By: Representative Holland

To: Juvenile Justice; Appropriations

HOUSE BILL NO. 1420

AN ACT TO ESTABLISH THE RESCUE CENTERS OF MISSISSIPPI PILOT 1 2 PROGRAM; TO CREATE FIVE RESIDENTIAL FACILITIES FOR THE TREATMENT 3 AND TRAINING OF COMPULSORY-SCHOOL-AGE CHILDREN WHO HAVE BEEN EXPELLED OR SUSPENDED FROM SCHOOL FOR SERIOUS AND CHRONIC 4 5 MISCONDUCT PURSUANT TO ORDER OF THE YOUTH COURT OR VOLUNTARY 6 COMMITMENT; TO ESTABLISH AND EMPOWER THE JUVENILE HEALTH RECOVERY 7 BOARD TO PROVIDE FOR THE CONSTRUCTION, EQUIPPING, SUPPORT AND 8 MAINTENANCE OF THE RESCUE CENTER FACILITIES WITH RULE-MAKING 9 AUTHORITY TO PROVIDE FOR THE OPERATION OF THE CENTERS; TO DEFINE THOSE CHILDREN ELIGIBLE FOR SERVICE AT THE CENTERS AND TO DEFINE 10 11 THOSE SERVICES TO BE PROVIDED AT THE CENTERS; TO CREATE A SPECIAL FUND IN THE STATE TREASURY FOR SUPPORT OF THE PROGRAM TO BE 12 13 ADMINISTERED BY THE JUVENILE HEALTH RECOVERY BOARD; TO PRESCRIBE A 14 MISDEMEANOR FOR POSSESSING DEADLY WEAPONS OR EXPLOSIVES ON THE GROUNDS OF A RESCUE CENTER; TO AMEND SECTION 43-21-605, MISSISSIPPI CODE OF 1972, TO AUTHORIZE YOUTH COURT PLACEMENT 15 16 17 ORDERS TO THE RESCUE CENTER RESIDENTIAL FACILITIES; TO AMEND SECTION 37-13-92, MISSISSIPPI CODE OF 1972, TO AUTHORIZE LOCAL 18 SCHOOL BOARDS TO REFER SUCH CHILDREN TO THE YOUTH COURT FOR 19 20 PLACEMENT IN THESE CENTERS IF THE ALTERNATIVE SCHOOL PROGRAM IS NOT APPROPRIATE AND TO CLARIFY THE DISCRETION OF SCHOOL 21 22 SUPERINTENDENTS IN ASSIGNING STUDENTS TO ALTERNATIVE SCHOOLS; TO 23 AMEND SECTION 43-13-117, MISSISSIPPI CODE OF 1972, TO AUTHORIZE MEDICAID REIMBURSEMENT FOR SERVICES AT RESCUE CENTER RESIDENTIAL 2.4 FACILITIES ESTABLISHED UNDER THE PROGRAM; AND FOR RELATED 25 26 PURPOSES.

27 BE IT ENACTED BY THE LEGISLATURE OF THE STATE OF MISSISSIPPI: 28 SECTION 1. The purpose of this act is to create, equip and maintain a system of comprehensive multidisciplinary residential 29 30 facilities for compulsory-school-age children who have been 31 suspended or expelled from a local school district for serious and chronic misconduct or who have been voluntarily placed in the 32 33 facility by the child's parent(s) or guardian(s). These 34 facilities shall be known as "Rescue Centers of Mississippi." 35 SECTION 2. (1) The Rescue Centers of Mississippi shall be established and operated on a phased-in pilot program basis, and 36 37 shall be under the interim control and administrative authority of a Juvenile Health Recovery Board consisting of the following seven 38 (7) members, or their designees: 39

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(a) The Attorney General;

The Executive Director of the Division of Medicaid; 41 (b) 42 The Executive Director of the Department of Human (C) Services; 43 44 (d) The Executive Director of the Department of Mental Health; 45 The State Superintendent of Education; 46 (e) (f) The Executive Director of the State Department of 47 Health; and 48 49 The Commissioner of Public Safety. (g) The Juvenile Health Recovery Board shall meet upon the call 50 51 of the Attorney General not later than thirty (30) days after passage of this act and shall organize by selecting a chairman and 52 53 vice-chairman who shall serve as secretary of the board. The Juvenile Health Recovery Board shall have the 54 (2)55 following powers and responsibilities: 56 The board shall promulgate rules and regulations as (a) necessary to implement and administer the Rescue Centers of 57 58 Mississippi program; The board shall select the location for each of the 59 (b) 60 five (5) pilot rescue center locations, one (1) to be in each of the five (5) Mississippi congressional districts; 61 62 (C) The board shall contract with providers of health, education and other residential services to the children residing 63 in such facilities; 64 65 (d) The board shall coordinate the delivery and funding of services at such facilities; 66 The board shall conduct research on the program to 67 (e) determine a cost/benefit analysis of the program upon full 68 implementation, in comparison to the incarceration of such 69 70 children in correctional institutions, and other costs including crime, human and social services and legal services; and 71 72 (f) The board shall establish local advisory councils 73 to each rescue center for the purpose of assisting in the H. B. No. 1420 99\HR40\R1669 PAGE 2

74 coordination and provision of services to the children, consisting of the local school superintendent, local law enforcement 75 76 officers, the director of the regional mental health/retardation center, school guidance counselors, and other appropriate members. 77 78 The Juvenile Health Recovery Board shall develop the (3)79 rules and regulations for the operation of the pilot rescue centers on or before January 1, 2000, and shall submit a report 80 with recommendations for full implementation of the program or its 81 discontinuance on or before July 1, 2002.

