1 A bill to be entitled 2 An act relating to hospital licensing and regulation; amending s. 395.003, F.S.; prohibiting authorization of 3 additional emergency departments located off the premises 4 5 of licensed hospitals until the Agency for Health Care 6 Administration adopts rules; amending s. 395.1055, F.S.; 7 requiring the agency to adopt rules to establish licensure standards for emergency departments located off the 8 9 premises of licensed hospitals; requiring the rules to address certain topics; amending s. 395.4001, F.S.; 10 providing definitions; repealing s. 395.4035, F.S., to 11 12 terminate the Trauma Services Trust Fund; amending s. 13 395.4036, F.S.; revising provisions relating to 14 distribution of funds to trauma centers and use thereof; creating s. 395.41, F.S.; establishing a trauma center 15 startup grant program; providing conditions for the 16 receipt of a startup grant; providing limitations; making 17 the trauma center startup grant program subject to an 18 19 appropriation in the General Appropriations Act; providing a contingent effective date. 20 21 Be It Enacted by the Legislature of the State of Florida: 22 23 Section 1. Paragraph (b) of subsection (1) of section 24 395.003, Florida Statutes, is amended to read: 25 26 Licensure; issuance, renewal, denial, 395.003 modification, suspension, and revocation .--27

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28	(1)
29	(b)1. It is unlawful for a person to use or advertise to
30	the public, in any way or by any medium whatsoever, any facility
31	as a "hospital," "ambulatory surgical center," or "mobile
32	surgical facility" unless such facility has first secured a
33	license under the provisions of this part.
34	2. This part does not apply to veterinary hospitals or to
35	commercial business establishments using the word "hospital,"
36	"ambulatory surgical center," or "mobile surgical facility" as a
37	part of a trade name if no treatment of human beings is
38	performed on the premises of such establishments.
39	3. Until July 1, 2006, Additional emergency departments
40	located off the premises of licensed hospitals may not be
41	authorized by the agency until the agency has adopted rules
42	required under s. 395.1055(9).
43	Section 2. Subsection (9) is added to section 395.1055,
44	Florida Statutes, to read:
45	395.1055 Rules and enforcement
46	(9) The agency shall adopt rules pursuant to ss.
47	120.536(1) and 120.54 that establish licensure standards for
48	emergency departments located off the premises of licensed
49	hospitals. The rules must:
50	(a) Include minimum criteria for patient care and safety,
51	quality improvement, infection control, building design and
52	construction, location, and appropriate transport of patients
53	from the emergency department located off the premises
54	consistent with chapter 401.

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55	(b) Require the hospital to maintain an emergency
56	department on its premises that is licensed and operated in
57	accordance with agency rules.
58	(c) Specify that an emergency department located off the
59	premises of a licensed hospital that was authorized prior to the
60	adoption of rules shall continue to operate in accordance with
61	the licensure criteria under which it was originally authorized.
62	Section 3. Section 395.4001, Florida Statutes, is amended
63	to read:
64	395.4001 DefinitionsAs used in this part, the term:
65	(1) "Agency" means the Agency for Health Care
66	Administration.
67	(2) "Charity care" or "uncompensated trauma care" means
68	that portion of hospital charges reported to the agency for
69	which there is no compensation, other than restricted or
70	unrestricted revenues provided to a hospital by local
71	governments or tax districts regardless of method of payment,
72	for care provided to a patient whose family income for the 12
73	months preceding the determination is less than or equal to 200
74	percent of the federal poverty level, unless the amount of
75	hospital charges due from the patient exceeds 25 percent of the
76	annual family income. However, in no case shall the hospital
77	charges for a patient whose family income exceeds four times the
78	federal poverty level for a family of four be considered
79	charity.
80	(3) "Department" means the Department of Health.

