1 A bill to be entitled 2 An act relating to recovery care services; amending s. 3 395.001, F.S.; providing legislative intent regarding 4 recovery care centers; amending s. 395.002, F.S.; 5 revising and providing definitions; amending s. 6 395.003, F.S.; including recovery care centers as 7 facilities licensed under chapter 395, F.S.; creating 8 s. 395.0171, F.S.; providing admission criteria for a 9 recovery care center; requiring emergency care, transfer, and discharge protocols; authorizing the 10 11 Agency for Health Care Administration to adopt rules; 12 amending s. 395.1055, F.S.; authorizing the agency to establish separate standards for the care and 13 treatment of patients in recovery care centers; 14 15 amending s. 395.10973, F.S.; directing the agency to enforce special-occupancy provisions of the Florida 16 17 Building Code applicable to recovery care centers; amending s. 395.301, F.S.; providing for format and 18 19 content of a patient bill from a recovery care center; amending s. 408.802, F.S.; providing applicability of 20 21 the Health Care Licensing Procedures Act to recovery care centers; amending s. 408.820, F.S.; exempting 22 23 recovery care centers from specified minimum licensure 24 requirements; amending ss. 394.4787, 409.97, and 25 409.975, F.S.; conforming cross-references; providing 26 an effective date.

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27 28 Be It Enacted by the Legislature of the State of Florida: 29 30 Section 1. Section 395.001, Florida Statutes, is amended to read: 31 32 395.001 Legislative intent.-It is the intent of the 33 Legislature to provide for the protection of public health and 34 safety in the establishment, construction, maintenance, and operation of hospitals, ambulatory surgical centers, recovery 35 care centers, and mobile surgical facilities by providing for 36 37 licensure of same and for the development, establishment, and enforcement of minimum standards with respect thereto. 38 Subsections (25) through (33) of section 39 Section 2. 395.002, Florida Statutes, are renumbered as subsections (27) 40 41 through (35), respectively, subsections (3), (16), and (23) are 42 amended, and new subsections (25) and (26) are added to that 43 section, to read: 395.002 Definitions.-As used in this chapter: 44 45 (3)"Ambulatory surgical center" or "mobile surgical facility" means a facility the primary purpose of which is to 46 47 provide elective surgical care, in which the patient is admitted 48 to and discharged from such facility within 24 hours the same 49 working day and is not permitted to stay overnight, and which is not part of a hospital. However, a facility existing for the 50 51 primary purpose of performing terminations of pregnancy, an 52 office maintained by a physician for the practice of medicine, Page 2 of 11

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53 or an office maintained for the practice of dentistry shall not 54 be construed to be an ambulatory surgical center, provided that any facility or office which is certified or seeks certification 55 56 as a Medicare ambulatory surgical center shall be licensed as an 57 ambulatory surgical center pursuant to s. 395.003. Any structure 58 or vehicle in which a physician maintains an office and 59 practices surgery, and which can appear to the public to be a 60 mobile office because the structure or vehicle operates at more 61 than one address, shall be construed to be a mobile surgical 62 facility.

(16) "Licensed facility" means a hospital, ambulatory
surgical center, recovery care center, or mobile surgical
facility licensed in accordance with this chapter.

"Premises" means those buildings, beds, and equipment 66 (23)67 located at the address of the licensed facility and all other buildings, beds, and equipment for the provision of hospital, 68 69 ambulatory surgical, recovery, or mobile surgical care located 70 in such reasonable proximity to the address of the licensed 71 facility as to appear to the public to be under the dominion and 72 control of the licensee. For any licensee that is a teaching hospital as defined in s. 408.07(45), reasonable proximity 73 includes any buildings, beds, services, programs, and equipment 74 75 under the dominion and control of the licensee that are located 76 at a site with a main address that is within 1 mile of the main 77 address of the licensed facility; and all such buildings, beds, 78 and equipment may, at the request of a licensee or applicant, be Page 3 of 11

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79 included on the facility license as a single premises.

80 (25) "Recovery care center" means a facility the primary 81 purpose of which is to provide recovery care services, to which 82 a patient is admitted and discharged within 72 hours, and which 83 is not part of a hospital.

84 <u>(26) "Recovery care services" means postsurgical and</u> 85 <u>postdiagnostic medical and general nursing care provided to</u> 86 <u>patients for whom acute care hospitalization is not required and</u> 87 <u>an uncomplicated recovery is reasonably expected. The term</u> 88 <u>includes postsurgical rehabilitation services. The term does not</u> 89 <u>include intensive care services, coronary care services, or</u> 90 <u>critical care services.</u>

91 Section 3. Subsection (1) of section 395.003, Florida
92 Statutes, is amended to read:

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395.003 Licensure; denial, suspension, and revocation.-

(1) (a) The requirements of part II of chapter 408 apply to 94 95 the provision of services that require licensure pursuant to ss. 96 395.001-395.1065 and part II of chapter 408 and to entities 97 licensed by or applying for such licensure from the Agency for Health Care Administration pursuant to ss. 395.001-395.1065. A 98 99 license issued by the agency is required in order to operate a hospital, ambulatory surgical center, recovery care center, or 100 101 mobile surgical facility in this state.

