

By: Representatives Holland, Nettles,  
Barnett (92nd), Frierson, Moody, Read, Scott  
(17th), Stevens

To: Appropriations

HOUSE BILL NO. 1617  
(As Sent to Governor)

1           AN ACT MAKING AN APPROPRIATION TO THE GOVERNOR'S OFFICE -  
2   DIVISION OF MEDICAID FOR THE PURPOSE OF PROVIDING MEDICAL  
3   ASSISTANCE UNDER THE MISSISSIPPI MEDICAID LAW AND DEFRAYING THE  
4   EXPENSES OF THE ADMINISTRATION OF SUCH LAW FOR THE FISCAL YEAR  
5   2000.

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

7           SECTION 1. The following sum, or so much thereof as may be  
8   necessary, is hereby appropriated out of any money in the State  
9   General Fund not otherwise appropriated, to the Governor's Office  
10   - Division of Medicaid for the purpose of providing medical  
11   assistance under the Mississippi Medicaid Law and defraying the  
12   expenses of the administration of such law, as provided in Section  
13   43-13-101 et seq., Mississippi Code of 1972, for the fiscal year  
14   beginning July 1, 1999, and ending June 30, 2000.....  
15   ..... \$     195,269,945.00.

16           None of the funds appropriated in Sections 1, 2, 3 or 4 shall  
17   be used to fund any capitated rate health care contract nor for  
18   services provided under a capitated rate health care plan outside  
19   of the ten (10) counties where capitated managed care presently  
20   exists.

21           SECTION 2. The following sum, or so much thereof as may be  
22   necessary, is hereby appropriated out of any money in the State  
23   Treasury to the credit of the Medical Care Fund created by Section  
24   43-13-143, Mississippi Code of 1972, for the purpose of providing  
25   medical assistance under the Mississippi Medicaid Law for the  
26   fiscal year beginning July 1, 1999, and ending June 30, 2000.....  
27   ..... \$     236,419,670.00.

28           SECTION 3. The following sum, or so much thereof as may be

29 necessary, is hereby appropriated out of any money in any special  
30 fund in the State Treasury to the credit of the Governor's Office  
31 - Division of Medicaid which is comprised of special source funds  
32 collected by or otherwise available to the commission, for the  
33 purpose of providing medical assistance under the Mississippi  
34 Medicaid Law and defraying the expenses of the administration of  
35 such law, for the fiscal year beginning July 1, 1999, and ending  
36 June 30, 2000..... \$ 1,749,497,875.00.

37 Prior period recovery of funds may be maintained and expended  
38 by the division when the recovery is received or finalized.

39 SECTION 4. The following sum, or so much thereof as may be  
40 necessary, is hereby appropriated out of any money in the State  
41 Treasury to the credit of the Health Care Expendable Fund, created  
42 under House Bill No. 519, 1999 Regular Session, for the purpose of  
43 defraying the expenses of the Governor's Office - Division of  
44 Medicaid for the fiscal year beginning July 1, 1999, and ending  
45 June 30, 2000..... \$ 27,830,000.00.

46 The above funds shall be allocated as follows:

47 CHIP Program at 200% level of poverty.....\$7,500,000.00

48 Eyeglasses for adults.....\$1,700,000.00

49 Home and Community Waiver Program.....\$4,795,000.00

50 Expand coverage for Poverty Level Aged and

51 Disabled group.....\$9,500,000.00

52 Disabled worker buy-in to the Medicaid

53 program.....\$1,835,000.00

54 Dental fee increase.....\$2,200,000.00

55 Miscellaneous.....\$ 300,000.00

56 SECTION 5. Of the funds appropriated under the provisions of  
57 Sections 1, 2, 3 and 4, not more than the amounts set forth below  
58 shall be expended for the respective major objects or purposes of  
59 expenditure:

60 MAJOR OBJECTS OF EXPENDITURE:

61 Personal Services:

62 Salaries, Wages and Fringe Benefits.. \$ 19,213,110.00

63	Travel and Subsistence.....	605,000.00
64	Contractual Services.....	56,264,000.00
65	Commodities.....	609,000.00
66	Capital Outlay:	
67	Other Than Equipment.....	0.00
68	Equipment.....	3,224,000.00
69	Subsidies, Loans and Grants.....	<u>2,129,102,380.00</u>
70	Total.....	\$ 2,209,017,490.00

71	FUNDING:	
72	General Funds.....	\$ 195,269,945.00
73	Special Funds.....	<u>2,013,747,545.00</u>
74	Total.....	\$ 2,209,017,490.00

75	AUTHORIZED POSITIONS:	
76	Permanent: Full Time. . . . .	511
77	Part Time. . . . .	0
78	Time-Limited: Full Time. . . . .	0
79	Part Time. . . . .	0

80 From the funds provided in the budget category "Personal  
81 Services: Salaries, Wages and Fringe Benefits," funds may be  
82 expended for the following purposes, in compliance with the  
83 policies established by the State Personnel Board and any  
84 conditions placed on such expenditures:

85 (a) The components of the Variable Compensation Plan  
86 shall be maintained within the constraints of the funds  
87 appropriated herein.

