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

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ORDINANCE 2025-610-E

AN ORDINANCE, PURSUANT TO CHAPTER 170, FLORIDA STATUTES, AND CHAPTERS 491, 492 AND 715, ORDINANCE CODE, ESTABLISHING THE 2025 SPECIAL ASSESSMENTS FOR FLORIDA AGENCY FOR HEALTHCARE ADMINISTRATION ("AHCA") LICENSED HOSPITALS PURSUANT TO ORDINANCES 2021-456-E AND 2024-212-ESTABLISHING THE 2025 ASSESSMENT PROVIDING NOTICE OF PUBLIC HEARINGS; APPROVING THE 2025 FINAL ASSESSMENT ROLL; AUTHORIZING EXECUTION OF AGREEMENT AND RECORDING; 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 non-federal share of the Direct Payment Program (DPP) through the Local Provider Participation Fund (LPPF); and

WHEREAS, by and through Ordinance 2024-212-E, the City Council authorized assessments on AHCA licensed hospitals for the purpose of funding the non-federal share of the Low Income Pool (LIP) program through the LPPF; and

WHEREAS, the programs require an annual calculation of the rate based on each year's projected DPP figure as provided by AHCA and charity care costs as reported by the hospitals and the Council must reauthorize the rate and assessment each year; and

WHEREAS, the initial year of the DPP 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; and

WHEREAS, the twelve impacted facilities have all agreed to and requested that the DPP program be continued and the LIP program be added; and

WHEREAS, the twelve impacted facilities have 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; now therefore

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 for DPP and to reimburse charity costs under the LIP program, an action which will allow the facilities to access additional federal funding for their treatment of Medicaid patients and low income and indigent patients.

Section 2. Service Cost. The estimated total cost to cover the DPP and LIP programs through the special assessments is \$104,200,806. This figure is calculated by AHCA and is typically provided 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 DPP funding and reimbursement for charity care costs, each facility shall be assessed a uniform rate calculated at a rate of \$29,082.00 per available bed. Each hospital's assessment is calculated based on the rate per available bed multiplied by the total number of available hospital beds.

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 Chapters 491, 492 and Section 715.206, Ordinance Code, the Council held public hearings on August 26, 2025, and September 9, 2025, 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 2025 Assessment Roll, updated the listings, and provided notice of the two scheduled public hearings to each affected facility/property owner individually via U.S. Mail and published the same information in the Daily Record. A sample of the notices required by Section 170.07, Florida Statutes, and Section 715.205, Ordinance Code, is attached hereto as Exhibit 1.

Section 7. Assessment Roll and Method of Collection. The Council hereby approves the 2025 Assessment Roll attached hereto as Exhibit 2. The method of collection for 2025 shall be the alternative method pursuant to Chapter 170, Florida Statutes.

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; Record. The Council hereby approves, and the Mayor, or her designee, and the Corporation Secretary, are hereby authorized to execute, for and on behalf of the City of Jacksonville, the AHCA Letters of

Agreement in substantially the form attached hereto as **Exhibit 3**, (2023 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. In compliance with Section 170.08, *Florida Statutes*, the Council authorizes the Department of Finance and Administration to provide the Duval County Tax Collector with notice of the liens for recording in the "Improvement Lien Book". The Department of Finance and Administration shall promptly provide notice of payment once received and cleared to the Duval County Tax Collector to record the same or clear the lien pursuant to their process.

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

Form Approved:

/s/ Dylan Reingold

Office of General Counsel

Legislation Prepared By: Dylan Reingold

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