equipment and 30 health personnel to ensure quality and safety. 31 20

1 c. Maintain appropriate times of operation and 2 protocols to ensure availability and appropriate referrals in 3 the event of emergencies. 4 d. Maintain appropriate program volumes to ensure 5 quality and safety. 6 e. Provide a minimum of 2 percent of its services to 7 charity and Medicaid patients each year. 8 3.a. The exemption provided by this paragraph shall 9 not apply unless the agency determines that the program is in compliance with the requirements of subparagraph 1. and that 10 the program will, after beginning operation, continuously 11 12 comply with the rules adopted pursuant to subparagraph 2. The 13 agency shall monitor such programs to ensure compliance with 14 the requirements of subparagraph 2. b.(I) The exemption for a program shall expire 15 immediately when the program fails to comply with the rules 16 17 adopted pursuant to sub-subparagraphs 2.a., b., and c. 18 (II) Beginning 18 months after a program first begins 19 treating patients, the exemption for a program shall expire when the program fails to comply with the rules adopted 20 21 pursuant to sub-subparagraphs 2.d. and e. 22 (III) If the exemption for a program expires pursuant 23 to sub-subparagraph (I) or sub-subparagraph (II), the agency shall not grant an exemption pursuant to this paragraph 24 25 for an adult inpatient diagnostic cardiac catheterization 26 program located at the same hospital until 2 years following 27 the date of the determination by the agency that the program failed to comply with the rules adopted pursuant to 28 29 subparagraph 2. 30 The agency shall not grant any exemption under this 4. paragraph until the adoption of the rules required under this 31 21

paragraph, or until March 1, 1998, whichever comes first. 1 However, if final rules have not been adopted by March 1, 2 3 1998, the proposed rules governing the exemptions shall be 4 used by the agency to grant exemptions under the provisions of 5 this paragraph until final rules become effective. 6 (o) For any expenditure to provide mobile surgical 7 facilities and related health care services under contract 8 with the Department of Corrections or a private correctional 9 facility operating pursuant to chapter 957. (p) For state veterans' nursing homes operated by or 10 on behalf of the Florida Department of Veterans' Affairs in 11 12 accordance with part II of chapter 296 for which at least 50 percent of the construction cost is federally funded and for 13 14 which the Federal Government pays a per diem rate not to 15 exceed one-half of the cost of the veterans' care in such state nursing homes. These beds shall not be included in the 16 17 nursing home bed inventory. 18 19 A request for exemption under this subsection may be made at 20 any time and is not subject to the batching requirements of 21 this section. 22 Section 16. Paragraph (a) of subsection (8) of section 23 408.05, Florida Statutes, is amended to read: 408.05 State Center for Health Statistics .--24 25 (8) STATE COMPREHENSIVE HEALTH INFORMATION SYSTEM 26 ADVISORY COUNCIL. --(a) There is established in the agency the State 27 Comprehensive Health Information System Advisory Council to 28 29 assist the center in reviewing the comprehensive health information system and to recommend improvements for such 30 system. The council shall consist of the following members: 31 2.2 CODING: Words stricken are deletions; words underlined are additions.

1. An employee of the Executive Office of the 1 2 Governor, to be appointed by the Governor. 3 2. An employee of the Department of Insurance, to be 4 appointed by the Insurance Commissioner. 5 3. An employee of the Department of Education, to be 6 appointed by the Commissioner of Education. 7 Ten persons, to be appointed by the Secretary 4. 8 Director of Health Care Administration, representing other 9 state and local agencies, state universities, the Florida Association of Business/Health Coalitions, local health 10 councils, professional health-care-related associations, 11 12 consumers, and purchasers. Section 17. Subsection (1) of section 408.902, Florida 13 14 Statutes, is amended to read: 408.902 MedAccess program; creation; program title .--15 16 (1) Effective July 1, 1994, there is hereby created 17 the MedAccess program to be administered by the Agency for 18 Health Care Administration. The MedAccess program shall not 19 be subject to the requirements of the Department of Insurance 20 or chapter 627. The secretary director of the agency shall 21 appoint an administrator of the MedAccess program which shall 22 be located in the Division of State Health Purchasing. Section 18. Subsection (2) of section 409.8132, 23 Florida Statutes, is amended to read: 24 409.8132 Medikids program component.--25 26 (2) ADMINISTRATION. -- The secretary director of the 27 agency shall appoint an administrator of the Medikids program 28 component, which shall be located in the Division of State 29 Health Purchasing. The Agency for Health Care Administration is designated as the state agency authorized to make payments 30 for medical assistance and related services for the Medikids 31 23 CODING: Words stricken are deletions; words underlined are additions.