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"Interfacility trauma transfer" means the transfer of 81 (4)82 a trauma victim between two facilities licensed under this chapter, pursuant to this part. 83 (5) "International Classification Injury Severity Score" 84 means the statistical method for computing the severity of 85 86 injuries sustained by trauma patients. The International Classification Injury Severity Score shall be the methodology 87 used by the department and trauma centers to report the severity 88 89 of an injury. (6) (5) "Level I trauma center" means a trauma center that: 90 (a) Has formal research and education programs for the 91 92 enhancement of trauma care; is verified by the department to be 93 in substantial compliance with Level I trauma center and 94 pediatric trauma center standards; and has been approved by the 95 department to operate as a Level I trauma center. 96 (b) Serves as a resource facility to Level II trauma 97 centers, pediatric trauma centers, and general hospitals through shared outreach, education, and quality improvement activities. 98 99 (C) Participates in an inclusive system of trauma care, 100 including providing leadership, system evaluation, and quality improvement activities. 101 102 (7) (6) "Level II trauma center" means a trauma center 103 that: 104 (a) Is verified by the department to be in substantial compliance with Level II trauma center standards and has been 105 106 approved by the department to operate as a Level II trauma 107 center. Page 4 of 11

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Serves as a resource facility to general hospitals 108 (b) 109 through shared outreach, education, and quality improvement 110 activities.

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Participates in an inclusive system of trauma care. (C) (8) "Local funding contribution" means local municipal, 112 113 county, or tax district funding exclusive of any patientspecific funds received pursuant to ss. 154.301-154.316, private 115 foundation funding, or public or private grant funding of at 116 least \$150,000 received by a hospital or health care system that 117 operates a trauma center.

(9) (7) "Pediatric trauma center" means a hospital that is 118 119 verified by the department to be in substantial compliance with 120 pediatric trauma center standards as established by rule of the 121 department and has been approved by the department to operate as 122 a pediatric trauma center.

123 (10) (8) "Provisional trauma center" means a hospital that has been verified by the department to be in substantial 124 compliance with the requirements in s. 395.4025 and has been 125 126 approved by the department to operate as a provisional Level I 127 trauma center, Level II trauma center, or pediatric trauma 128 center.

(11) (9) "Trauma agency" means a department-approved agency 129 130 established and operated by one or more counties, or a 131 department-approved entity with which one or more counties 132 contract, for the purpose of administering an inclusive regional 133 trauma system.

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134 <u>(12)(10)</u> "Trauma alert victim" means a person who has 135 incurred a single or multisystem injury due to blunt or 136 penetrating means or burns, who requires immediate medical 137 intervention or treatment, and who meets one or more of the 138 adult or pediatric scorecard criteria established by the 139 department by rule.

140 (13) "Trauma caseload volume" means the number of trauma 141 patients reported by individual trauma centers to the Trauma 142 <u>Registry and validated by the department.</u>

143 <u>(14) (11)</u> "Trauma center" means a hospital that has been 144 verified by the department to be in substantial compliance with 145 the requirements in s. 395.4025 and has been approved by the 146 department to operate as a Level I trauma center, Level II 147 trauma center, or pediatric trauma center.

148 <u>(15)</u> "Trauma patient" means a person who has incurred a 149 physical injury or wound caused by trauma and has accessed a 150 trauma center.

151 <u>(16)</u> (12) "Trauma scorecard" means a statewide methodology 152 adopted by the department by rule under which a person who has 153 incurred a traumatic injury is graded as to the severity of his 154 or her injuries or illness and which methodology is used as the 155 basis for making destination decisions.

156 <u>(17)</u> (13) "Trauma transport protocol" means a document 157 which describes the policies, processes, and procedures 158 governing the dispatch of vehicles, the triage, prehospital 159 transport, and interfacility trauma transfer of trauma victims.

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160 <u>(18) (14)</u> "Trauma victim" means any person who has incurred 161 a single or multisystem injury due to blunt or penetrating means 162 or burns and who requires immediate medical intervention or 163 treatment.

Section 4. Section 395.4035, Florida Statutes, is
repealed.

Section 5. Subsection (1) of section 395.4036, FloridaStatutes, is amended to read:

168

395.4036 Trauma payments.--

Recognizing the Legislature's stated intent to provide 169 (1)170 financial support to the current verified trauma centers and to provide incentives for the establishment of additional trauma 171 172 centers as part of a system of state-sponsored trauma centers, 173 the department shall utilize funds collected under s. 174 318.18(15)(14) and deposited into the Administrative Trust Fund 175 of the department to ensure the availability and accessibility of trauma services throughout the state as provided in this 176 177 subsection.

(a) Twenty percent of the total funds collected under this
subsection <u>during the state fiscal year</u> shall be distributed to
verified trauma centers located in a region that <u>have</u> has a
local funding contribution as of December 31. Distribution of
funds under this paragraph shall be based on trauma caseload
volume <u>for the most recent calendar year available</u>.

