

By: Representatives Moody, Scott (80th)

To: Public Health and  
Welfare;  
Appropriations

HOUSE BILL NO. 1332  
(As Sent to Governor)

1 AN ACT TO AMEND SECTION 43-13-117, MISSISSIPPI CODE OF 1972,  
2 AS AMENDED BY HOUSE BILL NO. 57, 1999 REGULAR SESSION, AND HOUSE  
3 BILL NO. 403, 1999 REGULAR SESSION, TO REVISE THE MEDICAID  
4 REIMBURSEMENT RATE FOR PHYSICIANS' SERVICES, TO REVISE THE  
5 MEDICAID REIMBURSEMENT RATE FOR DENTISTS' SERVICES, TO DELETE THE  
6 REPEALER ON THE CASE-MIX REIMBURSEMENT SYSTEM FOR NURSING FACILITY  
7 SERVICES, TO AUTHORIZE A CASE-MIX REIMBURSEMENT ADD-ON AND  
8 DEPRECIATION REIMBURSEMENT FOR RESIDENTS OF NURSING FACILITIES  
9 WITH ALZHEIMER'S OR RELATED DEMENTIA; AND FOR RELATED PURPOSES.

10 BE IT ENACTED BY THE LEGISLATURE OF THE STATE OF MISSISSIPPI:

11 SECTION 1. Section 43-13-117, Mississippi Code of 1972, as  
12 amended by House Bill No. 57, 1999 Regular Session, and House Bill  
13 No. 403, 1999 Regular Session, is amended as follows:

14 43-13-117. Medical assistance as authorized by this article  
15 shall include payment of part or all of the costs, at the  
16 discretion of the division or its successor, with approval of the  
17 Governor, of the following types of care and services rendered to  
18 eligible applicants who shall have been determined to be eligible  
19 for such care and services, within the limits of state  
20 appropriations and federal matching funds:

21 (1) Inpatient hospital services.

22 (a) The division shall allow thirty (30) days of  
23 inpatient hospital care annually for all Medicaid recipients;  
24 however, before any recipient will be allowed more than fifteen  
25 (15) days of inpatient hospital care in any one (1) year, he must  
26 obtain prior approval therefor from the division. The division  
27 shall be authorized to allow unlimited days in disproportionate  
28 hospitals as defined by the division for eligible infants under  
29 the age of six (6) years.

30 (b) From and after July 1, 1994, the Executive Director

31 of the Division of Medicaid shall amend the Mississippi Title XIX  
32 Inpatient Hospital Reimbursement Plan to remove the occupancy rate  
33 penalty from the calculation of the Medicaid Capital Cost  
34 Component utilized to determine total hospital costs allocated to  
35 the Medicaid Program.

36 (2) Outpatient hospital services. Provided that where the  
37 same services are reimbursed as clinic services, the division may  
38 revise the rate or methodology of outpatient reimbursement to  
39 maintain consistency, efficiency, economy and quality of care.

40 (3) Laboratory and x-ray services.

41 (4) Nursing facility services.

42 (a) The division shall make full payment to nursing  
43 facilities for each day, not exceeding fifty-two (52) days per  
44 year, that a patient is absent from the facility on home leave.  
45 Payment may be made for the following home leave days in addition  
46 to the 52-day limitation: Christmas, the day before Christmas,  
47 the day after Christmas, Thanksgiving, the day before Thanksgiving  
48 and the day after Thanksgiving. However, before payment may be  
49 made for more than eighteen (18) home leave days in a year for a  
50 patient, the patient must have written authorization from a  
51 physician stating that the patient is physically and mentally able  
52 to be away from the facility on home leave. Such authorization  
53 must be filed with the division before it will be effective and  
54 the authorization shall be effective for three (3) months from the  
55 date it is received by the division, unless it is revoked earlier  
56 by the physician because of a change in the condition of the  
57 patient.