83 SECTION 3. The Rescue Centers of Mississippi shall serve compulsory-school-age children, as defined in Section 39-13-91, 84 85 who have been expelled or suspended from school and are not appropriate for an alternative school program because of serious 86 and chronically emotional or other behavioral disorders, and have 87 been ordered to such facility by the youth court of the county of 88 89 the residence of the child. Such youth court placement orders 90 shall be entered upon the recommendation of the local school board or local law enforcement officers. Consensual orders also may be 91 92 entered for the placement of such children by their parent(s) or 93 guardian(s).

94 SECTION 4. (1) There shall be five (5) Mississippi rescue centers in the three-year pilot program, one (1) to be located in 95 96 each of the five (5) Mississippi congressional districts. Rescue 97 centers shall be twenty-four-hour residential facilities housing no more than twenty-five (25) children, each for a 98 99 twenty-four-month treatment cycle. Rescue centers may deliver the 100 following services to children residing in the facilities: 101 (a) Mental health services; 102 (b) Health care; 103 (C) Social services and training;

104 (d) Academic, vocational-technical and workforce 105 education;

106 Security and law enforcement; and (e)

107 Youth court supervision. (f)

> H. B. No. 1420 99\HR40\R1669 PAGE 3

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108 (2) Support and maintenance costs of the rescue centers 109 shall be defrayed from the special fund created in Section 5. 110 SECTION 5. There is created in the State Treasury a special fund into which shall be deposited all funds contributed by the 111 112 Department of Human Services, Department of Mental Health, State Department of Education and Division of Medicaid for the operation 113 114 of the Rescue Centers of Mississippi pilot program, subject to 115 specific appropriation therefor by the Legislature. By the first quarter of the 2000 fiscal year, and the three (3) fiscal years 116 117 thereafter, each agency named in this section shall pay into the special fund out of its annual appropriation a sum equal to the 118 119 amount determined by the Juvenile Health Recovery Board to be necessary for the operation of the pilot rescue centers. 120 The 121 Division of Medicaid shall use all unmatched funds not committed 122 for another purpose to match federal Medicaid funds for any 123 Medicaid approved services that will be used in the rescue center 124 pilot program for Medicaid eligible children served at the rescue 125 centers.

126 SECTION 6. Any person who knowingly brings any firearm, 127 deadly weapon or explosive into a Rescue Center of Mississippi or 128 its grounds, or passes any thereof to a resident, employee or 129 officer of the center, is guilty of a misdemeanor and, upon 130 conviction, shall be punished by a fine of not less than Fifty 131 Dollars (\$50.00) nor more than Two Hundred Fifty Dollars (\$250.00), imprisonment for not less than six (6) months nor more 132 133 than one (1) year, or both.

SECTION 7. Section 43-21-605, Mississippi Code of 1972, is amended as follows:

136 43-21-605. (1) In delinquency cases, the disposition order 137 may include any of the following alternatives * * *, giving 138 precedence in the following sequence:

139 (a) Release the child without further action;
140 (b) Place the child in the custody of the parents, a
141 relative or other persons subject to any conditions and
H. B. No. 1420
99\HR40\R1669

142 limitations, including restitution, as the youth court may 143 prescribe;

144 (c) Place the child on probation subject to any 145 reasonable and appropriate conditions and limitations, including 146 restitution, as the youth court may prescribe;

147 (d) Order terms of treatment calculated to assist the 148 child and the child's parents or guardian which are within the 149 ability of the parent or guardian to perform;

(e) Order terms of supervision which may include participation in a constructive program of service or education or civil fines not in excess of Five Hundred Dollars (\$500.00), or restitution not in excess of actual damages caused by the child to be paid out of his own assets or by performance of services acceptable to the victims and approved by the youth court and reasonably capable of performance within one (1) year;

(f) Suspend the child's driver's license by taking and keeping it in custody of the court for not more than one (1) year; (g) Give legal custody of the child to any of the following:

161 (i) The Department of Human Services for 162 appropriate placement; or

(ii) Any public or private organization, preferably community-based, able to assume the education, care and maintenance of the child, which has been found suitable by the court; or

The Department of Human Services for 167 (iii) 168 placement in a wilderness training program or a state-supported 169 training school, except that no child under the age of ten (10) 170 years shall be committed to a state training school. The training school may retain custody of the child until the child's twentieth 171 172 birthday but for no longer. The superintendent of a state training school may parole a child at any time he may deem it in 173 the best interest and welfare of such child. Twenty (20) days 174 175 prior to such parole, the training school shall notify the H. B. No. 1420 99\HR40\R1669 PAGE 5

176 committing court of the pending release. The youth court may then arrange subsequent placement after a reconvened disposition 177 178 hearing except that the youth court may not recommit the child to the training school or any other secure facility without an 179 180 adjudication of a new offense or probation or parole violation. Prior to assigning the custody of any child to any private 181 institution or agency, the youth court through its designee shall 182 183 first inspect the physical facilities to determine that they 184 provide a reasonable standard of health and safety for the child. 185 The youth court shall not place a child in the custody of a state training school for truancy, unless such child has been 186 187 adjudicated to have committed an act of delinquency in addition to 188 truancy;

(h) Recommend to the child and the child's parents or guardian that the child attend and participate in the Youth Challenge Program under the Mississippi National Guard, as created in Section 43-27-203, subject to the selection of the child for the program by the National Guard; however, the child must volunteer to participate in the program. The youth court may not order any child to apply or attend the program;

(i) (i) Adjudicate the juvenile to the Statewide
Juvenile Work Program if the program is established in the court's
jurisdiction. The juvenile and his parents or guardians must sign
a waiver of liability in order to participate in the work program.
The judge will coordinate with the youth services counselors as to
placing participants in the work program;

202 (ii) The severity of the crime, whether or not the 203 juvenile is a repeat offender or is a felony offender will be 204 taken into consideration by the judge when adjudicating a juvenile 205 to the work program. The juveniles adjudicated to the work 206 program will be supervised by police officers or reserve officers. 207 The term of service will be from twenty-four (24) to one hundred 208 twenty (120) hours of community service. A juvenile will work the 209 hours to which he was adjudicated on the weekends during school H. B. No. 1420 99\HR40\R1669

and week days during the summer. Parents are responsible for a juvenile reporting for work. Noncompliance with an order to perform community service will result in a heavier adjudication. A juvenile may be adjudicated to the community service program only two (2) times;

