

I	C	AMBER ACTION	
	<u>Senate</u>		House
	Floor: 1/AD/2R 4/25/2008 11:25 AM	• • 5/2	Floor: C L/2008 9:18 PM
1	Senator Fasano moved the fo	llowing amendmen	t:
2			
3	Senate Amendment (with	title amendment)
4	Delete everything afte	the enacting c	lause
5	and insert:		
6	Section 1. Subsection	(18) of section	409.908, Florida
7	Statutes, is amended to rea	1:	
8	409.908 Reimbursement	of Medicaid pro	vidersSubject to
9	specific appropriations, th	e agency shall r	eimburse Medicaid
10	providers, in accordance wi	ch state and fed	eral law, according to
11	methodologies set forth in	the rules of the	agency and in policy
12	manuals and handbooks incor	porated by refer	ence therein. These
13	methodologies may include f	e schedules, re	imbursement methods
14	based on cost reporting, ne	jotiated fees, c	ompetitive bidding
15	pursuant to s. 287.057, and	other mechanism	s the agency considers
16	efficient and effective for	purchasing serv	ices or goods on

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17 behalf of recipients. If a provider is reimbursed based on cost 18 reporting and submits a cost report late and that cost report 19 would have been used to set a lower reimbursement rate for a rate semester, then the provider's rate for that semester shall be 20 21 retroactively calculated using the new cost report, and full 22 payment at the recalculated rate shall be effected retroactively. 23 Medicare-granted extensions for filing cost reports, if 24 applicable, shall also apply to Medicaid cost reports. Payment 25 for Medicaid compensable services made on behalf of Medicaid eligible persons is subject to the availability of moneys and any 26 27 limitations or directions provided for in the General 28 Appropriations Act or chapter 216. Further, nothing in this 29 section shall be construed to prevent or limit the agency from adjusting fees, reimbursement rates, lengths of stay, number of 30 31 visits, or number of services, or making any other adjustments 32 necessary to comply with the availability of moneys and any limitations or directions provided for in the General 33 34 Appropriations Act, provided the adjustment is consistent with 35 legislative intent.

36 (18) Unless otherwise provided for in the General 37 Appropriations Act, a provider of transportation services shall 38 be reimbursed the lesser of the amount billed by the provider or 39 the Medicaid maximum allowable fee established by the agency, except when the agency has entered into a direct contract with 40 41 the provider, or with a community transportation coordinator, for 42 the provision of an all-inclusive service, or when services are provided pursuant to an agreement negotiated between the agency 43 and the provider. The agency, as provided for in s. 427.0135, 44 45 shall purchase transportation services through the community Page 2 of 16

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46 coordinated transportation system, if available, unless the 47 agency, after consultation with the commission, determines that 48 it cannot reach mutually acceptable contract terms with the 49 commission. The agency may then contract for the same transportation services provided in a more cost-effective manner 50 and of comparable or higher quality and standards determines a 51 more cost-effective method for Medicaid clients. Nothing in this 52 53 subsection shall be construed to limit or preclude the agency 54 from contracting for services using a prepaid capitation rate or from establishing maximum fee schedules, individualized 55 56 reimbursement policies by provider type, negotiated fees, prior 57 authorization, competitive bidding, increased use of mass transit, or any other mechanism that the agency considers 58 59 efficient and effective for the purchase of services on behalf of 60 Medicaid clients, including implementing a transportation 61 eligibility process. The agency shall not be required to contract with any community transportation coordinator or transportation 62 63 operator that has been determined by the agency, the Department 64 of Legal Affairs Medicaid Fraud Control Unit, or any other state 65 or federal agency to have engaged in any abusive or fraudulent billing activities. The agency is authorized to competitively 66 67 procure transportation services or make other changes necessary to secure approval of federal waivers needed to permit federal 68 financing of Medicaid transportation services at the service 69 matching rate rather than the administrative matching rate. 70 71 Notwithstanding chapter 427, the agency is authorized to continue 72 contracting for Medicaid nonemergency transportation services in 73 agency service area 11 with managed care plans that were under 74 contract for those services before July 1, 2004. Page 3 of 16