58 (b) From and after July 1, 1993, the division shall  
59 implement the integrated case-mix payment and quality monitoring  
60 system developed pursuant to Section 43-13-122, which includes the  
61 fair rental system for property costs and in which recapture of  
62 depreciation is eliminated. The division may revise the  
63 reimbursement methodology for the case-mix payment system by  
64 reducing payment for hospital leave and therapeutic home leave

65 days to the lowest case-mix category for nursing facilities,  
66 modifying the current method of scoring residents so that only  
67 services provided at the nursing facility are considered in  
68 calculating a facility's per diem, and the division may limit  
69 administrative and operating costs, but in no case shall these  
70 costs be less than one hundred nine percent (109%) of the median  
71 administrative and operating costs for each class of facility, not  
72 to exceed the median used to calculate the nursing facility  
73 reimbursement for fiscal year 1996, to be applied uniformly to all  
74 long-term care facilities. \* \* \*

75 (c) From and after July 1, 1997, all state-owned  
76 nursing facilities shall be reimbursed on a full reasonable costs  
77 basis. From and after July 1, 1997, payments by the division to  
78 nursing facilities for return on equity capital shall be made at  
79 the rate paid under Medicare (Title XVIII of the Social Security  
80 Act), but shall be no less than seven and one-half percent (7.5%)  
81 nor greater than ten percent (10%).

82 (d) A Review Board for nursing facilities is  
83 established to conduct reviews of the Division of Medicaid's  
84 decision in the areas set forth below:

85 (i) Review shall be heard in the following areas:

86 (A) Matters relating to cost reports

87 including, but not limited to, allowable costs and cost  
88 adjustments resulting from desk reviews and audits.

89 (B) Matters relating to the Minimum Data Set  
90 Plus (MDS +) or successor assessment formats including but not  
91 limited to audits, classifications and submissions.

92 (ii) The Review Board shall be composed of six (6)  
93 members, three (3) having expertise in one (1) of the two (2)  
94 areas set forth above and three (3) having expertise in the other  
95 area set forth above. Each panel of three (3) shall only review  
96 appeals arising in its area of expertise. The members shall be  
97 appointed as follows:

98 (A) In each of the areas of expertise defined

99 under subparagraphs (i)(A) and (i)(B), the Executive Director of  
100 the Division of Medicaid shall appoint one (1) person chosen from  
101 the private sector nursing home industry in the state, which may  
102 include independent accountants and consultants serving the  
103 industry;

104 (B) In each of the areas of expertise defined  
105 under subparagraphs (i)(A) and (i)(B), the Executive Director of  
106 the Division of Medicaid shall appoint one (1) person who is  
107 employed by the state who does not participate directly in desk  
108 reviews or audits of nursing facilities in the two (2) areas of  
109 review;

110 (C) The two (2) members appointed by the  
111 Executive Director of the Division of Medicaid in each area of  
112 expertise shall appoint a third member in the same area of  
113 expertise.

114 In the event of a conflict of interest on the part of any  
115 Review Board members, the Executive Director of the Division of  
116 Medicaid or the other two (2) panel members, as applicable, shall  
117 appoint a substitute member for conducting a specific review.

118 (iii) The Review Board panels shall have the power  
119 to preserve and enforce order during hearings; to issue subpoenas;  
120 to administer oaths; to compel attendance and testimony of  
121 witnesses; or to compel the production of books, papers, documents  
122 and other evidence; or the taking of depositions before any  
123 designated individual competent to administer oaths; to examine  
124 witnesses; and to do all things conformable to law that may be  
125 necessary to enable it effectively to discharge its duties. The  
126 Review Board panels may appoint such person or persons as they  
127 shall deem proper to execute and return process in connection  
128 therewith.

129 (iv) The Review Board shall promulgate, publish  
130 and disseminate to nursing facility providers rules of procedure  
131 for the efficient conduct of proceedings, subject to the approval  
132 of the Executive Director of the Division of Medicaid and in

133 accordance with federal and state administrative hearing laws and  
134 regulations.

135 (v) Proceedings of the Review Board shall be of  
136 record.

