By the Committee on Appropriations; and Senator Brodeur

576-04679-21

20211976c1

1	A bill to be entitled
2	An act relating to freestanding emergency departments;
3	amending s. 395.002, F.S.; defining and revising
4	terms; amending s. 395.003, F.S.; deleting an obsolete
5	provision relating to a prohibition on new emergency
6	departments located off the premises of licensed
7	hospitals; amending s. 395.1041, F.S.; prohibiting a
8	freestanding emergency department from holding itself
9	out to the public as an urgent care center; providing
10	an exception; requiring a freestanding emergency
11	department to clearly identify itself as a hospital
12	emergency department using certain signage; requiring
13	a freestanding emergency department to post signs in
14	certain locations which contain specified statements;
15	providing requirements for such signs; providing
16	requirements for the advertisement of freestanding
17	emergency departments; requiring the Agency for Health
18	Care Administration to post information on its website
19	describing the differences between a freestanding
20	emergency department and an urgent care center;
21	requiring the agency to update such information on its
22	website at least annually; requiring hospitals to post
23	a link to such information on their websites;
24	requiring certain freestanding emergency departments
25	to provide an emergency room billing acknowledgement
26	form to patients under certain circumstances;
27	requiring that the form contain a specified heading
28	and statement; amending s. 627.6405, F.S.; deleting
29	legislative findings and intent; requiring health

## Page 1 of 14

	576-04679-21 20211976c1
30	insurers to post certain information regarding
31	appropriate use of emergency care services on their
32	websites and update such information at least
33	annually; revising the definition of the term
34	"emergency care"; amending ss. 385.211, 390.011,
35	394.4787, 395.701, 400.9935, 409.905, 409.975,
36	468.505, 627.64194, and 765.101, F.S.; conforming
37	cross-references; providing an effective date.
38	
39	Be It Enacted by the Legislature of the State of Florida:
40	
41	Section 1. Present subsections (10) through (32) of section
42	395.002, Florida Statutes, are redesignated as subsections (11)
43	through (33), respectively, a new subsection (10) is added to
44	that section, and present subsections (10), (27), and (29) are
45	amended, to read:
46	395.002 Definitions.—As used in this chapter:
47	(10) "Freestanding emergency department" means a facility
48	that:
49	(a) Provides emergency services and care;
50	(b) Is owned and operated by a licensed hospital and
51	operates under the license of the hospital; and
52	(c) Is located on separate premises from the hospital.
53	(11) (10) "General hospital" means any facility which meets
54	the provisions of subsection $(13)$ $(12)$ and which regularly makes
55	its facilities and services available to the general population.
56	(28) (27) "Specialty hospital" means any facility which
57	meets the provisions of subsection $(13)$ $(12)$ , and which
58	regularly makes available either:
I	

### Page 2 of 14

576-04679-21 20211976c1 59 (a) The range of medical services offered by general 60 hospitals, but restricted to a defined age or gender group of 61 the population; 62 (b) A restricted range of services appropriate to the diagnosis, care, and treatment of patients with specific categories of medical or psychiatric illnesses or disorders; or 64 65 (c) Intensive residential treatment programs for children 66 and adolescents as defined in subsection (16) (15). 67 (30) (29) "Urgent care center" means a facility or clinic 68 that provides immediate but not emergent ambulatory medical care 69 to patients. The term includes an offsite emergency department 70 of a hospital that is presented to the general public in any 71 manner as a department where immediate and not only emergent 72 medical care is provided. The term also includes: 73 (a) An offsite facility of a facility licensed under this 74 chapter, or a joint venture between a facility licensed under 75 this chapter and a provider licensed under chapter 458 or 76 chapter 459, that does not require a patient to make an 77 appointment and is presented to the general public in any manner 78 as a facility where immediate but not emergent medical care is 79 provided. 80 (b) A clinic organization that is licensed under part X of 81 chapter 400, maintains three or more locations using the same or 82 a similar name, does not require a patient to make an 83 appointment, and holds itself out to the general public in any manner as a facility or clinic where immediate but not emergent 84 85 medical care is provided. 86 Section 2. Paragraph (c) of subsection (1) of section 87

#### Page 3 of 14

395.003, Florida Statutes, is amended to read:

CODING: Words stricken are deletions; words underlined are additions.

