Introduced by the Council President at the request of the Mayor:

**ORDINANCE 2022-643** 

AN ORDINANCE, PURSUANT TO CHAPTER 170, FLORIDA STATUTES, AND CHAPTERS 491 AND 715, ORDINANCE CODE ESTABLISHING THE 2022 SPECIAL ASSESSMENTS FOR FLORIDA AGENCY FOR HEALTHCARE ADMINISTRATION ("AHCA") LICENSED HOSPITALS PURSUANT TO ORDINANCE 2021-456-E; ESTABLISHING THE 2022 ASSESSMENT RATE; PROVIDING NOTICE OF PUBLIC HEARINGS; APPROVING THE 2022 FINAL ASSESSMENT ROLL; PROVIDING AN EFFECTIVE DATE.

WHEREAS, by and through Ordinance 2021-456-E, the City Council authorized assessments on AHCA licensed hospitals for the purpose of funding the county portion of the Directed Payment Program (DPP) through the Local Provider Participation Fund (LPPF).

WHEREAS, the program requires an annual calculation of the rate based on each year's projected shortfall figure provided by AHCA, and the Council must reauthorize the rate and assessment each year.

WHEREAS, the initial year of the program successfully provided local facilities with needed federal funding to serve Medicaid recipients such that renewal of the assessment is in the best interest of the community;

WHEREAS, the eleven impacted facilities have all agreed to and requested that the program be continued;

WHEREAS, the eleven impacted facilities have all been involved in the conversations about the anticipated rate and recognize that the rate in the ordinance may change between filing of the Preliminary Rate Ordinance legislation and the final public hearing for the

authorization of the Annual Rate Ordinance and still desire to proceed;

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BE IT ORDAINED by the Council of the City of Jacksonville:

Section 1. Description of Programs. The funds collected pursuant to this annual assessment shall serve to provide the nonfederal share of funding needed to offset the Medicaid shortfall under the DPP, an action which will allow the facilities to access additional federal funding for their treatment of Medicaid patients.

Section 2. Service Cost. The estimated total cost to cover the DPP through the LPPF assessments is \$44,741,737.00. This figure is calculated by AHCA and is typically provided on or around late October or November each year. The impacted parties and the City are aware that in the event that the AHCA calculation is higher, the final assessment amount may change.

Section 3. Assessment Rate. Based on the estimated amount needed to cover the funding shortfall, each facility shall be assessed a uniform rate calculated at a rate of .21%. Each hospital's assessment is calculated based on the rate multiplied by the gross patient revenue.

Section 4. Maximum Rate. In light of the estimated figure utilized for this determination and the impacted facilities' agreement with the calculation and possible modifications, the assessments shall not include a maximum rate.

Section 5. Public Hearing Dates. Pursuant to Sections 170.07 and 170.08, Florida Statutes, as well as Chapter 491 and Section 715.206, Ordinance Code, the Council held public hearings on September 13, 2022, and September 27, 2022, to hear testimony from affected property owners as to the propriety and advisability of funding the proposed improvements with special assessments on property, including the preliminary roll.

Section 6. Notice to Affected Owners. The City reviewed the

2021 Roll, updated the listings, and provided notice of the two scheduled public hearings to each affected facility individually via U.S. Mail and published the same information in the Daily Record. Proof of mailing the notices required by Section 170.07, Florida Statutes, and Section 715.205, Ordinance Code, is attached here to as Exhibit 1.

Section 7. Assessment Roll and Method of Collection. The Council hereby approves the 2022 Assessment Roll attached hereto as Exhibit 2. The method of collection for 2022 shall be the alternative method pursuant to Chapter 170, Florida Statutes. Pursuant to Section 170.08, Florida Statutes, the 2022 Assessment Roll shall be recorded in the City of Jacksonville Improvement Lien Book.

Section 8. Retaining All Rights Granted by Chapter 170, Florida Statutes. The City of Jacksonville hereby retains all rights granted to municipalities by Chapter 170, Florida Statutes, for the special assessments authorized herein, including priority of lien, interest and foreclosure; provided, however, that any legal proceeding to enforce payment of such special assessments shall require City Council approval.

Section 9. Authorization to Execute and Implement. The Council hereby approves, and the Mayor, or his designee, and the Corporation Secretary, are hereby authorized to execute, for and on behalf of the City of Jacksonville, the AHCA Letter of Agreement in substantially the form attached hereto as Exhibit 3, (2021 letter), and to take, or cause to be taken, for and on behalf of the City, such further action as is necessary to effectuate the purpose of this Ordinance.

Section 10. Effective Date. This Ordinance shall become effective upon signature by the Mayor or upon becoming effective without the Mayor's signature.

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1	Form Approved:
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3	/s/ Trisha Bowles
4	Office of General Counsel
5	Legislation Prepared By: Trisha Bowles
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