By the Committee on Health Policy; and Senator Harrell

A bill to be entitled

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2 An act relating to the Children's Medical Services 3 program; transferring operation of the Children's 4 Medical Services Managed Care Plan from the Department 5 of Health to the Agency for Health Care 6 Administration, effective on a specified date; 7 providing construction as to judicial and 8 administrative actions pending as of a specified date 9 and time; requiring the department's Children's 10 Medical Services (CMS) program to collaborate with the 11 agency in the care of children and youth with special 12 health care needs; requiring the CMS program to conduct certain clinical eligibility screenings and 13 provide ongoing consultation to the agency for a 14 15 specified purpose; amending s. 409.974, F.S.; 16 requiring the CMS program to transfer operation of 17 certain managed care contracts from the department to 18 the agency effective on a specified date; requiring 19 the CMS program to conduct clinical eligibility 20 screening for certain children and youth with special 21 health care needs; requiring the program to provide 22 ongoing consultation to the agency for a specified 23 purpose; requiring the agency to establish specific 24 measures for evaluation of services provided to 25 children and youth with special health care needs; 2.6 requiring the agency to contract with an independent 27 evaluator to conduct the evaluation of services 28 provided; specifying requirements for the evaluation; 29 requiring the agency to submit the results of the

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30	evaluation to the Governor and the Legislature by a
31	specified date; amending s. 391.016, F.S.; revising
32	the purposes and functions of the CMS program;
33	amending s. 391.021, F.S.; revising definitions;
34	amending s. 391.025, F.S.; revising the scope of the
35	CMS program; amending s. 391.026, F.S.; revising the
36	powers and duties of the department to conform to
37	changes made by the act; providing for the future
38	repeal of s. 391.026(8) through (11), F.S., relating
39	to the department's oversight and administration of
40	the CMS program; repealing s. 391.028, F.S., relating
41	to administration of the program; amending s. 391.029,
42	F.S.; revising program eligibility requirements;
43	conforming provisions to changes made by the act;
44	amending s. 391.0315, F.S.; conforming provisions to
45	changes made by the act; providing for future repeal
46	of specified provisions; repealing ss. 391.035,
47	391.037, 391.045, 391.047, 391.055, and 391.071, F.S.,
48	relating to provider qualifications, physicians and
49	private sector services, provider reimbursements,
50	third-party payments, service delivery systems under
51	the program, and quality of care requirements,
52	respectively; amending s. 391.097, F.S.; conforming a
53	provision to changes made by the act; repealing part
54	II of ch. 391, F.S., consisting of ss. 391.221 and
55	391.223, F.S., relating to Children's Medical Services
56	councils and panels; amending ss. 409.166, 409.811,
57	409.813, 409.8134, 409.814, 409.815, 409.8177,
58	409.818, 409.912, 409.9126, 409.9131, 409.920, and

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59	409.962, F.S.; conforming provisions to changes made
60	by the act; requiring the agency to develop a
61	comprehensive plan to redesign the Florida Medicaid
62	Model Waiver for home and community-based services to
63	include children who receive private duty nursing
64	services; providing requirements for the redesign of
65	the waiver plan; requiring the agency to submit a
66	report to the Governor and the Legislature by a
67	specified date; providing requirements for the report;
68	providing effective dates.
69	
70	Be It Enacted by the Legislature of the State of Florida:
71	
72	Section 1. Transfer of operation of the Children's Medical
73	Services Managed Care Plan
74	(1) Effective July 1, 2025, all statutory powers, duties,
75	functions, records, personnel, pending issues, existing
76	contracts, administrative authority, administrative rules, and
77	unexpended balances of appropriations, allocations, and other
78	funds for the operation of the Department of Health's Children's
79	Medical Services Managed Care Plan are transferred to the Agency
80	for Health Care Administration.
81	(2) The transfer of operations of the Children's Medical
82	Services Managed Care Plan does not affect the validity of any
83	judicial or administrative action pending as of 11:59 p.m. on
84	the day before the effective date of the transfer to which the
85	Department of Health's Children's Medical Services Managed Care
86	Plan is at that time a party, and the Agency for Health Care
87	Administration shall be substituted as a party in interest in