(iii) The judge shall assess an additional fine on the juvenile which will be used to pay the costs of implementation of the program and to pay for supervision by police officers and reserve officers. The amount of the fine will be based on the number of hours to which the juvenile has been adjudicated; * * *

(j) Order the child to participate in a youth court
work program as provided in Section 43-21-627; or

222 (k) Upon recommendation of the local school 223 superintendent or local law enforcement officers, adjudicate the 224 child to a Mississippi rescue center residential treatment and 225 education program facility if such facility or facilities are 226 established under House Bill No. ____, 1999 Regular Session.

(2) In addition to any of the disposition alternatives authorized under subsection (1) of this section, the disposition order in any case in which the child is adjudicated delinquent for an offense under Section 63-11-30 shall include an order denying the driver's license and driving privileges of the child as required under subsection (8) of Section 63-11-30.

(3) Fines levied under this chapter shall be paid into the general fund of the county but, in those counties wherein the youth court is a branch of the municipal government, it shall be paid into the municipal treasury.

(4) Any institution or agency to which a child has been
committed shall give to the youth court any information concerning
the child as the youth court may at any time require.

(5) The youth court shall not place a child in another
school district who has been expelled from a school district for
the commission of a violent act. For the purpose of this
subsection, "violent act" means any action which results in death

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H. B. No. 1420
99\HR40\R1669
PAGE 7
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244 or physical harm to another or an attempt to cause death or 245 physical harm to another.

246 SECTION 8. Section 37-13-92, Mississippi Code of 1972, is 247 amended as follows:

248 37-13-92. (1) Beginning with the school year 1993-1994, the 249 school boards of all school districts shall establish, maintain 250 and operate, in connection with the regular programs of the school 251 district, an alternative school program for, but not limited to, 252 the following categories of compulsory-school-age students:

(a) Any compulsory-school-age child who has been
suspended for more than ten (10) days or expelled from school,
except <u>as provided in subsection (2)</u>;

(b) Any compulsory-school-age child referred to such alternative school based upon a documented need for placement in the alternative school program by the parent, legal guardian or custodian of such child due to disciplinary problems; and

(c) Any compulsory-school-age child referred to such
alternative school program by the dispositive order of a
chancellor or youth court judge, with the consent of the
superintendent of the child's school district.

264 (2) Notwithstanding any other provisions to the contrary, no 265 school district shall be required to enroll any 266 compulsory-school-age child in an alternative school program if 267 such student: (a) is suspended or expelled for possession of a weapon or other felonious conduct or any other violation set forth 268 269 in Section 37-11-18; (b) poses a threat to the safety of himself 270 or to others; or (c) is disruptive to the educational process being provided to other students, subject to review by and the 271 272 approval of the school board taking under consideration recommendations by the administrator of the alternative school and 273 the appropriate guidance counselor. In such cases the local 274 school superintendent may recommend to the youth court of the 275 276 residence of the child that the child should be placed in a 277 Mississippi rescue center residential treatment facility program H. B. No. 1420

99\HR40\R1669 PAGE 8

278 pursuant to House Bill No. ____, 1999 Regular Session.

279 (3) The principal or program administrator of any such 280 alternative school program shall require verification from the appropriate guidance counselor of any such child referred to the 281 282 alternative school program regarding the suitability of such child 283 for attendance at the alternative school program. Before a 284 student may be removed to an alternative school education program, 285 the superintendent of the student's school district must determine 286 that the written and distributed disciplinary policy of the local 287 district is being followed. The policy shall include standards 288 for:

The removal of a student to an alternative 289 (a) education program that will include a process of educational 290 review to develop the student's individual instruction plan and 291 292 the evaluation at regular intervals of the student's educational 293 progress; the process shall include classroom teachers and/or 294 other appropriate professional personnel, as defined in the 295 district policy, to ensure a continuing educational program for 296 the removed student;

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The duration of alternative placement; and (b)

298 (C) The notification of parents or guardians, and their 299 appropriate inclusion in the removal and evaluation process, as defined in the district policy. Nothing in this paragraph should 300 301 be defined in a manner to circumvent the principal's or the 302 superintendent's authority to remove a student to alternative 303 education.

304 (4) The local school board or the superintendent shall 305 provide for the continuing education of a student who has been 306 removed to an alternative school program.

(5) A school district, in its discretion, may provide a 307 program of general educational development (GED) preparatory 308 309 instruction in the alternative school program. However, any GED 310 preparation program offered in an alternative school program must 311 be administered in compliance with the rules and regulations H. B. No. 1420 99\HR40\R1669

312 established for such programs under Sections 37-35-1 through 37-35-11 and by the State Board for Community and Junior Colleges. 313 314 The school district may administer the General Educational Development (GED) Testing Program under the policies and 315 316 guidelines of the GED Testing Service of the American Council on 317 Education in the alternative school program or may authorize the test to be administered through the community/junior college 318 319 district in which the alternative school is situated.

320 <u>(6)</u> Any such alternative school program operated under the 321 authority of this section shall meet all appropriate accreditation 322 requirements of the State Department of Education.

323 (7) The alternative school program may be held within such 324 school district or may be operated by two (2) or more adjacent 325 school districts, pursuant to a contract approved by the State 326 Board of Education. When two (2) or more school districts 327 contract to operate an alternative school program, the school 328 board of a district designated to be the lead district shall serve as the governing board of the alternative school program. 329 330 Transportation for students attending the alternative school program shall be the responsibility of the local school district. 331 332 The expense of establishing, maintaining and operating such alternative school program may be paid from funds contributed or 333 334 otherwise made available to the school district for such purpose 335 or from local district maintenance funds.