CS for SB 1976

63

	576-04679-21 20211976c1
88	395.003 Licensure; denial, suspension, and revocation
89	(1)
90	(c) Until July 1, 2006, additional emergency departments
91	located off the premises of licensed hospitals may not be
92	authorized by the agency.
93	Section 3. Paragraph (m) is added to subsection (3) of
94	section 395.1041, Florida Statutes, to read:
95	395.1041 Access to emergency services and care
96	(3) EMERGENCY SERVICES; DISCRIMINATION; LIABILITY OF
97	FACILITY OR HEALTH CARE PERSONNEL
98	(m)1. A freestanding emergency department may not hold
99	itself out to the public as an urgent care center, unless that
100	site is operating in accordance with s. 395.107 and provides
101	urgent care services that are not billed at emergency department
102	rates, and must clearly identify itself as a hospital emergency
103	department using, at a minimum, prominent lighted external
104	signage that includes the word "EMERGENCY" in conjunction with
105	the name of the hospital.
106	2. A freestanding emergency department shall conspicuously
107	post signs at locations that are readily accessible to and
108	visible by patients outside the entrance to the facility and in
109	patient waiting areas which state the following: "THIS IS A
110	HOSPITAL EMERGENCY DEPARTMENT." Unless the freestanding
111	emergency department shares a location and a public entrance
112	with an urgent care center, the signs must also state the
113	following: "THIS IS NOT AN URGENT CARE CENTER. HOSPITAL
114	EMERGENCY DEPARTMENT RATES ARE BILLED FOR OUR SERVICES." The
115	signs must also specify the facility's average facility fee, if
116	any, and notify the public that the facility or a physician

# Page 4 of 14

576-04679-21 20211976c1 117 providing medical care at the facility may be an out-of-network 118 provider. The signs must be at least 2 square feet in size and 119 the text must be in at least 36-point type. A freestanding 120 emergency department that shares a location and public entrance 121 with an urgent care center that operates in accordance with s. 122 395.107 and does not bill patients at emergency department rates 123 may also state "AND URGENT CARE SERVICES" in addition to any 124 signage requirements required by this paragraph. 125 3. Except as provided in this paragraph, any advertisement 126 for a freestanding emergency department that does not provide 127 and bill for urgent care services in accordance with s. 395.107 128 must include the following statement: "This emergency department 129 is not an urgent care center. It is part of (insert hospital 130 name) and its services and care are billed at hospital emergency 131 department rates." Any billboard advertising a freestanding 132 emergency department that does not provide and bill for urgent 133 care services in accordance with s. 395.107 which measures at 134 least 200 square feet must include the following statement in 135 clearly legible contrasting color text at least 15 inches high: 136 "(INSERT NAME OF HOSPITAL) EMERGENCY DEPARTMENT. THIS IS NOT AN 137 URGENT CARE CENTER." 138 4.a. The agency shall post information on its website which 139 provides a description of the differences between a freestanding 140 emergency department and an urgent care center. Such description 141 must include: 142 (I) At least two examples illustrating the impact on both 143 insured and insurer paid amounts from the inappropriate use of 144 nonemergent services and care in a hospital emergency department 145 setting compared to the use of nonemergent services and care in

### Page 5 of 14

	576-04679-21 20211976c1
146	an urgent care center;
147	(II) An interactive tool to locate local urgent care
148	centers; and
149	(III) What to do in the event of a true emergency.
150	b. The agency shall update the information required in sub-
151	subparagraph a. at least annually. Each hospital shall post a
152	link to such information in a prominent location on its website.
153	5. A freestanding emergency department that provides and
154	bills for urgent care services in accordance with s. 395.107
155	shall provide an emergency room billing acknowledgement form to
156	a patient receiving emergency medical treatment from the
157	emergency department after a medical screening examination is
158	conducted and stabilizing care is provided to the patient. The
159	form must have a heading that reads, "Your visit today will be
160	billed as an emergency room visit" and must contain the
161	following statement: "I, (insert patient's name), understand
162	that today's visit will be BILLED AS AN EMERGENCY ROOM VISIT. I
163	certify that the (insert hospital name) has not withheld,
164	delayed, or conditioned a medical screening examination or
165	stabilizing care based upon me signing or refusing to sign this
166	form or based upon any payment related concerns. I understand
167	that I may qualify for financial assistance if I am unable to
168	pay for my care today."
169	Section 4. Section 627.6405, Florida Statutes, is amended
170	to read:
171	627.6405 Decreasing inappropriate utilization of emergency
172	care
173	(1) The Legislature finds and declares it to be of vital
174	importance that emergency services and care be provided by
	Page 6 of 14

