By: Representatives Evans, Scott (80th)

To: Public Health and Welfare; Appropriations

HOUSE BILL NO. 403

- AN ACT TO AMEND SECTION 43-13-115, MISSISSIPPI CODE OF 1972, 1 TO ALLOW DISABLED WORKERS TO PURCHASE MEDICAID COVERAGE; TO AMEND 3 SECTION 43-13-117, MISSISSIPPI CODE OF 1972, TO INCREASE THE NUMBER OF MEDICAID PRESCRIPTIONS UNDER CERTAIN CIRCUMSTANCES; AND
- 5 FOR RELATED PURPOSES.
- BE IT ENACTED BY THE LEGISLATURE OF THE STATE OF MISSISSIPPI: 6
- 7 SECTION 1. Section 43-13-115, Mississippi Code of 1972, is
- amended as follows:
- 43-13-115. Recipients of medical assistance shall be the 9
- 10 following persons only:
- (1) Who are qualified for public assistance grants under 11
- provisions of Title IV-A and E of the federal Social Security Act, 12
- 13 as amended, including those statutorily deemed to be IV-A as
- 14 determined by the State Department of Human Services and certified
- to the Division of Medicaid, but not optional groups unless 15
- otherwise specifically covered in this section. For the purposes 16
- of this paragraph (1) and paragraphs (3), (4), (8), (14), (17) and 17
- (18) of this section, any reference to Title IV-A or to Part A of 18
- Title IV of the federal Social Security Act, as amended, or the 19
- state plan under Title IV-A or Part A of Title IV, shall be 20
- 21 considered as a reference to Title IV-A of the federal Social
- Security Act, as amended, and the state plan under Title IV-A, 22
- 23 including the income and resource standards and methodologies
- under Title IV-A and the state plan, as they existed on July 16, 2.4
- 1996. 25
- Those qualified for Supplemental Security Income (SSI) 26
- benefits under Title XVI of the federal Social Security Act, as 2.7
- 28 amended. The eligibility of individuals covered in this paragraph

- 29 shall be determined by the Social Security Administration and
- 30 certified to the Division of Medicaid.
- 31 (3) Qualified pregnant women as defined in Section 1905(n)
- 32 of the federal Social Security Act, as amended, and as determined
- 33 to be eligible by the State Department of Human Services and
- 34 certified to the Division of Medicaid, who:
- 35 (a) Would be eligible for assistance under Part A of
- 36 Title IV (or would be eligible for such assistance if coverage
- 37 under the state plan under Part A of Title IV included assistance
- 38 pursuant to Section 407 of Title IV-A of the federal Social
- 39 Security Act, as amended) if her child had been born and was
- 40 living with her in the month such assistance would be paid, and
- 41 such pregnancy has been medically verified; or
- 42 (b) Is a member of a family which would be eligible
- 43 for assistance under the state plan under Part A of Title IV of
- 44 the federal Social Security Act, as amended, pursuant to Section
- 45 407 if the plan required the payment of assistance pursuant to
- 46 such section.
- 47 (4) Qualified children who are under five (5) years of age,
- 48 who were born after September 30, 1983, and who meet the income
- 49 and resource requirements of the state plan under Part A of Title
- 50 IV of the federal Social Security Act, as amended. The
- 51 eligibility of individuals covered in this paragraph shall be
- 52 determined by the State Department of Human Services and certified
- 53 to the Division of Medicaid.
- 54 (5) A child born on or after October 1, 1984, to a woman
- 55 eligible for and receiving medical assistance under the state plan
- on the date of the child's birth shall be deemed to have applied
- 57 for medical assistance and to have been found eligible for such
- 58 assistance under such plan on the date of such birth and will
- 59 remain eligible for such assistance for a period of one (1) year
- 60 so long as the child is a member of the woman's household and the
- 61 woman remains eligible for such assistance or would be eligible
- 62 for assistance if pregnant. The eligibility of individuals
- 63 covered in this paragraph shall be determined by the State
- 64 Department of Human Services and certified to the Division of
- 65 Medicaid.
- 66 (6) Children certified by the State Department of Human H. B. No. 403 $99\kdolumnum{99}{R592}$ PAGE 2

- 67 Services to the Division of Medicaid of whom the state and county
- 68 human services agency has custody and financial responsibility,
- 69 and children who are in adoptions subsidized in full or part by
- 70 the Department of Human Services, who are approvable under Title
- 71 XIX of the Medicaid program.
- 72 (7) (a) Persons certified by the Division of Medicaid who
- 73 are patients in a medical facility (nursing home, hospital,
- 74 tuberculosis sanatorium or institution for treatment of mental
- 75 diseases), and who, except for the fact that they are patients in
- 76 such medical facility, would qualify for grants under Title IV,
- 77 supplementary security income benefits under Title XVI or state
- 78 supplements, and those aged, blind and disabled persons who would
- 79 not be eligible for supplemental security income benefits under
- 80 Title XVI or state supplements if they were not institutionalized
- 81 in a medical facility but whose income is below the maximum
- 82 standard set by the Division of Medicaid, which standard shall not
- 83 exceed that prescribed by federal regulation;
- 84 (b) Individuals who have elected to receive hospice
- 85 care benefits and who are eligible using the same criteria and
- 86 special income limits as those in institutions as described in
- 87 subparagraph (a) of this paragraph (7).
- 88 (8) Children under eighteen (18) years of age and pregnant
- 89 women (including those in intact families) who meet the financial
- 90 standards of the state plan approved under Title IV-A of the
- 91 federal Social Security Act, as amended. The eligibility of
- 92 children covered under this paragraph shall be determined by the
- 93 State Department of Human Services and certified to the Division
- 94 of Medicaid.
- 95 (9) Individuals who are:
- 96 (a) Children born after September 30, 1983, who have
- 97 not attained the age of nineteen (19), with family income that
- 98 does not exceed one hundred percent (100%) of the nonfarm official
- 99 poverty line;
- 100 (b) Pregnant women, infants and children who have not H. B. No. 403 $99\kptyper{100}{100}$ HR40\R592

