By Senator Bogdanoff

25-00376-11 2011374___ A bill to be entitled

2 An a

An act relating to health and human services contracts; establishing the Health and Human Services Contract Resource Center to be administratively housed in the Department of Management Services; providing the center's duties; establishing a board of trustees composed of certain agency heads; providing for an executive director appointed by the Governor; providing for implementation by a certain date; amending s. 287.057, F.S.; exempting services provided by an eligible lead community-based provider from being subject to the state competitive bidding process; providing an effective date.

Be It Enacted by the Legislature of the State of Florida:

Section 1. Health and Human Services Contract Resource
Center.—The Health and Human Services Contract Resource Center
is created and housed for administrative purposes only in the
Department of Management Services. The Legislature intends that
the center serve as a single, consolidated unit for the
administrative and fiscal contract management of health and
human services outsourced by the Department of Children and
Family Services, the Department of Elderly Affairs, the
Department of Health, the Agency for Persons with Disabilities,
the Department of Juvenile Justice, and the Agency for Health
Care Administration.

- (1) CENTER DUTIES.—The center shall:
- (a) Serve as the lead state agency for all administrative

25-00376-11 2011374

and fiscal matters related to health and human services contracts.

- (b) Provide administrative and fiscal monitoring activities in coordination with the agency responsible for the program components related to the services provided by the health and human services contract.
- (c) Establish administrative and fiscal performance standards for vendors providing health and human services. The standards shall be used in contract monitoring and as part of each agency's evaluation of competitive bids for health and human services.
- (d) Develop uniform policies, contract administrative requirements, and monitoring protocols related to the administrative and fiscal requirements of vendors providing health and human services.
- (e) Establish or arrange for the establishment of a consolidated data warehouse and archive to maintain the corporate, fiscal, and administrative records of health and human services vendors. The center shall ensure that this data is up to date and accessible to other agencies, participating vendors, and the general public through web-based technology. The records may include, but need not be limited to:
 - received may instance, she meet not so it mises to
 - 1. Articles of incorporation.
 - 2. Bylaws.
 - 3. Governing board and committee meeting minutes.
 - 4. Financial audits.
 - 5. Organizational charts.
- (f) Manage the administrative and fiscal data in a manner that allows contract information to be aggregated and assessed

25-00376-11 2011374

to determine the amount, value, and achievement of administrative standards by vendor, by agency, and by type of service.

- (g) Establish a consolidated schedule for site visits to monitor and evaluate the administrative and fiscal compliance of vendors providing health and human services. The center shall facilitate joint site visits with agency programmatic staff whenever possible.
- (h) Create an enterprise that allows nonstate agencies to purchase center services. Eligible buyers include, but are not limited to, local governments, nongovernmental organizations, and vendors that have contracts for health and human services with other local service agencies or organizations.
 - (2) BOARD OF TRUSTEES.—
- (a) The center shall be governed by a board of trustees consisting of the agency heads, or designees, of the Department of Children and Family Services, the Department of Health, the Department of Elderly Affairs, the Agency for Persons with Disabilities, the Department of Juvenile Justice, and the Agency for Health Care Administration. The chair of the board shall be appointed by the Governor from the participating agency heads.
- (b) The board shall approve an annual work program and business plan, review and approve center policies, and establish a mechanism for receiving and evaluating feedback from health and human services vendors.
- (3) EXECUTIVE DIRECTOR.—The Governor shall appoint an executive director of the center. The executive director must have a graduate degree from an accredited institution and at least 7 years of executive—level experience.

25-00376-11 2011374

(4) IMPLEMENTATION.—The activities of the center shall be phased in beginning with children's services contracts of the Department of Children and Family Services and the Department of Health. Other agency contracts shall be incorporated into the center's management protocols in accordance with a schedule developed by the board of trustees and approved by the Legislative Budget Commission. However, the phasing in of all agency contracts must be completed by June 30, 2011.

Section 2. Paragraph (f) of subsection (3) of section 287.057, Florida Statutes, is amended to read:

287.057 Procurement of commodities or contractual services.—

- (3) When the purchase price of commodities or contractual services exceeds the threshold amount provided in s. 287.017 for CATEGORY TWO, no purchase of commodities or contractual services may be made without receiving competitive sealed bids, competitive sealed proposals, or competitive sealed replies unless:
- (f) The <u>purchase is for any of the</u> following contractual services and commodities are not subject to the competitive-solicitation requirements of this section:
- 1. Artistic services. For the purposes of this subsection, the term "artistic services" does not include advertising or typesetting. As used in this subparagraph, the term "advertising" means the making of a representation in any form in connection with a trade, business, craft, or profession in order to promote the supply of commodities or services by the person promoting the commodities or contractual services.
 - 2. Academic program reviews if the fee for such services

25-00376-11 2011374

117 does not exceed \$50,000.

- 3. Lectures by individuals.
- 4. Legal services, including attorney, paralegal, expert witness, appraisal, or mediator services.
- 5.a. Health services involving examination, diagnosis, treatment, prevention, medical consultation, or administration.

b. Beginning January 1, 2011, health services, also includes including, but is not limited to, substance abuse and mental health services, involving examination, diagnosis, treatment, prevention, or medical consultation, if when such services are offered to eligible individuals participating in a specific program that qualifies multiple providers and uses a standard payment methodology. Reimbursement for the of administrative costs of for providers of services purchased in this manner are shall also be exempt. For purposes of this subparagraph sub-subparagraph, the term "providers" means health professionals, health facilities, or organizations that deliver or arrange for the delivery of health services.

- 6. Services provided to persons with mental or physical disabilities by not-for-profit corporations which have obtained exemptions under the provisions of s. 501(c)(3) of the United States Internal Revenue Code or when such services are governed by the provisions of Office of Management and Budget Circular A-122. However, in acquiring such services, the agency shall consider the ability of the vendor, past performance, willingness to meet time requirements, and price.
- 7. Medicaid services delivered to an eligible Medicaid recipient unless the agency is directed otherwise \underline{by} in law.
 - 8. Family placement services.

147

148149

150

151

152

153154

155

156

157

158159

160

161

162

25-00376-11 2011374

9. Services provided by an eligible lead community-based provider as described in s. 409.1671(1)(e) currently under contract with the Department of Children and Family Services and in compliance with the department's performance, fiscal, and administrative standards.

- 10.9. Prevention services related to mental health, including drug abuse prevention programs, child abuse prevention programs, and shelters for runaways, operated by not-for-profit corporations. However, in acquiring such services, the agency must shall consider the ability of the vendor, past performance, willingness to meet time requirements, and price.
- 11.10. Training and education services provided to injured employees pursuant to s. 440.491(6).
 - 12.11. Contracts entered into pursuant to s. 337.11.
- 13.12. Services or commodities provided by governmental agencies.
 - Section 3. This act shall take effect July 1, 2011.