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588-03165-25 20251490c1 88 any such action. 89 (3) The Department of Health's Children's Medical Services 90 program shall collaborate with the Agency for Health Care 91 Administration in the care of children and youth with special 92 health care needs. The Department of Health's Children's Medical 93 Services program shall do all of the following: 94 (a) Conduct clinical eligibility screening for children and 95 youth with special health care needs who are eligible for or 96 enrolled in Medicaid or the Children's Health Insurance Program. 97 (b) Provide ongoing consultation to the Agency for Health 98 Care Administration to ensure high-quality, family-centered, 99 coordinated health services within an effective system of care for children and youth with special health care needs. 100 101 Section 2. Subsection (4) of section 409.974, Florida 102 Statutes, is amended to read: 103 409.974 Eligible plans.-104 (4) CHILDREN'S MEDICAL SERVICES NETWORK. 105 (a) The Department of Health's Children's Medical Services 106 program shall do all of the following: 107 1. Effective July 1, 2025, transfer to the agency the 108 operation of managed care contracts procured by the department 109 for Medicaid and Children's Health Insurance Program services 110 provided to children and youth with special health care needs 111 who are enrolled in the Children's Medical Services Managed Care 112 Plan. 113 2. Conduct clinical eligibility screening for children and 114 youth with special health care needs who are eligible for or are enrolled in Medicaid or the Children's Health Insurance Program. 115 116 3. Provide ongoing consultation to the agency to ensure

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117	high-quality, family-centered, coordinated health services are
118	provided within an effective system of care for children and
119	youth with special health care needs.
120	(b) The agency shall establish specific measures of access,
121	quality, and costs of providing health care services to children
122	and youth with special health care needs. The agency shall
123	contract with an independent evaluator to conduct an evaluation
124	of services provided. The evaluation must include, but need not
125	be limited to, all of the following:
126	1. A performance comparison of plans contracted to provide
127	services to children and youth with special health care needs as
128	well as plans contracted to serve a broader population of
129	Managed Medical Assistance enrollees. The performance comparison
130	must be based on the measures established by the agency and
131	differentiated based on the age and medical condition or
132	diagnosis of patients receiving services under each plan.
133	2. For each plan, an assessment of cost savings, patient
134	choice, access to services, coordination of care, person-
135	centered planning, health and quality-of-life outcomes, patient
136	and provider satisfaction, and provider networks and quality of
137	care.
138	
139	The agency shall submit the results of the evaluation to the
140	Governor, the President of the Senate, and the Speaker of the
141	House of Representatives by January 15, 2028 Participation by
142	the Children's Medical Services Network shall be pursuant to a
143	single, statewide contract with the agency that is not subject
144	to the procurement requirements or regional plan number limits
145	of this section. The Children's Medical Services Network must

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588-03165-25 20251490c1 146 meet all other plan requirements for the managed medical 147 assistance program. Section 3. Subsection (1) of section 391.016, Florida 148 149 Statutes, is amended to read: 150 391.016 Purposes and functions.-The Children's Medical 151 Services program is established for the following purposes and 152 authorized to perform the following functions: 153 (1) Provide to children and youth with special health care needs a family-centered, comprehensive, and coordinated 154 155 statewide managed system of care that links community-based 156 health care with multidisciplinary, regional, and tertiary 157 pediatric specialty care. The program shall coordinate and 158 maintain a consistent medical home for participating children. 159 Section 4. Subsections (1), (2), and (4) of section 160 391.021, Florida Statutes, are reordered and amended to read: 161 391.021 Definitions.-When used in this act, the term: 162 (2) (1) "Children's Medical Services Managed Care Plan 163 network" or "plan network" means a statewide managed care 164 service system that includes health care providers, as defined 165 in this section. 166 (1) (1) (2) "Children and youth with special health care needs" 167 means those children and youth younger than 21 years of age who 168 have chronic and serious physical, developmental, behavioral, or 169 emotional conditions and who require health care and related services of a type or amount beyond that which is generally 170 171 required by children and youth. 172 (4) "Eligible individual" means a child or youth with a 173 special health care need or a female with a high-risk pregnancy, 174 who meets the financial and medical eligibility standards

