Pending AMENDMENT No. 1 PROPOSED TO

House Bill NO. 834

By Senator(s) Committee

Amend by striking all after the enacting clause and inserting in lieu thereof the following:

- 19 SECTION 1. Section 43-13-117, Mississippi Code of 1972, is
- 20 amended as follows:
- 21 43-13-117. Medical assistance as authorized by this article
- 22 shall include payment of part or all of the costs, at the
- 23 discretion of the division or its successor, with approval of the
- 24 Governor, of the following types of care and services rendered to
- 25 eligible applicants who shall have been determined to be eligible
- 26 for such care and services, within the limits of state
- 27 appropriations and federal matching funds:
- 28 (1) Inpatient hospital services.
- 29 (a) The division shall allow thirty (30) days of
- 30 inpatient hospital care annually for all Medicaid recipients;
- 31 however, before any recipient will be allowed more than fifteen
- 32 (15) days of inpatient hospital care in any one (1) year, he must
- 33 obtain prior approval therefor from the division. The division
- 34 shall be authorized to allow unlimited days in disproportionate
- 35 hospitals as defined by the division for eligible infants under
- 36 the age of six (6) years.
- 37 (b) From and after July 1, 1994, the Executive Director
- 38 of the Division of Medicaid shall amend the Mississippi Title XIX
- 39 Inpatient Hospital Reimbursement Plan to remove the occupancy rate

- 40 penalty from the calculation of the Medicaid Capital Cost
- 41 Component utilized to determine total hospital costs allocated to
- 42 the Medicaid Program.
- 43 (2) Outpatient hospital services. Provided that where the
- 44 same services are reimbursed as clinic services, the division may
- 45 revise the rate or methodology of outpatient reimbursement to
- 46 maintain consistency, efficiency, economy and quality of care.
- 47 (3) Laboratory and X-ray services.
- 48 (4) Nursing facility services.
- 49 (a) The division shall make full payment to nursing
- 50 facilities for each day, not exceeding thirty-six (36) days per
- 51 year, that a patient is absent from the facility on home leave.
- 52 However, before payment may be made for more than eighteen (18)
- 53 home leave days in a year for a patient, the patient must have
- 54 written authorization from a physician stating that the patient is
- 55 physically and mentally able to be away from the facility on home
- 56 leave. Such authorization must be filed with the division before
- 57 it will be effective and the authorization shall be effective for
- 58 three (3) months from the date it is received by the division,
- 59 unless it is revoked earlier by the physician because of a change
- 60 in the condition of the patient.
- (b) From and after July 1, 1993, the division shall
- 62 implement the integrated case-mix payment and quality monitoring
- 63 system developed pursuant to Section 43-13-122, which includes the
- 64 fair rental system for property costs and in which recapture of
- 65 depreciation is eliminated. The division may revise the
- 66 reimbursement methodology for the case-mix payment system by
- 67 reducing payment for hospital leave and therapeutic home leave
- 68 days to the lowest case-mix category for nursing facilities,
- 69 modifying the current method of scoring residents so that only
- 70 services provided at the nursing facility are considered in
- 71 calculating a facility's per diem, and the division may limit
- 72 administrative and operating costs, but in no case shall these

- 73 costs be less than one hundred nine percent (109%) of the median
- 74 administrative and operating costs for each class of facility, not
- 75 to exceed the median used to calculate the nursing facility
- 76 reimbursement for Fiscal Year 1996, to be applied uniformly to all
- 77 long-term care facilities. This paragraph (b) shall stand
- 78 repealed on July 1, 1997.
- 79 (c) From and after July 1, 1997, all state-owned
- 80 nursing facilities shall be reimbursed on a full reasonable costs
- 81 basis. From and after July 1, 1997, payments by the division to
- 82 nursing facilities for return on equity capital shall be made at
- 83 the rate paid under Medicare (Title XVIII of the Social Security
- 84 Act), but shall be no less than seven and one-half percent (7.5%)
- 85 nor greater than ten percent (10%).
- 86 (d) A Review Board for nursing facilities is
- 87 established to conduct reviews of the Division of Medicaid's
- 88 decision in the areas set forth below:
- 89 (i) Review shall be heard in the following areas:
- 90 (A) Matters relating to cost reports
- 91 including, but not limited to, allowable costs and cost
- 92 adjustments resulting from desk reviews and audits.
- 93 (B) Matters relating to the Minimum Data Set
- 94 Plus (MDS +) or successor assessment formats including, but not
- 95 limited to, audits, classifications and submissions.
- 96 (ii) The Review Board shall be composed of six (6)
- 97 members, three (3) having expertise in one (1) of the two (2)
- 98 areas set forth above and three (3) having expertise in the other
- 99 area set forth above. Each panel of three (3) shall only review
- 100 appeals arising in its area of expertise. The members shall be
- 101 appointed as follows:
- 102 (A) In each of the areas of expertise defined
- 103 under subparagraphs (i)(A) and (i)(B), the Executive Director of
- 104 the Division of Medicaid shall appoint one (1) person chosen from
- 105 the private sector nursing home industry in the state, which may

- include independent accountants and consultants serving the
 industry;

 (B) In each of the areas of expertise defined
 under subparagraphs (i)(A) and (i)(B), the Executive Director of
- 109 under subparagraphs (i)(A) and (i)(B), the Executive Director of
 110 the Division of Medicaid shall appoint one (1) person who is
 111 employed by the state who does not participate directly in desk
 112 reviews or audits of nursing facilities in the two (2) areas of
- 113 review;
- 114 (C) The two (2) members appointed by the
- 115 Executive Director of the Division of Medicaid in each area of
- 116 expertise shall appoint a third member in the same area of
- 117 expertise.
- In the event of a conflict of interest on the part of any
- 119 Review Board members, the Executive Director of the Division of
- 120 Medicaid or the other two (2) panel members, as applicable, shall
- 121 appoint a substitute member for conducting a specific review.
- 122 (iii) The Review Board panels shall have the power
- 123 to preserve and enforce order during hearings; to issue subpoenas;
- 124 to administer oaths; to compel attendance and testimony of
- 125 witnesses; or to compel the production of books, papers, documents
- 126 and other evidence; or the taking of depositions before any
- 127 designated individual competent to administer oaths; to examine
- 128 witnesses; and to do all things conformable to law that may be
- 129 necessary to enable it effectively to discharge its duties. The
- 130 Review Board panels may appoint such person or persons as they
- 131 shall deem proper to execute and return process in connection
- 132 therewith.
- 133 (iv) The Review Board shall promulgate, publish
- 134 and disseminate to nursing facility providers rules of procedure
- 135 for the efficient conduct of proceedings, subject to the approval
- 136 of the Executive Director of the Division of Medicaid and in
- 137 accordance with federal and state administrative hearing laws and
- 138 regulations.