(8) The State Board of Education shall promulgate minimum 336 337 guidelines for alternative school programs. The guidelines shall require, at a minimum, the formulation of an individual 338 instruction plan for each student referred to the alternative 339 340 school program and, upon a determination that it is in a student's best interest for that student to receive general educational 341 342 development (GED) preparatory instruction, that the local school 343 board assign the student to a GED preparatory program established 344 under subsection (4) of this section. The minimum guidelines for 345 alternative school programs shall also require the following H. B. No. 1420 99\HR40\R1669 PAGE 10

346 components:

Clear guidelines and procedures for placement of 347 (a) 348 students into alternative education programs which at a minimum shall prescribe due process procedures for disciplinary and 349 350 general educational development (GED) placement; 351 (b) Clear and consistent goals for students and 352 parents; 353 Curricula addressing cultural and learning style (C) 354 differences; 355 Direct supervision of all activities on a closed (d) 356 campus; 357 Full-day attendance with a rigorous workload and (e) 358 minimal time off; 359 (f) Selection of program from options provided by the 360 local school district, Division of Youth Services or the youth 361 court, including transfer to a community-based alternative school; 362 Continual monitoring and evaluation and formalized (g) 363 passage from one step or program to another; 364 A motivated and culturally diverse staff; (h) 365 Counseling for parents and students; (i) 366 (j) Administrative and community support for the 367 program; and 368 (k) Clear procedures for annual alternative school 369 program review and evaluation. 370 (9) On request of a school district, the State Department of 371 Education shall provide the district informational material on 372 developing an alternative school program that takes into 373 consideration size, wealth and existing facilities in determining 374 a program best suited to a district. 375 (10) Any compulsory-school-age child who becomes involved in 376 any criminal or violent behavior shall be removed from such alternative school program and, if probable cause exists, a case 377 378 shall be referred to the youth court.

379 (11) The State Board of Education, in its discretion, may H. B. No. 1420 99\HR40\R1669 PAGE 11 380 exempt not more than four (4) school district alternative school 381 programs in the state from any compulsory standard of 382 accreditation for a period of three (3) years. During this period, the State Department of Education shall conduct a study of 383 384 all alternative school programs in the state, and on or before 385 January 1, 2000, shall develop and promulgate accreditation 386 standards for all alternative school programs, including any 387 recommendations for necessary legislation relating to such 388 alternative school programs.

389 SECTION 9. Section 43-13-117, Mississippi Code of 1972, is 390 amended as follows:

391 43-13-117. Medical assistance as authorized by this article 392 shall include payment of part or all of the costs, at the 393 discretion of the division or its successor, with approval of the 394 Governor, of the following types of care and services rendered to 395 eligible applicants who shall have been determined to be eligible 396 for such care and services, within the limits of state 397 appropriations and federal matching funds:

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(1) Inpatient hospital services.

399 The division shall allow thirty (30) days of (a) 400 inpatient hospital care annually for all Medicaid recipients; 401 however, before any recipient will be allowed more than fifteen 402 (15) days of inpatient hospital care in any one (1) year, he must 403 obtain prior approval therefor from the division. The division 404 shall be authorized to allow unlimited days in disproportionate 405 hospitals as defined by the division for eligible infants under 406 the age of six (6) years.

(b) From and after July 1, 1994, the Executive Director of the Division of Medicaid shall amend the Mississippi Title XIX Inpatient Hospital Reimbursement Plan to remove the occupancy rate penalty from the calculation of the Medicaid Capital Cost Component utilized to determine total hospital costs allocated to the Medicaid program.

413 (2) Outpatient hospital services. Provided that where the H. B. No. 1420 99\HR40\R1669 PAGE 12 414 same services are reimbursed as clinic services, the division may 415 revise the rate or methodology of outpatient reimbursement to 416 maintain consistency, efficiency, economy and quality of care.

Laboratory and x-ray services.

417 418 (3)

PAGE 13

(4) Nursing facility services.

419 The division shall make full payment to nursing (a) facilities for each day, not exceeding thirty-six (36) days per 420 year, that a patient is absent from the facility on home leave. 421 422 However, before payment may be made for more than eighteen (18) 423 home leave days in a year for a patient, the patient must have 424 written authorization from a physician stating that the patient is 425 physically and mentally able to be away from the facility on home Such authorization must be filed with the division before 426 leave. 427 it will be effective and the authorization shall be effective for 428 three (3) months from the date it is received by the division, 429 unless it is revoked earlier by the physician because of a change 430 in the condition of the patient.

(b) From and after July 1, 1993, the division shall 431 432 implement the integrated case-mix payment and quality monitoring system developed pursuant to Section 43-13-122, which includes the 433 434 fair rental system for property costs and in which recapture of depreciation is eliminated. The division may revise the 435 reimbursement methodology for the case-mix payment system by 436 437 reducing payment for hospital leave and therapeutic home leave days to the lowest case-mix category for nursing facilities, 438 439 modifying the current method of scoring residents so that only 440 services provided at the nursing facility are considered in 441 calculating a facility's per diem, and the division may limit 442 administrative and operating costs, but in no case shall these costs be less than one hundred nine percent (109%) of the median 443 444 administrative and operating costs for each class of facility, not to exceed the median used to calculate the nursing facility 445 446 reimbursement for fiscal year 1996, to be applied uniformly to all 447 long-term care facilities. This paragraph (b) shall stand H. B. No. 1420 99\HR40\R1669

448 repealed on July 1, 1997.