137 (vi) Appeals to the Review Board shall be in  
138 writing and shall set out the issues, a statement of alleged facts  
139 and reasons supporting the provider's position. Relevant  
140 documents may also be attached. The appeal shall be filed within  
141 thirty (30) days from the date the provider is notified of the  
142 action being appealed or, if informal review procedures are taken,  
143 as provided by administrative regulations of the Division of  
144 Medicaid, within thirty (30) days after a decision has been  
145 rendered through informal hearing procedures.

146 (vii) The provider shall be notified of the  
147 hearing date by certified mail within thirty (30) days from the  
148 date the Division of Medicaid receives the request for appeal.  
149 Notification of the hearing date shall in no event be less than  
150 thirty (30) days before the scheduled hearing date. The appeal  
151 may be heard on shorter notice by written agreement between the  
152 provider and the Division of Medicaid.

153 (viii) Within thirty (30) days from the date of  
154 the hearing, the Review Board panel shall render a written  
155 recommendation to the Executive Director of the Division of  
156 Medicaid setting forth the issues, findings of fact and applicable  
157 law, regulations or provisions.

158 (ix) The Executive Director of the Division of  
159 Medicaid shall, upon review of the recommendation, the proceedings  
160 and the record, prepare a written decision which shall be mailed  
161 to the nursing facility provider no later than twenty (20) days  
162 after the submission of the recommendation by the panel. The  
163 decision of the executive director is final, subject only to  
164 judicial review.

165 (x) Appeals from a final decision shall be made to  
166 the Chancery Court of Hinds County. The appeal shall be filed

167 with the court within thirty (30) days from the date the decision  
168 of the Executive Director of the Division of Medicaid becomes  
169 final.

170 (xi) The action of the Division of Medicaid under  
171 review shall be stayed until all administrative proceedings have  
172 been exhausted.

173 (xii) Appeals by nursing facility providers  
174 involving any issues other than those two (2) specified in  
175 subparagraphs (i)(A) and (ii)(B) shall be taken in accordance with  
176 the administrative hearing procedures established by the Division  
177 of Medicaid.

178 (e) When a facility of a category that does not require  
179 a certificate of need for construction and that could not be  
180 eligible for Medicaid reimbursement is constructed to nursing  
181 facility specifications for licensure and certification, and the  
182 facility is subsequently converted to a nursing facility pursuant  
183 to a certificate of need that authorizes conversion only and the  
184 applicant for the certificate of need was assessed an application  
185 review fee based on capital expenditures incurred in constructing  
186 the facility, the division shall allow reimbursement for capital  
187 expenditures necessary for construction of the facility that were  
188 incurred within the twenty-four (24) consecutive calendar months  
189 immediately preceding the date that the certificate of need  
190 authorizing such conversion was issued, to the same extent that  
191 reimbursement would be allowed for construction of a new nursing  
192 facility pursuant to a certificate of need that authorizes such  
193 construction. The reimbursement authorized in this subparagraph  
194 (e) may be made only to facilities the construction of which was  
195 completed after June 30, 1989. Before the division shall be  
196 authorized to make the reimbursement authorized in this  
197 subparagraph (e), the division first must have received approval  
198 from the Health Care Financing Administration of the United States  
199 Department of Health and Human Services of the change in the state  
200 Medicaid plan providing for such reimbursement.

201           (f) The division shall develop and implement a case-mix  
202 payment add-on determined by time studies and other valid  
203 statistical data which will reimburse a nursing facility for the  
204 additional cost of caring for a resident who has a diagnosis of  
205 Alzheimer's or other related dementia and exhibits symptoms that  
206 require special care. Any such case-mix add-on payment shall be  
207 supported by a determination of additional cost. The division  
208 shall also develop and implement as part of the fair rental  
209 reimbursement system for nursing facility beds, an Alzheimer's  
210 resident bed depreciation enhanced reimbursement system which will  
211 provide an incentive to encourage nursing facilities to convert or  
212 construct beds for residents with Alzheimer's or other related  
213 dementia.

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

235 for the provision of such services using state funds which are  
236 provided from the appropriation to the Department of Human  
237 Services to obtain federal matching funds through the division.

238 On July 1, 1993, all fees for periodic screening and  
239 diagnostic services under this paragraph (5) shall be increased by  
240 twenty-five percent (25%) of the reimbursement rate in effect on  
241 June 30, 1993.