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175	established in s. 391.029.
176	Section 5. Subsection (1) of section 391.025, Florida
177	Statutes, is amended to read:
178	391.025 Applicability and scope
179	(1) The Children's Medical Services program consists of the
180	following components:
181	(a) The newborn screening program established in s. 383.14
182	and the newborn, infant, and toddler hearing screening program
183	established in s. 383.145.
184	(b) The regional perinatal intensive care centers program
185	established in ss. 383.15-383.19.
186	(c) The developmental evaluation and intervention program,
187	including the Early Steps Program <u>established in ss. 391.301-</u>
188	391.308.
189	(d) The Children's Medical Services <u>Managed Care Plan</u>
190	through the end of June 30, 2025 network.
191	(e) The Children's Multidisciplinary Assessment Team.
192	(f) The Medical Foster Care Program.
193	(g) The Title V Children and Youth with Special Health Care
194	Needs program.
195	(h) The Safety Net Program.
196	(i) Child Protection Teams and sexual abuse treatment
197	programs established under s. 39.303.
198	(j) The State Child Abuse Death Review Committee and local
199	child abuse death review committees established in s. 383.402.
200	Section 6. Section 391.026, Florida Statutes, is amended to
201	read:
202	391.026 Powers and duties of the departmentThe department
203	shall have the following powers, duties, and responsibilities:

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588-03165-25 20251490c1 204 (1) To provide or contract for the provision of health 205 services to eligible individuals. 206 (2) To provide services to abused and neglected children 207 through Child Protection Teams pursuant to s. 39.303. 208 (3) To determine the medical and financial eligibility of 209 individuals seeking health services from the program. 210 (4) To coordinate a comprehensive delivery system for 211 eligible individuals to take maximum advantage of all available 212 funds. 213 (5) To coordinate with programs relating to children's 214 medical services in cooperation with other public and private 215 agencies. 216 (6) To initiate and coordinate applications to federal 217 agencies and private organizations for funds, services, or commodities relating to children's medical programs. 218 219 (7) To sponsor or promote grants for projects, programs, 220 education, or research in the field of children and youth with 221 special health care needs, with an emphasis on early diagnosis 222 and treatment. 223 (8) To oversee and operate the Children's Medical Services 224 Managed Care Plan through the end of June 30, 2025 network. 225 (9) To establish reimbursement mechanisms for the 226 Children's Medical Services network. (10) To establish Children's Medical Services network 227 228 standards and credentialing requirements for health care 229 providers and health care services. 230 (11) To serve as a provider and principal case manager children with special health care needs under Titles XIX and XXI 231 of the Social Security Act. 232

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233	<del>(12)</del> To monitor the provision of health services in the
234	program, including the utilization and quality of health
235	services.
236	(10) <del>(13)</del> To administer the Children <u>and Youth</u> with Special
237	Health Care Needs program in accordance with Title V of the
238	Social Security Act.
239	(14) To establish and operate a grievance resolution
240	process for participants and health care providers.
241	(15) To maintain program integrity in the Children's
242	Medical Services program.
243	(11) (16) To receive and manage health care premiums,
244	capitation payments, and funds from federal, state, local, and
245	private entities for the program. The department may contract
246	with a third-party administrator for processing claims,
247	monitoring medical expenses, and other related services
248	necessary to the efficient and cost-effective operation of the
249	Children's Medical Services <u>Managed Care Plan through the end of</u>
250	June 30, 2025 network. The department is authorized to maintain
251	a minimum reserve for the Children's Medical Services network in
252	an amount that is the greater of:
253	(a) Ten percent of total projected expenditures for Title
254	XIX-funded and Title XXI-funded children; or
255	(b) Two percent of total annualized payments from the
256	Agency for Health Care Administration for Title XIX and Title
257	XXI of the Social Security Act.
258	(12) <del>(17)</del> To provide or contract for peer review and other
259	quality-improvement activities.
260	(13) (18) To adopt rules pursuant to ss. 120.536(1) and
261	120.54 to administer the Children's Medical Services Act.