From and after July 1, 1997, all state-owned 449 (C) 450 nursing facilities shall be reimbursed on a full reasonable costs 451 basis. From and after July 1, 1997, payments by the division to 452 nursing facilities for return on equity capital shall be made at 453 the rate paid under Medicare (Title XVIII of the Social Security 454 Act), but shall be no less than seven and one-half percent (7.5%) 455 nor greater than ten percent (10%). A review board for nursing facilities is 456 (d) 457 established to conduct reviews of the Division of Medicaid's 458 decision in the areas set forth below: 459 (i) Review shall be heard in the following areas: 460 (A) Matters relating to cost reports 461 including, but not limited to, allowable costs and cost 462 adjustments resulting from desk reviews and audits. 463 (B) Matters relating to the Minimum Data Set 464 Plus (MDS +) or successor assessment formats including, but not 465 limited to, audits, classifications and submissions. 466 (ii) The review board shall be composed of six (6) members, three (3) having expertise in one (1) of the two (2) 467 468 areas set forth above and three (3) having expertise in the other 469 area set forth above. Each panel of three (3) shall only review 470 appeals arising in its area of expertise. The members shall be 471 appointed as follows: 472 In each of the areas of expertise defined (A) 473 under subparagraphs (i)(A) and (i)(B), the Executive Director of 474 the Division of Medicaid shall appoint one (1) person chosen from 475 the private sector nursing home industry in the state, which may 476 include independent accountants and consultants serving the 477 industry; 478 (B) In each of the areas of expertise defined under subparagraphs (i)(A) and (i)(B), the Executive Director of 479 480 the Division of Medicaid shall appoint one (1) person who is 481 employed by the state who does not participate directly in desk H. B. No. 1420 99\HR40\R1669

482 reviews or audits of nursing facilities in the two (2) areas of 483 review;

484 (C) The two (2) members appointed by the 485 Executive Director of the Division of Medicaid in each area of 486 expertise shall appoint a third member in the same area of 487 expertise.

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

492 (iii) The review board panels shall have the power 493 to preserve and enforce order during hearings; to issue subpoenas; 494 to administer oaths; to compel attendance and testimony of 495 witnesses; or to compel the production of books, papers, documents 496 and other evidence; or the taking of depositions before any 497 designated individual competent to administer oaths; to examine 498 witnesses; and to do all things conformable to law that may be necessary to enable it effectively to discharge its duties. The 499 500 review board panels may appoint such person or persons as they 501 shall deem proper to execute and return process in connection 502 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.

509 (v) Proceedings of the review board shall be of 510 record.

(vi) Appeals to the review board shall be in writing and shall set out the issues, a statement of alleged facts and reasons supporting the provider's position. Relevant documents may also be attached. The appeal shall be filed within thirty (30) days from the date the provider is notified of the H. B. No. 1420 99\HR40\R1669 PAGE 15 action being appealed or, if informal review procedures are taken, as provided by administrative regulations of the Division of Medicaid, within thirty (30) days after a decision has been 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.

527 (viii) Within thirty (30) days from the date of 528 the hearing, the review board panel shall render a written 529 recommendation to the Executive Director of the Division of 530 Medicaid setting forth the issues, findings of fact and applicable 531 law, regulations or provisions.

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

(x) Appeals from a final decision shall be made to the Chancery Court of Hinds County. The appeal shall be filed with the court within thirty (30) days from the date the decision of the Executive Director of the Division of Medicaid becomes final.

544 (xi) The action of the Division of Medicaid under 545 review shall be stayed until all administrative proceedings have 546 been exhausted.

547 (xii) Appeals by nursing facility providers 548 involving any issues other than those two (2) specified in 549 subparagraphs (i)(A) and (ii)(B) shall be taken in accordance with H. B. No. 1420 99\HR40\R1669 PAGE 16 550 the administrative hearing procedures established by the Division 551 of Medicaid.

552 When a facility of a category that does not require (e) a certificate of need for construction and that could not be 553 554 eligible for Medicaid reimbursement is constructed to nursing 555 facility specifications for licensure and certification, and the 556 facility is subsequently converted to a nursing facility pursuant 557 to a certificate of need that authorizes conversion only and the 558 applicant for the certificate of need was assessed an application 559 review fee based on capital expenditures incurred in constructing the facility, the division shall allow reimbursement for capital 560 561 expenditures necessary for construction of the facility that were 562 incurred within the twenty-four (24) consecutive calendar months 563 immediately preceding the date that the certificate of need 564 authorizing such conversion was issued, to the same extent that 565 reimbursement would be allowed for construction of a new nursing 566 facility pursuant to a certificate of need that authorizes such construction. The reimbursement authorized in this subparagraph 567 568 (e) may be made only to facilities the construction of which was completed after June 30, 1989. Before the division shall be 569 570 authorized to make the reimbursement authorized in this subparagraph (e), the division first must have received approval 571 572 from the Health Care Financing Administration of the United States 573 Department of Health and Human Services of the change in the state Medicaid plan providing for such reimbursement. 574

575 (5) Periodic screening and diagnostic services for 576 individuals under age twenty-one (21) years as are needed to 577 identify physical and mental defects and to provide health care treatment and other measures designed to correct or ameliorate 578 579 defects and physical and mental illness and conditions discovered 580 by the screening services regardless of whether these services are 581 included in the state plan. The division may include in its 582 periodic screening and diagnostic program those discretionary 583 services authorized under the federal regulations adopted to H. B. No. 1420 99\HR40\R1669

584 implement Title XIX of the federal Social Security Act, as The division, in obtaining physical therapy services, 585 amended. 586 occupational therapy services, and services for individuals with speech, hearing and language disorders, may enter into a 587 588 cooperative agreement with the State Department of Education for 589 the provision of such services to handicapped students by public 590 school districts using state funds which are provided from the 591 appropriation to the Department of Education to obtain federal 592 matching funds through the division. The division, in obtaining 593 medical and psychological evaluations for children in the custody 594 of the State Department of Human Services may enter into a 595 cooperative agreement with the State Department of Human Services for the provision of such services using state funds which are 596 597 provided from the appropriation to the Department of Human 598 Services to obtain federal matching funds through the division.