242 (6) Physician's services. \* \* \* All fees for physicians'  
243 services that are covered only by Medicaid shall be reimbursed at  
244 ninety percent (90%) of the rate established on January 1, 1999,  
245 and as adjusted each January thereafter, under Medicare (Title  
246 XVIII of the Social Security Act), as amended, and which shall in  
247 no event be less than seventy percent (70%) of the rate  
248 established on January 1, 1994. All fees for physicians' services  
249 that are covered by both Medicare and Medicaid shall be reimbursed  
250 at ten percent (10%) of the adjusted Medicare payment established  
251 on January 1, 1999, and as adjusted each January thereafter, under  
252 Medicare (Title XVIII of the Social Security Act), as amended, and  
253 which shall in no event be less than seven percent (7%) of the  
254 adjusted Medicare payment established on January 1, 1994.

255 (7) (a) Home health services for eligible persons, not to  
256 exceed in cost the prevailing cost of nursing facility services,  
257 not to exceed sixty (60) visits per year.

258 (b) Repealed.

259 (8) Emergency medical transportation services. On January  
260 1, 1994, emergency medical transportation services shall be  
261 reimbursed at seventy percent (70%) of the rate established under  
262 Medicare (Title XVIII of the Social Security Act), as amended.  
263 "Emergency medical transportation services" shall mean, but shall  
264 not be limited to, the following services by a properly permitted  
265 ambulance operated by a properly licensed provider in accordance  
266 with the Emergency Medical Services Act of 1974 (Section 41-59-1  
267 et seq.): (i) basic life support, (ii) advanced life support,  
268 (iii) mileage, (iv) oxygen, (v) intravenous fluids, (vi)



269 disposable supplies, (vii) similar services.

270 (9) Legend and other drugs as may be determined by the  
271 division. The division may implement a program of prior approval  
272 for drugs to the extent permitted by law. Payment by the division  
273 for covered multiple source drugs shall be limited to the lower of  
274 the upper limits established and published by the Health Care  
275 Financing Administration (HCFA) plus a dispensing fee of Four  
276 Dollars and Ninety-one Cents (\$4.91), or the estimated acquisition  
277 cost (EAC) as determined by the division plus a dispensing fee of  
278 Four Dollars and Ninety-one Cents (\$4.91), or the providers' usual  
279 and customary charge to the general public. The division shall  
280 allow five (5) prescriptions per month for noninstitutionalized  
281 Medicaid recipients; however, exceptions for up to ten (10)  
282 prescriptions per month shall be allowed, with the approval of the  
283 director.

284 Payment for other covered drugs, other than multiple source  
285 drugs with HCFA upper limits, shall not exceed the lower of the  
286 estimated acquisition cost as determined by the division plus a  
287 dispensing fee of Four Dollars and Ninety-one Cents (\$4.91) or the  
288 providers' usual and customary charge to the general public.

289 Payment for nonlegend or over-the-counter drugs covered on  
290 the division's formulary shall be reimbursed at the lower of the  
291 division's estimated shelf price or the providers' usual and  
292 customary charge to the general public. No dispensing fee shall  
293 be paid.

294 The division shall develop and implement a program of payment  
295 for additional pharmacist services, with payment to be based on  
296 demonstrated savings, but in no case shall the total payment  
297 exceed twice the amount of the dispensing fee.

298 As used in this paragraph (9), "estimated acquisition cost"  
299 means the division's best estimate of what price providers  
300 generally are paying for a drug in the package size that providers  
301 buy most frequently. Product selection shall be made in  
302 compliance with existing state law; however, the division may

303 reimburse as if the prescription had been filled under the generic  
304 name. The division may provide otherwise in the case of specified  
305 drugs when the consensus of competent medical advice is that  
306 trademarked drugs are substantially more effective.