	576-04679-21 20211976c1
175	hospitals and physicians to every person in need of such care,
176	but with the double-digit increases in health insurance
177	premiums, health care providers and insurers should encourage
178	patients and the insured to assume responsibility for their
179	treatment, including emergency care. The Legislature finds that
180	inappropriate utilization of emergency department services
181	increases the overall cost of providing health care and these
182	costs are ultimately borne by the hospital, the insured
183	patients, and, many times, by the taxpayers of this state.
184	Finally, the Legislature declares that the providers and
185	insurers must share the responsibility of providing alternative
186	treatment options to urgent care patients outside of the
187	emergency department. Therefore, it is the intent of the
188	Legislature to place the obligation for educating consumers and
189	creating mechanisms for delivery of care that will decrease the
190	overutilization of emergency service on health insurers and
191	providers.
192	<del>(2)</del> <u>A</u> health <u>insurer</u> <del>insurers</del> shall <u>post</u> <del>provide</del> on <u>its</u>
193	website their websites information regarding appropriate
194	utilization of emergency care services which shall include, but
195	need not be limited to:7
196	(a) A list of alternative urgent care contracted
197	providers <u>;</u>
198	(b) The types of services offered by these providers: $\overline{;  au}$
199	(c) A comparison of statewide average in-network and out-
200	of-network urgent care center and freestanding emergency
201	department charges for the 30 most common urgent care center
202	services;
203	(d) At least two examples illustrating the impact on

# Page 7 of 14

	576-04679-21 20211976c1
204	insured and insurer paid amounts of inappropriate utilization of
205	nonemergent services and care in a hospital emergency department
206	setting compared to utilization of nonemergent services and care
207	in an urgent care center;
208	(e) An interactive tool to locate local in-network and out-
209	of-network urgent care centers; and
210	(f) What to do in the event of a true emergency.
211	
212	Health insurers shall update the information required in this
213	subsection on its website at least annually.
214	(2)(3) Health insurers shall develop community emergency
215	department diversion programs. Such programs may include, at the
216	discretion of the insurer, but not be limited to, enlisting
217	providers to be on call to insurers after hours, coordinating
218	care through local community resources, and providing incentives
219	to providers for case management.
220	(3)(4) As a disincentive for insureds to inappropriately
221	use emergency department services for nonemergency care, health
222	insurers may require higher copayments for urgent care or
223	primary care provided in an emergency department and higher
224	copayments for use of out-of-network emergency departments.
225	Higher copayments may not be charged for the utilization of the
226	emergency department for emergency care. For the purposes of
227	this section, the term "emergency care" has the same meaning as
228	the term "emergency services and care" as defined provided in s.
229	<u>395.002(9)</u> s. 395.002 and includes shall include services
230	provided to rule out an emergency medical condition.
231	Section 5. Subsection (2) of section 385.211, Florida
232	Statutes, is amended to read:

## Page 8 of 14

CODING: Words stricken are deletions; words underlined are additions.

