

By: Senator(s) Dearing

To: Public Health and  
Welfare;  
Appropriations

SENATE BILL NO. 2249

1 AN ACT TO AMEND SECTION 43-13-117, MISSISSIPPI CODE OF 1972,  
2 TO REQUIRE THE DIVISION OF MEDICAID TO DEVELOP AND IMPLEMENT A  
3 REIMBURSEMENT PROGRAM FOR SPECIAL EDUCATION HEALTH RELATED  
4 SERVICES; TO PLACE RESTRICTIONS ON PRIOR APPROVAL; TO PROHIBIT  
5 PARTICIPATION IN SUCH SPECIAL EDUCATION HEALTH SERVICES BY  
6 CAPITATED MANAGED CARE PROGRAMS; AND FOR RELATED PURPOSES.

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

8 SECTION 1. Section 43-13-117, Mississippi Code of 1972, is  
9 amended as follows:

10 43-13-117. Medical assistance as authorized by this article  
11 shall include payment of part or all of the costs, at the  
12 discretion of the division or its successor, with approval of the  
13 Governor, of the following types of care and services rendered to  
14 eligible applicants who shall have been determined to be eligible  
15 for such care and services, within the limits of state  
16 appropriations and federal matching funds:

17 (1) Inpatient hospital services.

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

26 (b) From and after July 1, 1994, the Executive Director  
27 of the Division of Medicaid shall amend the Mississippi Title XIX  
28 Inpatient Hospital Reimbursement Plan to remove the occupancy rate  
29 penalty from the calculation of the Medicaid Capital Cost

30 Component utilized to determine total hospital costs allocated to  
31 the Medicaid Program.

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

36 (3) Laboratory and X-ray services.

37 (4) Nursing facility services.

38 (a) The division shall make full payment to nursing  
39 facilities for each day, not exceeding thirty-six (36) days per  
40 year, that a patient is absent from the facility on home leave.  
41 However, before payment may be made for more than eighteen (18)  
42 home leave days in a year for a patient, the patient must have  
43 written authorization from a physician stating that the patient is  
44 physically and mentally able to be away from the facility on home  
45 leave. Such authorization must be filed with the division before  
46 it will be effective and the authorization shall be effective for  
47 three (3) months from the date it is received by the division,  
48 unless it is revoked earlier by the physician because of a change  
49 in the condition of the patient.

50 (b) From and after July 1, 1993, the division shall  
51 implement the integrated case-mix payment and quality monitoring  
52 system developed pursuant to Section 43-13-122, which includes the  
53 fair rental system for property costs and in which recapture of  
54 depreciation is eliminated. The division may revise the  
55 reimbursement methodology for the case-mix payment system by  
56 reducing payment for hospital leave and therapeutic home leave  
57 days to the lowest case-mix category for nursing facilities,  
58 modifying the current method of scoring residents so that only  
59 services provided at the nursing facility are considered in  
60 calculating a facility's per diem, and the division may limit  
61 administrative and operating costs, but in no case shall these  
62 costs be less than one hundred nine percent (109%) of the median  
63 administrative and operating costs for each class of facility, not  
64 to exceed the median used to calculate the nursing facility  
65 reimbursement for Fiscal Year 1996, to be applied uniformly to all  
66 long-term care facilities. This paragraph (b) shall stand  
67 repealed on July 1, 1997.

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

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

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

79 (A) Matters relating to cost reports  
80 including, but not limited to, allowable costs and cost  
81 adjustments resulting from desk reviews and audits.

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

85 (ii) The Review Board shall be composed of six (6)  
86 members, three (3) having expertise in one (1) of the two (2)  
87 areas set forth above and three (3) having expertise in the other  
88 area set forth above. Each panel of three (3) shall only review  
89 appeals arising in its area of expertise. The members shall be  
90 appointed as follows:

91 (A) In each of the areas of expertise defined  
92 under subparagraphs (i)(A) and (i)(B), the Executive Director of  
93 the Division of Medicaid shall appoint one (1) person chosen from  
94 the private sector nursing home industry in the state, which may  
95 include independent accountants and consultants serving the  
96 industry;

97 (B) In each of the areas of expertise defined  
98 under subparagraphs (i)(A) and (i)(B), the Executive Director of  
99 the Division of Medicaid shall appoint one (1) person who is  
100 employed by the state who does not participate directly in desk  
101 reviews or audits of nursing facilities in the two (2) areas of

102 review;

103 (C) The two (2) members appointed by the  
104 Executive Director of the Division of Medicaid in each area of  
105 expertise shall appoint a third member in the same area of  
106 expertise.