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Section 2. Subsections (8), (12), and (13) of section 75 76 427.011, Florida Statutes, are amended to read: 77 427.011 Definitions.--For the purposes of ss. 427.011-78 427.017: 79 (8) "Purchasing agency" "Member department" means a department or agency whose head is an ex officio, nonvoting 80 81 advisor to a member of the commission, or an agency that purchases transportation services for the transportation 82 83 disadvantaged. (12) "Annual budget estimate" means a budget estimate of 84 85 funding resources available for providing transportation services 86 to the transportation disadvantaged and which is prepared 87 annually to cover a period of 1 state fiscal year. (12) (13) "Nonsponsored transportation disadvantaged 88 89 services" means transportation disadvantaged services that are not sponsored or subsidized by any funding source other than the 90 Transportation Disadvantaged Trust Fund. 91 92 Section 3. Subsection (4) of section 427.012, Florida 93 Statutes, is amended to read: 427.012 The Commission for the Transportation 94 Disadvantaged.--There is created the Commission for the 95 96 Transportation Disadvantaged in the Department of Transportation. 97 The commission shall meet at least quarterly, or more (4) frequently at the call of the chairperson. Four Five members of 98 the commission constitute a quorum, and a majority vote of the 99 100 members present is necessary for any action taken by the commission. 101

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Section 4. Subsections (7), (8), (9), (14), and (26) of section 427.013, Florida Statutes, are amended, and subsection (29) is added to that section, to read:

427.013 The Commission for the Transportation 105 106 Disadvantaged; purpose and responsibilities. -- The purpose of the 107 commission is to accomplish the coordination of transportation 108 services provided to the transportation disadvantaged. The goal of this coordination is shall be to assure the cost-effective 109 110 provision of transportation by qualified community transportation coordinators or transportation operators for the transportation 111 disadvantaged without any bias or presumption in favor of 112 113 multioperator systems or not-for-profit transportation operators 114 over single operator systems or for-profit transportation 115 operators. In carrying out this purpose, the commission shall:

(7) <u>Unless otherwise provided by state or federal law,</u>
ensure Assure that all procedures, guidelines, and directives
issued by <u>purchasing agencies</u> member departments are conducive to
the coordination of transportation services.

120 (8) (a) Ensure Assure that purchasing agencies member 121 departments purchase all trips within the coordinated system, 122 unless they have fulfilled the requirements of s. 427.0135(3) and 123 use a more cost-effective alternative provider that meets 124 comparable quality and standards.

(b) <u>Unless the purchasing agency has negotiated with the</u>
 <u>commission pursuant to the requirements of s. 427.0135(3)</u>,
 provide, by rule, criteria and procedures for <u>purchasing agencies</u>
 <u>member departments</u> to use if they wish to use an alternative
 provider. <u>Agencies Departments</u> must demonstrate <u>either</u> that the
 proposed alternative provider can provide a trip of <u>comparable</u>
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131 acceptable quality <u>and standards</u> for the clients at a lower cost 132 than that provided within the coordinated system, or that the 133 coordinated system cannot accommodate the <u>agency's</u> department's 134 clients.

(9) Unless the purchasing agency has negotiated with the 135 commission pursuant to the requirements of s. 427.0135(3), 136 137 develop by rule standards for community transportation 138 coordinators and any transportation operator or coordination 139 contractor from whom service is purchased or arranged by the community transportation coordinator covering coordination, 140 operation, safety, insurance, eligibility for service, costs, and 141 142 utilization of transportation disadvantaged services. These 143 standards and rules must include, but are not limited to:

144 (a) Inclusion, by rule, of acceptable ranges of trip costs 145 for the various modes and types of transportation services 146 provided.

147 <u>(a) (b)</u> Minimum performance standards for the delivery of 148 services. These standards must be included in coordinator 149 contracts and transportation operator contracts with clear 150 penalties for repeated or continuing violations.

151 <u>(b) (c)</u> Minimum liability insurance requirements for all 152 transportation services purchased, provided, or coordinated for 153 the transportation disadvantaged through the community 154 transportation coordinator.