- 139 (v) Proceedings of the Review Board shall be of
- 140 record.
- 141 (vi) Appeals to the Review Board shall be in
- 142 writing and shall set out the issues, a statement of alleged facts
- 143 and reasons supporting the provider's position. Relevant
- 144 documents may also be attached. The appeal shall be filed within
- 145 thirty (30) days from the date the provider is notified of the
- 146 action being appealed or, if informal review procedures are taken,
- 147 as provided by administrative regulations of the Division of
- 148 Medicaid, within thirty (30) days after a decision has been
- 149 rendered through informal hearing procedures.
- 150 (vii) The provider shall be notified of the
- 151 hearing date by certified mail within thirty (30) days from the
- 152 date the Division of Medicaid receives the request for appeal.
- 153 Notification of the hearing date shall in no event be less than
- 154 thirty (30) days before the scheduled hearing date. The appeal
- 155 may be heard on shorter notice by written agreement between the
- 156 provider and the Division of Medicaid.
- 157 (viii) Within thirty (30) days from the date of
- 158 the hearing, the Review Board panel shall render a written
- 159 recommendation to the Executive Director of the Division of
- 160 Medicaid setting forth the issues, findings of fact and applicable
- 161 law, regulations or provisions.
- 162 (ix) The Executive Director of the Division of
- 163 Medicaid shall, upon review of the recommendation, the proceedings
- 164 and the record, prepare a written decision which shall be mailed
- 165 to the nursing facility provider no later than twenty (20) days
- 166 after the submission of the recommendation by the panel. The
- 167 decision of the executive director is final, subject only to
- 168 judicial review.
- 169 (x) Appeals from a final decision shall be made to
- 170 the Chancery Court of Hinds County. The appeal shall be filed
- 171 with the court within thirty (30) days from the date the decision

172	of the Executive Director of the Division of Medicaid becomes
173	final.
174	(xi) The action of the Division of Medicaid under
175	review shall be stayed until all administrative proceedings have
176	been exhausted.
177	(xii) Appeals by nursing facility providers
178	involving any issues other than those two (2) specified in
179	subparagraphs (i)(A) and (ii)(B) shall be taken in accordance with
180	the administrative hearing procedures established by the Division
181	of Medicaid.
182	(e) The Division of Medicaid shall develop and
183	implement a nursing facility preadmission screening program for
184	Medicaid beneficiaries and applicants. The nursing facility
185	preadmission screening program shall be conducted by a screening
186	team consisting of two (2) members, with a licensed physician
187	available for consultation. Medicaid certified nursing facilities
188	shall provide an individual who applies for admission to the
189	nursing facility or the individual's parent or guardian, if the
190	individual is not competent, a notification in writing on forms
191	prepared by the division of the following:
192	(i) No Medicaid funds shall be paid for nursing
193	facility care for Medicaid beneficiaries admitted to nursing
194	facilities on or after July 1, 1999, who have failed to
195	participate in the nursing facility preadmission screening
196	program.
197	(ii) The nursing facility preadmission screening
198	program consists of an assessment of the applicant's need for care
199	in a nursing facility made by a team of individuals familiar with
200	the needs of individuals seeking admissions to nursing facilities.
201	Placement in a nursing facility may not be denied by the

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202 screening team if any of the following conditions exist:

204 appropriate than care in a nursing facility are not actually

(i) Community services that would be more

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- 206 (ii) The applicant chooses not to receive the
- 207 <u>appropriate community service</u>.
- 208 An applicant aggrieved by a determination of the screening
- 209 team may appeal the determination under rules and procedures
- 210 <u>adopted by the divisi</u>on.
- 211 The division shall make full payment for nursing facility
- 212 preadmission screening team services.
- 213 The division shall apply for necessary federal waivers to
- 214 <u>assure that additional services providing alternatives to</u>
- 215 institutionalization are made available to applicants for nursing
- 216 <u>facility care</u>.
- 217 The division shall coordinate pre-admission screening to
- 218 avoid duplication with hospital discharge planning procedures and
- 219 with screening by local area agencies on aging.
- 220 This paragraph (e) shall stand repealed from and after July
- 221 1, 2001.
- From and after July 1, 2000, a Joint Study Committee on the
- 223 <u>nursing facility preadmission screening program shall be</u>
- 224 <u>established to advise the Division of Medicaid and make a report</u>
- 225 to the Legislature with recommendations relative to the
- 226 continuation or discontinuation of the program. The committee
- 227 shall be composed of the respective Chairmen and Vice-Chairmen of
- 228 the Senate Public Health and Welfare Committee, the Senate
- 229 Appropriations Committee, the House Public Health and Welfare
- 230 Committee, the House Appropriations Committee, one (1) member of
- 231 the Senate appointed by the Chairman of the Senate Public Health
- 232 and Welfare Committee and one (1) member of the House appointed by
- 233 the Chairman of the House Public Health and Welfare Committee.
- 234 The chairman of the committee shall be the Chairman of the Senate
- 235 Public Health and Welfare Committee. Final recommendations of the
- 236 joint study committee shall require a majority vote of the Senate
- 237 members and a majority vote of the House members. Members of the

238	committee shall receive the same per diem and expense
239	reimbursement authorized for legislators when attending committee
240	meetings when the Legislature is not in session. The committee
241	shall meet not less than twice annually and shall be furnished
242	written notice of the meetings at least ten (10) days prior to the
243	date of the meeting. The study committee, among its duties and
244	responsibilities prescribed and agreed to, shall:
245	(i) Advise the division with respect to the
246	nursing facility preadmission screening program;
247	(ii) Communicate the views of the medical care and
248	nursing facility associations to the division relating to the
249	program and communicate the views of the division to the medical
250	care and nursing facility associations; and
251	(iii) Provide a written report on or before
252	November 30, 2000, to the Lieutenant Governor and Speaker of the
253	House of Representatives regarding the continuation or
254	discontinuation of the nursing facility preadmission screening
255	program.
256	(f) When a facility of a category that does not require
257	a certificate of need for construction and that could not be
258	eligible for Medicaid reimbursement is constructed to nursing
259	facility specifications for licensure and certification, and the
260	facility is subsequently converted to a nursing facility pursuant
261	to a certificate of need that authorizes conversion only and the
262	applicant for the certificate of need was assessed an application
263	review fee based on capital expenditures incurred in constructing
264	the facility, the division shall allow reimbursement for capital
265	expenditures necessary for construction of the facility that were
266	incurred within the twenty-four (24) consecutive calendar months
267	immediately preceding the date that the certificate of need
268	authorizing such conversion was issued, to the same extent that
269	reimbursement would be allowed for construction of a new nursing
270	facility pursuant to a certificate of need that authorizes such

construction. The reimbursement authorized in this subparagraph (f) may be made only to facilities the construction of which was completed after June 30, 1989. Before the division shall be authorized to make the reimbursement authorized in this

275 subparagraph $\underline{(f)}$, the division first must have received approval