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

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

122 (iv) The Review Board shall promulgate, publish  
123 and disseminate to nursing facility providers rules of procedure  
124 for the efficient conduct of proceedings, subject to the approval  
125 of the Executive Director of the Division of Medicaid and in  
126 accordance with federal and state administrative hearing laws and  
127 regulations.

128 (v) Proceedings of the Review Board shall be of  
129 record.

130 (vi) Appeals to the Review Board shall be in  
131 writing and shall set out the issues, a statement of alleged facts  
132 and reasons supporting the provider's position. Relevant  
133 documents may also be attached. The appeal shall be filed within  
134 thirty (30) days from the date the provider is notified of the  
135 action being appealed or, if informal review procedures are taken,

136 as provided by administrative regulations of the Division of  
137 Medicaid, within thirty (30) days after a decision has been  
138 rendered through informal hearing procedures.

139 (vii) The provider shall be notified of the  
140 hearing date by certified mail within thirty (30) days from the  
141 date the Division of Medicaid receives the request for appeal.  
142 Notification of the hearing date shall in no event be less than  
143 thirty (30) days before the scheduled hearing date. The appeal  
144 may be heard on shorter notice by written agreement between the  
145 provider and the Division of Medicaid.

146 (viii) Within thirty (30) days from the date of  
147 the hearing, the Review Board panel shall render a written  
148 recommendation to the Executive Director of the Division of  
149 Medicaid setting forth the issues, findings of fact and applicable  
150 law, regulations or provisions.

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

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

163 (xi) The action of the Division of Medicaid under  
164 review shall be stayed until all administrative proceedings have  
165 been exhausted.

166 (xii) Appeals by nursing facility providers  
167 involving any issues other than those two (2) specified in  
168 subparagraphs (i)(A) and (ii)(B) shall be taken in accordance with  
169 the administrative hearing procedures established by the Division

170 of Medicaid.

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

194 (5) Periodic screening and diagnostic services for  
195 individuals under age twenty-one (21) years as are needed to  
196 identify physical and mental defects and to provide health care  
197 treatment and other measures designed to correct or ameliorate  
198 defects and physical and mental illness and conditions discovered  
199 by the screening services regardless of whether these services are  
200 included in the state plan. The division may include in its  
201 periodic screening and diagnostic program those discretionary  
202 services authorized under the federal regulations adopted to  
203 implement Title XIX of the federal Social Security Act, as

204 amended. The division, in obtaining physical therapy services,  
205 occupational therapy services, and services for individuals with  
206 speech, hearing and language disorders, may enter into a  
207 cooperative agreement with the State Department of Education for  
208 the provision of such services to handicapped students by public  
209 school districts using state funds which are provided from the  
210 appropriation to the Department of Education to obtain federal  
211 matching funds through the division. The division, in obtaining  
212 medical and psychological evaluations for children in the custody  
213 of the State Department of Human Services may enter into a  
214 cooperative agreement with the State Department of Human Services  
215 for the provision of such services using state funds which are  
216 provided from the appropriation to the Department of Human  
217 Services to obtain federal matching funds through the division.

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

222 The Division of Medicaid shall develop and implement an  
223 effective Medicaid reimbursement program for special education  
224 related services. It is the intent of the Legislature that the  
225 Division of Medicaid coordinate the development of policy to  
226 ensure that federal funding of health related services provided  
227 through special education programs under the Medicaid Act will be  
228 maximized and that revenue received will be made available to  
229 special education programs at the local district level.

230 The Division of Medicaid shall simplify access and facilitate  
231 the development of billing and reimbursement systems. The  
232 Division of Medicaid to the greatest extent possible shall:

233 (a) Provide efficient, effective verification of  
234 eligibility information for the determination of eligibility of  
235 student recipients to the local school districts;

236 (b) Integrate health related documentation requirements  
237 with current education processes and documentation to the maximum

238 extent allowable under federal law and eliminate prior approval  
239 requirements;

240 (c) Recognize existing licensing, certifications and  
241 exemptions for educational professionals for provider  
242 certification to the maximum extent allowable under federal law;

243 (d) Require the local school district(s) electing to  
244 participate to fund the state financial participation. No new  
245 state funding shall be expended.

246 (e) Distribute the federal financial participation  
247 funds to the local school districts.

248 (f) Should the federal financial participation funds be  
249 limited by block grants or for any other reason the Division of  
250 Medicaid shall distribute to local school districts only that  
251 portion of the federal financial funds specifically allocated to  
252 local school districts by the federal government.