CS for SB 1976

576-04679-21 20211976c1 233 385.211 Refractory and intractable epilepsy treatment and 234 research at recognized medical centers.-235 (2) Notwithstanding chapter 893, medical centers recognized 236 pursuant to s. 381.925, or an academic medical research 237 institution legally affiliated with a licensed children's 238 specialty hospital as defined in s. 395.002(28) s. 395.002(27) 239 that contracts with the Department of Health, may conduct research on cannabidiol and low-THC cannabis. This research may 240 include, but is not limited to, the agricultural development, 241 production, clinical research, and use of liquid medical 242 243 derivatives of cannabidiol and low-THC cannabis for the 244 treatment for refractory or intractable epilepsy. The authority 245 for recognized medical centers to conduct this research is 246 derived from 21 C.F.R. parts 312 and 316. Current state or 247 privately obtained research funds may be used to support the 248 activities described in this section. 249 Section 6. Subsection (7) of section 390.011, Florida 250 Statutes, is amended to read: 251 390.011 Definitions.-As used in this chapter, the term: 252 (7) "Hospital" means a facility as defined in s. 253 395.002(13) s. 395.002(12) and licensed under chapter 395 and part II of chapter 408. 254 255 Section 7. Subsection (7) of section 394.4787, Florida 256 Statutes, is amended to read: 257 394.4787 Definitions; ss. 394.4786, 394.4787, 394.4788, and 2.58 394.4789.-As used in this section and ss. 394.4786, 394.4788, and 394.4789: 259 260

(7) "Specialty psychiatric hospital" means a hospital
licensed by the agency pursuant to <u>s. 395.002(28)</u> <del>s. 395.002(27)</del>

### Page 9 of 14

	576-04679-21 20211976c1
262	and part II of chapter 408 as a specialty psychiatric hospital.
263	Section 8. Paragraph (c) of subsection (1) of section
264	395.701, Florida Statutes, is amended to read:
265	395.701 Annual assessments on net operating revenues for
266	inpatient and outpatient services to fund public medical
267	assistance; administrative fines for failure to pay assessments
268	when due; exemption
269	(1) For the purposes of this section, the term:
270	(c) "Hospital" means a health care institution as defined
271	in <u>s. 395.002(13)</u> <del>s. 395.002(12)</del> , but does not include any
272	hospital operated by a state agency.
273	Section 9. Paragraph (i) of subsection (1) of section
274	400.9935, Florida Statutes, is amended to read:
275	400.9935 Clinic responsibilities
276	(1) Each clinic shall appoint a medical director or clinic
277	director who shall agree in writing to accept legal
278	responsibility for the following activities on behalf of the
279	clinic. The medical director or the clinic director shall:
280	(i) Ensure that the clinic publishes a schedule of charges
281	for the medical services offered to patients. The schedule must
282	include the prices charged to an uninsured person paying for
283	such services by cash, check, credit card, or debit card. The
284	schedule may group services by price levels, listing services in
285	each price level. The schedule must be posted in a conspicuous
286	place in the reception area of any clinic that is considered an
287	urgent care center as defined in <u>s. 395.002(30)(b)</u> <del>s.</del>
288	<del>395.002(29)(b)</del> and must include, but is not limited to, the 50
289	services most frequently provided by the clinic. The posting may
290	be a sign that must be at least 15 square feet in size or

# Page 10 of 14

I	576-04679-21 20211976c1
291	through an electronic messaging board that is at least 3 square
292	feet in size. The failure of a clinic, including a clinic that
293	is considered an urgent care center, to publish and post a
294	schedule of charges as required by this section shall result in
295	a fine of not more than \$1,000, per day, until the schedule is
296	published and posted.
297	Section 10. Subsection (8) of section 409.905, Florida
298	Statutes, is amended to read:
299	409.905 Mandatory Medicaid servicesThe agency may make
300	payments for the following services, which are required of the
301	state by Title XIX of the Social Security Act, furnished by
302	Medicaid providers to recipients who are determined to be
303	eligible on the dates on which the services were provided. Any
304	service under this section shall be provided only when medically
305	necessary and in accordance with state and federal law.
306	Mandatory services rendered by providers in mobile units to
307	Medicaid recipients may be restricted by the agency. Nothing in
308	this section shall be construed to prevent or limit the agency
309	from adjusting fees, reimbursement rates, lengths of stay,
310	number of visits, number of services, or any other adjustments
311	necessary to comply with the availability of moneys and any
312	limitations or directions provided for in the General
313	Appropriations Act or chapter 216.
314	(8) NURSING FACILITY SERVICES.—The agency shall pay for 24-
315	hour-a-day nursing and rehabilitative services for a recipient

hour-a-day nursing and rehabilitative services for a recipient in a nursing facility licensed under part II of chapter 400 or in a rural hospital, as defined in s. 395.602, or in a Medicare certified skilled nursing facility operated by a hospital, as defined by <u>s. 395.002(11)</u> <del>s. 395.002(10)</del>, that is licensed under