- 101 attained the age of six (6), with family income that does not
- 102 exceed one hundred thirty-three percent (133%) of the federal
- 103 poverty level; and
- 104 (c) Pregnant women and infants who have not attained
- 105 the age of one (1), with family income that does not exceed one
- 106 hundred eighty-five percent (185%) of the federal poverty level.
- The eligibility of individuals covered in (a), (b) and (c) of
- 108 this paragraph shall be determined by the Department of Human
- 109 Services.
- 110 (10) Certain disabled children age eighteen (18) or under
- 111 who are living at home, who would be eligible, if in a medical
- 112 institution, for SSI or a state supplemental payment under Title
- 113 XVI of the federal Social Security Act, as amended, and therefore
- 114 for Medicaid under the plan, and for whom the state has made a
- 115 determination as required under Section 1902(e)(3)(b) of the
- 116 federal Social Security Act, as amended. The eligibility of
- individuals under this paragraph shall be determined by the
- 118 Division of Medicaid.
- 119 (11) Individuals who are sixty-five (65) years of age or
- 120 older or are disabled as determined under Section 1614(a)(3) of
- 121 the federal Social Security Act, as amended, and who meet the
- 122 following criteria:
- 123 (a) Whose income does not exceed one hundred percent
- 124 (100%) of the nonfarm official poverty line as defined by the
- 125 Office of Management and Budget and revised annually.
- 126 (b) Whose resources do not exceed those allowed under
- 127 the Supplemental Security Income (SSI) program.
- The eligibility of individuals covered under this paragraph
- 129 shall be determined by the Division of Medicaid, and such
- 130 individuals determined eligible shall receive the same Medicaid
- 131 services as other categorical eligible individuals.
- 132 (12) Individuals who are qualified Medicare beneficiaries
- 133 (OMB) entitled to Part A Medicare as defined under Section 301,
- 134 Public Law 100-360, known as the Medicare Catastrophic Coverage

- 135 Act of 1988, and who meet the following criteria:
- 136 (a) Whose income does not exceed one hundred percent
- 137 (100%) of the nonfarm official poverty line as defined by the
- 138 Office of Management and Budget and revised annually.
- 139 (b) Whose resources do not exceed two hundred percent
- 140 (200%) of the amount allowed under the Supplemental Security
- 141 Income (SSI) program as more fully prescribed under Section 301,
- 142 Public Law 100-360.
- 143 The eligibility of individuals covered under this paragraph
- 144 shall be determined by the Division of Medicaid, and such
- 145 individuals determined eligible shall receive Medicare
- 146 cost-sharing expenses only as more fully defined by the Medicare
- 147 Catastrophic Coverage Act of 1988.
- 148 (13) Individuals who are entitled to Medicare Part B as
- 149 defined in Section 4501 of the Omnibus Budget Reconciliation Act
- 150 of 1990, and who meet the following criteria:
- 151 (a) Whose income does not exceed the percentage of the
- 152 nonfarm official poverty line as defined by the Office of
- 153 Management and Budget and revised annually which, on or after:
- (i) January 1, 1993, is one hundred ten percent
- 155 (110%); and
- 156 (ii) January 1, 1995, is one hundred twenty
- 157 percent (120%).
- 158 (b) Whose resources do not exceed two hundred percent
- 159 (200%) of the amount allowed under the Supplemental Security
- 160 Income (SSI) program as described in Section 301 of the Medicare
- 161 Catastrophic Coverage Act of 1988.
- The eligibility of individuals covered under this paragraph
- 163 shall be determined by the Division of Medicaid, and such
- 164 individuals determined eligible shall receive Medicare cost
- 165 sharing.
- 166 (14) Individuals in families who would be eligible for the
- 167 unemployed parent program under Section 407 of Title IV-A of the
- 168 federal Social Security Act, as amended but do not receive