program component of the Florida Kidcare program. Payments 1 shall be made, subject to any limitations or directions in the 2 3 General Appropriations Act, only for covered services provided 4 to eligible children by qualified health care providers under 5 the Florida Kidcare program. 6 Section 19. Subsection (1) of section 430.710, Florida 7 Statutes, is amended to read: 8 430.710 Long-term care interagency advisory council.--9 The long-term care interagency advisory council is (1)created within the Department of Elderly Affairs to advise the 10 secretary of the department on matters related to the 11 12 long-term care community diversion pilot projects. The department and the agency shall provide staff support to the 13 14 council, as determined by the secretary of the department and 15 the secretary director of the agency. (a) The Secretary of the Department of Children and 16 17 Family Services shall appoint four members, one each to 18 represent the following: 19 1. Consumers, or family or guardians of consumers, of 20 optional state supplementation, adult protective services, 21 developmental services, or mental health services from the 22 department. 23 2. Providers of community-based services. 3. Consumer advocacy organizations. 24 4. Consumers, or representatives of consumers, who 25 26 have nonage related physical disabilities. 27 (b) The Secretary of the Department of Elderly Affairs 28 shall appoint five members, one each to represent the 29 following: 30 The nursing home industry. 1. 31 2. The assisted living industry. 24 CODING: Words stricken are deletions; words underlined are additions.

1 3. Consumers of long-term care services. 2 4. Providers of community-based services. 3 5. Area Agencies on Aging. 4 (c) The Commissioner of Insurance shall appoint one 5 member to represent the insurance industry. 6 The Secretary of Director of the Agency for Health (d) 7 Care Administration shall appoint three members, one each to 8 represent the following: 9 1. The hospital industry. 2. The home health industry. 10 3. Health maintenance organizations. 11 12 Section 20. Paragraph (c) of subsection (4) of section 478.44, Florida Statutes, is amended to read: 13 14 478.44 Electrolysis Council; creation; function; 15 powers and duties.--16 (4) 17 (c) Unless otherwise provided by law, a council member 18 shall be compensated \$50 for each day the member attends an 19 official meeting of the council or participates in official 20 council business. A council member is also entitled to reimbursement for expenses pursuant to s. 112.061. Travel out 21 of state requires the prior approval of the Secretary Director 22 of Health Care Administration. 23 Section 21. Subsection (3) of section 627.4236, 24 25 Florida Statutes, is amended to read: 26 627.4236 Coverage for bone marrow transplant 27 procedures.--28 (3)(a) The Agency for Health Care Administration shall 29 adopt rules specifying the bone marrow transplant procedures that are accepted within the appropriate oncological specialty 30 and are not experimental for purposes of this section. The 31 25 CODING: Words stricken are deletions; words underlined are additions.

rules must be based upon recommendations of an advisory panel 1 appointed by the secretary director of the agency, composed 2 3 of: 4 1. One adult oncologist, selected from a list of three 5 names recommended by the Florida Medical Association; 6 2. One pediatric oncologist, selected from a list of 7 three names recommended by the Florida Pediatric Society; 8 One representative of the J. Hillis Miller Health 3. 9 Center at the University of Florida; One representative of the H. Lee Moffitt Cancer 10 4. Center and Research Institute, Inc.; 11 12 5. One consumer representative, selected from a list of three names recommended by the Insurance Commissioner; 13 14 6. One representative of the Health Insurance 15 Association of America; Two representatives of health insurers, one of whom 16 7. 17 represents the insurer with the largest Florida health 18 insurance premium volume and one of whom represents the 19 insurer with the second largest Florida health insurance 20 premium volume; and 21 8. One representative of the insurer with the largest 22 Florida small group health insurance premium volume. 23 (b) The director shall also appoint a member of the 24 advisory panel to serve as chairperson. The agency shall provide, within existing 25 (C) 26 resources, staff support to enable the panel to carry out its 27 responsibilities under this section. 28 (d) In making recommendations and adopting rules under 29 this section, the advisory panel and the director shall: Take into account findings, studies, or research of 30 1. the federal Agency for Health Care Policy, National Cancer 31 26 CODING: Words stricken are deletions; words underlined are additions.