276 from the Health Care Financing Administration of the United States

277 Department of Health and Human Services of the change in the state

278 Medicaid plan providing for such reimbursement.

279 (5) Periodic screening and diagnostic services for 280 individuals under age twenty-one (21) years as are needed to 281 identify physical and mental defects and to provide health care treatment and other measures designed to correct or ameliorate 282 283 defects and physical and mental illness and conditions discovered by the screening services regardless of whether these services are 284 included in the state plan. The division may include in its 285 periodic screening and diagnostic program those discretionary 286 287 services authorized under the federal regulations adopted to 288 implement Title XIX of the federal Social Security Act, as amended. The division, in obtaining physical therapy services, 289 290 occupational therapy services, and services for individuals with 291 speech, hearing and language disorders, may enter into a 292 cooperative agreement with the State Department of Education for the provision of such services to handicapped students by public 293 294 school districts using state funds which are provided from the 295 appropriation to the Department of Education to obtain federal matching funds through the division. The division, in obtaining 296 297 medical and psychological evaluations for children in the custody of the State Department of Human Services may enter into a 298 cooperative agreement with the State Department of Human Services 299 for the provision of such services using state funds which are 300 301 provided from the appropriation to the Department of Human 302 Services to obtain federal matching funds through the division.

On July 1, 1993, all fees for periodic screening and

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- 304 diagnostic services under this paragraph (5) shall be increased by
- 305 twenty-five percent (25%) of the reimbursement rate in effect on
- 306 June 30, 1993.
- 307 (6) Physicians' services. On January 1, 1996, all fees for
- 308 physicians' services shall be reimbursed at seventy percent (70%)
- 309 of the rate established on January 1, 1994, under Medicare (Title
- 310 XVIII of the Social Security Act), as amended, and the division
- 311 may adjust the physicians' reimbursement schedule to reflect the
- 312 differences in relative value between Medicaid and Medicare.
- 313 (7) (a) Home health services for eligible persons, not to
- 314 exceed in cost the prevailing cost of nursing facility services,
- 315 not to exceed sixty (60) visits per year.
- 316 (b) The division may revise reimbursement for home
- 317 health services in order to establish equity between reimbursement
- 318 for home health services and reimbursement for institutional
- 319 services within the Medicaid program. This paragraph (b) shall
- 320 stand repealed on July 1, 1997.
- 321 (8) Emergency medical transportation services. On January
- 322 1, 1994, emergency medical transportation services shall be
- 323 reimbursed at seventy percent (70%) of the rate established under
- 324 Medicare (Title XVIII of the Social Security Act), as amended.
- 325 "Emergency medical transportation services" shall mean, but shall
- 326 not be limited to, the following services by a properly permitted
- 327 ambulance operated by a properly licensed provider in accordance
- 328 with the Emergency Medical Services Act of 1974 (Section 41-59-1
- 329 et seq.): (i) basic life support, (ii) advanced life support,
- 330 (iii) mileage, (iv) oxygen, (v) intravenous fluids, (vi)
- 331 disposable supplies, (vii) similar services.
- 332 (9) Legend and other drugs as may be determined by the
- 333 division. The division may implement a program of prior approval
- 334 for drugs to the extent permitted by law. Payment by the division
- 335 for covered multiple source drugs shall be limited to the lower of
- 336 the upper limits established and published by the Health Care

- 337 Financing Administration (HCFA) plus a dispensing fee of Four
- 338 Dollars and Ninety-one Cents (\$4.91), or the estimated acquisition
- 339 cost (EAC) as determined by the division plus a dispensing fee of
- 340 Four Dollars and Ninety-one Cents (\$4.91), or the providers' usual
- 341 and customary charge to the general public. The division shall
- 342 allow five (5) prescriptions per month for noninstitutionalized
- 343 Medicaid recipients.
- Payment for other covered drugs, other than multiple source
- 345 drugs with HCFA upper limits, shall not exceed the lower of the
- 346 estimated acquisition cost as determined by the division plus a
- 347 dispensing fee of Four Dollars and Ninety-one Cents (\$4.91) or the
- 348 providers' usual and customary charge to the general public.
- Payment for nonlegend or over-the-counter drugs covered on
- 350 the division's formulary shall be reimbursed at the lower of the
- 351 division's estimated shelf price or the providers' usual and
- 352 customary charge to the general public. No dispensing fee shall
- 353 be paid.
- 354 The division shall develop and implement a program of payment
- 355 for additional pharmacist services, with payment to be based on
- 356 demonstrated savings, but in no case shall the total payment
- 357 exceed twice the amount of the dispensing fee.
- 358 As used in this paragraph (9), "estimated acquisition cost"
- 359 means the division's best estimate of what price providers
- 360 generally are paying for a drug in the package size that providers
- 361 buy most frequently. Product selection shall be made in
- 362 compliance with existing state law; however, the division may
- 363 reimburse as if the prescription had been filled under the generic
- 364 name. The division may provide otherwise in the case of specified
- 365 drugs when the consensus of competent medical advice is that
- 366 trademarked drugs are substantially more effective.
- 367 (10) Dental care that is an adjunct to treatment of an acute
- 368 medical or surgical condition; services of oral surgeons and
- 369 dentists in connection with surgery related to the jaw or any

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- 370 structure contiguous to the jaw or the reduction of any fracture
- 371 of the jaw or any facial bone; and emergency dental extractions
- 372 and treatment related thereto. On January 1, 1994, all fees for
- 373 dental care and surgery under authority of this paragraph (10)
- 374 shall be increased by twenty percent (20%) of the reimbursement
- 375 rate as provided in the Dental Services Provider Manual in effect
- 376 on December 31, 1993.
- 377 (11) Eyeglasses necessitated by reason of eye surgery, and
- 378 as prescribed by a physician skilled in diseases of the eye or an
- 379 optometrist, whichever the patient may select.
- 380 (12) Intermediate care facility services.
- 381 (a) The division shall make full payment to all
- 382 intermediate care facilities for the mentally retarded for each
- 383 day, not exceeding thirty-six (36) days per year, that a patient
- 384 is absent from the facility on home leave. However, before
- 385 payment may be made for more than eighteen (18) home leave days in
- 386 a year for a patient, the patient must have written authorization
- 387 from a physician stating that the patient is physically and
- 388 mentally able to be away from the facility on home leave. Such
- 389 authorization must be filed with the division before it will be
- 390 effective, and the authorization shall be effective for three (3)
- 391 months from the date it is received by the division, unless it is
- 392 revoked earlier by the physician because of a change in the
- 393 condition of the patient.
- 394 (b) All state-owned intermediate care facilities for
- 395 the mentally retarded shall be reimbursed on a full reasonable
- 396 cost basis.
- 397 (13) Family planning services, including drugs, supplies and
- 398 devices, when such services are under the supervision of a
- 399 physician.
- 400 (14) Clinic services. Such diagnostic, preventive,
- 401 therapeutic, rehabilitative or palliative services furnished to an
- 402 outpatient by or under the supervision of a physician or dentist