- 169 payments pursuant to that section. The eligibility of individuals 170 covered in this paragraph shall be determined by the Department of 171 Human Services.
- (15) Disabled workers who are eligible to enroll in Part A 172 173 Medicare as required by Public Law 101-239, known as the Omnibus Budget Reconciliation Act of 1989, and whose income does not 174 exceed two hundred percent (200%) of the federal poverty level as 175 determined in accordance with the Supplemental Security Income 176 (SSI) program. The eligibility of individuals covered under this 177 178 paragraph shall be determined by the Division of Medicaid and such
- individuals shall be entitled to buy-in coverage of Medicare Part 179
- 180 A premiums only under the provisions of this paragraph (15).
- 181 In accordance with the terms and conditions of approved (16)
- 182 Title XIX waiver from the United States Department of Health and
- Human Services, persons provided home- and community-based 183
- 184 services who are physically disabled and certified by the Division
- 185 of Medicaid as eligible due to applying the income and deeming
- requirements as if they were institutionalized. 186
- 187 (17) In accordance with the terms of the federal Personal
- 188 Responsibility and Work Opportunity Reconciliation Act of 1996
- 189 (Public Law 104-193), persons who become ineligible for assistance
- 190 under Title IV-A of the federal Social Security Act, as amended
- 191 because of increased income from or hours of employment of the
- 192 caretaker relative or because of the expiration of the applicable
- earned income disregards, who were eligible for Medicaid for at 193
- 194 least three (3) of the six (6) months preceding the month in which
- 195 such ineligibility begins, shall be eligible for Medicaid
- 196 assistance for up to twenty-four (24) months; however, Medicaid
- assistance for more than twelve (12) months may be provided only 197
- 198 if a federal waiver is obtained to provide such assistance for
- 199 more than twelve (12) months and federal and state funds are
- 200 available to provide such assistance.
- 201 (18) Persons who become ineligible for assistance under
- 202 Title IV-A of the federal Social Security Act, as amended, as a

- 203 result, in whole or in part, of the collection or increased
- 204 collection of child or spousal support under Title IV-D of the
- 205 federal Social Security Act, as amended, who were eligible for
- 206 Medicaid for at least three (3) of the six (6) months immediately
- 207 preceding the month in which such ineligibility begins, shall be
- 208 eligible for Medicaid for an additional four (4) months beginning
- 209 with the month in which such ineligibility begins.
- 210 (19) Disabled workers, whose incomes are above the Medicaid
- 211 eligibility limits, but below Two Hundred Fifty Percent (250%) of
- 212 the federal poverty level, shall be allowed to purchase Medicaid
- 213 coverage on a sliding fee scale developed by the Division of
- 214 <u>Medicaid.</u>
- SECTION 2. Section 43-13-117, Mississippi Code of 1972, is
- 216 amended as follows:
- 217 43-13-117. Medical assistance as authorized by this article
- 218 shall include payment of part or all of the costs, at the
- 219 discretion of the division or its successor, with approval of the
- 220 Governor, of the following types of care and services rendered to
- 221 eligible applicants who shall have been determined to be eligible
- 222 for such care and services, within the limits of state
- 223 appropriations and federal matching funds:
- 224 (1) Inpatient hospital services.
- 225 (a) The division shall allow thirty (30) days of
- 226 inpatient hospital care annually for all Medicaid recipients;
- 227 however, before any recipient will be allowed more than fifteen
- 228 (15) days of inpatient hospital care in any one (1) year, he must
- 229 obtain prior approval therefor from the division. The division
- 230 shall be authorized to allow unlimited days in disproportionate
- 231 hospitals as defined by the division for eligible infants under
- 232 the age of six (6) years.
- (b) From and after July 1, 1994, the Executive Director
- 234 of the Division of Medicaid shall amend the Mississippi Title XIX
- 235 Inpatient Hospital Reimbursement Plan to remove the occupancy rate
- 236 penalty from the calculation of the Medicaid Capital Cost

- 237 Component utilized to determine total hospital costs allocated to
- 238 the Medicaid Program.
- 239 (2) Outpatient hospital services. Provided that where the
- 240 same services are reimbursed as clinic services, the division may
- 241 revise the rate or methodology of outpatient reimbursement to
- 242 maintain consistency, efficiency, economy and quality of care.
- 243 (3) Laboratory and X-ray services.
- 244 (4) Nursing facility services.
- 245 (a) The division shall make full payment to nursing
- 246 facilities for each day, not exceeding thirty-six (36) days per
- 247 year, that a patient is absent from the facility on home leave.
- 248 However, before payment may be made for more than eighteen (18)
- 249 home leave days in a year for a patient, the patient must have
- 250 written authorization from a physician stating that the patient is
- 251 physically and mentally able to be away from the facility on home
- 252 leave. Such authorization must be filed with the division before
- 253 it will be effective and the authorization shall be effective for
- 254 three (3) months from the date it is received by the division,
- 255 unless it is revoked earlier by the physician because of a change
- 256 in the condition of the patient.
- 257 (b) Repealed.
- 258 (c) From and after July 1, 1997, all state-owned
- 259 nursing facilities shall be reimbursed on a full reasonable costs
- 260 basis. From and after July 1, 1997, payments by the division to
- 261 nursing facilities for return on equity capital shall be made at
- 262 the rate paid under Medicare (Title XVIII of the Social Security
- 263 Act), but shall be no less than seven and one-half percent (7.5%)
- 264 nor greater than ten percent (10%).
- 265 (d) A Review Board for nursing facilities is
- 266 established to conduct reviews of the Division of Medicaid's
- 267 decision in the areas set forth below:
- 268 (i) Review shall be heard in the following areas:
- 269 (A) Matters relating to cost reports
- 270 including, but not limited to, allowable costs and cost H. B. No. 403