599 On July 1, 1993, all fees for periodic screening and 600 diagnostic services under this paragraph (5) shall be increased by 601 twenty-five percent (25%) of the reimbursement rate in effect on 602 June 30, 1993.

603 (6) Physicians' services. On January 1, 1996, all fees for 604 physicians' services shall be reimbursed at seventy percent (70%) 605 of the rate established on January 1, 1994, under Medicare (Title 606 XVIII of the Social Security Act), as amended, and the division 607 may adjust the physicians' reimbursement schedule to reflect the 608 differences in relative value between Medicaid and Medicare.

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

(b) The division may revise reimbursement for home
health services in order to establish equity between reimbursement
for home health services and reimbursement for institutional
services within the Medicaid program. This paragraph (b) shall

616 stand repealed on July 1, 1997.

617 (8) Emergency medical transportation services. On January
H. B. No. 1420
99\HR40\R1669
PAGE 18

618 1, 1994, emergency medical transportation services shall be reimbursed at seventy percent (70%) of the rate established under 619 620 Medicare (Title XVIII of the Social Security Act), as amended. 621 "Emergency medical transportation services" shall mean, but shall 622 not be limited to, the following services by a properly permitted 623 ambulance operated by a properly licensed provider in accordance 624 with the Emergency Medical Services Act of 1974 (Section 41-59-1 625 et seq.): (i) basic life support, (ii) advanced life support, (iii) mileage, (iv) oxygen, (v) intravenous fluids, (vi) 626 627 disposable supplies, (vii) similar services.

628 (9) Legend and other drugs as may be determined by the 629 division. The division may implement a program of prior approval for drugs to the extent permitted by law. Payment by the division 630 631 for covered multiple source drugs shall be limited to the lower of 632 the upper limits established and published by the Health Care 633 Financing Administration (HCFA) plus a dispensing fee of Four 634 Dollars and Ninety-one Cents (\$4.91), or the estimated acquisition cost (EAC) as determined by the division plus a dispensing fee of 635 636 Four Dollars and Ninety-one Cents (\$4.91), or the providers' usual 637 and customary charge to the general public. The division shall 638 allow five (5) prescriptions per month for noninstitutionalized 639 Medicaid recipients.

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

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

650 The division shall develop and implement a program of payment 651 for additional pharmacist services, with payment to be based on H. B. No. 1420 99\HR40\R1669 PAGE 19 652 demonstrated savings, but in no case shall the total payment 653 exceed twice the amount of the dispensing fee.

654 As used in this paragraph (9), "estimated acquisition cost" 655 means the division's best estimate of what price providers 656 generally are paying for a drug in the package size that providers 657 buy most frequently. Product selection shall be made in 658 compliance with existing state law; however, the division may 659 reimburse as if the prescription had been filled under the generic 660 name. The division may provide otherwise in the case of specified 661 drugs when the consensus of competent medical advice is that 662 trademarked drugs are substantially more effective.

663 (10) Dental care that is an adjunct to treatment of an acute 664 medical or surgical condition; services of oral surgeons and 665 dentists in connection with surgery related to the jaw or any 666 structure contiguous to the jaw or the reduction of any fracture 667 of the jaw or any facial bone; and emergency dental extractions 668 and treatment related thereto. On January 1, 1994, all fees for 669 dental care and surgery under authority of this paragraph (10) 670 shall be increased by twenty percent (20%) of the reimbursement 671 rate as provided in the Dental Services Provider Manual in effect 672 on December 31, 1993.

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

676

(12) Intermediate care facility services.

677 (a) The division shall make full payment to all 678 intermediate care facilities for the mentally retarded for each day, not exceeding thirty-six (36) days per year, that a patient 679 680 is absent from the facility on home leave. However, before payment may be made for more than eighteen (18) home leave days in 681 682 a year for a patient, the patient must have written authorization from a physician stating that the patient is physically and 683 684 mentally able to be away from the facility on home leave. Such 685 authorization must be filed with the division before it will be H. B. No. 1420

99\HR40\R1669 PAGE 20 686 effective, and the authorization shall be effective for three (3) 687 months from the date it is received by the division, unless it is 688 revoked earlier by the physician because of a change in the 689 condition of the patient.

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

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

696 (14) Clinic services. Such diagnostic, preventive, 697 therapeutic, rehabilitative or palliative services furnished to an 698 outpatient by or under the supervision of a physician or dentist in a facility which is not a part of a hospital but which is 699 700 organized and operated to provide medical care to outpatients. 701 Clinic services shall include any services reimbursed as 702 outpatient hospital services which may be rendered in such a facility, including those that become so after July 1, 1991. 703 On 704 January 1, 1994, all fees for physicians' services reimbursed 705 under authority of this paragraph (14) shall be reimbursed at 706 seventy percent (70%) of the rate established on January 1, 1993, 707 under Medicare (Title XVIII of the Social Security Act), as 708 amended, or the amount that would have been paid under the 709 division's fee schedule that was in effect on December 31, 1993, whichever is greater, and the division may adjust the physicians' 710 711 reimbursement schedule to reflect the differences in relative 712 value between Medicaid and Medicare. However, on January 1, 1994, 713 the division may increase any fee for physicians' services in the 714 division's fee schedule on December 31, 1993, that was greater than seventy percent (70%) of the rate established under Medicare 715 716 by no more than ten percent (10%). On January 1, 1994, all fees 717 for dentists' services reimbursed under authority of this 718 paragraph (14) shall be increased by twenty percent (20%) of the 719 reimbursement rate as provided in the Dental Services Provider H. B. No. 1420 99\HR40\R1669

720 Manual in effect on December 31, 1993.

721 (15) Home- and community-based services, as provided under 722 Title XIX of the federal Social Security Act, as amended, under waivers, subject to the availability of funds specifically 723 724 appropriated therefor by the Legislature. Payment for such services shall be limited to individuals who would be eligible for 725 726 and would otherwise require the level of care provided in a 727 nursing facility. The division shall certify case management 728 agencies to provide case management services and provide for home-729 and community-based services for eligible individuals under this 730 paragraph. The home- and community-based services under this 731 paragraph and the activities performed by certified case 732 management agencies under this paragraph shall be funded using 733 state funds that are provided from the appropriation to the 734 Division of Medicaid and used to match federal funds under a 735 cooperative agreement between the division and the Department of 736 Human Services.