307 (10) Dental care that is an adjunct to treatment of an acute  
308 medical or surgical condition; services of oral surgeons and  
309 dentists in connection with surgery related to the jaw or any  
310 structure contiguous to the jaw or the reduction of any fracture  
311 of the jaw or any facial bone; and emergency dental extractions  
312 and treatment related thereto. On July 1, 1999, all fees for  
313 dental care and surgery under authority of this paragraph (10)  
314 shall be increased to one hundred sixty percent (160%) of the  
315 amount of the reimbursement rate that was in effect on June 30,  
316 1999. It is the intent of the Legislature to encourage more  
317 dentists to participate in the Medicaid program.

318 (11) Eyeglasses necessitated by reason of eye surgery, and  
319 as prescribed by a physician skilled in diseases of the eye or an  
320 optometrist, whichever the patient may select.

321 (12) Intermediate care facility services.

322 (a) The division shall make full payment to all  
323 intermediate care facilities for the mentally retarded for each  
324 day, not exceeding eighty-four (84) days per year, that a patient  
325 is absent from the facility on home leave. Payment may be made  
326 for the following home leave days in addition to the 84-day  
327 limitation: Christmas, the day before Christmas, the day after  
328 Christmas, Thanksgiving, the day before Thanksgiving and the day  
329 after Thanksgiving. However, before payment may be made for more  
330 than eighteen (18) home leave days in a year for a patient, the  
331 patient must have written authorization from a physician stating  
332 that the patient is physically and mentally able to be away from  
333 the facility on home leave. Such authorization must be filed with  
334 the division before it will be effective, and the authorization  
335 shall be effective for three (3) months from the date it is  
336 received by the division, unless it is revoked earlier by the

337 physician because of a change in the condition of the patient.

338 (b) All state-owned intermediate care facilities for  
339 the mentally retarded shall be reimbursed on a full reasonable  
340 cost basis.

341 (13) Family planning services, including drugs, supplies and  
342 devices, when such services are under the supervision of a  
343 physician.

344 (14) Clinic services. Such diagnostic, preventive,  
345 therapeutic, rehabilitative or palliative services furnished to an  
346 outpatient by or under the supervision of a physician or dentist  
347 in a facility which is not a part of a hospital but which is  
348 organized and operated to provide medical care to outpatients.  
349 Clinic services shall include any services reimbursed as  
350 outpatient hospital services which may be rendered in such a  
351 facility, including those that become so after July 1, 1991. On  
352 July 1, 1999, all fees for physicians' services reimbursed under  
353 authority of this paragraph (14) shall be reimbursed at ninety  
354 percent (90%) of the rate established on January 1, 1999, and as  
355 adjusted each January thereafter, under Medicare (Title XVIII of  
356 the Social Security Act), as amended, and which shall in no event  
357 be less than seventy percent (70%) of the rate established on  
358 January 1, 1994. All fees for physicians' services that are  
359 covered by both Medicare and Medicaid shall be reimbursed at ten  
360 percent (10%) of the adjusted Medicare payment established on  
361 January 1, 1999, and as adjusted each January thereafter, under  
362 Medicare (Title XVIII of the Social Security Act), as amended, and  
363 which shall in no event be less than seven percent (7%) of the  
364 adjusted Medicare payment established on January 1, 1994. On July  
365 1, 1999, all fees for dentists' services reimbursed under  
366 authority of this paragraph (14) shall be increased to one hundred  
367 sixty percent (160%) of the amount of the reimbursement rate that  
368 was in effect on June 30, 1999.

369 (15) Home- and community-based services, as provided under  
370 Title XIX of the federal Social Security Act, as amended, under

371 waivers, subject to the availability of funds specifically  
372 appropriated therefor by the Legislature. Payment for such  
373 services shall be limited to individuals who would be eligible for  
374 and would otherwise require the level of care provided in a  
375 nursing facility. The division shall certify case management  
376 agencies to provide case management services and provide for home-  
377 and community-based services for eligible individuals under this  
378 paragraph. The home- and community-based services under this  
379 paragraph and the activities performed by certified case  
380 management agencies under this paragraph shall be funded using  
381 state funds that are provided from the appropriation to the  
382 Division of Medicaid and used to match federal funds under a  
383 cooperative agreement between the division and the Department of  
384 Human Services.

