By the Committee on Health Regulation

588-01826-11 2011864 A bill to be entitled

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An act relating to certificates of need; amending s. 408.040, F.S.; extending until July 1, 2016, provisions authorizing the Agency for Health Care Administration to automatically grant a nursing home's request for a reduction in annual Medicaid patient days as a condition of its certificate of need in specified circumstances; amending s. 408.0435, F.S.; extending the moratorium on nursing home certificates of need until July 1, 2016; providing conditions to be met by nursing homes in order to qualify for an exemption to the moratorium on certificates of need for nursing home facilities; providing an effective date.

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

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Section 1. Paragraph (d) of subsection (1) of section 408.040, Florida Statutes, is amended to read:

408.040 Conditions and monitoring.

21 (1)

> (d) If a nursing home is located in a county in which a long-term care community diversion pilot project has been implemented under s. 430.705 or in a county in which an integrated, fixed-payment delivery program for Medicaid recipients who are 60 years of age or older or dually eligible for Medicare and Medicaid has been implemented under s. 409.912(5), the nursing home may request a reduction in the percentage of annual patient days used by residents who are

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eligible for care under Title XIX of the Social Security Act, which is a condition of the nursing home's certificate of need. The agency shall automatically grant the nursing home's request if the reduction is not more than 15 percent of the nursing home's annual Medicaid-patient-days condition. A nursing home may submit only one request every 2 years for an automatic reduction. A requesting nursing home must notify the agency in writing at least 60 days in advance of its intent to reduce its annual Medicaid-patient-days condition by not more than 15 percent. The agency must acknowledge the request in writing and must change its records to reflect the revised certificate-of-need condition. This paragraph expires July 1, 2016 June 30, 2011.

Section 2. Subsections (1) and (5) of section 408.0435, Florida Statutes, are amended to read:

408.0435 Moratorium on nursing home certificates of need.-

- (1) Notwithstanding the establishment of need as provided for in this chapter, a certificate of need for additional community nursing home beds may not be approved by the agency until July 1, 2016 2011.
- (5) The moratorium on certificates of need does not apply for the addition of nursing home beds licensed under chapter 400 to a nursing home located in a county having up to 50,000 residents, in a number not exceeding 10 total beds or 10 percent of the number of beds licensed in the facility being expanded, whichever is greater. In addition to any other documentation required by the agency, a request submitted under this subsection must:
  - (a) Certify that the facility has not had any class I or

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class II deficiencies within the 30 months preceding the request for addition or since initial licensure if the facility has been licensed less than 30 months; and—

- (b) For a facility that has been licensed 24 months or longer, certify that the prior 12-month average occupancy rate for the nursing home beds at the facility meets or exceeds 94 percent, or, and the facility had not had any class I or class II deficiencies since its initial licensure.
- (c) for a facility that has been licensed for less than 24 months, certify that the prior 6-month average occupancy rate for the nursing home beds at the facility meets or exceeds 94 percent and that the facility has not had any class I or class II deficiencies since its initial licensure.

This subsection  $\underline{\text{expires}}$   $\underline{\text{shall be repealed}}$  upon the expiration of the moratorium established in subsection (1).

Section 3. This act shall take effect upon becoming a law.