253 (g) Any special education health related services  
254 included in the program established by the Division of Medicaid  
255 shall not be included in or provided under any capitated managed  
256 care program. Services provided under the special education  
257 health program shall not require prior approval of the division to  
258 be reimbursable under this section.

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

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

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



272 stand repealed on July 1, 1997.

273 (8) Emergency medical transportation services. On January  
274 1, 1994, emergency medical transportation services shall be  
275 reimbursed at seventy percent (70%) of the rate established under  
276 Medicare (Title XVIII of the Social Security Act), as amended.  
277 "Emergency medical transportation services" shall mean, but shall  
278 not be limited to, the following services by a properly permitted  
279 ambulance operated by a properly licensed provider in accordance  
280 with the Emergency Medical Services Act of 1974 (Section 41-59-1  
281 et seq.): (i) basic life support, (ii) advanced life support,  
282 (iii) mileage, (iv) oxygen, (v) intravenous fluids, (vi)  
283 disposable supplies, (vii) similar services.

284 (9) Legend and other drugs as may be determined by the  
285 division. The division may implement a program of prior approval  
286 for drugs to the extent permitted by law. Payment by the division  
287 for covered multiple source drugs shall be limited to the lower of  
288 the upper limits established and published by the Health Care  
289 Financing Administration (HCFA) plus a dispensing fee of Four  
290 Dollars and Ninety-one Cents (\$4.91), or the estimated acquisition  
291 cost (EAC) as determined by the division plus a dispensing fee of  
292 Four Dollars and Ninety-one Cents (\$4.91), or the providers' usual  
293 and customary charge to the general public. The division shall  
294 allow five (5) prescriptions per month for noninstitutionalized  
295 Medicaid recipients.

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

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

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

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

319           (10) Dental care that is an adjunct to treatment of an acute  
320 medical or surgical condition; services of oral surgeons and  
321 dentists in connection with surgery related to the jaw or any  
322 structure contiguous to the jaw or the reduction of any fracture  
323 of the jaw or any facial bone; and emergency dental extractions  
324 and treatment related thereto. On January 1, 1994, all fees for  
325 dental care and surgery under authority of this paragraph (10)  
326 shall be increased by twenty percent (20%) of the reimbursement  
327 rate as provided in the Dental Services Provider Manual in effect  
328 on December 31, 1993.

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

332           (12) Intermediate care facility services.

333           (a) The division shall make full payment to all  
334 intermediate care facilities for the mentally retarded for each  
335 day, not exceeding thirty-six (36) days per year, that a patient  
336 is absent from the facility on home leave. However, before  
337 payment may be made for more than eighteen (18) home leave days in  
338 a year for a patient, the patient must have written authorization  
339 from a physician stating that the patient is physically and

340 mentally able to be away from the facility on home leave. Such  
341 authorization must be filed with the division before it will be  
342 effective, and the authorization shall be effective for three (3)  
343 months from the date it is received by the division, unless it is  
344 revoked earlier by the physician because of a change in the  
345 condition of the patient.

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

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

352 (14) Clinic services. Such diagnostic, preventive,  
353 therapeutic, rehabilitative or palliative services furnished to an  
354 outpatient by or under the supervision of a physician or dentist  
355 in a facility which is not a part of a hospital but which is  
356 organized and operated to provide medical care to outpatients.  
357 Clinic services shall include any services reimbursed as  
358 outpatient hospital services which may be rendered in such a  
359 facility, including those that become so after July 1, 1991. On  
360 January 1, 1994, all fees for physicians' services reimbursed  
361 under authority of this paragraph (14) shall be reimbursed at  
362 seventy percent (70%) of the rate established on January 1, 1993,  
363 under Medicare (Title XVIII of the Social Security Act), as  
364 amended, or the amount that would have been paid under the  
365 division's fee schedule that was in effect on December 31, 1993,  
366 whichever is greater, and the division may adjust the physicians'  
367 reimbursement schedule to reflect the differences in relative  
368 value between Medicaid and Medicare. However, on January 1, 1994,  
369 the division may increase any fee for physicians' services in the  
370 division's fee schedule on December 31, 1993, that was greater  
371 than seventy percent (70%) of the rate established under Medicare  
372 by no more than ten percent (10%). On January 1, 1994, all fees  
373 for dentists' services reimbursed under authority of this

374 paragraph (14) shall be increased by twenty percent (20%) of the  
375 reimbursement rate as provided in the Dental Services Provider  
376 Manual in effect on December 31, 1993.

