1 A bill to be entitled 2 An act relating to rural emergency hospitals; amending 3 s. 395.002, F.S.; revising the definition of the term 4 "hospital" to include rural emergency hospitals; 5 amending s. 395.0163, F.S.; requiring rural emergency 6 hospitals that are to be licensed to submit plans and 7 specifications of the facilities to the Agency for 8 Health Care Administration for review; deleting 9 obsolete language; creating s. 395.01933, F.S.; providing that facilities that meet the definition of 10 11 rural emergency hospitals are eligible to apply for 12 licensure as rural emergency hospitals; amending s. 13 395.602, F.S.; defining the term "rural emergency hospital"; revising the definition of the term "rural 14 hospital" to include rural emergency hospitals; 15 16 deleting obsolete language; creating s. 395.60613, 17 F.S.; authorizing licensed rural emergency hospitals 18 to enter into certain contracts for a specified 19 purpose; creating s. 409.90803, F.S.; authorizing the agency to seek federal approval to apply Medicaid 20 21 reimbursement to licensed rural emergency hospitals; 22 creating s. 627.4423, F.S.; requiring entities 23 transacting accident and health insurance and prepaid 24 health care to provide benefits for services performed by licensed rural emergency hospitals under certain 25

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26 circumstances; amending ss. 409.9116 and 1009.65, 27 F.S.; conforming a cross-reference; providing an 28 effective date. 29 30 Be It Enacted by the Legislature of the State of Florida: 31 32 Section 1. Subsection (12) of section 395.002, Florida 33 Statutes, is amended to read: 34 395.002 Definitions.-As used in this chapter: "Hospital" means any establishment that: 35 (12)36 (a)1. Offers services more intensive than those required 37 for room, board, personal services, and general nursing care, 38 and offers facilities and beds for use beyond 24 hours by 39 individuals requiring diagnosis, treatment, or care for illness, injury, deformity, infirmity, abnormality, disease, or 40 41 pregnancy; and 2. (b) Regularly makes available at least clinical 42 43 laboratory services, diagnostic X-ray services, and treatment 44 facilities for surgery or obstetrical care, or other definitive 45 medical treatment of similar extent, except that a critical access hospital, as defined in s. 408.07, shall not be required 46 47 to make available treatment facilities for surgery, obstetrical care, or similar services as long as it maintains its critical 48 49 access hospital designation and shall be required to make such facilities available only if it ceases to be designated as a 50

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51	critical access hospital <u>; or</u> -
52	(b) Is designated as a rural emergency hospital as defined
53	in s. 395.602(2).
54	
55	However, the provisions of this chapter do not apply to any
56	institution conducted by or for the adherents of any well-
57	recognized church or religious denomination that depends
58	exclusively upon prayer or spiritual means to heal, care for, or
59	treat any person. For purposes of local zoning matters, the term
60	"hospital" includes a medical office building located on the
61	same premises as a hospital facility, provided the land on which
62	the medical office building is constructed is zoned for use as a
63	hospital; provided the premises were zoned for hospital purposes
64	on January 1, 1992.
65	Section 2. Paragraph (b) of subsection (1) of section
66	395.0163, Florida Statutes, is amended to read:
67	395.0163 Construction inspections; plan submission and
68	approval; fees
69	(1)
70	(b) All outpatient facilities that provide surgical
71	treatments requiring general anesthesia or IV conscious
72	sedation, that provide cardiac catheterization services, or that
73	are to be licensed as <u>rural emergency hospitals or</u> ambulatory
74	surgical centers shall submit plans and specifications to the
75	agency for review under this section. All other outpatient
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76	facilities must be reviewed under this section, except that
77	those that are physically detached from, and have no utility
78	connections with, the hospital and that do not block emergency
79	egress from or create a fire hazard to the hospital are exempt
80	from review under this section. This paragraph applies to
81	applications for which review is pending on or after July 1,
82	1998.
83	Section 3. Section 395.01933, Florida Statutes, is created
84	to read:
85	395.01933 Licensure for rural emergency hospitals.—A
86	facility is eligible to apply for a license as a rural emergency
87	hospital if the facility meets the definition of a rural
88	emergency hospital in s. 395.602(2).
89	Section 4. Paragraphs (b) and (c) of subsection (2) of
90	section 395.602, Florida Statutes, are redesignated as
91	paragraphs (c) and (d), respectively, present paragraph (b) of
92	subsection (2) is amended, and a new paragraph (b) is added to
93	subsection (2) of that section, to read:
94	395.602 Rural hospitals
95	(2) DEFINITIONSAs used in this part, the term:
96	(b) "Rural emergency hospital" means a hospital that meets
97	the definition of the term "rural emergency hospital" in 42
98	U.S.C. s. 1395x(kkk)(2) and that is certified by the United
99	States Secretary of Health and Human Services as a rural
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100	emergency hospital.