(b)1. It is unlawful for a person to use or advertise to the public, in any way or by any medium whatsoever, any facility as a "hospital," "ambulatory surgical center," <u>"recovery care</u>

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105 center," or "mobile surgical facility" unless such facility has 106 first secured a license under the provisions of this part. 107 This part does not apply to veterinary hospitals or to 2. 108 commercial business establishments using the word "hospital," "ambulatory surgical center," "recovery care center," or "mobile 109 110 surgical facility" as a part of a trade name if no treatment of 111 human beings is performed on the premises of such 112 establishments. (c) Until July 1, 2006, additional emergency departments 113 located off the premises of licensed hospitals may not be 114 115 authorized by the agency. Section 4. Section 395.0171, Florida Statutes, is created 116 117 to read: 118 395.0171 Recovery care center admissions; emergency and 119 transfer protocols; discharge planning and protocols.-120 Admissions to a recovery care center shall be (1) 121 restricted to patients who need recovery care services. 122 (2) All patients must be certified by their attending or 123 referring physician or by a physician on staff at the facility 124 as medically stable and not in need of acute care 125 hospitalization before admission. 126 (3) A patient may be admitted for recovery care services 127 upon discharge from a hospital or an ambulatory surgery center. A patient may also be admitted postdiagnosis and posttreatment 128 for recovery care services. 129 130 (4) A recovery care center must have emergency care and Page 5 of 11

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131 transfer protocols, including transportation arrangements, and 132 referral or admission agreements with at least one hospital. 133 (5) A recovery care center must have procedures for 134 discharge planning and discharge protocols. 135 (6) The agency may adopt rules to implement this 136 subsection. 137 Section 5. Subsections (2) and (8) of section 395.1055, 138 Florida Statutes, are amended, and subsection (10) is added to that section, to read: 139 395.1055 Rules and enforcement.-140 141 Separate standards may be provided for general and (2) specialty hospitals, ambulatory surgical centers, recovery care 142 143 centers, mobile surgical facilities, and statutory rural 144 hospitals as defined in s. 395.602. 145 The agency may not adopt any rule governing the (8) 146 design, construction, erection, alteration, modification, 147 repair, or demolition of any public or private hospital, 148 intermediate residential treatment facility, recovery care 149 center, or ambulatory surgical center. It is the intent of the 150 Legislature to preempt that function to the Florida Building 151 Commission and the State Fire Marshal through adoption and maintenance of the Florida Building Code and the Florida Fire 152 Prevention Code. However, the agency shall provide technical 153 154 assistance to the commission and the State Fire Marshal in 155 updating the construction standards of the Florida Building Code 156 and the Florida Fire Prevention Code which govern hospitals, Page 6 of 11

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157	intermediate residential treatment facilities, recovery care
158	centers, and ambulatory surgical centers.
159	(10) The agency shall adopt rules for recovery care
160	centers which include fair and reasonable minimum standards for
161	ensuring that recovery care centers have:
162	(a) A dietetic department, service, or other similarly
163	titled unit, either on the premises or under contract, which
164	shall be organized, directed, and staffed to ensure the
165	provision of appropriate nutritional care and quality food
166	service.
167	(b) Procedures to ensure the proper administration of
168	medications. Such procedures shall address the prescribing,
169	ordering, preparing, and dispensing of medications and
170	appropriate monitoring of the effects of such medications on the
171	patient.
172	(c) A pharmacy, pharmaceutical department, or
173	pharmaceutical service, or similarly titled unit, on the
174	premises or under contract.
175	Section 6. Subsection (8) of section 395.10973, Florida
176	Statutes, is amended to read:
177	395.10973 Powers and duties of the agencyIt is the
178	function of the agency to:
179	(8) Enforce the special-occupancy provisions of the
180	Florida Building Code which apply to hospitals, intermediate
181	residential treatment facilities, recovery care centers, and
182	ambulatory surgical centers in conducting any inspection
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183 authorized by this chapter and part II of chapter 408.