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262	(14) <del>(19)</del> To serve as the lead agency in administering the
263	Early Steps Program pursuant to part C of the federal
264	Individuals with Disabilities Education Act and part III of this
265	chapter.
266	(15) To administer the Medical Foster Care Program,
267	including all of the following:
268	(a) Recruitment, training, assessment, and monitoring for
269	the Medical Foster Care Program.
270	(b) Monitoring access and facilitating admissions of
271	eligible children and youth to the program and designated
272	medical foster care homes.
273	(c) Coordination with the Department of Children and
274	Families and the Agency for Health Care Administration or their
275	designees.
276	Section 7. Effective July 1, 2025, subsections (8) through
277	(11) of section 391.026, Florida Statutes, as amended by this
278	act, are repealed.
279	Section 8. Effective July 1, 2025, section 391.028, Florida
280	Statutes, is repealed.
281	Section 9. Subsections (2) and (3) of section 391.029,
282	Florida Statutes, are amended to read:
283	391.029 Program eligibility
284	(2) The following individuals are eligible to receive
285	services through the program:
286	(a) <u>Related to the regional perinatal intensive care</u>
287	<u>centers,</u> a high-risk pregnant female who is enrolled in
288	Medicaid.
289	(b) Children <u>and youth</u> with serious special health care
290	needs from birth to 21 years of age who are enrolled in
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588-03165-25 20251490c1 291 Medicaid. 292 (c) Children and youth with serious special health care 293 needs from birth to 19 years of age who are enrolled in a 294 program under Title XXI of the Social Security Act. 295 Subject to the availability of funds, the following (3) 296 individuals may receive services through the Children's Medical 297 Services Safety Net program: 298 (a) Children and youth with serious special health care 299 needs from birth to 21 years of age who do not qualify for 300 Medicaid or Title XXI of the Social Security Act but who are unable to access, due to lack of providers or lack of financial 301 302 resources, specialized services that are medically necessary or 303 essential family support services. Families shall participate 304 financially in the cost of care based on a sliding fee scale 305 established by the department. 306 (b) Children and youth with special health care needs from 307 birth to 21 years of age, as provided in Title V of the Social 308 Security Act. 309 (c) An infant who receives an award of compensation under 310 s. 766.31(1). The Florida Birth-Related Neurological Injury 311 Compensation Association shall reimburse the Children's Medical 312 Services Network the state's share of funding, which must 313 thereafter be used to obtain matching federal funds under Title 314 XXI of the Social Security Act. Section 10. Section 391.0315, Florida Statutes, is amended 315 316 to read: 317 391.0315 Benefits.-Benefits provided under the Children's 318 Medical Services Managed Care Plan program for children with special health care needs shall be equivalent to benefits 319

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320	provided to children as specified in ss. 409.905 and 409.906.
321	The department may offer additional benefits <u>through Children's</u>
322	Medical Services programs for early intervention services,
323	respite services, genetic testing, genetic and nutritional
324	counseling, and parent support services, if such services are
325	determined to be medically necessary. This section is repealed
326	on January 1, 2026.
327	Section 11. Section 391.035, Florida Statutes, is repealed.
328	Section 12. Effective January 1, 2026, section 391.037,
329	Florida Statutes, is repealed.
330	Section 13. Section 391.045, Florida Statutes, is repealed.
331	Section 14. Effective January 1, 2026, section 391.047,
332	Florida Statutes, is repealed.
333	Section 15. Effective January 1, 2026, section 391.055,
334	Florida Statutes, is repealed.
335	Section 16. Effective January 1, 2026, section 391.071,
336	Florida Statutes, is repealed.
337	Section 17. Section 391.097, Florida Statutes, is amended
338	to read:
339	391.097 Research and evaluation
340	<del>(1)</del> The department may initiate, fund, and conduct research
341	and evaluation projects to improve the delivery of children's
342	medical services. The department may cooperate with public and
343	private agencies engaged in work of a similar nature.
344	(2) The Children's Medical Services network shall be
345	included in any evaluation conducted in accordance with the
346	provisions of Title XXI of the Social Security Act as enacted by
347	the Legislature.
348	Section 18. Part II of chapter 391, Florida Statutes,