Institute, National Academy of Sciences, Health Care Financing 1 Administration, and Congressional Office of Technology 2 3 Assessment, and any other relevant information. 4 2. Consider whether the federal Food and Drug 5 Administration or National Cancer Institute are conducting or 6 sponsoring assessment procedures to determine the safety and 7 efficacy of the procedure or substantially similar procedures, 8 or of any part of such procedures. 9 3. Consider practices of providers with respect to requesting or requiring patients to sign a written 10 acknowledgment that a bone marrow transplant procedure is 11 12 experimental. 13 (e) The advisory panel shall conduct, at least 14 biennially, a review of scientific evidence to ensure that its 15 recommendations are based on current research findings and that insurance policies offer coverage for the latest 16 17 medically acceptable bone marrow transplant procedures. 18 Section 22. Section 641.454, Florida Statutes, is 19 amended to read: 20 641.454 Civil action to enforce prepaid health clinic contract; attorney's fees; court costs. -- In any civil action 21 brought to enforce the terms and conditions of a prepaid 22 23 health clinic contract, the prevailing party is entitled to recover reasonable attorney's fees and court costs. 24 This section shall not be construed to authorize a civil action 25 26 against the department, its employees, or the Insurance 27 Commissioner and Treasurer or against the Agency for Health Care Administration, the employees of the Agency for Health 28 29 Care Administration, or the Secretary Director of Health Care 30 Administration. 31 27

Section 23. Paragraph (f) of subsection (6) of section 1 2 641.60, Florida Statutes, is amended to read: 3 641.60 Statewide Managed Care Ombudsman Committee .--4 (6) The statewide committee or a member of the 5 committee: 6 (f) Shall conduct meetings at least two times a year 7 at the call of the chairperson and at other times at the call 8 of the secretary of the agency director or by written request 9 of three members. Section 24. Subsection (3) of section 641.70, Florida 10 Statutes, is amended to read: 11 12 641.70 Agency duties relating to the Statewide Managed Care Ombudsman Committee and the district managed care 13 14 ombudsman committees.--15 (3) The secretary director of the agency shall ensure the full cooperation and assistance of agency employees with 16 members of the statewide committee and district committees. 17 Section 25. Subsections (3) and (5) of section 18 19 732.9216, Florida Statutes, are amended to read: 732.9216 Organ and tissue donor education panel.--20 21 (3) All members of the panel shall be appointed by the 22 Secretary Director of Health Care Administration to serve a 23 term of 2 years, except that, initially, six members shall be appointed for 1-year terms and six members shall be appointed 24 25 for 2-year terms. 26 (5) The panel shall meet at least semiannually or upon 27 the call of the chairperson or the Secretary Director of 28 Health Care Administration. 29 Section 26. Section 408.001, Florida Statutes, is 30 repealed effective December 31, 2000, or upon dissolution of 31 28

HB 2037, First Engrossed

the Florida Health Care Purchasing Cooperative, whichever 1 2 occurs first. 3 Section 27. All powers, duties, and functions and rules, records, personnel, property, and unexpended balances 4 5 of appropriations, allocations, or other funds of the Agency 6 for Health Care Administration within the Department of 7 Business and Professional Regulation are transferred by a type one transfer, as defined in s. 20.06(1), Florida Statutes, to 8 9 the Agency for Health Care Administration, as created by this 10 act. Section 28. Twenty full-time-equivalent positions and 11 12 \$686,835 in salaries and benefits, and \$135,138 in expenses, are transferred by a type two transfer, as defined in section 13 14 20.06(2), Florida Statutes, from the Department of Labor and 15 Employment Security to the Agency for Health Care Administration to carry out the agency's responsibilities 16 17 under sections 440.13(1)(m), 440.13(15), 440.132, and 440.134, Florida Statutes, relating to workers' compensation managed 18 19 care arrangements. 20 Section 29. This act shall take effect October 1, 21 2000. 22 23 24 25 26 27 28 29 30 31 29 CODING: Words stricken are deletions; words underlined are additions.