385 (16) Mental health services. Approved therapeutic and case  
386 management services provided by (a) an approved regional mental  
387 health/retardation center established under Sections 41-19-31  
388 through 41-19-39, or by another community mental health service  
389 provider meeting the requirements of the Department of Mental  
390 Health to be an approved mental health/retardation center if  
391 determined necessary by the Department of Mental Health, using  
392 state funds which are provided from the appropriation to the State  
393 Department of Mental Health and used to match federal funds under  
394 a cooperative agreement between the division and the department,  
395 or (b) a facility which is certified by the State Department of  
396 Mental Health to provide therapeutic and case management services,  
397 to be reimbursed on a fee for service basis. Any such services  
398 provided by a facility described in paragraph (b) must have the  
399 prior approval of the division to be reimbursable under this  
400 section. After June 30, 1997, mental health services provided by  
401 regional mental health/retardation centers established under  
402 Sections 41-19-31 through 41-19-39, or by hospitals as defined in  
403 Section 41-9-3(a) and/or their subsidiaries and divisions, or by  
404 psychiatric residential treatment facilities as defined in Section

405 43-11-1, or by another community mental health service provider  
406 meeting the requirements of the Department of Mental Health to be  
407 an approved mental health/retardation center if determined  
408 necessary by the Department of Mental Health, shall not be  
409 included in or provided under any capitated managed care pilot  
410 program provided for under paragraph (24) of this section.

411 (17) Durable medical equipment services and medical supplies  
412 restricted to patients receiving home health services unless  
413 waived on an individual basis by the division. The division shall  
414 not expend more than Three Hundred Thousand Dollars (\$300,000.00)  
415 of state funds annually to pay for medical supplies authorized  
416 under this paragraph.

417 (18) Notwithstanding any other provision of this section to  
418 the contrary, the division shall make additional reimbursement to  
419 hospitals which serve a disproportionate share of low-income  
420 patients and which meet the federal requirements for such payments  
421 as provided in Section 1923 of the federal Social Security Act and  
422 any applicable regulations.

423 (19) (a) Perinatal risk management services. The division  
424 shall promulgate regulations to be effective from and after  
425 October 1, 1988, to establish a comprehensive perinatal system for  
426 risk assessment of all pregnant and infant Medicaid recipients and  
427 for management, education and follow-up for those who are  
428 determined to be at risk. Services to be performed include case  
429 management, nutrition assessment/counseling, psychosocial  
430 assessment/counseling and health education. The division shall  
431 set reimbursement rates for providers in conjunction with the  
432 State Department of Health.

433 (b) Early intervention system services. The division  
434 shall cooperate with the State Department of Health, acting as  
435 lead agency, in the development and implementation of a statewide  
436 system of delivery of early intervention services, pursuant to  
437 Part H of the Individuals with Disabilities Education Act (IDEA).

438 The State Department of Health shall certify annually in writing

439 to the director of the division the dollar amount of state early  
440 intervention funds available which shall be utilized as a  
441 certified match for Medicaid matching funds. Those funds then  
442 shall be used to provide expanded targeted case management  
443 services for Medicaid eligible children with special needs who are  
444 eligible for the state's early intervention system.

445 Qualifications for persons providing service coordination shall be  
446 determined by the State Department of Health and the Division of  
447 Medicaid.

448 (20) Home- and community-based services for physically  
449 disabled approved services as allowed by a waiver from the U.S.  
450 Department of Health and Human Services for home- and  
451 community-based services for physically disabled people using  
452 state funds which are provided from the appropriation to the State  
453 Department of Rehabilitation Services and used to match federal  
454 funds under a cooperative agreement between the division and the  
455 department, provided that funds for these services are  
456 specifically appropriated to the Department of Rehabilitation  
457 Services.