(14) Consolidate, for each state agency, the annual budget estimates for transportation disadvantaged services, and the amounts of each agency's actual expenditures, together with the actual expenditures annual budget estimates of each official planning agency, local government, and directly federally funded Page 6 of 16

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160	agency and the amounts collected by each official planning agency
161	issue a report.
162	(26) Develop a quality assurance and management review
163	program to monitor, based upon approved commission standards,
164	services contracted for by an agency, and those provided by a
165	community transportation operator pursuant to s. 427.0155. Staff
166	of the quality assurance and management review program shall
167	function independently and be directly responsible to the
168	executive director.
169	(29) Incur expenses for the purchase of advertisements,
170	marketing services, and promotional items.
171	Section 5. Section 427.0135, Florida Statutes, is amended
172	to read:
173	427.0135 Purchasing agencies Member departments; duties and
174	responsibilitiesEach purchasing agency member department, in
175	carrying out the policies and procedures of the commission,
176	shall:
177	(1) (a) Use the coordinated transportation system for
178	provision of services to its clients, unless each department <u>or</u>
179	purchasing agency meets the criteria outlined in rule or statute
180	to use an alternative provider.
181	(b) Subject to the provisions of s. 409.908(18), the
182	Medicaid agency shall purchase transportation services through
183	the community coordinated transportation system unless a more
184	cost-effective method is determined by the agency for Medicaid
185	clients or unless otherwise limited or directed by the General
186	Appropriations Act.
187	(2) Pay the rates established in the service plan or
188	negotiated statewide contract, unless the purchasing agency has
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189 completed the procedure for using an alternative provider and 190 demonstrated that a proposed alternative provider can provide a 191 more cost-effective transportation service of comparable quality 192 and standards or unless the agency has satisfied the requirements 193 of subsection (3). (3) Not procure transportation disadvantaged services 194 195 without initially negotiating with the commission, as provided in s. 287.057(5)(f)13., or unless otherwise authorized by statute. 196 If the purchasing agency, after consultation with the commission, 197 198 determines that it cannot reach mutually acceptable contract terms with the commission, the purchasing agency may contract for 199 200 the same transportation services provided in a more cost-201 effective manner and of comparable or higher quality and 202 standards. The Medicaid agency shall implement this subsection in a manner consistent with s. 409.908(18) and as otherwise limited 203 204 or directed by the General Appropriations Act.

205 (4) Identify in the legislative budget request provided to
 206 the Governor each year for the General Appropriations Act the
 207 specific amount of money the purchasing agency will allocate to
 208 provide transportation disadvantaged services.

209 <u>(5)(2)</u> Provide the commission, by September 15 of each 210 year, an accounting of all funds spent as well as how many trips 211 were purchased with agency funds.

212 (6) (3) Assist communities in developing coordinated 213 transportation systems designed to serve the transportation 214 disadvantaged. However, a <u>purchasing agency</u> member department may 215 not serve as the community transportation coordinator in any 216 designated service area.

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217 <u>(7) (4)</u> Ensure Assure that its rules, procedures, 218 guidelines, and directives are conducive to the coordination of 219 transportation funds and services for the transportation 220 disadvantaged.

221 <u>(8) (5)</u> Provide technical assistance, as needed, to 222 community transportation coordinators or transportation operators 223 or participating agencies.

224 Section 6. Subsections (2) and (3) of section 427.015, 225 Florida Statutes, are amended to read:

427.015 Function of the metropolitan planning organization
or designated official planning agency in coordinating
transportation for the transportation disadvantaged.--

229 (2) Each metropolitan planning organization or designated 230 official planning agency shall recommend to the commission a 231 single community transportation coordinator. However, a 232 purchasing agency member department may not serve as the 233 community transportation coordinator in any designated service 234 area. The coordinator may provide all or a portion of needed 235 transportation services for the transportation disadvantaged but 236 shall be responsible for the provision of those coordinated services. Based on approved commission evaluation criteria, the 237 238 coordinator shall subcontract or broker those services that are 239 more cost-effectively and efficiently provided by subcontracting 240 or brokering. The performance of the coordinator shall be evaluated based on the commission's approved evaluation criteria 241 242 by the coordinating board at least annually. A copy of the evaluation shall be submitted to the metropolitan planning 243 organization or the designated official planning agency, and the 244 245 commission. The recommendation or termination of any community Page 9 of 16

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246 transportation coordinator shall be subject to approval by the 247 commission.