- 271 adjustments resulting from desk reviews and audits.
- 272 (B) Matters relating to the Minimum Data Set
- 273 Plus (MDS +) or successor assessment formats including but not
- 274 limited to audits, classifications and submissions.
- 275 (ii) The Review Board shall be composed of six (6)
- 276 members, three (3) having expertise in one (1) of the two (2)
- 277 areas set forth above and three (3) having expertise in the other
- 278 area set forth above. Each panel of three (3) shall only review
- 279 appeals arising in its area of expertise. The members shall be
- 280 appointed as follows:
- 281 (A) In each of the areas of expertise defined
- 282 under subparagraphs (i)(A) and (i)(B), the Executive Director of
- 283 the Division of Medicaid shall appoint one (1) person chosen from
- 284 the private sector nursing home industry in the state, which may
- 285 include independent accountants and consultants serving the
- 286 industry;
- 287 (B) In each of the areas of expertise defined
- 288 under subparagraphs (i)(A) and (i)(B), the Executive Director of
- 289 the Division of Medicaid shall appoint one (1) person who is
- 290 employed by the state who does not participate directly in desk
- 291 reviews or audits of nursing facilities in the two (2) areas of
- 292 review;
- 293 (C) The two (2) members appointed by the
- 294 Executive Director of the Division of Medicaid in each area of
- 295 expertise shall appoint a third member in the same area of
- 296 expertise.
- In the event of a conflict of interest on the part of any
- 298 Review Board members, the Executive Director of the Division of
- 299 Medicaid or the other two (2) panel members, as applicable, shall
- 300 appoint a substitute member for conducting a specific review.
- 301 (iii) The Review Board panels shall have the power
- 302 to preserve and enforce order during hearings; to issue subpoenas;
- 303 to administer oaths; to compel attendance and testimony of
- 304 witnesses; or to compel the production of books, papers, documents

and other evidence; or the taking of depositions before any
designated individual competent to administer oaths; to examine
witnesses; and to do all things conformable to law that may be
necessary to enable it effectively to discharge its duties. The
Review Board panels may appoint such person or persons as they
shall deem proper to execute and return process in connection

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therewith.

- (iv) The Review Board shall promulgate, publish
 and disseminate to nursing facility providers rules of procedure
 for the efficient conduct of proceedings, subject to the approval
 of the Executive Director of the Division of Medicaid and in
 accordance with federal and state administrative hearing laws and
 regulations.
- 318 (v) Proceedings of the Review Board shall be of 319 record.
- 320 (vi) Appeals to the Review Board shall be in 321 writing and shall set out the issues, a statement of alleged facts and reasons supporting the provider's position. Relevant 322 323 documents may also be attached. The appeal shall be filed within 324 thirty (30) days from the date the provider is notified of the 325 action being appealed or, if informal review procedures are taken, as provided by administrative regulations of the Division of 326 327 Medicaid, within thirty (30) days after a decision has been 328 rendered through informal hearing procedures.
- (vii) The provider shall be notified of the
 hearing date by certified mail within thirty (30) days from the
 date the Division of Medicaid receives the request for appeal.

 Notification of the hearing date shall in no event be less than
 thirty (30) days before the scheduled hearing date. The appeal
 may be heard on shorter notice by written agreement between the
 provider and the Division of Medicaid.
- (viii) Within thirty (30) days from the date of
 the hearing, the Review Board panel shall render a written
 recommendation to the Executive Director of the Division of
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- 339 Medicaid setting forth the issues, findings of fact and applicable
- 340 law, regulations or provisions.
- 341 (ix) The Executive Director of the Division of
- Medicaid shall, upon review of the recommendation, the proceedings 342
- 343 and the record, prepare a written decision which shall be mailed
- 344 to the nursing facility provider no later than twenty (20) days
- 345 after the submission of the recommendation by the panel.
- decision of the executive director is final, subject only to 346
- 347 judicial review.
- 348 Appeals from a final decision shall be made to (x)
- the Chancery Court of Hinds County. The appeal shall be filed 349
- 350 with the court within thirty (30) days from the date the decision
- of the Executive Director of the Division of Medicaid becomes 351
- 352 final.
- 353 (xi) The action of the Division of Medicaid under
- 354 review shall be stayed until all administrative proceedings have
- 355 been exhausted.
- (xii) Appeals by nursing facility providers 356
- 357 involving any issues other than those two (2) specified in
- subparagraphs (i)(A) and (ii)(B) shall be taken in accordance with 358
- 359 the administrative hearing procedures established by the Division
- 360 of Medicaid.
- 361 When a facility of a category that does not require
- 362 a certificate of need for construction and that could not be
- eligible for Medicaid reimbursement is constructed to nursing 363
- 364 facility specifications for licensure and certification, and the
- 365 facility is subsequently converted to a nursing facility pursuant
- to a certificate of need that authorizes conversion only and the 366
- 367 applicant for the certificate of need was assessed an application
- 368 review fee based on capital expenditures incurred in constructing
- 369 the facility, the division shall allow reimbursement for capital
- expenditures necessary for construction of the facility that were 370
- 371 incurred within the twenty-four (24) consecutive calendar months
- 372 immediately preceding the date that the certificate of need

373 authorizing such conversion was issued, to the same extent that 374 reimbursement would be allowed for construction of a new nursing 375 facility pursuant to a certificate of need that authorizes such construction. The reimbursement authorized in this subparagraph 376 377 (e) may be made only to facilities the construction of which was completed after June 30, 1989. Before the division shall be 378 379 authorized to make the reimbursement authorized in this subparagraph (e), the division first must have received approval 380 381 from the Health Care Financing Administration of the United States 382 Department of Health and Human Services of the change in the state Medicaid plan providing for such reimbursement. 383