458 (21) Nurse practitioner services. Services furnished by a  
459 registered nurse who is licensed and certified by the Mississippi  
460 Board of Nursing as a nurse practitioner including, but not  
461 limited to, nurse anesthetists, nurse midwives, family nurse  
462 practitioners, family planning nurse practitioners, pediatric  
463 nurse practitioners, obstetrics-gynecology nurse practitioners and  
464 neonatal nurse practitioners, under regulations adopted by the  
465 division. Reimbursement for such services shall not exceed ninety  
466 percent (90%) of the reimbursement rate for comparable services  
467 rendered by a physician.

468 (22) Ambulatory services delivered in federally qualified  
469 health centers and in clinics of the local health departments of  
470 the State Department of Health for individuals eligible for  
471 medical assistance under this article based on reasonable costs as  
472 determined by the division.

473           (23) Inpatient psychiatric services. Inpatient psychiatric  
474 services to be determined by the division for recipients under age  
475 twenty-one (21) which are provided under the direction of a  
476 physician in an inpatient program in a licensed acute care  
477 psychiatric facility or in a licensed psychiatric residential  
478 treatment facility, before the recipient reaches age twenty-one  
479 (21) or, if the recipient was receiving the services immediately  
480 before he reached age twenty-one (21), before the earlier of the  
481 date he no longer requires the services or the date he reaches age  
482 twenty-two (22), as provided by federal regulations. Recipients  
483 shall be allowed forty-five (45) days per year of psychiatric  
484 services provided in acute care psychiatric facilities, and shall  
485 be allowed unlimited days of psychiatric services provided in  
486 licensed psychiatric residential treatment facilities.

487           (24) Managed care services in a program to be developed by  
488 the division by a public or private provider. Notwithstanding any  
489 other provision in this article to the contrary, the division  
490 shall establish rates of reimbursement to providers rendering care  
491 and services authorized under this section, and may revise such  
492 rates of reimbursement without amendment to this section by the  
493 Legislature for the purpose of achieving effective and accessible  
494 health services, and for responsible containment of costs. This  
495 shall include, but not be limited to, one (1) module of capitated  
496 managed care in a rural area, and one (1) module of capitated  
497 managed care in an urban area.

498           (25) Birthing center services.

499           (26) Hospice care. As used in this paragraph, the term  
500 "hospice care" means a coordinated program of active professional  
501 medical attention within the home and outpatient and inpatient  
502 care which treats the terminally ill patient and family as a unit,  
503 employing a medically directed interdisciplinary team. The  
504 program provides relief of severe pain or other physical symptoms  
505 and supportive care to meet the special needs arising out of  
506 physical, psychological, spiritual, social and economic stresses

507 which are experienced during the final stages of illness and  
508 during dying and bereavement and meets the Medicare requirements  
509 for participation as a hospice as provided in 42 CFR Part 418.

510 (27) Group health plan premiums and cost sharing if it is  
511 cost effective as defined by the Secretary of Health and Human  
512 Services.

513 (28) Other health insurance premiums which are cost  
514 effective as defined by the Secretary of Health and Human  
515 Services. Medicare eligible must have Medicare Part B before  
516 other insurance premiums can be paid.

517 (29) The Division of Medicaid may apply for a waiver from  
518 the Department of Health and Human Services for home- and  
519 community-based services for developmentally disabled people using  
520 state funds which are provided from the appropriation to the State  
521 Department of Mental Health and used to match federal funds under  
522 a cooperative agreement between the division and the department,  
523 provided that funds for these services are specifically  
524 appropriated to the Department of Mental Health.

525 (30) Pediatric skilled nursing services for eligible persons  
526 under twenty-one (21) years of age.

527 (31) Targeted case management services for children with  
528 special needs, under waivers from the U.S. Department of Health  
529 and Human Services, using state funds that are provided from the  
530 appropriation to the Mississippi Department of Human Services and  
531 used to match federal funds under a cooperative agreement between  
532 the division and the department.

533 (32) Care and services provided in Christian Science  
534 Sanatoria operated by or listed and certified by The First Church  
535 of Christ Scientist, Boston, Massachusetts, rendered in connection  
536 with treatment by prayer or spiritual means to the extent that  
537 such services are subject to reimbursement under Section 1903 of  
538 the Social Security Act.

539 (33) Podiatrist services.