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349	consisting of ss. 391.221 and 391.223, Florida Statutes, is
350	repealed, and part III of that chapter is redesignated as part
351	II.
352	Section 19. Effective July 1, 2025, paragraph (b) of
353	subsection (5) of section 409.166, Florida Statutes, is amended
354	to read:
355	409.166 Children within the child welfare system; adoption
356	assistance program
357	(5) ELIGIBILITY FOR SERVICES.—
358	(b) A child who is handicapped at the time of adoption ${\rm is}$
359	shall be eligible for services through <u>a plan under contract</u>
360	with the agency to serve children and youth with special heath
361	care needs the Children's Medical Services network established
362	<del>under part I of chapter 391</del> if the child was eligible for such
363	services <u>before</u> <del>prior to</del> the adoption.
364	Section 20. Effective July 1, 2025, subsection (7) of
365	section 409.811, Florida Statutes, is amended to read:
366	409.811 Definitions relating to Florida Kidcare Act.—As
367	used in ss. 409.810-409.821, the term:
368	(7) _ "Children's Medical Services Network" or "network"
369	means a statewide managed care service system as defined in s.
370	<del>391.021(1).</del>
371	Section 21. Effective July 1, 2025, subsection (1) of
372	section 409.813, Florida Statutes, is amended to read:
373	409.813 Health benefits coverage; program components;
374	entitlement and nonentitlement
375	(1) The Florida Kidcare program includes health benefits
376	coverage provided to children through the following program
377	components, which shall be marketed as the Florida Kidcare

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588-03165-25 20251490c1 378 program: 379 (a) Medicaid; 380 (b) Medikids as created in s. 409.8132; 381 (c) The Florida Healthy Kids Corporation as created in s. 382 624.91; 383 (d) Employer-sponsored group health insurance plans 384 approved under ss. 409.810-409.821; and 385 (e) Plans under contract with the agency to serve children and youth with special health care needs The Children's Medical 386 387 Services network established in chapter 391. 388 Section 22. Effective July 1, 2025, subsection (3) of 389 section 409.8134, Florida Statutes, is amended to read: 390 409.8134 Program expenditure ceiling; enrollment.-391 (3) Upon determination by the Social Services Estimating Conference that there are insufficient funds to finance the 392 393 current enrollment in the Florida Kidcare program within current 394 appropriations, the program shall initiate disenrollment 395 procedures to remove enrollees, except those children enrolled 396 in a plan under contract with the agency to serve children with 397 special health care needs the Children's Medical Services 398 Network, on a last-in, first-out basis until the expenditure and 399 appropriation levels are balanced. 400 Section 23. Subsection (3) and paragraph (c) of subsection 401 (10) of section 409.814, Florida Statutes, are amended to read: 402 409.814 Eligibility.-A child who has not reached 19 years 403 of age whose family income is equal to or below 300 percent of 404 the federal poverty level is eligible for the Florida Kidcare 405 program as provided in this section. If an enrolled individual is determined to be ineligible for coverage, he or she must be 406

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588-03165-25 20251490c1 407 immediately disenrolled from the respective Florida Kidcare 408 program component. 409 (3) A Title XXI-funded child who is eligible for the 410 Florida Kidcare program who is a child with special health care 411 needs, as determined through a medical or behavioral screening 412 instrument, is eligible for health benefits coverage from and 413 shall be assigned to and may opt out of a plan under contract 414 with the agency to serve children with special health care needs 415 the Children's Medical Services Network. 416 (10) In determining the eligibility of a child, an assets 417 test is not required. If eligibility for the Florida Kidcare 418 program cannot be verified using reliable data sources in 419 accordance with federal requirements, each applicant shall 420 provide documentation during the application process and the redetermination process, including, but not limited to, the 421

422 following:

(c) To enroll in <u>a plan under contract with the agency to</u>
 service children with special health care needs the Children's
 Medical Services Network, a completed application, including a
 Children's Medical Services clinical screening.