(5) Periodic screening and diagnostic services for individuals under age twenty-one (21) years as are needed to identify physical and mental defects and to provide health care treatment and other measures designed to correct or ameliorate defects and physical and mental illness and conditions discovered by the screening services regardless of whether these services are included in the state plan. The division may include in its periodic screening and diagnostic program those discretionary services authorized under the federal regulations adopted to implement Title XIX of the federal Social Security Act, as amended. The division, in obtaining physical therapy services, occupational therapy services, and services for individuals with speech, hearing and language disorders, may enter into a cooperative agreement with the State Department of Education for the provision of such services to handicapped students by public school districts using state funds which are provided from the appropriation to the Department of Education to obtain federal matching funds through the division. The division, in obtaining medical and psychological evaluations for children in the custody of the State Department of Human Services may enter into a cooperative agreement with the State Department of Human Services for the provision of such services using state funds which are provided from the appropriation to the Department of Human

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- 407 Services to obtain federal matching funds through the division.
- 408 On July 1, 1993, all fees for periodic screening and
- 409 diagnostic services under this paragraph (5) shall be increased by
- 410 twenty-five percent (25%) of the reimbursement rate in effect on
- 411 June 30, 1993.
- 412 (6) Physician's services. On January 1, 1996, all fees for
- 413 physicians' services shall be reimbursed at seventy percent (70%)
- 414 of the rate established on January 1, 1994, under Medicare (Title
- 415 XVIII of the Social Security Act), as amended, and the division
- 416 may adjust the physicians' reimbursement schedule to reflect the
- 417 differences in relative value between Medicaid and Medicare.
- 418 (7) (a) Home health services for eligible persons, not to
- 419 exceed in cost the prevailing cost of nursing facility services,
- 420 not to exceed sixty (60) visits per year.
- 421 (b) Repealed.
- 422 (8) Emergency medical transportation services. On January
- 423 1, 1994, emergency medical transportation services shall be
- 424 reimbursed at seventy percent (70%) of the rate established under
- 425 Medicare (Title XVIII of the Social Security Act), as amended.
- 426 "Emergency medical transportation services" shall mean, but shall
- 427 not be limited to, the following services by a properly permitted
- 428 ambulance operated by a properly licensed provider in accordance
- 429 with the Emergency Medical Services Act of 1974 (Section 41-59-1
- 430 et seq.): (i) basic life support, (ii) advanced life support,
- 431 (iii) mileage, (iv) oxygen, (v) intravenous fluids, (vi)
- 432 disposable supplies, (vii) similar services.
- 433 (9) Legend and other drugs as may be determined by the
- 434 division. The division may implement a program of prior approval
- 435 for drugs to the extent permitted by law. Payment by the division
- 436 for covered multiple source drugs shall be limited to the lower of
- 437 the upper limits established and published by the Health Care
- 438 Financing Administration (HCFA) plus a dispensing fee of Four
- 439 Dollars and Ninety-one Cents (\$4.91), or the estimated acquisition
- 440 cost (EAC) as determined by the division plus a dispensing fee of H. B. No. 403

- 441 Four Dollars and Ninety-one Cents (\$4.91), or the providers' usual
- 442 and customary charge to the general public. The division shall
- 443 allow five (5) prescriptions per month for noninstitutionalized
- 444 Medicaid recipients; however, exceptions for up to ten (10)
- 445 prescriptions per month shall be allowed, with the approval of the
- 446 <u>Director</u>.
- Payment for other covered drugs, other than multiple source
- 448 drugs with HCFA upper limits, shall not exceed the lower of the
- 449 estimated acquisition cost as determined by the division plus a
- 450 dispensing fee of Four Dollars and Ninety-one Cents (\$4.91) or the
- 451 providers' usual and customary charge to the general public.
- Payment for nonlegend or over-the-counter drugs covered on
- 453 the division's formulary shall be reimbursed at the lower of the
- 454 division's estimated shelf price or the providers' usual and
- 455 customary charge to the general public. No dispensing fee shall
- 456 be paid.
- The division shall develop and implement a program of payment
- 458 for additional pharmacist services, with payment to be based on
- 459 demonstrated savings, but in no case shall the total payment
- 460 exceed twice the amount of the dispensing fee.
- As used in this paragraph (9), "estimated acquisition cost"
- 462 means the division's best estimate of what price providers
- 463 generally are paying for a drug in the package size that providers
- 464 buy most frequently. Product selection shall be made in
- 465 compliance with existing state law; however, the division may
- 466 reimburse as if the prescription had been filled under the generic
- 467 name. The division may provide otherwise in the case of specified
- 468 drugs when the consensus of competent medical advice is that
- 469 trademarked drugs are substantially more effective.
- 470 (10) Dental care that is an adjunct to treatment of an acute
- 471 medical or surgical condition; services of oral surgeons and
- 472 dentists in connection with surgery related to the jaw or any
- 473 structure contiguous to the jaw or the reduction of any fracture
- 474 of the jaw or any facial bone; and emergency dental extractions