(b) Forty percent of the total funds collected under this
subsection shall be distributed to verified trauma centers based
on trauma caseload volume <u>for of</u> the <u>most recent</u> previous

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203

187 calendar year <u>available</u>. The determination of caseload volume 188 for distribution of funds under this paragraph shall be based on 189 the department's Trauma Registry data.

190 Forty percent of the total funds collected under this (C) subsection shall be distributed to verified trauma centers based 191 192 on severity of trauma patients for the most recent calendar year available. The determination of severity for distribution of 193 194 funds under this paragraph shall be based on the department's 195 International Classification Injury Severity Scores or another statistically valid and scientifically accepted method of 196 197 stratifying a trauma patient's severity of injury, risk of 198 mortality, and resource consumption as adopted by the department 199 by rule, weighted based on the costs associated with and 200 incurred by the trauma center in treating trauma patients. The 201 weighting of scores shall be established by the department by 202 rule scores of 1 14 and 15 plus.

204 Funds deposited in the department's Administrative Trust Fund 205 for verified trauma centers may be used to maximize the receipt 206 of federal funds that may be available for such trauma centers. 207 Notwithstanding this section and s. 318.14, distributions to 208 trauma centers may be adjusted in a manner to ensure that total 209 payments to trauma centers represent the same proportional allocation as set forth in this section and s. 318.14. For 210 purposes of this section and s. 318.14, total funds distributed 211 212 to trauma centers may include revenue from the Administrative 213 Trust Fund and federal funds for which revenue from the

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214	Administrative Trust Fund is used to meet state or local
215	matching requirements. Funds collected under ss. 318.14 and
216	318.18(15) and deposited in the Administrative Trust Fund of the
217	department shall be distributed to trauma centers on a quarterly
218	basis using the most recent calendar year data available. Such
219	data shall not be used for more than four quarterly
220	distributions unless there are extenuating circumstances as
221	determined by the department, in which case the most recent
222	calendar year data available shall continue to be used and
223	appropriate adjustments shall be made as soon as the more recent
224	data becomes available. Trauma centers may request that their
225	distributions from the Administrative Trust Fund be used as
226	intergovernmental transfer funds in the Medicaid program.
227	Section 6. Section 395.41, Florida Statutes, is created to
228	read:
229	395.41 Trauma center startup grant programThere is
230	established a trauma center startup grant program.
231	(1) The Legislature recognizes the need for a statewide,
232	cohesive, uniform, and integrated trauma system, and the
233	Legislature acknowledges that the state has been divided into
234	trauma service areas. Each of the trauma service areas should
235	have at least one trauma center; however, some trauma service
236	areas do not have a trauma center because of the significant up-
237	front investment of capital required for hospitals to develop
238	the physical space, equipment, and qualified personnel necessary
239	to provide quality trauma services.

240	(2) An acute care general hospital that has submitted a
241	letter of intent and an application to become a trauma center
242	pursuant to s. 395.4025 may apply to the department for a
243	startup grant. The grant applicant must demonstrate that:
244	(a) There are currently no other trauma centers in the
245	hospital's trauma service area as established under s. 395.402.
246	(b) There is not a trauma center within a 100-mile radius
247	of the proposed trauma center.
248	(c) The hospital has received a local funding contribution
249	as defined under s. 395.4001.
250	(d) The hospital has incurred startup costs in excess of
251	the amount of grant funding requested.
252	(e) The hospital is pursuing the establishment of a
253	residency program in internal medicine or emergency medicine.
254	(3) A hospital receiving startup grant funding that does
255	not become a provisional trauma center within 24 months after
256	submitting an application to become a trauma center must forfeit
257	any state grant funds received pursuant to this section.
258	(4) A hospital that receives startup grant funding may not
259	receive more than \$500,000, must ensure that the startup grant
260	funding is matched on a dollar-for-dollar basis with a local
261	funding contribution, and shall receive startup grant funding
262	only one time.
263	Section 7. This act shall take effect July 1, 2006, except
264	that section 395.41, Florida Statutes, as created by this act,
265	shall take effect subject to an appropriation for the trauma

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266 center startup grant program in the 2006-2007 General

267 Appropriations Act.

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