737 (16) Mental health services. Approved therapeutic and case 738 management services provided by (a) an approved regional mental health/retardation center established under Sections 41-19-31 739 740 through 41-19-39, or by another community mental health service 741 provider meeting the requirements of the Department of Mental 742 Health to be an approved mental health/retardation center if 743 determined necessary by the Department of Mental Health, using 744 state funds which are provided from the appropriation to the State 745 Department of Mental Health and used to match federal funds under 746 a cooperative agreement between the division and the department, 747 or (b) a facility which is certified by the State Department of 748 Mental Health to provide therapeutic and case management services, 749 to be reimbursed on a fee for service basis. Any such services 750 provided by a facility described in paragraph (b) must have the 751 prior approval of the division to be reimbursable under this 752 section. After June 30, 1997, mental health services provided by 753 regional mental health/retardation centers established under H. B. No. 1420

99\HR40\R1669 PAGE 22 754 Sections 41-19-31 through 41-19-39, or by hospitals as defined in Section 41-9-3(a) and/or their subsidiaries and divisions, or by 755 756 psychiatric residential treatment facilities as defined in Section 757 43-11-1, or by another community mental health service provider 758 meeting the requirements of the Department of Mental Health to be 759 an approved mental health/retardation center if determined 760 necessary by the Department of Mental Health, shall not be 761 included in or provided under any capitated managed care pilot 762 program provided for under paragraph (24) of this section.

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

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

775 Perinatal risk management services. The division (19)(a) 776 shall promulgate regulations to be effective from and after 777 October 1, 1988, to establish a comprehensive perinatal system for risk assessment of all pregnant and infant Medicaid recipients and 778 779 for management, education and follow-up for those who are 780 determined to be at risk. Services to be performed include case 781 management, nutrition assessment/counseling, psychosocial 782 assessment/counseling and health education. The division shall 783 set reimbursement rates for providers in conjunction with the 784 State Department of Health.

(b) Early intervention system services. The division shall cooperate with the State Department of Health, acting as lead agency, in the development and implementation of a statewide H. B. No. 1420 99\HR40\R1669 PAGE 23 788 system of delivery of early intervention services, pursuant to 789 Part H of the Individuals with Disabilities Education Act (IDEA). 790 The State Department of Health shall certify annually in writing to the director of the division the dollar amount of state early 791 792 intervention funds available which shall be utilized as a certified match for Medicaid matching funds. Those funds then 793 794 shall be used to provide expanded targeted case management 795 services for Medicaid eligible children with special needs who are 796 eligible for the state's early intervention system. 797 Qualifications for persons providing service coordination shall be

798 determined by the State Department of Health and the Division of 799 Medicaid.

800 (20) Home- and community-based services for physically 801 disabled approved services as allowed by a waiver from the U.S. 802 Department of Health and Human Services for home- and 803 community-based services for physically disabled people using 804 state funds which are provided from the appropriation to the State 805 Department of Rehabilitation Services and used to match federal 806 funds under a cooperative agreement between the division and the 807 department, provided that funds for these services are 808 specifically appropriated to the Department of Rehabilitation 809 Services.

810 (21) Nurse practitioner services. Services furnished by a 811 registered nurse who is licensed and certified by the Mississippi 812 Board of Nursing as a nurse practitioner including, but not 813 limited to, nurse anesthetists, nurse midwives, family nurse 814 practitioners, family planning nurse practitioners, pediatric 815 nurse practitioners, obstetrics-gynecology nurse practitioners and 816 neonatal nurse practitioners, under regulations adopted by the 817 division. Reimbursement for such services shall not exceed ninety 818 percent (90%) of the reimbursement rate for comparable services 819 rendered by a physician.

820 (22) Ambulatory services delivered in federally qualified 821 health centers and in clinics of the local health departments of H. B. No. 1420 99\HR40\R1669 PAGE 24 822 the State Department of Health for individuals eligible for 823 medical assistance under this article based on reasonable costs as 824 determined by the division.

Inpatient psychiatric services. Inpatient psychiatric 825 (23) 826 services to be determined by the division for recipients under age twenty-one (21) which are provided under the direction of a 827 physician in an inpatient program in a licensed acute care 828 829 psychiatric facility or in a licensed psychiatric residential 830 treatment facility, before the recipient reaches age twenty-one 831 (21) or, if the recipient was receiving the services immediately before he reached age twenty-one (21), before the earlier of the 832 833 date he no longer requires the services or the date he reaches age 834 twenty-two (22), as provided by federal regulations. Recipients shall be allowed forty-five (45) days per year of psychiatric 835 836 services provided in acute care psychiatric facilities, and shall 837 be allowed unlimited days of psychiatric services provided in 838 licensed psychiatric residential treatment facilities.

839 (24) Managed care services in a program to be developed by 840 the division by a public or private provider. Notwithstanding any 841 other provision in this article to the contrary, the division 842 shall establish rates of reimbursement to providers rendering care 843 and services authorized under this section, and may revise such 844 rates of reimbursement without amendment to this section by the 845 Legislature for the purpose of achieving effective and accessible health services, and for responsible containment of costs. 846 This 847 shall include, but not be limited to, one (1) module of capitated 848 managed care in a rural area, and one (1) module of capitated 849 managed care in an urban area.

850

(25) Birthing center services.