- 475 and treatment related thereto. On January 1, 1994, all fees for
- 476 dental care and surgery under authority of this paragraph (10)
- 477 shall be increased by twenty percent (20%) of the reimbursement
- 478 rate as provided in the Dental Services Provider Manual in effect
- 479 on December 31, 1993.
- 480 (11) Eyeglasses necessitated by reason of eye surgery, and
- 481 as prescribed by a physician skilled in diseases of the eye or an
- 482 optometrist, whichever the patient may select.
- 483 (12) Intermediate care facility services.
- 484 (a) The division shall make full payment to all
- 485 intermediate care facilities for the mentally retarded for each
- 486 day, not exceeding thirty-six (36) days per year, that a patient
- 487 is absent from the facility on home leave. However, before
- 488 payment may be made for more than eighteen (18) home leave days in
- 489 a year for a patient, the patient must have written authorization
- 490 from a physician stating that the patient is physically and
- 491 mentally able to be away from the facility on home leave. Such
- 492 authorization must be filed with the division before it will be
- 493 effective, and the authorization shall be effective for three (3)
- 494 months from the date it is received by the division, unless it is
- 495 revoked earlier by the physician because of a change in the
- 496 condition of the patient.
- 497 (b) All state-owned intermediate care facilities for
- 498 the mentally retarded shall be reimbursed on a full reasonable
- 499 cost basis.
- 500 (13) Family planning services, including drugs, supplies and
- 501 devices, when such services are under the supervision of a
- 502 physician.
- 503 (14) Clinic services. Such diagnostic, preventive,
- 504 therapeutic, rehabilitative or palliative services furnished to an
- 505 outpatient by or under the supervision of a physician or dentist
- 506 in a facility which is not a part of a hospital but which is
- 507 organized and operated to provide medical care to outpatients.
- 508 Clinic services shall include any services reimbursed as

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     outpatient hospital services which may be rendered in such a
     facility, including those that become so after July 1, 1991.
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     January 1, 1994, all fees for physicians' services reimbursed
     under authority of this paragraph (14) shall be reimbursed at
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     seventy percent (70%) of the rate established on January 1, 1993,
     under Medicare (Title XVIII of the Social Security Act), as
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     amended, or the amount that would have been paid under the
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     division's fee schedule that was in effect on December 31, 1993,
     whichever is greater, and the division may adjust the physicians'
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     reimbursement schedule to reflect the differences in relative
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     value between Medicaid and Medicare. However, on January 1, 1994,
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     the division may increase any fee for physicians' services in the
     division's fee schedule on December 31, 1993, that was greater
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     than seventy percent (70%) of the rate established under Medicare
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     by no more than ten percent (10%). On January 1, 1994, all fees
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     for dentists' services reimbursed under authority of this
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     paragraph (14) shall be increased by twenty percent (20%) of the
     reimbursement rate as provided in the Dental Services Provider
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     Manual in effect on December 31, 1993.
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          (15) Home- and community-based services, as provided under
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     Title XIX of the federal Social Security Act, as amended, under
     waivers, subject to the availability of funds specifically
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     appropriated therefor by the Legislature. Payment for such
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     services shall be limited to individuals who would be eligible for
     and would otherwise require the level of care provided in a
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     nursing facility. The division shall certify case management
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     agencies to provide case management services and provide for home-
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     and community-based services for eligible individuals under this
     paragraph. The home- and community-based services under this
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     paragraph and the activities performed by certified case
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     management agencies under this paragraph shall be funded using
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     state funds that are provided from the appropriation to the
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     Division of Medicaid and used to match federal funds under a
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     cooperative agreement between the division and the Department of
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543 Human Services.

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under this paragraph.

- (16) Mental health services. Approved therapeutic and case 544 545 management services provided by (a) an approved regional mental 546 health/retardation center established under Sections 41-19-31 547 through 41-19-39, or by another community mental health service provider meeting the requirements of the Department of Mental 548 549 Health to be an approved mental health/retardation center if 550 determined necessary by the Department of Mental Health, using 551 state funds which are provided from the appropriation to the State 552 Department of Mental Health and used to match federal funds under a cooperative agreement between the division and the department, 553 554 or (b) a facility which is certified by the State Department of 555 Mental Health to provide therapeutic and case management services, 556 to be reimbursed on a fee for service basis. Any such services 557 provided by a facility described in paragraph (b) must have the 558 prior approval of the division to be reimbursable under this 559 section. After June 30, 1997, mental health services provided by regional mental health/retardation centers established under 560 561 Sections 41-19-31 through 41-19-39, or by hospitals as defined in 562 Section 41-9-3(a) and/or their subsidiaries and divisions, or by 563 psychiatric residential treatment facilities as defined in Section 564 43-11-1, or by another community mental health service provider 565 meeting the requirements of the Department of Mental Health to be 566 an approved mental health/retardation center if determined 567 necessary by the Department of Mental Health, shall not be 568 included in or provided under any capitated managed care pilot program provided for under paragraph (24) of this section. 569 570 (17) Durable medical equipment services and medical supplies restricted to patients receiving home health services unless 571 572 waived on an individual basis by the division. The division shall 573 not expend more than Three Hundred Thousand Dollars (\$300,000.00)
- 576 (18) Notwithstanding any other provision of this section to H. B. No. 403 99\HR40\R592 PAGE 17

