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By the Committee on Governmental Oversight and Accountability; and Senator Bogdanoff

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A bill to be entitled An act relating to health and human services contracts; amending s. 287.0575, F.S.; creating the Health and Human Services Contract Resource Council within the Department of Management Services; requiring the department to provide administrative support; providing meeting times and duties of the council; providing membership of the council; establishing the duties of several state agencies, including the Department of Juvenile Justice and the Agency for Health Care Administration with regard to contracts for health and human services; revising the deadline dates for state agencies to notify their contract service providers and for contract service providers to provide their contract managers a list of their health and human service contracts; requiring the Health and Human Service Contract Resource Council to designate a lead administrative coordinator for each contract service provider; conforming provisions to changes made by the act; revising the responsibilities of the designated lead administrative coordinator; requiring each agency contracting for health and human services to submit an annual report to the council; requiring the council to provide an executive summary of the reports to the Governor and the Legislature; requiring the council to make recommendations to the Legislature regarding legislation or rulemaking authority that would promote interdepartmental collaboration and program

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integration; 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. Section 287.0575, Florida Statutes, is amended to read:

287.0575 Coordination of contracted services.-

- (1) There is created the Health and Human Services Contract Resource Council, which is a coordinating council as defined in s. 20.03.
- (a) The council shall ensure that the public policy of this state relating to the administrative and fiscal contract management of health and human services is developed to promote interdepartmental collaboration and program administration in order that contracts and services are planned, managed, and delivered in an integrated manner.
- (b) The council is created in the Department of Management Services, which shall provide administrative support and service to the council.
- (c) The council shall meet for its organizational session no later than August 1, 2011. The council shall select a chair from its members. Thereafter, the council shall meet at least six times each year in order to:
- 1. Develop and implement a shared and cohesive vision on how to deliver integrated services to eliminate administrative duplication and improve outcomes in this state.

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2. Align, coordinate, and consolidate administrative and fiscal performance standards into model consolidated standards for vendors that provide health and human services. The model consolidated standards shall be used by the agencies in subsection (2) in monitoring contracts and as part of each agency's evaluation of competitive bids for health and human services.

- 3. Review, align, coordinate, consolidate, and recommend uniform administrative rules and policies so that administrative requirements and goals for the contracts are aligned to the greatest extent possible and not in conflict.
- 4. Review the monitoring protocols related to the administrative and fiscal requirements of vendors that provide health and human services to ensure that the protocols are in compliance with this section.
- 5. Design and implement actions that promote collaboration, creativity, increased efficiency, information sharing, and improved service delivery between and within state agencies and organizations that provide services. In particular, the efforts shall include the long-range planning process mandated by s. 216.013.
- 6. Make recommendations for the establishment of a consolidated data warehouse and archive to maintain the corporate, fiscal, and administrative records of vendors that provide health and human services. The council shall include recommendations to ensure that the administrative and fiscal data are up-to-date and accessible to other agencies, participating vendors, and the general public through web-based technology, and managed in a manner that allows contract

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

- 7. Identify to the greatest extent possible, existing and potential private and nonstate moneys and resources for improving contracting efficiencies, including, but not limited to, federal grant funds, other nonstate grant funds, gifts, donations, foundation and organization grants, and any other form of private funding opportunities, including public-private partnerships.
- 8. Engage in other activities that will improve collaboration of agencies in order to create, manage, and promote coordinated policies, programs, and service delivery systems.
- 9. Designate the lead state agency for all administrative and fiscal matters related to contracts for health and human services.
- (2) The council shall select a chair from among its members. The council shall consist of seven members:
- (a) The Secretary of Children and Family Services or his or her designee;
- (b) The Secretary of Juvenile Justice or his or her designee;
- (c) The director of the Agency for Persons with Disabilities or his or her designee;
  - (d) The State Surgeon General or his or her designee;
- 114 (e) The Secretary of Health Care Administration or his or her designee;
  - (f) The Secretary of Elderly Affairs or his or her