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in a facility which is not a part of a hospital but which is 403 404 organized and operated to provide medical care to outpatients. 405 Clinic services shall include any services reimbursed as 406 outpatient hospital services which may be rendered in such a facility, including those that become so after July 1, 1991. On 407 408 January 1, 1994, all fees for physicians' services reimbursed under authority of this paragraph (14) shall be reimbursed at 409 seventy percent (70%) of the rate established on January 1, 1993, 410 under Medicare (Title XVIII of the Social Security Act), as 411 412 amended, or the amount that would have been paid under the 413 division's fee schedule that was in effect on December 31, 1993, 414 whichever is greater, and the division may adjust the physicians' 415 reimbursement schedule to reflect the differences in relative 416 value between Medicaid and Medicare. However, on January 1, 1994, 417 the division may increase any fee for physicians' services in the division's fee schedule on December 31, 1993, that was greater 418 419 than seventy percent (70%) of the rate established under Medicare 420 by no more than ten percent (10%). On January 1, 1994, all fees for dentists' services reimbursed under authority of this 421 422 paragraph (14) shall be increased by twenty percent (20%) of the reimbursement rate as provided in the Dental Services Provider 423 424 Manual in effect on December 31, 1993. (15) Home- and community-based services, as provided under 425 426 Title XIX of the federal Social Security Act, as amended, under 427 waivers, subject to the availability of funds specifically 428 appropriated therefor by the Legislature. Payment for such 429 services shall be limited to individuals who would be eligible for 430 and would otherwise require the level of care provided in a 431 nursing facility. The home- and community-based services authorized under this paragraph shall be expanded to four thousand 432 four hundred (4,400) recipients over a five-year period beginning 433 434 July 1, 1999. The division shall certify case management agencies 435 to provide case management services and provide for home- and

community-based services for eligible individuals under this 436 paragraph. The home- and community-based services under this 437 438 paragraph and the activities performed by certified case 439 management agencies under this paragraph shall be funded using 440 state funds that are provided from the appropriation to the 441 Division of Medicaid and used to match federal funds * * *. 442 (16) Mental health services. Approved therapeutic and case 443 management services provided by (a) an approved regional mental 444 health/retardation center established under Sections 41-19-31 445 through 41-19-39, or by another community mental health service 446 provider meeting the requirements of the Department of Mental Health to be an approved mental health/retardation center if 447 448 determined necessary by the Department of Mental Health, using 449 state funds which are provided from the appropriation to the State Department of Mental Health and used to match federal funds under 450 a cooperative agreement between the division and the department, 451 452 or (b) a facility which is certified by the State Department of 453 Mental Health to provide therapeutic and case management services, to be reimbursed on a fee for service basis. Any such services 454 455 provided by a facility described in paragraph (b) must have the 456 prior approval of the division to be reimbursable under this 457 section. After June 30, 1997, mental health services provided by regional mental health/retardation centers established under 458 459 Sections 41-19-31 through 41-19-39, or by hospitals as defined in 460 Section 41-9-3(a) and/or their subsidiaries and divisions, or by psychiatric residential treatment facilities as defined in Section 461 462 43-11-1, or by another community mental health service provider 463 meeting the requirements of the Department of Mental Health to be an approved mental health/retardation center if determined 464 necessary by the Department of Mental Health, shall not be 465 466 included in or provided under any capitated managed care pilot 467 program provided for under paragraph (24) of this section.

(17) Durable medical equipment services and medical supplies

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- 469 restricted to patients receiving home health services unless
- 470 waived on an individual basis by the division. The division shall
- 471 not expend more than Three Hundred Thousand Dollars (\$300,000.00)
- 472 of state funds annually to pay for medical supplies authorized
- 473 under this paragraph.
- 474 (18) Notwithstanding any other provision of this section to
- 475 the contrary, the division shall make additional reimbursement to
- 476 hospitals which serve a disproportionate share of low-income
- 477 patients and which meet the federal requirements for such payments
- 478 as provided in Section 1923 of the federal Social Security Act and
- 479 any applicable regulations.
- 480 (19) (a) Perinatal risk management services. The division
- 481 shall promulgate regulations to be effective from and after
- 482 October 1, 1988, to establish a comprehensive perinatal system for
- 483 risk assessment of all pregnant and infant Medicaid recipients and
- 484 for management, education and follow-up for those who are
- 485 determined to be at risk. Services to be performed include case
- 486 management, nutrition assessment/counseling, psychosocial
- 487 assessment/counseling and health education. The division shall
- 488 set reimbursement rates for providers in conjunction with the
- 489 State Department of Health.
- 490 (b) Early intervention system services. The division
- 491 shall cooperate with the State Department of Health, acting as
- 492 lead agency, in the development and implementation of a statewide
- 493 system of delivery of early intervention services, pursuant to
- 494 Part H of the Individuals with Disabilities Education Act (IDEA).
- 495 The State Department of Health shall certify annually in writing
- 496 to the director of the division the dollar amount of state early
- 497 intervention funds available which shall be utilized as a
- 498 certified match for Medicaid matching funds. Those funds then
- 499 shall be used to provide expanded targeted case management
- 500 services for Medicaid eligible children with special needs who are
- 501 eligible for the state's early intervention system.

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- 502 Qualifications for persons providing service coordination shall be
- 503 determined by the State Department of Health and the Division of
- 504 Medicaid.
- 505 (20) Home- and community-based services for physically
- 506 disabled approved services as allowed by a waiver from the U.S.
- 507 Department of Health and Human Services for home- and
- 508 community-based services for physically disabled people using
- 509 state funds which are provided from the appropriation to the State
- 510 Department of Rehabilitation Services and used to match federal
- 511 funds under a cooperative agreement between the division and the
- 512 department, provided that funds for these services are
- 513 specifically appropriated to the Department of Rehabilitation
- 514 Services.
- 515 (21) Nurse practitioner services. Services furnished by a
- 516 registered nurse who is licensed and certified by the Mississippi
- 517 Board of Nursing as a nurse practitioner including, but not
- 518 limited to, nurse anesthetists, nurse midwives, family nurse
- 519 practitioners, family planning nurse practitioners, pediatric
- 520 nurse practitioners, obstetrics-gynecology nurse practitioners and
- 521 neonatal nurse practitioners, under regulations adopted by the
- 522 division. Reimbursement for such services shall not exceed ninety
- 523 percent (90%) of the reimbursement rate for comparable services
- 524 rendered by a physician.
- 525 (22) Ambulatory services delivered in federally qualified
- 526 health centers and in clinics of the local health departments of
- 527 the State Department of Health for individuals eligible for
- 528 medical assistance under this article based on reasonable costs as
- 529 determined by the division.
- 530 (23) Inpatient psychiatric services. Inpatient psychiatric
- 531 services to be determined by the division for recipients under age
- 532 twenty-one (21) which are provided under the direction of a
- 533 physician in an inpatient program in a licensed acute care
- 534 psychiatric facility or in a licensed psychiatric residential

535 treatment facility, before the recipient reaches age twenty-one

536 (21) or, if the recipient was receiving the services immediately

537 before he reached age twenty-one (21), before the earlier of the

538 date he no longer requires the services or the date he reaches age

539 twenty-two (22), as provided by federal regulations. Recipients

540 shall be allowed forty-five (45) days per year of psychiatric

541 services provided in acute care psychiatric facilities, and shall

542 be allowed unlimited days of psychiatric services provided in

543 licensed psychiatric residential treatment facilities.