Section 7. Subsection (3) of section 395.301, Florida Statutes, is amended to read:

186 395.301 Itemized patient bill; form and content prescribed 187 by the agency.-

188 On each itemized statement submitted pursuant to (3) 189 subsection (1) there shall appear the words "A FOR-PROFIT (or 190 NOT-FOR-PROFIT or PUBLIC) HOSPITAL (or AMBULATORY SURGICAL 191 CENTER or RECOVERY CARE CENTER) LICENSED BY THE STATE OF 192 FLORIDA" or substantially similar words sufficient to identify 193 clearly and plainly the ownership status of the licensed 194 facility. Each itemized statement must prominently display the 195 phone number of the medical facility's patient liaison who is 196 responsible for expediting the resolution of any billing dispute 197 between the patient, or his or her representative, and the 198 billing department.

Section 8. Subsection (30) is added to section 408.802,
Florida Statutes, to read:

408.802 Applicability.—The provisions of this part apply to the provision of services that require licensure as defined in this part and to the following entities licensed, registered, or certified by the agency, as described in chapters 112, 383, 390, 394, 395, 400, 429, 440, 483, and 765:

206 (30) Recovery care centers, as provided under part I of 207 <u>chapter 395.</u> 208 Section 9. Subsection (29) is added to section 408.820,

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209 Florida Statutes, to read: 408.820 Exemptions.-Except as prescribed in authorizing 210 211 statutes, the following exemptions shall apply to specified 212 requirements of this part: 213 (29) Recovery care centers, as provided under part I of 214 chapter 395, are exempt from s. 408.810(7)-(10). 215 Section 10. Subsection (7) of section 394.4787, Florida 216 Statutes, is amended to read: 217 394.4787 Definitions; ss. 394.4786, 394.4787, 394.4788, and 394.4789.-As used in this section and ss. 394.4786, 218 394.4788, and 394.4789: 219 220 "Specialty psychiatric hospital" means a hospital (7)licensed by the agency pursuant to s. $395.002(30) \frac{395.002(28)}{2}$ 221 222 and part II of chapter 408 as a specialty psychiatric hospital. 223 Section 11. Paragraph (a) of subsection (4) of section 224 409.97, Florida Statutes, is amended to read: 225 409.97 State and local Medicaid partnerships.-226 (4) HOSPITAL RATE DISTRIBUTION.-227 (a) The agency is authorized to implement a tiered 228 hospital rate system to enhance Medicaid payments to all 229 hospitals when resources for the tiered rates are available from 230 general revenue and such contributions pursuant to subsection 231 (1) as are authorized under the General Appropriations Act. 232 Tier 1 hospitals are statutory rural hospitals as 1. 233 defined in s. 395.602, statutory teaching hospitals as defined 234 in s. 408.07(45), and specialty children's hospitals as defined Page 9 of 11

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235 in s. 395.002(30) 395.002(28).

236 2. Tier 2 hospitals are community hospitals not included 237 in Tier 1 that provided more than 9 percent of the hospital's 238 total inpatient days to Medicaid patients and charity patients, 239 as defined in s. 409.911, and are located in the jurisdiction of 240 a local funding source pursuant to subsection (1).

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3. Tier 3 hospitals include all community hospitals. Section 12. Paragraph (b) of subsection (1) of section

243 409.975, Florida Statutes, is amended to read:

409.975 Managed care plan accountability.—In addition to the requirements of s. 409.967, plans and providers participating in the managed medical assistance program shall comply with the requirements of this section.

(1) PROVIDER NETWORKS.-Managed care plans must develop and maintain provider networks that meet the medical needs of their enrollees in accordance with standards established pursuant to s. 409.967(2)(c). Except as provided in this section, managed care plans may limit the providers in their networks based on credentials, quality indicators, and price.

(b) Certain providers are statewide resources and
essential providers for all managed care plans in all regions.
All managed care plans must include these essential providers in
their networks. Statewide essential providers include:

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1. Faculty plans of Florida medical schools.

259 2. Regional perinatal intensive care centers as defined in260 s. 383.16(2).

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3. Hospitals licensed as specialty children's hospitals as
defined in s. 395.002(30) 395.002(28).

4. Accredited and integrated systems serving medically complex children that are comprised of separately licensed, but commonly owned, health care providers delivering at least the following services: medical group home, in-home and outpatient nursing care and therapies, pharmacy services, durable medical equipment, and Prescribed Pediatric Extended Care.

270 Managed care plans that have not contracted with all statewide essential providers in all regions as of the first date of 271 272 recipient enrollment must continue to negotiate in good faith. 273 Payments to physicians on the faculty of nonparticipating 274 Florida medical schools shall be made at the applicable Medicaid 275 rate. Payments for services rendered by regional perinatal 276 intensive care centers shall be made at the applicable Medicaid 277 rate as of the first day of the contract between the agency and 278 the plan. Payments to nonparticipating specialty children's 279 hospitals shall equal the highest rate established by contract 280 between that provider and any other Medicaid managed care plan.

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Section 13. This act shall take effect July 1, 2014.

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