248 (3) Each metropolitan planning organization or designated official planning agency shall request each local government in 249 250 its jurisdiction to provide the actual expenditures an estimate 251 of all local and direct federal funds to be expended for 252 transportation for the disadvantaged. The metropolitan planning 253 organization or designated official planning agency shall 254 consolidate this information into a single report and forward it, 255 by September 15 the beginning of each fiscal year, to the 256 commission.

257 Section 7. Subsection (7) of section 427.0155, Florida 258 Statutes, is amended to read:

427.0155 Community transportation coordinators; powers and duties.--Community transportation coordinators shall have the following powers and duties:

(7) In cooperation with the coordinating board and pursuant
to criteria developed by the Commission for the Transportation
Disadvantaged, establish <u>eligibility guidelines and</u> priorities
with regard to the recipients of nonsponsored transportation
disadvantaged services that are purchased with Transportation
Disadvantaged Trust Fund moneys.

268 Section 8. Subsection (4) of section 427.0157, Florida 269 Statutes, is amended to read:

427.0157 Coordinating boards; powers and duties.--The purpose of each coordinating board is to develop local service needs and to provide information, advice, and direction to the community transportation coordinators on the coordination of services to be provided to the transportation disadvantaged. The Page 10 of 16

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275 commission shall, by rule, establish the membership of 276 coordinating boards. The members of each board shall be appointed 277 by the metropolitan planning organization or designated official 278 planning agency. The appointing authority shall provide each 279 board with sufficient staff support and resources to enable the 280 board to fulfill its responsibilities under this section. Each 281 board shall meet at least quarterly and shall:

(4) Assist the community transportation coordinator in
establishing <u>eligibility guidelines and</u> priorities with regard to
the recipients of nonsponsored transportation disadvantaged
services that are purchased with Transportation Disadvantaged
Trust Fund moneys.

287 Section 9. Subsections (2) and (3) of section 427.0158, 288 Florida Statutes, are amended to read:

427.0158

289

427.0158 School bus and public transportation.--

290 (2) The school boards shall cooperate in the utilization of 291 their vehicles to enhance coordinated disadvantaged transportation disadvantaged services by providing the 292 293 information as requested by the community transportation 294 coordinator required by this section and by allowing the use of 295 their vehicles at actual cost upon request when those vehicles 296 are available for such use and are not transporting students. 297 Semiannually, no later than October 1 and April 30, a designee 298 from the local school board shall provide the community 299 transportation coordinator with copies to the coordinated 300 transportation board, the following information for vehicles not 301 scheduled 100 percent of the time for student transportation use:

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302	(a) The number and type of vehicles by adult capacity,	
303	including days and times, that the vehicles are available for	
304	coordinated transportation disadvantaged services;	
305	(b) The actual cost per mile by vehicle type available;	
306	(c) The actual driver cost per hour;	
307	(d) Additional actual cost associated with vehicle use	
308	outside the established workday or workweek of the entity; and	
309	(e) Notification of lead time required for vehicle use.	
310	(3) The public transit fixed route or fixed schedule system	
311	shall cooperate in the utilization of its regular service to	
312	enhance coordinated transportation disadvantaged services by	
313	providing the information as <u>requested by the community</u>	
314	transportation coordinator required by this section. Annually, no	
315	later than October 1, a designee from the local public transit	
316	fixed route or fixed schedule system shall provide The community	
317	transportation coordinator may request, without limitation, with	
318	copies to the coordinated transportation board, the following	
319	information:	
320	(a) A copy of all current schedules, route maps, system	
321	map, and fare structure;	
322	(b) A copy of the current charter policy;	
323	(c) A copy of the current charter rates and hour	
324	requirements; and	
325	(d) Required notification time to arrange for a charter.	
326	Section 10. Subsection (4) is added to section 427.0159,	
327	Florida Statutes, to read:	
328	427.0159 Transportation Disadvantaged Trust Fund	
329	(4) A purchasing agency may deposit funds into the	
330	Transportation Disadvantaged Trust Fund for the commission to	
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331 implement, manage, and administer the purchasing agency's transportation disadvantaged funds, as defined in s. 427.011(10). 332 333 Section 11. Paragraph (b) of subsection (1) and subsection (2) of section 427.016, Florida Statutes, are amended to read: 334 427.016 Expenditure of local government, state, and federal 335 336 funds for the transportation disadvantaged. --337 (1)Nothing in This subsection does not shall be construed 338 (b) to limit or preclude a purchasing the Medicaid agency from 339 340 establishing maximum fee schedules, individualized reimbursement policies by provider type, negotiated fees, competitive bidding, 341 or any other mechanism, including contracting after initial 342 343 negotiation with the commission, which that the agency considers 344 more cost-effective and of comparable or higher quality and standards than those of the commission efficient and effective 345 for the purchase of services on behalf of \underline{its} Medicaid clients \underline{if} 346 347 it has fulfilled the requirements of s. 427.0135(3) or the 348 procedure for using an alternative provider. State and local 349 agencies shall not contract for any transportation disadvantaged 350 services, including Medicaid reimbursable transportation 351 services, with any community transportation coordinator or 352 transportation operator that has been determined by the Agency 353 for Health Care Administration, the Department of Legal Affairs 354 Medicaid Fraud Control Unit, or any state or federal agency to have engaged in any abusive or fraudulent billing activities. 355 356 (2) Each year, each agency, whether or not it is an ex