(24) Managed care services in a program to be developed by
the division by a public or private provider. Notwithstanding any
other provision in this article to the contrary, the division
shall establish rates of reimbursement to providers rendering care
and services authorized under this section, and may revise such

549 rates of reimbursement without amendment to this section by the

550 Legislature for the purpose of achieving effective and accessible

551 health services, and for responsible containment of costs. This

552 shall include, but not be limited to, one (1) module of capitated

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

554 managed care in an urban area.

555 (25) Birthing center services.

Hospice care. As used in this paragraph, the term 556 "hospice care" means a coordinated program of active professional 557 558 medical attention within the home and outpatient and inpatient 559 care which treats the terminally ill patient and family as a unit, employing a medically directed interdisciplinary team. 560 561 program provides relief of severe pain or other physical symptoms 562 and supportive care to meet the special needs arising out of physical, psychological, spiritual, social and economic stresses 563 which are experienced during the final stages of illness and

564 which are experienced during the final stages of illness and

565 during dying and bereavement and meets the Medicare requirements

566 for participation as a hospice as provided in 42 CFR Part 418.

(27) Group health plan premiums and cost sharing if it is

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- 568 cost effective as defined by the Secretary of Health and Human
- 569 Services.
- 570 (28) Other health insurance premiums which are cost
- 571 effective as defined by the Secretary of Health and Human
- 572 Services. Medicare eligible must have Medicare Part B before
- 573 other insurance premiums can be paid.
- 574 (29) The Division of Medicaid may apply for a waiver from
- 575 the Department of Health and Human Services for home- and
- 576 community-based services for developmentally disabled people using
- 577 state funds which are provided from the appropriation to the State
- 578 Department of Mental Health and used to match federal funds under
- 579 a cooperative agreement between the division and the department,
- 580 provided that funds for these services are specifically
- 581 appropriated to the Department of Mental Health.
- 582 (30) Pediatric skilled nursing services for eligible persons
- 583 under twenty-one (21) years of age.
- 584 (31) Targeted case management services for children with
- 585 special needs, under waivers from the U.S. Department of Health
- 586 and Human Services, using state funds that are provided from the
- 587 appropriation to the Mississippi Department of Human Services and
- 588 used to match federal funds under a cooperative agreement between
- 589 the division and the department.
- 590 (32) Care and services provided in Christian Science
- 591 Sanatoria operated by or listed and certified by The First Church
- 592 of Christ Scientist, Boston, Massachusetts, rendered in connection
- 593 with treatment by prayer or spiritual means to the extent that
- 594 such services are subject to reimbursement under Section 1903 of
- 595 the Social Security Act.
- 596 (33) Podiatrist services.
- 597 (34) Personal care services provided in a pilot program to
- 598 not more than forty (40) residents at a location or locations to
- 599 be determined by the division and delivered by individuals
- 600 qualified to provide such services, as allowed by waivers under

- 601 Title XIX of the Social Security Act, as amended. The division
- 602 shall not expend more than Three Hundred Thousand Dollars
- 603 (\$300,000.00) annually to provide such personal care services.
- 604 The division shall develop recommendations for the effective
- 605 regulation of any facilities that would provide personal care
- 606 services which may become eligible for Medicaid reimbursement
- 607 under this section, and shall present such recommendations with
- 608 any proposed legislation to the 1996 Regular Session of the
- 609 Legislature on or before January 1, 1996.
- 610 (35) Services and activities authorized in Sections
- 611 43-27-101 and 43-27-103, using state funds that are provided from
- 612 the appropriation to the State Department of Human Services and
- 613 used to match federal funds under a cooperative agreement between
- 614 the division and the department.
- 615 (36) Nonemergency transportation services for
- 616 Medicaid-eligible persons, to be provided by the Department of
- 617 Human Services. The division may contract with additional
- 618 entities to administer nonemergency transportation services as it
- 619 deems necessary. All providers shall have a valid driver's
- 620 license, vehicle inspection sticker and a standard liability
- 621 insurance policy covering the vehicle.
- 622 (37) Targeted case management services for individuals with
- 623 chronic diseases, with expanded eligibility to cover services to
- 624 uninsured recipients, on a pilot program basis. This paragraph
- 625 (37) shall be contingent upon continued receipt of special funds
- 626 from the Health Care Financing Authority and private foundations
- 627 who have granted funds for planning these services. No funding
- 628 for these services shall be provided from State General Funds.
- 629 (38) Chiropractic services: a chiropractor's manual
- 630 manipulation of the spine to correct a subluxation, if x-ray
- 631 demonstrates that a subluxation exists and if the subluxation has
- 632 resulted in a neuromusculoskeletal condition for which
- 633 manipulation is appropriate treatment. Reimbursement for

chiropractic services shall not exceed Seven Hundred Dollars 634 635 (\$700.00) per year per recipient. Notwithstanding any provision of this article, except as 636 637 authorized in the following paragraph and in Section 43-13-139, neither (a) the limitations on quantity or frequency of use of or 638 639 the fees or charges for any of the care or services available to 640 recipients under this section, nor (b) the payments or rates of reimbursement to providers rendering care or services authorized 641 642 under this section to recipients, may be increased, decreased or 643 otherwise changed from the levels in effect on July 1, 1986, 644 unless such is authorized by an amendment to this section by the Legislature. However, the restriction in this paragraph shall not 645 646 prevent the division from changing the payments or rates of 647 reimbursement to providers without an amendment to this section whenever such changes are required by federal law or regulation, 648 or whenever such changes are necessary to correct administrative 649 650 errors or omissions in calculating such payments or rates of 651 reimbursement. Notwithstanding any provision of this article, no new groups 652 653 or categories of recipients and new types of care and services may 654 be added without enabling legislation from the Mississippi 655 Legislature, except that the division may authorize such changes 656 without enabling legislation when such addition of recipients or

657 services is ordered by a court of proper authority. The director 658 shall keep the Governor advised on a timely basis of the funds available for expenditure and the projected expenditures. In the 659 660 event current or projected expenditures can be reasonably 661 anticipated to exceed the amounts appropriated for any fiscal year, the Governor, after consultation with the director, shall 662 discontinue any or all of the payment of the types of care and 663 664 services as provided herein which are deemed to be optional 665 services under Title XIX of the federal Social Security Act, as 666 amended, for any period necessary to not exceed appropriated