88 (b) Funds are provided to adjust the Variable  
89 Compensation Plan, including realignment, to ensure that all  
90 full-time employees with at least six (6) months of continuous  
91 current service, as of June 30, 1999, receive an increase of One  
92 Thousand Five Hundred Dollars (\$1,500.00). Funds are provided to  
93 adjust critical job classes up to an additional One Thousand  
94 Dollars (\$1,000.00).

95 (c) If an employee is currently at or above the end  
96 salary for his or her job classification, then the increase shall

97 be built into the employee's base salary. To be eligible for any  
98 increase authorized in this section, employees may not have a  
99 current performance rating below "meets expectations" as of the  
100 effective date of the increase. Employees who subsequently  
101 receive a performance rating of "meets expectations" or above  
102 during Fiscal Year 2000 shall receive the salary increase  
103 effective the date of the rating.

104 It is the agency's responsibility to make certain that funds  
105 required to be appropriated for "Personal Services" for Fiscal  
106 Year 2001 do not exceed Fiscal Year 2000 funds appropriated for  
107 that purpose unless programs or positions are added to the  
108 agency's budget by the Mississippi Legislature.

109 Any transfers or escalations shall be made in accordance with  
110 the terms, conditions and procedures established by law.

111 No general funds authorized to be expended herein shall be  
112 used to replace federal funds and/or other special funds which are  
113 being used for salaries authorized under the provisions of this  
114 act and which are withdrawn and no longer available.

115 It is the intent of the Legislature that the Health-Max  
116 Program be expanded statewide.

117 SECTION 6. In compliance with the "Mississippi Performance  
118 Budget and Strategic Planning Act of 1994," it is the intent of  
119 the Legislature that the funds provided herein shall be utilized  
120 in the most efficient and effective manner possible to achieve the  
121 intended mission of this agency. Based on the funding authorized,  
122 this agency shall make every effort to attain the targeted  
123 performance measures provided below:

124		FY00
125	<u>Performance Measures</u>	<u>Target</u>
126	Administrative Services	
127	Administration as a percent of total budget	3.91
128	Medical Services	
129	Recipients (persons)	555,000
130	Recipients in managed care	210,000

Primary care physicians 5,200

A reporting of the degree to which the performance targets set above have been or are being achieved shall be provided in the agency's budget request submitted to the Joint Legislative Budget Committee for Fiscal Year 2001.

SECTION 7. Funds are provided in this act for the reallocation of the following positions not to exceed Five Hundred Fifty-three Thousand Eight Hundred Twenty-seven Dollars (\$553,827.00):

- 24 Office Manager I to Secretary Principal
- 1 Nurse IV to Division Director I
- 1 Personnel Officer I to Personnel Officer II
- 2 Bureau Director I to Bureau Director II
- 2 Division Director II to Bureau Director II
- 5 Division Director II to Bureau Director I
- 3 Division Director II to Bureau Director, Deputy
- 1 Personnel Director, Mod Agency to Bureau Director I
- 2 Operations Management Analyst to Division Director I

In addition to the reallocation authorized above and the salary adjustments in Section 5, it is the intention of the Legislature that the 3 Bureau Director, Deputy shall be increased an additional fifteen percent (15%) of total salary.

SECTION 8. Of the funds provided herein, Eleven Million Four Hundred Thousand Two Hundred Dollars (\$11,400,200.00) is provided to match federal funds for the State Child Health Insurance Program (SCHIP).

SECTION 9. None of the funds appropriated herein shall be expended until the Executive Director of the Division of Medicaid submits a waiver request to the Federal Health Care Finance Authority for an Assisted Living Program.

SECTION 10. The money herein appropriated shall be paid by the State Treasurer out of any money in the State Treasury to the credit of the proper fund or funds as set forth in this act, upon warrants issued by the State Fiscal Officer; and the State Fiscal

165 Officer shall issue his warrants upon requisitions signed by the  
166 proper person, officer or officers, in the manner provided by law.

167 SECTION 11. This act shall take effect and be in force from  
168 and after July 1, 1999.