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117 designee; and

- (g) The executive director of the Department of Veterans' Affairs or his or her designee.
- (3) The following duties and responsibilities of the Department of Children and Family Services, the Agency for Persons with Disabilities, the Department of Health, the Department of Juvenile Justice, the Agency for Health Care Administration, the Department of Elderly Affairs, and the Department of Veterans' Affairs, and service providers under contract to those agencies, are established:
- $\underline{(a)}$  (1) No later than August 1,  $\underline{2011}$   $\underline{2010}$ , or upon entering into any new contract for health and human services, state agencies contracting for health and human services must notify their contract service providers of the requirements of this section.
- (b) (2) No later than October 1, 2011 2010, contract service providers that have more than one contract with one or more state agencies to provide health and human services must provide to each of their contract managers a comprehensive list of their health and human services contracts. The list must include the following information:
- $\frac{1.(a)}{a}$  The name of each contracting state agency and the applicable office or program issuing the contract.
  - 2. (b) The identifying name and number of each contract.
  - 3. (c) The starting and ending date of each contract.
- $4.\frac{(d)}{(d)}$  The amount of each contract.
- 5. (e) A brief description of the purpose of the contract and the types of services provided under each contract.
  - 6.(f) The name and contact information of the contract

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(c) (3) With respect to contracts entered into on or after August 1, 2011 <del>2010</del>, effective November 1, 2011 <del>2010</del>, or 30 days after receiving the list provided under paragraph (b) subsection (2), a single lead administrative coordinator for each contract service provider shall be designated by the Health and Human Services Contract Resource Council as provided in this subsection from among the agencies having multiple contracts as provided in paragraph (b) subsection (2). On or before the date such responsibilities are assumed, the designated lead administrative coordinator shall provide notice of his or her designation to the contract service provider and to the agency contract managers for each affected contract. Unless another lead administrative coordinator is selected by the Health and Human Services Contract Resource Council agreement of all affected contract managers, the designated lead administrative coordinator shall be the agency contract manager of the contract with the highest dollar value over the term of the contract, provided the term of the contract remaining at the time of designation exceeds 24 months. If the remaining terms of all contracts are 24 months or less, the designated lead administrative coordinator shall be the contract manager of the contract with the latest end date. A designated lead administrative coordinator, or his or her successor as contract manager, shall continue as lead administrative coordinator until another lead administrative coordinator is selected by the Health and Human Services Contract Resource Council agreement of all affected contract managers or until the end date of the contract for which the designated lead administrative

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coordinator serves as contract manager, at which time a new lead administrative coordinator shall be designated pursuant to this subsection, if applicable.

- $\underline{\text{(d)}}$  The designated lead administrative coordinator shall be responsible for:
- $\frac{1.(a)}{a}$  Establishing a coordinated schedule for administrative and fiscal monitoring;
- 2.(b) Coordinating and consulting with other case managers to establish a single unified set of required administrative and fiscal documentation;
- 3.(c) Coordinating and consulting with other case managers to establish a single unified schedule for periodic updates of administrative and fiscal information; and
- $\frac{4.(d)}{d}$  Maintaining an accessible electronic file of up-to-date administrative and fiscal documents, including, but not limited to, corporate documents, membership records, audits, and monitoring reports.
- (e) (5) Contract managers for agency contracts other than the designated lead administrative coordinator must conduct administrative and fiscal monitoring activities in accordance with the coordinated schedule and must obtain any necessary administrative and fiscal documents from the designated lead administrative coordinator's electronic file.
- $\underline{\text{(f)}}$  This section does not apply to routine program performance monitoring or prohibit a contracting agency from directly and immediately contacting the service provider when the health or safety of clients is at risk.
- $\underline{(g)}$  (7) Each agency contracting for health and human services shall annually evaluate the performance of its

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designated lead administrative coordinator in establishing coordinated systems, improving efficiency, and reducing redundant monitoring activities for state agencies and their service providers. The annual report shall be submitted to the Health and Human Services Contract Resource Council. The Health and Human Services Contract Resource Council shall provide an executive summary of the reports to the Governor, the President of the Senate, and the Speaker of the House of Representatives. In addition to an executive summary, the council shall make recommendations to the President of the Senate and the Speaker of the House of Representatives for legislation or rulemaking authority that would promote interdepartmental collaboration and program integration.

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</u> is for any of the following contractual services and commodities <del>are not subject to the competitive-</del> 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

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"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 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 includes, 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

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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 by  $\frac{1}{2}$  law.
  - 8. Family placement services.
- 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.
- $\underline{13.12.}$  Services or commodities provided by governmental agencies.
  - Section 3. This act shall take effect July 1, 2011.