- 667 funds, and when necessary shall institute any other cost
- 668 containment measures on any program or programs authorized under
- 669 the article to the extent allowed under the federal law governing
- 670 such program or programs, it being the intent of the Legislature
- 671 that expenditures during any fiscal year shall not exceed the
- 672 amounts appropriated for such fiscal year.
- SECTION 2. Section 41-7-191, Mississippi Code of 1972, is
- 674 amended as follows:
- 675 41-7-191. (1) No person shall engage in any of the
- 676 following activities without obtaining the required certificate of
- 677 need:
- 678 (a) The construction, development or other
- 679 establishment of a new health care facility;
- (b) The relocation of a health care facility or portion
- 681 thereof, or major medical equipment;
- 682 (c) A change over a period of two (2) years' time, as
- 683 established by the State Department of Health, in existing bed
- 684 complement through the addition of more than ten (10) beds or more
- 685 than ten percent (10%) of the total bed capacity of a designated
- 686 licensed category or subcategory of any health care facility,
- 687 whichever is less, from one physical facility or site to another;
- 688 the conversion over a period of two (2) years' time, as
- 689 established by the State Department of Health, of existing bed
- 690 complement of more than ten (10) beds or more than ten percent
- 691 (10%) of the total bed capacity of a designated licensed category
- 692 or subcategory of any such health care facility, whichever is
- 693 less; or the alteration, modernizing or refurbishing of any unit
- 694 or department wherein such beds may be located; provided, however,
- 695 that from and after July 1, 1994, no health care facility shall be
- 696 authorized to add any beds or convert any beds to another category
- 697 of beds without a certificate of need under the authority of
- 698 subsection (1)(c) of this section unless there is a projected need
- 699 for such beds in the planning district in which the facility is

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    located, as reported in the most current State Health Plan;
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               (d)
                   Offering of the following health services if those
    services have not been provided on a regular basis by the proposed
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    provider of such services within the period of twelve (12) months
    prior to the time such services would be offered:
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                    (i) Open heart surgery services;
                    (ii) Cardiac catheterization services;
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                    (iii) Comprehensive inpatient rehabilitation
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    services;
                    (iv) Licensed psychiatric services;
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                    (v) Licensed chemical dependency services;
                    (vi) Radiation therapy services;
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                    (vii) Diagnostic imaging services of an invasive
    nature, i.e. invasive digital angiography;
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                    (viii) Nursing home care as defined in
    subparagraphs (iv), (vi) and (viii) of Section 41-7-173(h);
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                    (ix) Home health services;
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                    (x) Swing-bed services;
                    (xi) Ambulatory surgical services;
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                    (xii) Magnetic resonance imaging services;
                    (xiii) Extracorporeal shock wave lithotripsy
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    services;
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                    (xiv) Long-term care hospital services;
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                    (xv) Positron Emission Tomography (PET) Services;
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                    The relocation of one or more health services from
    one physical facility or site to another physical facility or
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    site, unless such relocation, which does not involve a capital
    expenditure by or on behalf of a health care facility, is the
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    result of an order of a court of appropriate jurisdiction or a
    result of pending litigation in such court, or by order of the
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    State Department of Health, or by order of any other agency or
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    legal entity of the state, the federal government, or any
    political subdivision of either, whose order is also approved by
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- 733 the State Department of Health;
- 734 (f) The acquisition or otherwise control of any major
- 735 medical equipment for the provision of medical services; provided,
- 736 however, that the acquisition of any major medical equipment used
- 737 only for research purposes shall be exempt from this paragraph; an
- 738 acquisition for less than fair market value must be reviewed, if
- 739 the acquisition at fair market value would be subject to review;
- 740 (g) Changes of ownership of existing health care
- 741 facilities in which a notice of intent is not filed with the State
- 742 Department of Health at least thirty (30) days prior to the date
- 743 such change of ownership occurs, or a change in services or bed
- 744 capacity as prescribed in paragraph (c) or (d) of this subsection
- 745 as a result of the change of ownership; an acquisition for less
- 746 than fair market value must be reviewed, if the acquisition at
- 747 fair market value would be subject to review;
- 748 (h) The change of ownership of any health care facility
- 749 defined in subparagraphs (iv), (vi) and (viii) of Section
- 750 41-7-173(h), in which a notice of intent as described in paragraph
- 751 (g) has not been filed and if the Executive Director, Division of
- 752 Medicaid, Office of the Governor, has not certified in writing
- 753 that there will be no increase in allowable costs to Medicaid from
- 754 revaluation of the assets or from increased interest and
- 755 depreciation as a result of the proposed change of ownership;
- 756 (i) Any activity described in paragraphs (a) through
- 757 (h) if undertaken by any person if that same activity would
- 758 require certificate of need approval if undertaken by a health
- 759 care facility;
- 760 (j) Any capital expenditure or deferred capital
- 761 expenditure by or on behalf of a health care facility not covered
- 762 by paragraphs (a) through (h);
- 763 (k) The contracting of a health care facility as
- 764 defined in subparagraphs (i) through (viii) of Section 41-7-173(h)
- 765 to establish a home office, subunit, or branch office in the space

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766 operated as a health care facility through a formal arrangement 767 with an existing health care facility as defined in subparagraph

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(ix) of Section 41-7-173(h). 769 (2) The State Department of Health shall not grant approval for or issue a certificate of need to any person proposing the new 770 771 construction of, addition to, or expansion of any health care facility defined in subparagraphs (iv) (skilled nursing facility) 772 773 and (vi) (intermediate care facility) of Section 41-7-173(h) or 774 the conversion of vacant hospital beds to provide skilled or 775 intermediate nursing home care, except as hereinafter authorized: 776 The total number of nursing home beds as defined in subparagraphs (iv) and (vi) of Section 41-7-173(h) which may be 777 778 authorized by such certificates of need issued during the period beginning on July 1, 1989, and ending on June 30, 1999, shall not 779 780 exceed one thousand four hundred seventy (1,470) beds. The number of nursing home beds authorized under paragraphs (z), (cc), (dd), 781 (ee) \star * * (ff) and (gg) of this subsection (2) shall not be 782 783

counted in the limit on the total number of beds provided for in 784 this paragraph (a). 785

The department may issue a certificate of need to (b) 786 any of the hospitals in the state which have a distinct part 787 component of the hospital that was constructed for extended care 788 use (nursing home care) but is not currently licensed to provide 789 nursing home care, which certificate of need will authorize the 790 distinct part component to be operated to provide nursing home care after a license is obtained. The six (6) hospitals which 791 792 currently have these distinct part components and which are eligible for a certificate of need under this section are: 793 794 Webster General Hospital in Webster County, Tippah County General Hospital in Tippah County, Tishomingo County Hospital in 795 796 Tishomingo County, North Sunflower County Hospital in Sunflower 797 County, H.C. Watkins Hospital in Clarke County and Northwest