540 (34) Personal care services provided in a pilot program to



541 not more than forty (40) residents at a location or locations to  
542 be determined by the division and delivered by individuals  
543 qualified to provide such services, as allowed by waivers under  
544 Title XIX of the Social Security Act, as amended. The division  
545 shall not expend more than Three Hundred Thousand Dollars  
546 (\$300,000.00) annually to provide such personal care services.  
547 The division shall develop recommendations for the effective  
548 regulation of any facilities that would provide personal care  
549 services which may become eligible for Medicaid reimbursement  
550 under this section, and shall present such recommendations with  
551 any proposed legislation to the 1996 Regular Session of the  
552 Legislature on or before January 1, 1996.

553 (35) Services and activities authorized in Sections  
554 43-27-101 and 43-27-103, using state funds that are provided from  
555 the appropriation to the State Department of Human Services and  
556 used to match federal funds under a cooperative agreement between  
557 the division and the department.

558 (36) Nonemergency transportation services for  
559 Medicaid-eligible persons, to be provided by the Department of  
560 Human Services. The division may contract with additional  
561 entities to administer nonemergency transportation services as it  
562 deems necessary. All providers shall have a valid driver's  
563 license, vehicle inspection sticker and a standard liability  
564 insurance policy covering the vehicle.

565 (37) Targeted case management services for individuals with  
566 chronic diseases, with expanded eligibility to cover services to  
567 uninsured recipients, on a pilot program basis. This paragraph  
568 (37) shall be contingent upon continued receipt of special funds  
569 from the Health Care Financing Authority and private foundations  
570 who have granted funds for planning these services. No funding  
571 for these services shall be provided from State General Funds.

572 (38) Chiropractic services: a chiropractor's manual  
573 manipulation of the spine to correct a subluxation, if x-ray  
574 demonstrates that a subluxation exists and if the subluxation has

575 resulted in a neuromusculoskeletal condition for which  
576 manipulation is appropriate treatment. Reimbursement for  
577 chiropractic services shall not exceed Seven Hundred Dollars  
578 (\$700.00) per year per recipient.

579 Notwithstanding any provision of this article, except as  
580 authorized in the following paragraph and in Section 43-13-139,  
581 neither (a) the limitations on quantity or frequency of use of or  
582 the fees or charges for any of the care or services available to  
583 recipients under this section, nor (b) the payments or rates of  
584 reimbursement to providers rendering care or services authorized  
585 under this section to recipients, may be increased, decreased or  
586 otherwise changed from the levels in effect on July 1, 1986,  
587 unless such is authorized by an amendment to this section by the  
588 Legislature. However, the restriction in this paragraph shall not  
589 prevent the division from changing the payments or rates of  
590 reimbursement to providers without an amendment to this section  
591 whenever such changes are required by federal law or regulation,  
592 or whenever such changes are necessary to correct administrative  
593 errors or omissions in calculating such payments or rates of  
594 reimbursement.

595 Notwithstanding any provision of this article, no new groups  
596 or categories of recipients and new types of care and services may  
597 be added without enabling legislation from the Mississippi  
598 Legislature, except that the division may authorize such changes  
599 without enabling legislation when such addition of recipients or  
600 services is ordered by a court of proper authority. The director  
601 shall keep the Governor advised on a timely basis of the funds  
602 available for expenditure and the projected expenditures. In the  
603 event current or projected expenditures can be reasonably  
604 anticipated to exceed the amounts appropriated for any fiscal  
605 year, the Governor, after consultation with the director, shall  
606 discontinue any or all of the payment of the types of care and  
607 services as provided herein which are deemed to be optional  
608 services under Title XIX of the federal Social Security Act, as

609 amended, for any period necessary to not exceed appropriated  
610 funds, and when necessary shall institute any other cost  
611 containment measures on any program or programs authorized under  
612 the article to the extent allowed under the federal law governing  
613 such program or programs, it being the intent of the Legislature  
614 that expenditures during any fiscal year shall not exceed the  
615 amounts appropriated for such fiscal year.

616 SECTION 2. This act shall take effect and be in force from  
617 and after June 30, 1999.