of state funds annually to pay for medical supplies authorized

- 577 the contrary, the division shall make additional reimbursement to
- 578 hospitals which serve a disproportionate share of low-income
- 579 patients and which meet the federal requirements for such payments
- 580 as provided in Section 1923 of the federal Social Security Act and
- 581 any applicable regulations.
- 582 (19) (a) Perinatal risk management services. The division
- 583 shall promulgate regulations to be effective from and after
- October 1, 1988, to establish a comprehensive perinatal system for
- 585 risk assessment of all pregnant and infant Medicaid recipients and
- 586 for management, education and follow-up for those who are
- 587 determined to be at risk. Services to be performed include case
- 588 management, nutrition assessment/counseling, psychosocial
- 589 assessment/counseling and health education. The division shall
- 590 set reimbursement rates for providers in conjunction with the
- 591 State Department of Health.
- 592 (b) Early intervention system services. The division
- 593 shall cooperate with the State Department of Health, acting as
- 194 lead agency, in the development and implementation of a statewide
- 595 system of delivery of early intervention services, pursuant to
- 596 Part H of the Individuals with Disabilities Education Act (IDEA).
- 597 The State Department of Health shall certify annually in writing
- 598 to the director of the division the dollar amount of state early
- 599 intervention funds available which shall be utilized as a
- 600 certified match for Medicaid matching funds. Those funds then
- 601 shall be used to provide expanded targeted case management
- 602 services for Medicaid eligible children with special needs who are
- 603 eligible for the state's early intervention system.
- 604 Qualifications for persons providing service coordination shall be
- 605 determined by the State Department of Health and the Division of
- 606 Medicaid.
- 607 (20) Home- and community-based services for physically
- 608 disabled approved services as allowed by a waiver from the U.S.
- 609 Department of Health and Human Services for home- and
- 610 community-based services for physically disabled people using

- 611 state funds which are provided from the appropriation to the State
- 612 Department of Rehabilitation Services and used to match federal
- funds under a cooperative agreement between the division and the
- 614 department, provided that funds for these services are
- 615 specifically appropriated to the Department of Rehabilitation
- 616 Services.
- 617 (21) Nurse practitioner services. Services furnished by a
- 618 registered nurse who is licensed and certified by the Mississippi
- 619 Board of Nursing as a nurse practitioner including, but not
- 620 limited to, nurse anesthetists, nurse midwives, family nurse
- 621 practitioners, family planning nurse practitioners, pediatric
- 622 nurse practitioners, obstetrics-gynecology nurse practitioners and
- 623 neonatal nurse practitioners, under regulations adopted by the
- 624 division. Reimbursement for such services shall not exceed ninety
- 625 percent (90%) of the reimbursement rate for comparable services
- 626 rendered by a physician.
- 627 (22) Ambulatory services delivered in federally qualified
- 628 health centers and in clinics of the local health departments of
- 629 the State Department of Health for individuals eligible for
- 630 medical assistance under this article based on reasonable costs as
- 631 determined by the division.
- 632 (23) Inpatient psychiatric services. Inpatient psychiatric
- 633 services to be determined by the division for recipients under age
- 634 twenty-one (21) which are provided under the direction of a
- 635 physician in an inpatient program in a licensed acute care
- 636 psychiatric facility or in a licensed psychiatric residential
- 637 treatment facility, before the recipient reaches age twenty-one
- 638 (21) or, if the recipient was receiving the services immediately
- 639 before he reached age twenty-one (21), before the earlier of the
- 640 date he no longer requires the services or the date he reaches age
- 641 twenty-two (22), as provided by federal regulations. Recipients
- 642 shall be allowed forty-five (45) days per year of psychiatric
- 643 services provided in acute care psychiatric facilities, and shall
- 644 be allowed unlimited days of psychiatric services provided in

- 645 licensed psychiatric residential treatment facilities.
- 646 (24) Managed care services in a program to be developed by 647 the division by a public or private provider. Notwithstanding any 648 other provision in this article to the contrary, the division 649 shall establish rates of reimbursement to providers rendering care 650 and services authorized under this section, and may revise such 651 rates of reimbursement without amendment to this section by the 652 Legislature for the purpose of achieving effective and accessible 653 health services, and for responsible containment of costs. 654 shall include, but not be limited to, one (1) module of capitated

managed care in a rural area, and one (1) module of capitated

657 (25) Birthing center services.

managed care in an urban area.