851 (26) Hospice care. As used in this paragraph, the term
852 "hospice care" means a coordinated program of active professional
853 medical attention within the home and outpatient and inpatient
854 care which treats the terminally ill patient and family as a unit,
855 employing a medically directed interdisciplinary team. The

856 program provides relief of severe pain or other physical symptoms 857 and supportive care to meet the special needs arising out of 858 physical, psychological, spiritual, social and economic stresses 859 which are experienced during the final stages of illness and 860 during dying and bereavement and meets the Medicare requirements 861 for participation as a hospice as provided in 42 CFR Part 418. 862 (27) Group health plan premiums and cost sharing if it is

863 cost effective as defined by the Secretary of Health and Human 864 Services.

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

869 The Division of Medicaid may apply for a waiver from (29) 870 the Department of Health and Human Services for home- and 871 community-based services for developmentally disabled people using 872 state funds which are provided from the appropriation to the State Department of Mental Health and used to match federal funds under 873 874 a cooperative agreement between the division and the department, provided that funds for these services are specifically 875 876 appropriated to the Department of Mental Health.

877 (30) Pediatric skilled nursing services for eligible persons878 under twenty-one (21) years of age.

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

885 (32) Care and services provided in Christian Science 886 Sanatoria operated by or listed and certified by The First Church 887 of Christ Scientist, Boston, Massachusetts, rendered in connection 888 with treatment by prayer or spiritual means to the extent that 889 such services are subject to reimbursement under Section 1903 of H. B. No. 1420 99\HR40\R1669

890 the Social Security Act.

891 (33) Podiatrist services.

892 Personal care services provided in a pilot program to (34)not more than forty (40) residents at a location or locations to 893 894 be determined by the division and delivered by individuals qualified to provide such services, as allowed by waivers under 895 896 Title XIX of the Social Security Act, as amended. The division 897 shall not expend more than Three Hundred Thousand Dollars 898 (\$300,000.00) annually to provide such personal care services. 899 The division shall develop recommendations for the effective 900 regulation of any facilities that would provide personal care 901 services which may become eligible for Medicaid reimbursement 902 under this section, and shall present such recommendations with 903 any proposed legislation to the 1996 Regular Session of the 904 Legislature on or before January 1, 1996.

905 (35) Services and activities authorized in Sections 906 43-27-101 and 43-27-103, using state funds that are provided from 907 the appropriation to the State Department of Human Services and 908 used to match federal funds under a cooperative agreement between 909 the division and the department.

910 (36) Nonemergency transportation services for 911 Medicaid-eligible persons, to be provided by the Department of 912 Human Services. The division may contract with additional 913 entities to administer nonemergency transportation services as it 914 deems necessary. All providers shall have a valid driver's 915 license, vehicle inspection sticker and a standard liability 916 insurance policy covering the vehicle.

917 (37) Targeted case management services for individuals with 918 chronic diseases, with expanded eligibility to cover services to 919 uninsured recipients, on a pilot program basis. This paragraph 920 (37) shall be contingent upon continued receipt of special funds 921 from the Health Care Financing Authority and private foundations 922 who have granted funds for planning these services. No funding 923 for these services shall be provided from State General Funds.

924 (38) Chiropractic services: a chiropractor's manual
925 manipulation of the spine to correct a subluxation, if x-ray
926 demonstrates that a subluxation exists and if the subluxation has
927 resulted in a neuromusculoskeletal condition for which
928 manipulation is appropriate treatment. Reimbursement for
929 chiropractic services shall not exceed Seven Hundred Dollars
930 (\$700.00) per year per recipient.

(39) Services for children placed in a Mississippi rescue 931 center treatment and education facility by the youth court, using 932 933 state funds that are provided from appropriations to the Department of Human Services, the Department of Mental Health, the 934 935 State Department of Education and the Division of Medicaid and 936 used to match federal funds under a cooperative agreement with the 937 Juvenile Health Recovery Board pursuant to House Bill No. _____, 938 1999 Regular Session.

939 Notwithstanding any provision of this article, except as 940 authorized in the following paragraph and in Section 43-13-139, neither (a) the limitations on quantity or frequency of use of or 941 942 the fees or charges for any of the care or services available to 943 recipients under this section, nor (b) the payments or rates of 944 reimbursement to providers rendering care or services authorized under this section to recipients, may be increased, decreased or 945 946 otherwise changed from the levels in effect on July 1, 1986, 947 unless such is authorized by an amendment to this section by the Legislature. However, the restriction in this paragraph shall not 948 949 prevent the division from changing the payments or rates of 950 reimbursement to providers without an amendment to this section 951 whenever such changes are required by federal law or regulation, 952 or whenever such changes are necessary to correct administrative 953 errors or omissions in calculating such payments or rates of 954 reimbursement.

955 Notwithstanding any provision of this article, no new groups 956 or categories of recipients and new types of care and services may 957 be added without enabling legislation from the Mississippi

958 Legislature, except that the division may authorize such changes without enabling legislation when such addition of recipients or 959 960 services is ordered by a court of proper authority. The director shall keep the Governor advised on a timely basis of the funds 961 962 available for expenditure and the projected expenditures. In the event current or projected expenditures can be reasonably 963 964 anticipated to exceed the amounts appropriated for any fiscal 965 year, the Governor, after consultation with the director, shall 966 discontinue any or all of the payment of the types of care and 967 services as provided herein which are deemed to be optional 968 services under Title XIX of the federal Social Security Act, as 969 amended, for any period necessary to not exceed appropriated funds, and when necessary shall institute any other cost 970 971 containment measures on any program or programs authorized under 972 the article to the extent allowed under the federal law governing 973 such program or programs, it being the intent of the Legislature 974 that expenditures during any fiscal year shall not exceed the amounts appropriated for such fiscal year. 975

976 SECTION 10. This act shall take effect and be in force from 977 and after July 1, 1999.