Regional Medical Center in Coahoma County. Because the facilities

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799 to be considered currently exist and no new construction is 800 required, the provision of Section 41-7-193(1) regarding 801 substantial compliance with the projection of need as reported in 802 the 1989 State Health Plan is waived. The total number of nursing home care beds that may be authorized by certificates of need 803 804 issued under this paragraph shall not exceed one hundred fifty-four (154) beds. 805 806 (c) The department may issue a certificate of need to any person proposing the new construction of any health care 807 808 facility defined in subparagraphs (iv) and (vi) of Section 809 41-7-173(h) as part of a life care retirement facility, in any county bordering on the Gulf of Mexico in which is located a 810 811 National Aeronautics and Space Administration facility, not to exceed forty (40) beds, provided that the owner of the health care 812 facility on July 1, 1994, agrees in writing that no more than 813 twenty (20) of the beds in the health care facility will be 814 815 certified for participation in the Medicaid program (Section 816 43-13-101 et seq.), and that no claim will be submitted for Medicaid reimbursement for more than twenty (20) patients in the 817 818 health care facility in any day or for any patient in the health 819 care facility who is in a bed that is not Medicaid-certified. 820 This written agreement by the owner of the health care facility on July 1, 1994, shall be fully binding on any subsequent owner of 821 822 the health care facility if the ownership of the health care 823 facility is transferred at any time after July 1, 1994. this written agreement is executed, the Division of Medicaid and 824 825 the State Department of Health shall not certify more than twenty (20) of the beds in the health care facility for participation in 826 827 the Medicaid program. If the health care facility violates the terms of the written agreement by admitting or keeping in the 828 829 health care facility on a regular or continuing basis more than 830 twenty (20) patients who are participating in the Medicaid program, the State Department of Health shall revoke the license 831

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- 832 of the health care facility, at the time that the department
- 833 determines, after a hearing complying with due process, that the
- 834 health care facility has violated the terms of the written
- 835 agreement as provided in this paragraph.
- 836 (d) The department may issue a certificate of need for
- 837 the conversion of existing beds in a county district hospital or
- 838 in a personal care home in Holmes County to provide nursing home
- 839 care in the county. Because the facilities to be considered
- 840 currently exist, no new construction shall be authorized by such
- 841 certificate of need. Because the facilities to be considered
- 842 currently exist and no new construction is required, the provision
- 843 of Section 41-7-193(1) regarding substantial compliance with the
- 844 projection of need as reported in the 1989 State Health Plan is
- 845 waived. The total number of nursing home care beds that may be
- 846 authorized by any certificate of need issued under this paragraph
- 847 shall not exceed sixty (60) beds.
- 848 (e) The department may issue a certificate of need for
- 849 the conversion of existing hospital beds to provide nursing home
- 850 care in a county hospital in Jasper County that has its own
- 851 licensed nursing home located adjacent to the hospital. The total
- 852 number of nursing home care beds that may be authorized by any
- 853 certificate of need issued under this paragraph shall not exceed
- 854 twenty (20) beds.
- (f) The department may issue a certificate of need for
- 856 the conversion of existing hospital beds in a hospital in Calhoun
- 857 County to provide nursing home care in the county. The total
- 858 number of nursing home care beds that may be authorized by any
- 859 certificate of need issued under this paragraph shall not exceed
- 860 twenty (20) beds.
- 861 (g) The department may issue a certificate of need for
- 862 the conversion of existing hospital beds to provide nursing home
- 863 care, not to exceed twenty-five (25) beds, in George County.
- 864 (h) Provided all criteria specified in the 1989 State

Health Plan are met and the proposed nursing home is within no 865 866 more than a fifteen-minute transportation time to an existing 867 hospital, the department may issue a certificate of need for the 868 construction of one (1) sixty-bed nursing home in Benton County. (i) The department may issue a certificate of need to 869 870 provide nursing home care in Neshoba County, not to exceed a total The provision of Section 41-7-193(1) 871 of twenty (20) beds. regarding substantial compliance with the projection of need as 872 reported in the current State Health Plan is waived for the 873 874 purposes of this paragraph. 875 The department may issue certificates of need on a pilot-program basis for county-owned hospitals in Kemper and 876 877 Chickasaw Counties to convert vacant hospital beds to nursing home 878 beds, not to exceed fifty (50) beds statewide. 879 (k) The department may issue certificates of need in Harrison County to provide skilled nursing home care for 880 881 Alzheimer's Disease patients and other patients, not to exceed one 882 hundred fifty (150) beds, provided that (i) the owner of the health care facility issued a certificate of need for sixty (60) 883 884 beds agrees in writing that no more than thirty (30) of the beds in the health care facility will be certified for participation in 885 886 the Medicaid program (Section 43-13-101 et seq.), (ii) the owner of one (1) of the health care facilities issued a certificate of 887 888 need for forty-five (45) beds agrees in writing that no more than 889 twenty-three (23) of the beds in the health care facility will be certified for participation in the Medicaid program, and (iii) the 890 891 owner of the other health care facility issued a certificate of need for forty-five (45) beds agrees in writing that no more than 892 twenty-two (22) of the beds in the health care facility will be 893 certified for participation in the Medicaid program, and that no 894 claim will be submitted for Medicaid reimbursement for a number of 895 896 patients in the health care facility in any day that is greater

than the number of beds certified for participation in the

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898 Medicaid program or for any patient in the health care facility 899 who is in a bed that is not Medicaid-certified. These written 900 agreements by the owners of the health care facilities on July 1, 901 1995, shall be fully binding on any subsequent owner of any of the health care facilities if the ownership of any of the health care 902 903 facilities is transferred at any time after July 1, 1995. After these written agreements are executed, the Division of Medicaid 904 and the State Department of Health shall not certify for 905 participation in the Medicaid program more than the number of beds 906 907 authorized for participation in the Medicaid program under this 908 paragraph (k) for each respective facility. If any of the health care facilities violates the terms of the written agreement by 909 910 admitting or keeping in the health care facility on a regular or 911 continuing basis a number of patients that is greater than the number of beds certified for participation in the Medicaid 912 program, the State Department of Health shall revoke the license 913 914 of the health care facility, at the time that the department 915 determines, after a hearing complying with due process, that the health care facility has violated the terms of the written 916 917 agreement as provided in this paragraph.