377 (15) Home- and community-based services, as provided under  
378 Title XIX of the federal Social Security Act, as amended, under  
379 waivers, subject to the availability of funds specifically  
380 appropriated therefor by the Legislature. Payment for such  
381 services shall be limited to individuals who would be eligible for  
382 and would otherwise require the level of care provided in a  
383 nursing facility. The division shall certify case management  
384 agencies to provide case management services and provide for home-  
385 and community-based services for eligible individuals under this  
386 paragraph. The home- and community-based services under this  
387 paragraph and the activities performed by certified case  
388 management agencies under this paragraph shall be funded using  
389 state funds that are provided from the appropriation to the  
390 Division of Medicaid and used to match federal funds under a  
391 cooperative agreement between the division and the Department of  
392 Human Services.

393 (16) Mental health services. Approved therapeutic and case  
394 management services provided by (a) an approved regional mental  
395 health/retardation center established under Sections 41-19-31  
396 through 41-19-39, or by another community mental health service  
397 provider meeting the requirements of the Department of Mental  
398 Health to be an approved mental health/retardation center if  
399 determined necessary by the Department of Mental Health, using  
400 state funds which are provided from the appropriation to the State  
401 Department of Mental Health and used to match federal funds under  
402 a cooperative agreement between the division and the department,  
403 or (b) a facility which is certified by the State Department of  
404 Mental Health to provide therapeutic and case management services,  
405 to be reimbursed on a fee for service basis. Any such services  
406 provided by a facility described in paragraph (b) must have the  
407 prior approval of the division to be reimbursable under this

408 section. After June 30, 1997, mental health services provided by  
409 regional mental health/retardation centers established under  
410 Sections 41-19-31 through 41-19-39, or by hospitals as defined in  
411 Section 41-9-3(a) and/or their subsidiaries and divisions, or by  
412 psychiatric residential treatment facilities as defined in Section  
413 43-11-1, or by another community mental health service provider  
414 meeting the requirements of the Department of Mental Health to be  
415 an approved mental health/retardation center if determined  
416 necessary by the Department of Mental Health, shall not be  
417 included in or provided under any capitated managed care pilot  
418 program provided for under paragraph (24) of this section.

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

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

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

441 (b) Early intervention system services. The division

442 shall cooperate with the State Department of Health, acting as  
443 lead agency, in the development and implementation of a statewide  
444 system of delivery of early intervention services, pursuant to  
445 Part H of the Individuals with Disabilities Education Act (IDEA).

446 The State Department of Health shall certify annually in writing  
447 to the director of the division the dollar amount of state early  
448 intervention funds available which shall be utilized as a  
449 certified match for Medicaid matching funds. Those funds then  
450 shall be used to provide expanded targeted case management  
451 services for Medicaid eligible children with special needs who are  
452 eligible for the state's early intervention system.

453 Qualifications for persons providing service coordination shall be  
454 determined by the State Department of Health and the Division of  
455 Medicaid.

456 (20) Home- and community-based services for physically  
457 disabled approved services as allowed by a waiver from the U.S.  
458 Department of Health and Human Services for home- and  
459 community-based services for physically disabled people using  
460 state funds which are provided from the appropriation to the State  
461 Department of Rehabilitation Services and used to match federal  
462 funds under a cooperative agreement between the division and the  
463 department, provided that funds for these services are  
464 specifically appropriated to the Department of Rehabilitation  
465 Services.

466 (21) Nurse practitioner services. Services furnished by a  
467 registered nurse who is licensed and certified by the Mississippi  
468 Board of Nursing as a nurse practitioner including, but not  
469 limited to, nurse anesthetists, nurse midwives, family nurse  
470 practitioners, family planning nurse practitioners, pediatric  
471 nurse practitioners, obstetrics-gynecology nurse practitioners and  
472 neonatal nurse practitioners, under regulations adopted by the  
473 division. Reimbursement for such services shall not exceed ninety  
474 percent (90%) of the reimbursement rate for comparable services  
475 rendered by a physician.

476           (22) Ambulatory services delivered in federally qualified  
477 health centers and in clinics of the local health departments of  
478 the State Department of Health for individuals eligible for  
479 medical assistance under this article based on reasonable costs as  
480 determined by the division.

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

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

506           (25) Birthing center services.

