Florida Senate - 2001

By Senator Saunders

25-312-01 See HB 1 A bill to be entitled 2 An act relating to public medical assistance; 3 amending s. 395.701, F.S.; reducing the annual 4 assessment on hospital outpatient services to 5 fund public medical assistance; amending s. 6 395.7015, F.S.; reducing the annual assessment 7 on certain other health care entities to fund public medical assistance; providing for annual 8 9 appropriations to replace funds lost due to such reductions; providing an appropriation; 10 providing an effective date. 11 12 WHEREAS, the Legislature finds that the provision of 13 14 indigent care is a broad societal responsibility not to be 15 placed solely on those who provide or receive health care, and WHEREAS, the Legislature finds that the current 16 17 economic conditions for health care entities differ from those existing when the assessment on hospitals was instituted in 18 19 1984 and the assessment on other health care entities was instituted in 1991, and 20 21 WHEREAS, because these assessments place a great burden 22 on hospitals and other health care entities, it is the intent 23 of the Legislature by this act to provide relief to hospitals 24 and other health care entities, NOW, THEREFORE, 25 26 Be It Enacted by the Legislature of the State of Florida: 27 28 Section 1. Paragraph (b) of subsection (2) of section 395.701, Florida Statutes, is amended to read: 29 30 395.701 Annual assessments on net operating revenues 31 for inpatient services to fund public medical assistance; 1 CODING: Words stricken are deletions; words underlined are additions. 1 administrative fines for failure to pay assessments when due; 2 exemption.--

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(b) There is imposed upon each hospital an assessment 4 5 in an amount equal to $0.5 \pm$ percent of the annual net б operating revenue for outpatient services for each hospital, such revenue to be determined by the agency, based on the 7 8 actual experience of the hospital as reported to the agency. 9 Within 6 months after the end of each hospital fiscal year, 10 the agency shall certify the amount of the assessment for each 11 hospital. The assessment shall be payable to and collected by the agency in equal quarterly amounts, on or before the first 12 day of each calendar quarter, beginning with the first full 13 calendar quarter that occurs after the agency certifies the 14 15 amount of the assessment for each hospital. All moneys collected pursuant to this subsection shall be deposited into 16 17 the Public Medical Assistance Trust Fund. Section 2. Paragraph (a) of subsection (2) of section 18 19 395.7015, Florida Statutes, is amended to read: 395.7015 Annual assessment on health care entities .--20 (2) There is imposed an annual assessment against 21 certain health care entities as described in this section: 22 (a) The assessment shall be equal to $0.5 \pm$ percent of 23 24 the annual net operating revenues of health care entities. The 25 assessment shall be payable to and collected by the agency.

Assessments shall be based on annual net operating revenues for the entity's most recently completed fiscal year as provided in subsection (3).

29Section 3. <u>The Legislature shall appropriate each</u>30<u>fiscal year from either the General Revenue Fund or the Agency</u>

31 for Health Care Administration Tobacco Settlement Trust Fund

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1 an amount sufficient to replace the funds lost due to the reduction by this act in the assessment on hospitals under 2 3 section 395.701, Florida Statutes, and the reduction by this 4 act of the assessment on other health care entities under 5 section 395.7015, Florida Statutes, and to maintain federal б approval of the reduced amount of funds deposited into the 7 Public Medical Assistance Trust Fund under section 395.701, Florida Statutes, as state match for the state's Medicaid 8 9 program. 10 Section 4. The sum of \$_____ million is appropriated from the General Revenue Fund to the Agency for Health Care 11 12 Administration to implement the provisions of this act relating to the Public Medical Assistance Trust Fund; however, 13 14 this appropriation shall be reduced by the amount of any other 15 appropriation for the same purpose contained in other 16 legislation enacted during the 2001 Regular Session which 17 becomes law. 18 Section 5. This act shall take effect upon becoming a 19 law. 20 21 22 LEGISLATIVE SUMMARY Reduces the annual assessments on hospital outpatient services and certain other health care entities to fund 23 appropriations to replace the funds lost due to such reductions. Takes effect contingent on receipt of certain written confirmation from the federal Health Care 24 25 26 Financing Administration. 27 28 29 30 31

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