357 <u>officio, nonvoting advisor to</u> a member of the Commission for the 358 Transportation Disadvantaged, shall <u>identify in the legislative</u> 359 <u>budget request provided to the Governor for the General</u>

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360	Appropriations Act inform the commission in writing, before the
361	beginning of each fiscal year, of the specific amount of any
362	money the agency <u>will allocate</u> allocated for <u>the provision of</u>
363	transportation disadvantaged services. Additionally, each state
364	agency shall, by September 15 of each year, provide the
365	commission with an accounting of the actual amount of funds
366	expended and the total number of trips purchased.
367	Section 12. This act shall take effect July 1, 2008.
368	
369	========== T I T L E A M E N D M E N T ==============
370	And the title is amended as follows:
371	Delete everything before the enacting clause
372	and insert:
373	A bill to be entitled
374	An act relating to transportation services for the
375	transportation disadvantaged; amending s. 409.908,
376	F.S.; authorizing the Agency for Health Care
377	Administration to continue to contract for Medicaid
378	nonemergency transportation services in a specified
379	agency service area with managed care plans under
380	certain conditions; amending s. 427.011, F.S.; revising
381	definitions; defining the term "purchasing agency";
382	amending s. 427.012, F.S.; revising the number of
383	members required for a quorum at a meeting of the
384	Commission for the Transportation Disadvantaged;
385	amending s. 427.013, F.S.; revising responsibilities of
386	the commission; deleting a requirement that the
387	commission establish by rule acceptable ranges of trip
388	costs; removing a provision for functioning and
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389 oversight of the quality assurance and management 390 review program; requiring the commission to incur 391 expenses for promotional services and items; amending 392 s. 427.0135, F.S.; revising and creating duties and 393 responsibilities for agencies that purchase transportation services for the transportation 394 395 disadvantaged; providing requirements for the payment 396 of rates; requiring an agency to negotiate with the 397 commission before procuring transportation disadvantaged services; requiring an agency to identify 398 399 its allocation for transportation disadvantaged 400 services in its legislative budget request; amending s. 401 427.015, F.S.; revising provisions relating to the function of the metropolitan planning organization or 402 403 designated official planning agency; amending s. 404 427.0155, F.S.; revising duties of community 405 transportation coordinators; amending s. 427.0157, 406 F.S.; revising duties of coordinating boards; amending 407 s. 427.0158, F.S.; deleting provisions requiring the 408 school board to provide information relating to school 409 buses to the transportation coordinator; providing for the transportation coordinator to request certain 410 411 information regarding public transportation; amending s. 427.0159, F.S.; revising provisions relating to the 412 Transportation Disadvantaged Trust Fund; providing for 413 414 the deposit of funds by an agency purchasing transportation services; amending s. 427.016, F.S.; 415 providing for construction and application of specified 416 417 provisions to certain acts of a purchasing agency in Page 15 of 16

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- 418 lieu of the Medicaid agency; requiring that an agency
- 419 identify the allocation of funds for transportation
- 420 disadvantaged services in its legislative budget
- 421 request; providing an effective date.