427 Section 24. Effective July 1, 2025, paragraph (t) of 428 subsection (2) of section 409.815, Florida Statutes, is amended 429 to read:

430

409.815 Health benefits coverage; limitations.-

(2) BENCHMARK BENEFITS.-In order for health benefits
coverage to qualify for premium assistance payments for an
eligible child under ss. 409.810-409.821, the health benefits
coverage, except for coverage under Medicaid and Medikids, must
include the following minimum benefits, as medically necessary.

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588-03165-25 20251490c1 436 (t) Enhancements to minimum requirements.-437 1. This section sets the minimum benefits that must be included in any health benefits coverage, other than Medicaid or 439 Medikids coverage, offered under ss. 409.810-409.821. Health 440 benefits coverage may include additional benefits not included 441 under this subsection, but may not include benefits excluded 442 under paragraph (r). 443 2. Health benefits coverage may extend any limitations 444 beyond the minimum benefits described in this section. 445 446 Except for a plan under contract with the agency to serve 447 children with special health care needs the Children's Medical 448 Services Network, the agency may not increase the premium 449 assistance payment for either additional benefits provided 450 beyond the minimum benefits described in this section or the 451 imposition of less restrictive service limitations. 452 Section 25. Effective July 1, 2025, paragraph (i) of 453 subsection (1) of section 409.8177, Florida Statutes, is amended 454 to read: 455 409.8177 Program evaluation.-456 (1) The agency, in consultation with the Department of 457 Health, the Department of Children and Families, and the Florida 458 Healthy Kids Corporation, shall contract for an evaluation of 459 the Florida Kidcare program and shall by January 1 of each year 460 submit to the Governor, the President of the Senate, and the 461 Speaker of the House of Representatives a report of the program. 462 In addition to the items specified under s. 2108 of Title XXI of

463 the Social Security Act, the report shall include an assessment 464 of crowd-out and access to health care, as well as the

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465 following:

466 (i) An assessment of the effectiveness of the Florida
467 Kidcare program, including Medicaid, the Florida Healthy Kids
468 program, Medikids, and the <u>plans under contract with the agency</u>
469 to serve children with special health care needs Children's
470 Medical Services network, and other public and private programs
471 in the state in increasing the availability of affordable
472 quality health insurance and health care for children.

473Section 26. Effective July 1, 2025, subsection (4) of474section 409.818, Florida Statutes, is amended to read:

475409.818 Administration.—In order to implement ss. 409.810-476409.821, the following agencies shall have the following duties:

477 (4) The Office of Insurance Regulation shall certify that 478 health benefits coverage plans that seek to provide services 479 under the Florida Kidcare program, except those offered through 480 the Florida Healthy Kids Corporation or the Children's Medical 481 Services Network, meet, exceed, or are actuarially equivalent to 482 the benchmark benefit plan and that health insurance plans will 483 be offered at an approved rate. In determining actuarial 484 equivalence of benefits coverage, the Office of Insurance 485 Regulation and health insurance plans must comply with the 486 requirements of s. 2103 of Title XXI of the Social Security Act. 487 The department shall adopt rules necessary for certifying health 488 benefits coverage plans.

489 Section 27. Effective July 1, 2025, subsection (11) of 490 section 409.912, Florida Statutes, is amended to read:

491 409.912 Cost-effective purchasing of health care.-The
492 agency shall purchase goods and services for Medicaid recipients
493 in the most cost-effective manner consistent with the delivery