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101 (c) (b) "Rural hospital" means an acute care hospital licensed under this chapter, having 100 or fewer licensed beds 102 103 and an emergency room, which is: 104 1. The sole provider within a county with a population 105 density of up to 100 persons per square mile; An acute care hospital, in a county with a population 106 2. 107 density of up to 100 persons per square mile, which is at least 30 minutes of travel time, on normally traveled roads under 108 109 normal traffic conditions, from any other acute care hospital within the same county; 110 3. A hospital supported by a tax district or subdistrict 111 whose boundaries encompass a population of up to 100 persons per 112 113 square mile; 114 4. A hospital classified as a sole community hospital 115 under 42 C.F.R. s. 412.92, regardless of the number of licensed 116 beds; 117 5. A hospital with a service area that has a population of 118 up to 100 persons per square mile. As used in this subparagraph, the term "service area" means the fewest number of zip codes 119 120 that account for 75 percent of the hospital's discharges for the 121 most recent 5-year period, based on information available from the hospital inpatient discharge database in the Florida Center 122 123 for Health Information and Transparency at the agency; or 124 6. A hospital designated as a critical access hospital, as 125 defined in s. 408.07; or-

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126	7. A hospital designated as a rural emergency hospital.
127	
128	Population densities used in this paragraph must be based upon
129	the most recently completed United States census. A hospital
130	that received funds under s. 409.9116 for a quarter beginning no
131	later than July 1, 2002, is deemed to have been and shall
132	continue to be a rural hospital from that date through June 30,
133	2021, if the hospital continues to have up to 100 licensed beds
134	and an emergency room. An acute care hospital that has not
135	previously been designated as a rural hospital and that meets
136	the criteria of this paragraph shall be granted such designation
137	upon application, including supporting documentation, to the
138	agency. A hospital that was licensed as a rural hospital during
139	the 2010-2011 or 2011-2012 fiscal year shall continue to be a
140	rural hospital from the date of designation through June 30,
141	2025, if the hospital continues to have up to 100 licensed beds
142	and an emergency room.
143	Section 5. Section 395.60613, Florida Statutes, is created
144	to read:
145	395.60613 Eligibility for federal reimbursement as rural
146	emergency hospitals.—A licensed rural emergency hospital may
147	enter into any contract required to be eligible for federal
148	reimbursement as a rural emergency hospital.
149	Section 6. Section 409.90803, Florida Statutes, is created
150	to read:
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151 409.90803 Reimbursement of licensed rural emergency 152 hospitals.-The agency may seek federal approval to apply 153 Medicaid reimbursement to licensed rural emergency hospitals, as 154 defined in s. 395.602(2). 155 Section 7. Section 627.4423, Florida Statutes, is created 156 to read: 157 627.4423 Coverage for services provided by licensed rural 158 emergency hospitals.-Each insurer, health maintenance 159 organization, nonprofit hospital or medical service plan 160 corporation, and self-funded employee benefit plan transacting individual or group, blanket, or franchise accident or health 161 insurance or providing prepaid health care in the state shall, 162 163 to the extent not preempted by federal law or exempted by state 164 law, provide benefits for services performed by a licensed rural 165 emergency hospital, as defined in s. 395.602(2), if such 166 services would be covered under the policy, contract, or plan 167 when provided by a general hospital. Section 8. Subsection (6) of section 409.9116, Florida 168 169 Statutes, is amended to read: 170 409.9116 Disproportionate share/financial assistance program for rural hospitals.-In addition to the payments made 171 under s. 409.911, the Agency for Health Care Administration 172 173 shall administer a federally matched disproportionate share 174 program and a state-funded financial assistance program for 175 statutory rural hospitals. The agency shall make