### Page 11 of 14

576-04679-21 20211976c1 320 part I of chapter 395, and in accordance with provisions set 321 forth in s. 409.908(2)(a), which services are ordered by and 322 provided under the direction of a licensed physician. However, 323 if a nursing facility has been destroyed or otherwise made 324 uninhabitable by natural disaster or other emergency and another 325 nursing facility is not available, the agency must pay for 326 similar services temporarily in a hospital licensed under part I 327 of chapter 395 provided federal funding is approved and 328 available. The agency shall pay only for bed-hold days if the 329 facility has an occupancy rate of 95 percent or greater. The 330 agency is authorized to seek any federal waivers to implement 331 this policy.

332 Section 11. Paragraph (b) of subsection (1) of section333 409.975, Florida Statutes, is amended to read:

334 409.975 Managed care plan accountability.—In addition to 335 the requirements of s. 409.967, plans and providers 336 participating in the managed medical assistance program shall 337 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:

348

1. Faculty plans of Florida medical schools.

#### Page 12 of 14

576-04679-21 20211976c1 349 2. Regional perinatal intensive care centers as defined in 350 s. 383.16(2). 351 3. Hospitals licensed as specialty children's hospitals as 352 defined in s. 395.002(28) s. 395.002(27). 353 4. Accredited and integrated systems serving medically 354 complex children which comprise separately licensed, but 355 commonly owned, health care providers delivering at least the 356 following services: medical group home, in-home and outpatient 357 nursing care and therapies, pharmacy services, durable medical 358 equipment, and Prescribed Pediatric Extended Care. 359 360 Managed care plans that have not contracted with all statewide 361 essential providers in all regions as of the first date of 362 recipient enrollment must continue to negotiate in good faith. 363 Payments to physicians on the faculty of nonparticipating 364 Florida medical schools shall be made at the applicable Medicaid 365 rate. Payments for services rendered by regional perinatal 366 intensive care centers shall be made at the applicable Medicaid 367 rate as of the first day of the contract between the agency and 368 the plan. Except for payments for emergency services, payments 369 to nonparticipating specialty children's hospitals shall equal 370 the highest rate established by contract between that provider 371 and any other Medicaid managed care plan. 372 Section 12. Paragraph (1) of subsection (1) of section 373 468.505, Florida Statutes, is amended to read: 374 468.505 Exemptions; exceptions.-375 (1) Nothing in this part may be construed as prohibiting or 376 restricting the practice, services, or activities of: 377 (1) A person employed by a nursing facility exempt from

#### Page 13 of 14

	576-04679-21 20211976c1
378	licensing under <u>s. 395.002(13)</u> <del>s. 395.002(12)</del> , or a person
379	exempt from licensing under s. 464.022.
380	Section 13. Paragraph (b) of subsection (1) of section
381	627.64194, Florida Statutes, is amended to read:
382	627.64194 Coverage requirements for services provided by
383	nonparticipating providers; payment collection limitations
384	(1) As used in this section, the term:
385	(b) "Facility" means a licensed facility as defined in <u>s.</u>
386	<u>395.002(17)</u> <del>s. 395.002(16)</del> and an urgent care center as defined
387	in s. 395.002.
388	Section 14. Subsection (2) of section 765.101, Florida
389	Statutes, is amended to read:
390	765.101 Definitions.—As used in this chapter:
391	(2) "Attending physician" means the physician who has
392	primary responsibility for the treatment and care of the patient
393	while the patient receives such treatment or care in a hospital
394	as defined in <u>s. 395.002(13)</u> <del>s. 395.002(12)</del> .
395	Section 15. This act shall take effect July 1, 2021.

# Page 14 of 14