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494	of quality medical care. To ensure that medical services are
495	effectively utilized, the agency may, in any case, require a
496	confirmation or second physician's opinion of the correct
497	diagnosis for purposes of authorizing future services under the
498	Medicaid program. This section does not restrict access to
499	emergency services or poststabilization care services as defined
500	in 42 C.F.R. s. 438.114. Such confirmation or second opinion
501	shall be rendered in a manner approved by the agency. The agency
502	shall maximize the use of prepaid per capita and prepaid
503	aggregate fixed-sum basis services when appropriate and other
504	alternative service delivery and reimbursement methodologies,
505	including competitive bidding pursuant to s. 287.057, designed
506	to facilitate the cost-effective purchase of a case-managed
507	continuum of care. The agency shall also require providers to
508	minimize the exposure of recipients to the need for acute
509	inpatient, custodial, and other institutional care and the
510	inappropriate or unnecessary use of high-cost services. The
511	agency shall contract with a vendor to monitor and evaluate the
512	clinical practice patterns of providers in order to identify
513	trends that are outside the normal practice patterns of a
514	provider's professional peers or the national guidelines of a
515	provider's professional association. The vendor must be able to
516	provide information and counseling to a provider whose practice
517	patterns are outside the norms, in consultation with the agency,
518	to improve patient care and reduce inappropriate utilization.
519	The agency may mandate prior authorization, drug therapy
520	management, or disease management participation for certain
521	populations of Medicaid beneficiaries, certain drug classes, or
522	particular drugs to prevent fraud, abuse, overuse, and possible

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523	dangerous drug interactions. The Pharmaceutical and Therapeutics
524	Committee shall make recommendations to the agency on drugs for
525	which prior authorization is required. The agency shall inform
526	the Pharmaceutical and Therapeutics Committee of its decisions
527	regarding drugs subject to prior authorization. The agency is
528	authorized to limit the entities it contracts with or enrolls as
529	Medicaid providers by developing a provider network through
530	provider credentialing. The agency may competitively bid single-
531	source-provider contracts if procurement of goods or services
532	results in demonstrated cost savings to the state without
533	limiting access to care. The agency may limit its network based
534	on the assessment of beneficiary access to care, provider
535	availability, provider quality standards, time and distance
536	standards for access to care, the cultural competence of the
537	provider network, demographic characteristics of Medicaid
538	beneficiaries, practice and provider-to-beneficiary standards,
539	appointment wait times, beneficiary use of services, provider
540	turnover, provider profiling, provider licensure history,
541	previous program integrity investigations and findings, peer
542	review, provider Medicaid policy and billing compliance records,
543	clinical and medical record audits, and other factors. Providers
544	are not entitled to enrollment in the Medicaid provider network.
545	The agency shall determine instances in which allowing Medicaid
546	beneficiaries to purchase durable medical equipment and other
547	goods is less expensive to the Medicaid program than long-term
548	rental of the equipment or goods. The agency may establish rules
549	to facilitate purchases in lieu of long-term rentals in order to
550	protect against fraud and abuse in the Medicaid program as
551	defined in s. 409.913. The agency may seek federal waivers
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552 necessary to administer these policies.

553 (11) The agency shall implement a program of all-inclusive 554 care for children. The program of all-inclusive care for 555 children shall be established to provide in-home hospice-like 556 support services to children diagnosed with a life-threatening 557 illness and enrolled in the Children's Medical Services network 558 to reduce hospitalizations as appropriate. The agency, in 559 consultation with the Department of Health, may implement the 560 program of all-inclusive care for children after obtaining 561 approval from the Centers for Medicare and Medicaid Services.

562Section 28. Effective July 1, 2025, subsection (1) of563section 409.9126, Florida Statutes, is amended to read:

409.9126 Children with special health care needs.-

(1) Except as provided in subsection (4), children eligible for <u>the</u> Children's Medical Services <u>program</u> who receive Medicaid benefits, and other Medicaid-eligible children with special health care needs, <u>are shall be</u> exempt from <u>the provisions of</u> s. 409.9122 and shall be served through the Children's Medical Services network established in chapter 391.

571 Section 29. Effective July 1, 2025, paragraph (a) of 572 subsection (5) of section 409.9131, Florida Statutes, is amended 573 to read:

574 409.9131 Special provisions relating to integrity of the 575 Medicaid program.-

576 (5) DETERMINATIONS OF OVERPAYMENT.—In making a577 determination of overpayment to a physician, the agency must:

(a) Use accepted and valid auditing, accounting,
analytical, statistical, or peer-review methods, or combinations
thereof. Appropriate statistical methods may include, but are