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- 658 (26) Hospice care. As used in this paragraph, the term 659 "hospice care" means a coordinated program of active professional 660 medical attention within the home and outpatient and inpatient 661 care which treats the terminally ill patient and family as a unit, employing a medically directed interdisciplinary team. 662 663 program provides relief of severe pain or other physical symptoms 664 and supportive care to meet the special needs arising out of 665 physical, psychological, spiritual, social and economic stresses 666 which are experienced during the final stages of illness and 667 during dying and bereavement and meets the Medicare requirements 668 for participation as a hospice as provided in 42 CFR Part 418.
- 669 (27) Group health plan premiums and cost sharing if it is 670 cost effective as defined by the Secretary of Health and Human 671 Services.
- 672 (28) Other health insurance premiums which are cost
 673 effective as defined by the Secretary of Health and Human
 674 Services. Medicare eligible must have Medicare Part B before
 675 other insurance premiums can be paid.
- 676 (29) The Division of Medicaid may apply for a waiver from
 677 the Department of Health and Human Services for home- and
 678 community-based services for developmentally disabled people using
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- 679 state funds which are provided from the appropriation to the State
- 680 Department of Mental Health and used to match federal funds under
- 681 a cooperative agreement between the division and the department,
- 682 provided that funds for these services are specifically
- 683 appropriated to the Department of Mental Health.
- 684 (30) Pediatric skilled nursing services for eligible persons
- 685 under twenty-one (21) years of age.
- 686 (31) Targeted case management services for children with
- 687 special needs, under waivers from the U.S. Department of Health
- 688 and Human Services, using state funds that are provided from the
- 689 appropriation to the Mississippi Department of Human Services and
- 690 used to match federal funds under a cooperative agreement between
- 691 the division and the department.
- 692 (32) Care and services provided in Christian Science
- 693 Sanatoria operated by or listed and certified by The First Church
- 694 of Christ Scientist, Boston, Massachusetts, rendered in connection
- 695 with treatment by prayer or spiritual means to the extent that
- 696 such services are subject to reimbursement under Section 1903 of
- 697 the Social Security Act.
- 698 (33) Podiatrist services.
- 699 (34) Personal care services provided in a pilot program to
- 700 not more than forty (40) residents at a location or locations to
- 701 be determined by the division and delivered by individuals
- 702 qualified to provide such services, as allowed by waivers under
- 703 Title XIX of the Social Security Act, as amended. The division
- 704 shall not expend more than Three Hundred Thousand Dollars
- 705 (\$300,000.00) annually to provide such personal care services.
- 706 The division shall develop recommendations for the effective
- 707 regulation of any facilities that would provide personal care
- 708 services which may become eligible for Medicaid reimbursement
- 709 under this section, and shall present such recommendations with
- 710 any proposed legislation to the 1996 Regular Session of the
- 711 Legislature on or before January 1, 1996.
- 712 (35) Services and activities authorized in Sections
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- 713 43-27-101 and 43-27-103, using state funds that are provided from
- 714 the appropriation to the State Department of Human Services and
- 715 used to match federal funds under a cooperative agreement between
- 716 the division and the department.
- 717 (36) Nonemergency transportation services for
- 718 Medicaid-eligible persons, to be provided by the Department of
- 719 Human Services. The division may contract with additional
- 720 entities to administer nonemergency transportation services as it
- 721 deems necessary. All providers shall have a valid driver's
- 722 license, vehicle inspection sticker and a standard liability
- 723 insurance policy covering the vehicle.
- 724 (37) Targeted case management services for individuals with
- 725 chronic diseases, with expanded eligibility to cover services to
- 726 uninsured recipients, on a pilot program basis. This paragraph
- 727 (37) shall be contingent upon continued receipt of special funds
- 728 from the Health Care Financing Authority and private foundations
- 729 who have granted funds for planning these services. No funding
- 730 for these services shall be provided from State General Funds.
- 731 (38) Chiropractic services: a chiropractor's manual
- 732 manipulation of the spine to correct a subluxation, if x-ray
- 733 demonstrates that a subluxation exists and if the subluxation has
- 734 resulted in a neuromusculoskeletal condition for which
- 735 manipulation is appropriate treatment. Reimbursement for
- 736 chiropractic services shall not exceed Seven Hundred Dollars
- 737 (\$700.00) per year per recipient.
- Notwithstanding any provision of this article, except as
- 739 authorized in the following paragraph and in Section 43-13-139,
- 740 neither (a) the limitations on quantity or frequency of use of or
- 741 the fees or charges for any of the care or services available to
- 742 recipients under this section, nor (b) the payments or rates of
- 743 reimbursement to providers rendering care or services authorized
- 744 under this section to recipients, may be increased, decreased or
- 745 otherwise changed from the levels in effect on July 1, 1986,
- 746 unless such is authorized by an amendment to this section by the

747 Legislature. However, the restriction in this paragraph shall not 748 prevent the division from changing the payments or rates of 749 reimbursement to providers without an amendment to this section whenever such changes are required by federal law or regulation, 750 751 or whenever such changes are necessary to correct administrative 752 errors or omissions in calculating such payments or rates of 753 reimbursement. Notwithstanding any provision of this article, no new groups 754 755 or categories of recipients and new types of care and services may 756 be added without enabling legislation from the Mississippi 757 Legislature, except that the division may authorize such changes 758 without enabling legislation when such addition of recipients or services is ordered by a court of proper authority. The director 759 760 shall keep the Governor advised on a timely basis of the funds 761 available for expenditure and the projected expenditures. In the 762 event current or projected expenditures can be reasonably 763 anticipated to exceed the amounts appropriated for any fiscal year, the Governor, after consultation with the director, shall 764 765 discontinue any or all of the payment of the types of care and services as provided herein which are deemed to be optional 766 767 services under Title XIX of the federal Social Security Act, as 768 amended, for any period necessary to not exceed appropriated 769 funds, and when necessary shall institute any other cost 770 containment measures on any program or programs authorized under 771 the article to the extent allowed under the federal law governing 772 such program or programs, it being the intent of the Legislature that expenditures during any fiscal year shall not exceed the 773 774 amounts appropriated for such fiscal year. 775 SECTION 3. This act shall take effect and be in force from

and after its passage.

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