507           (26) Hospice care. As used in this paragraph, the term  
508 "hospice care" means a coordinated program of active professional  
509 medical attention within the home and outpatient and inpatient

510 care which treats the terminally ill patient and family as a unit,  
511 employing a medically directed interdisciplinary team. The  
512 program provides relief of severe pain or other physical symptoms  
513 and supportive care to meet the special needs arising out of  
514 physical, psychological, spiritual, social and economic stresses  
515 which are experienced during the final stages of illness and  
516 during dying and bereavement and meets the Medicare requirements  
517 for participation as a hospice as provided in 42 CFR Part 418.

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

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

525 (29) The Division of Medicaid may apply for a waiver from  
526 the Department of Health and Human Services for home- and  
527 community-based services for developmentally disabled people using  
528 state funds which are provided from the appropriation to the State  
529 Department of Mental Health and used to match federal funds under  
530 a cooperative agreement between the division and the department,  
531 provided that funds for these services are specifically  
532 appropriated to the Department of Mental Health.

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

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

541 (32) Care and services provided in Christian Science  
542 Sanatoria operated by or listed and certified by The First Church  
543 of Christ Scientist, Boston, Massachusetts, rendered in connection



544 with treatment by prayer or spiritual means to the extent that  
545 such services are subject to reimbursement under Section 1903 of  
546 the Social Security Act.

547 (33) Podiatrist services.

548 (34) Personal care services provided in a pilot program to  
549 not more than forty (40) residents at a location or locations to  
550 be determined by the division and delivered by individuals  
551 qualified to provide such services, as allowed by waivers under  
552 Title XIX of the Social Security Act, as amended. The division  
553 shall not expend more than Three Hundred Thousand Dollars  
554 (\$300,000.00) annually to provide such personal care services.  
555 The division shall develop recommendations for the effective  
556 regulation of any facilities that would provide personal care  
557 services which may become eligible for Medicaid reimbursement  
558 under this section, and shall present such recommendations with  
559 any proposed legislation to the 1996 Regular Session of the  
560 Legislature on or before January 1, 1996.

561 (35) Services and activities authorized in Sections  
562 43-27-101 and 43-27-103, using state funds that are provided from  
563 the appropriation to the State Department of Human Services and  
564 used to match federal funds under a cooperative agreement between  
565 the division and the department.

566 (36) Nonemergency transportation services for  
567 Medicaid-eligible persons, to be provided by the Department of  
568 Human Services. The division may contract with additional  
569 entities to administer nonemergency transportation services as it  
570 deems necessary. All providers shall have a valid driver's  
571 license, vehicle inspection sticker and a standard liability  
572 insurance policy covering the vehicle.

573 (37) Targeted case management services for individuals with  
574 chronic diseases, with expanded eligibility to cover services to  
575 uninsured recipients, on a pilot program basis. This paragraph  
576 (37) shall be contingent upon continued receipt of special funds  
577 from the Health Care Financing Authority and private foundations

578 who have granted funds for planning these services. No funding  
579 for these services shall be provided from State General Funds.

580 (38) Chiropractic services: a chiropractor's manual  
581 manipulation of the spine to correct a subluxation, if x-ray  
582 demonstrates that a subluxation exists and if the subluxation has  
583 resulted in a neuromusculoskeletal condition for which  
584 manipulation is appropriate treatment. Reimbursement for  
585 chiropractic services shall not exceed Seven Hundred Dollars  
586 (\$700.00) per year per recipient.

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

603 Notwithstanding any provision of this article, no new groups  
604 or categories of recipients and new types of care and services may  
605 be added without enabling legislation from the Mississippi  
606 Legislature, except that the division may authorize such changes  
607 without enabling legislation when such addition of recipients or  
608 services is ordered by a court of proper authority. The director  
609 shall keep the Governor advised on a timely basis of the funds  
610 available for expenditure and the projected expenditures. In the  
611 event current or projected expenditures can be reasonably

612 anticipated to exceed the amounts appropriated for any fiscal  
613 year, the Governor, after consultation with the director, shall  
614 discontinue any or all of the payment of the types of care and  
615 services as provided herein which are deemed to be optional  
616 services under Title XIX of the federal Social Security Act, as  
617 amended, for any period necessary to not exceed appropriated  
618 funds, and when necessary shall institute any other cost  
619 containment measures on any program or programs authorized under  
620 the article to the extent allowed under the federal law governing  
621 such program or programs, it being the intent of the Legislature  
622 that expenditures during any fiscal year shall not exceed the  
623 amounts appropriated for such fiscal year.

624 SECTION 2. This act shall take effect and be in force from  
625 and after its passage.