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581	not limited to, sampling and extension to the population,
582	parametric and nonparametric statistics, tests of hypotheses,
583	other generally accepted statistical methods, review of medical
584	records, and a consideration of the physician's client case mix.
585	Before performing a review of the physician's Medicaid records,
586	however, the agency shall make every effort to consider the
587	physician's patient case mix, including, but not limited to,
588	patient age and whether individual patients are clients of the
589	Children's Medical Services Network established in chapter 391.
590	In meeting its burden of proof in any administrative or court
591	proceeding, the agency may introduce the results of such
592	statistical methods and its other audit findings as evidence of
593	overpayment.
594	Section 30. Effective July 1, 2025, paragraph (e) of
595	subsection (1) of section 409.920, Florida Statutes, is amended
596	to read:
597	409.920 Medicaid provider fraud
598	(1) For the purposes of this section, the term:
599	(e) "Managed care plans" means a health insurer authorized
600	under chapter 624, an exclusive provider organization authorized
601	under chapter 627, a health maintenance organization authorized
602	under chapter 641, the Children's Medical Services Network
603	authorized under chapter 391, a prepaid health plan authorized
604	under this chapter, a provider service network authorized under
605	this chapter, a minority physician network authorized under this
606	chapter, and an emergency department diversion program
607	authorized under this chapter or the General Appropriations Act,
608	providing health care services pursuant to a contract with the
609	Medicaid program.
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588-03165-25 20251490c1 610 Section 31. Effective July 1, 2025, subsection (7) of 611 section 409.962, Florida Statutes, is amended to read: 612 409.962 Definitions.-As used in this part, except as 613 otherwise specifically provided, the term: (7) "Eligible plan" means a health insurer authorized under 614 615 chapter 624, an exclusive provider organization authorized under 616 chapter 627, a health maintenance organization authorized under 617 chapter 641, or a provider service network authorized under s. 409.912(1) or an accountable care organization authorized under 618 619 federal law. For purposes of the managed medical assistance 620 program, the term also includes the Children's Medical Services 621 Network authorized under chapter 391 and entities qualified 622 under 42 C.F.R. part 422 as Medicare Advantage Preferred 623 Provider Organizations, Medicare Advantage Provider-sponsored 624 Organizations, Medicare Advantage Health Maintenance 625 Organizations, Medicare Advantage Coordinated Care Plans, and 626 Medicare Advantage Special Needs Plans, and the Program of All-627 inclusive Care for the Elderly. 628 Section 32. The Agency for Health Care Administration shall 629 develop a comprehensive plan to redesign the Florida Medicaid 630 Model Waiver for home- and community-based services to include 631 children who receive private duty nursing services. The plan 632 must propose an array of tiered services with the goal of 633 ensuring that institutional care is avoided so children can 634 remain in the home or other community setting. The agency shall 635 work with stakeholders in developing the plan, including, but 636 not limited to, families of children who are in the model waiver 637 or receiving private duty nursing, advocates for children, 638 providers of services to children receiving private duty

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639	nursing, and Statewide Medicaid Managed Care plans. The agency
640	is authorized to contract with necessary experts to assist in
641	developing the plan. The agency shall submit a report to the
642	Governor, the President of the Senate, and the Speaker of the
643	House of Representatives by September 30, 2025, addressing, at a
644	minimum, all of the following:
645	(1) The purpose, rationale, and expected benefits of the
646	redesigned waiver plan.
647	(2) The proposed eligibility criteria for clients and
648	service benefit packages to be offered through the redesigned
649	waiver plan. Managed care plans participating in the Statewide
650	Medicaid Managed Care program must provide services under the
651	redesigned waiver plan.
652	(3) A proposed implementation plan and timeline, including,
653	but not limited to, recommendations for the number of clients
654	served by the redesigned waiver plan at initial implementation,
655	changes over time, and any per-client benefit caps.
656	(4) The fiscal impact for the implementation year and
657	projections for the next 5 years determined on an actuarially
658	sound basis.
659	(5) An analysis of the availability of services and service
660	providers that would be offered under the redesigned waiver plan
661	and recommendations to increase availability of such services,
662	as applicable.
663	(6) A list of all stakeholders, public and private, who
664	were consulted or contacted during the development of the plan.
665	Section 33. Except as otherwise expressly provided in this
666	act, this act shall take effect upon becoming a law.

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