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176 disproportionate share payments to statutory rural hospitals 177 that qualify for such payments and financial assistance payments 178 to statutory rural hospitals that do not qualify for disproportionate share payments. The disproportionate share 179 180 program payments shall be limited by and conform with federal requirements. Funds shall be distributed quarterly in each 181 182 fiscal year for which an appropriation is made. Notwithstanding the provisions of s. 409.915, counties are exempt from 183 184 contributing toward the cost of this special reimbursement for 185 hospitals serving a disproportionate share of low-income 186 patients.

This section applies only to hospitals that were 187 (6) 188 defined as statutory rural hospitals, or their successor-in-189 interest hospital, prior to January 1, 2001. Any additional 190 hospital that is defined as a statutory rural hospital, or its 191 successor-in-interest hospital, on or after January 1, 2001, is 192 not eligible for programs under this section unless additional 193 funds are appropriated each fiscal year specifically to the 194 rural hospital disproportionate share and financial assistance 195 programs in an amount necessary to prevent any hospital, or its successor-in-interest hospital, eligible for the programs prior 196 197 to January 1, 2001, from incurring a reduction in payments 198 because of the eligibility of an additional hospital to participate in the programs. A hospital, or its successor-in-199 interest hospital, which received funds pursuant to this section 200

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201 before January 1, 2001, and which qualifies under <u>s.</u>
202 <u>395.602(2)(c)</u> s. 395.602(2)(b), shall be included in the
203 programs under this section and is not required to seek
204 additional appropriations under this subsection.

205 Section 9. Paragraph (a) of subsection (1) of section 206 1009.65, Florida Statutes, is amended to read:

207 1009.65 Medical Education Reimbursement and Loan Repayment 208 Program.-

209 (1)To encourage qualified medical professionals to practice in underserved locations where there are shortages of 210 211 such personnel, there is established the Medical Education 212 Reimbursement and Loan Repayment Program. The function of the program is to make payments that offset loans and educational 213 214 expenses incurred by students for studies leading to a medical 215 or nursing degree, medical or nursing licensure, or advanced 216 practice registered nurse licensure or physician assistant 217 licensure. The following licensed or certified health care 218 professionals are eligible to participate in this program:

(a) Medical doctors with primary care specialties, doctors of osteopathic medicine with primary care specialties, physician assistants, licensed practical nurses and registered nurses, and advanced practice registered nurses with primary care specialties such as certified nurse midwives. Primary care medical specialties for physicians include obstetrics, gynecology, general and family practice, internal medicine,

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226 pediatrics, and other specialties which may be identified by the 227 Department of Health. From the funds available, the Department 228 of Health shall make payments as follows:

229 1. Up to \$4,000 per year for licensed practical nurses and 230 registered nurses, up to \$10,000 per year for advanced practice 231 registered nurses and physician assistants, and up to \$20,000 232 per year for physicians. Penalties for noncompliance shall be 233 the same as those in the National Health Services Corps Loan 234 Repayment Program. Educational expenses include costs for 235 tuition, matriculation, registration, books, laboratory and 236 other fees, other educational costs, and reasonable living 237 expenses as determined by the Department of Health.

238 2. All payments are contingent on continued proof of 239 primary care practice in an area defined in s. 395.602(2)(c) s. 240 395.602(2)(b), or an underserved area designated by the 241 Department of Health, provided the practitioner accepts Medicaid 242 reimbursement if eligible for such reimbursement. Correctional 243 facilities, state hospitals, and other state institutions that 244 employ medical personnel shall be designated by the Department 245 of Health as underserved locations. Locations with high 246 incidences of infant mortality, high morbidity, or low Medicaid 247 participation by health care professionals may be designated as 248 underserved.

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Section 10. This act shall take effect July 1, 2024.

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