# 2004 Legislature CS for CS for SB 1178, 2nd Engrossed

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2	An act relating to minority health care;
3	creating s. 381.736, F.S.; providing for the
4	Department of Health to monitor and report on
5	Florida's status regarding the Healthy People
6	2010 goals and objectives currently tracked by
7	the department; requiring an annual report to
8	the Legislature; requiring the department to
9	work with various groups to educate health care
10	professionals on racial and ethnic issues in
11	health, to recruit and train health care
12	professionals from minority backgrounds, and to
13	promote certain research; amending s. 409.901,
14	F.S.; defining the term "minority physician
15	network"; amending s. 409.912, F.S.; requiring
16	the Agency for Health Care Administration to
17	contract with minority physician networks;
18	providing guidelines for the operation of the
19	networks; defining the term "cost-effective";
20	requiring the agency to conduct actuarially
21	sound audits; providing an effective date.
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23	Be It Enacted by the Legislature of the State of Florida:
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25	Section 1. Section 381.736, Florida Statutes, is
26	created to read:
27	<u>381.736 Florida Healthy People 2010 Program</u>
28	(1) The Department of Health shall, using existing
29	resources, monitor and report Florida's status on the Healthy
30	People 2010 goals and objectives currently tracked and
31	available to the department. The federal Healthy People 2010

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goals and objectives are designed to measure and help to 1 2 improve the health of all Americans by advancing the following 3 qoals: (a) Increase the quality and years of healthy life. 4 (b) Eliminate health disparities among different 5 segments of the population. б 7 (2) The department shall report to the Legislature by 8 December 31 of each year on the status of disparities in 9 health among minorities and nonminorities, using health indicators currently available that are consistent with those 10 identified by the federal Healthy People 2010 goals and 11 objectives. 12 13 (3) To reduce negative health consequences that result from ignoring racial and ethnic cultures, the department shall 14 work with minority physician networks to develop programs to 15 educate health care professionals about the importance of 16 culture in health status. These programs shall include, but 17 18 need not be limited to: (a) The education of health care providers about the 19 prevalence of specific health conditions among certain 20 minority groups. 21 22 (b) The training of clinicians to be sensitive to 23 cultural diversity among patients and to recognize that 24 inherent biases can lead to disparate treatments. (c) The creation of initiatives that educate 25 private-sector health care and managed care organizations 26 about the importance of cross-cultural training of health care 27 2.8 professionals and the effect of such training on the 29 professional-patient relationship. (d) The fostering of increased use of interpreter 30 31 services in health care settings.

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(4) The department shall work with and promote the 1 2 establishment of public and private partnerships with 3 charitable organizations, hospitals, and minority physician networks to increase the proportion of health care 4 professionals from minority backgrounds. 5 (5) The department shall promote research on methods б 7 by which to reduce disparities in health care at colleges and 8 universities that have historically large minority 9 enrollments, including centers of excellence in this state identified by the National Center on Minority Health and 10 Health Disparities, by working with those colleges and 11 universities and with community representatives to encourage 12 13 local minority students to pursue professions in health care. 14 Section 2. Subsections (23), (24), (25), and (26) of section 409.901, Florida Statutes, are renumbered as 15 subsections (24), (25), (26), and (27), respectively, and a 16 new subsection (23) is added to that section, to read: 17 18 409.901 Definitions; ss. 409.901-409.920.--As used in 19 ss. 409.901-409.920, except as otherwise specifically provided, the term: 20 (23) "Minority physician network" means a network of 21 22 primary care physicians with experience managing Medicaid or 23 Medicare recipients that is predominantly owned by minorities 24 as defined in s. 288.703, which may have a collaborative partnership with a public college or university and a 25 tax-exempt charitable corporation. 26 Section 3. Subsection (45) is added to section 27 28 409.912, Florida Statutes, to read: 29 409.912 Cost-effective purchasing of health care.--The 30 agency shall purchase goods and services for Medicaid 31 recipients in the most cost-effective manner consistent with

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the delivery of quality medical care. The agency shall 1 2 maximize the use of prepaid per capita and prepaid aggregate 3 fixed-sum basis services when appropriate and other alternative service delivery and reimbursement methodologies, 4 including competitive bidding pursuant to s. 287.057, designed 5 to facilitate the cost-effective purchase of a case-managed б 7 continuum of care. The agency shall also require providers to 8 minimize the exposure of recipients to the need for acute 9 inpatient, custodial, and other institutional care and the inappropriate or unnecessary use of high-cost services. The 10 agency may establish prior authorization requirements for 11 certain populations of Medicaid beneficiaries, certain drug 12 13 classes, or particular drugs to prevent fraud, abuse, overuse, 14 and possible dangerous drug interactions. The Pharmaceutical and Therapeutics Committee shall make recommendations to the 15 agency on drugs for which prior authorization is required. The 16 agency shall inform the Pharmaceutical and Therapeutics 17 18 Committee of its decisions regarding drugs subject to prior 19 authorization. (45) The agency shall contract with established 20 minority physician networks that provide services to 21 22 historically underserved minority patients. The networks must provide cost-effective Medicaid services, comply with the 23 24 requirements to be a MediPass provider, and provide their primary care physicians with access to data and other 25 management tools necessary to assist them in ensuring the 26 appropriate use of services, including inpatient hospital 27 28 services and pharmaceuticals. 29 (a) The agency shall provide for the development and expansion of minority physician networks in each service area 30 31

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to provide services to Medicaid recipients who are eligible to 1 2 participate under federal law and rules. 3 (b) The agency shall reimburse each minority physician network as a fee-for-service provider, including the case 4 management fee for primary care, or as a capitated rate 5 provider for Medicaid services. Any savings shall be shared б 7 with the minority physician networks pursuant to the contract. 8 (c) For purposes of this subsection, the term 9 "cost-effective" means that a network's per-member, per-month costs to the state, including, but not limited to, 10 fee-for-service costs, administrative costs, and 11 case-management fees, must be no greater than the state's 12 13 costs associated with contracts for Medicaid services 14 established under subsection (3), which shall be actuarially adjusted for case mix, model, and service area. The agency 15 shall conduct actuarially sound audits adjusted for case mix 16 and model in order to ensure such cost-effectiveness and shall 17 18 publish the audit results on its Internet website and submit 19 the audit results annually to the Governor, the President of the Senate, and the Speaker of the House of Representatives no 20 later than December 31. Contracts established pursuant to this 21 22 subsection which are not cost-effective may not be renewed. 23 (d) The agency may apply for any federal waivers 24 needed to implement this paragraph. Section 4. This act shall take effect July 1, 2004. 25 2.6 27 28 29 30 31