- (1) The department may issue certificates of need for 919 the new construction of, addition to, or expansion of any skilled 920 nursing facility or intermediate care facility in Jackson County, 921 not to exceed a total of sixty (60) beds.
- (m) The department may issue a certificate of need for the new construction of, addition to, or expansion of a nursing home, or the conversion of existing hospital beds to provide nursing home care, in Hancock County. The total number of nursing home care beds that may be authorized by any certificate of need issued under this paragraph shall not exceed sixty (60) beds.
- 928 (n) The department may issue a certificate of need to 929 any intermediate care facility as defined in Section
- 930 41-7-173(h)(vi) in Marion County which has fewer than sixty (60)

- 931 beds, for making additions to or expansion or replacement of the
- 932 existing facility in order to increase the number of its beds to
- 933 not more than sixty (60) beds. For the purposes of this
- 934 paragraph, the provision of Section 41-7-193(1) requiring
- 935 substantial compliance with the projection of need as reported in
- 936 the current State Health Plan is waived. The total number of
- 937 nursing home beds that may be authorized by any certificate of
- 938 need issued under this paragraph shall not exceed twenty-five (25)
- 939 beds.
- 940 (o) The department may issue a certificate of need for
- 941 the conversion of nursing home beds, not to exceed thirteen (13)
- 942 beds, in Winston County. The provision of Section 41-7-193(1)
- 943 regarding substantial compliance with the projection of need as
- 944 reported in the current State Health Plan is hereby waived as to
- 945 such construction or expansion.
- 946 (p) The department shall issue a certificate of need
- 947 for the construction, expansion or conversion of nursing home
- 948 care, not to exceed thirty-three (33) beds, in Pontotoc County.
- 949 The provisions of Section 41-7-193(1) regarding substantial
- 950 compliance with the projection of need as reported in the current
- 951 State Health Plan are hereby waived as to such construction,
- 952 expansion or conversion.
- 953 (q) The department may issue a certificate of need for
- 954 the construction of a pediatric skilled nursing facility in
- 955 Harrison County, not to exceed sixty (60) new beds. For the
- 956 purposes of this paragraph, the provision of Section 41-7-193(1)
- 957 requiring substantial compliance with the projection of need as
- 958 reported in the current State Health Plan is waived.
- 959 (r) The department may issue a certificate of need for
- 960 the addition to or expansion of any skilled nursing facility that
- 961 is part of an existing continuing care retirement community
- 962 located in Madison County, provided that the recipient of the
- 963 certificate of need agrees in writing that the skilled nursing

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965 (Section 43-13-101 et seq.) or admit or keep any patients in the 966 skilled nursing facility who are participating in the Medicaid 967 program. This written agreement by the recipient of the certificate of need shall be fully binding on any subsequent owner 968 969 of the skilled nursing facility, if the ownership of the facility is transferred at any time after the issuance of the certificate 970 of need. Agreement that the skilled nursing facility will not 971 participate in the Medicaid program shall be a condition of the 972 issuance of a certificate of need to any person under this 973 974 paragraph (r), and if such skilled nursing facility at any time after the issuance of the certificate of need, regardless of the 975 976 ownership of the facility, participates in the Medicaid program or 977 admits or keeps any patients in the facility who are participating in the Medicaid program, the State Department of Health shall 978 revoke the certificate of need, if it is still outstanding, and 979 980 shall deny or revoke the license of the skilled nursing facility, 981 at the time that the department determines, after a hearing complying with due process, that the facility has failed to comply 982 983 with any of the conditions upon which the certificate of need was 984 issued, as provided in this paragraph and in the written agreement 985 by the recipient of the certificate of need. The total number of beds that may be authorized under the authority of this paragraph 986 987 (r) shall not exceed sixty (60) beds. 988 The State Department of Health may issue a certificate of need to any hospital located in DeSoto County for 989 990 the new construction of a skilled nursing facility, not to exceed one hundred twenty (120) beds, in DeSoto County, provided that the 991 recipient of the certificate of need agrees in writing that no 992 more than thirty (30) of the beds in the skilled nursing facility 993 994 will be certified for participation in the Medicaid program 995 (Section 43-13-101 et seq.), and that no claim will be submitted for Medicaid reimbursement for more than thirty (30) patients in 996

facility will not at any time participate in the Medicaid program

997 the facility in any day or for any patient in the facility who is 998 in a bed that is not Medicaid-certified. This written agreement by the recipient of the certificate of need shall be a condition 999 1000 of the issuance of the certificate of need under this paragraph, and the agreement shall be fully binding on any subsequent owner 1001 1002 of the skilled nursing facility if the ownership of the facility is transferred at any time after the issuance of the certificate 1003 1004 of need. After this written agreement is executed, the Division 1005 of Medicaid and the State Department of Health shall not certify more than thirty (30) of the beds in the skilled nursing facility 1006 1007 for participation in the Medicaid program. If the skilled nursing facility violates the terms of the written agreement by admitting 1008 1009 or keeping in the facility on a regular or continuing basis more 1010 than thirty (30) patients who are participating in the Medicaid program, the State Department of Health shall revoke the license 1011 1012 of the facility, at the time that the department determines, after 1013 a hearing complying with due process, that the facility has 1014 violated the condition upon which the certificate of need was 1015 issued, as provided in this paragraph and in the written 1016 agreement. If the skilled nursing facility authorized by the 1017 certificate of need issued under this paragraph is not constructed and fully operational within eighteen (18) months after July 1, 1018 1019 1994, the State Department of Health, after a hearing complying 1020 with due process, shall revoke the certificate of need, if it is 1021 still outstanding, and shall not issue a license for the facility 1022 at any time after the expiration of the eighteen-month period. 1023 (t) The State Department of Health may issue a 1024 certificate of need for the construction of a nursing facility or the conversion of beds to nursing facility beds at a personal care 1025 1026 facility for the elderly in Lowndes County that is owned and 1027 operated by a Mississippi nonprofit corporation, not to exceed 1028 sixty (60) beds, provided that the recipient of the certificate of 1029 need agrees in writing that no more than thirty (30) of the beds

1030 at the facility will be certified for participation in the 1031 Medicaid program (Section 43-13-101 et seq.), and that no claim 1032 will be submitted for Medicaid reimbursement for more than thirty 1033 (30) patients in the facility in any month or for any patient in 1034 the facility who is in a bed that is not Medicaid-certified. 1035 written agreement by the recipient of the certificate of need shall be a condition of the issuance of the certificate of need 1036 1037 under this paragraph, and the agreement shall be fully binding on 1038 any subsequent owner of the facility if the ownership of the 1039 facility is transferred at any time after the issuance of the 1040 certificate of need. After this written agreement is executed, the Division of Medicaid and the State Department of Health shall 1041 1042 not certify more than thirty (30) of the beds in the facility for 1043 participation in the Medicaid program. If the facility violates 1044 the terms of the written agreement by admitting or keeping in the 1045 facility on a regular or continuing basis more than thirty (30) 1046 patients who are participating in the Medicaid program, the State 1047 Department of Health shall revoke the license of the facility, at the time that the department determines, after a hearing complying 1048 1049 with due process, that the facility has violated the condition 1050 upon which the certificate of need was issued, as provided in this paragraph and in the written agreement. If the nursing facility 1051 1052 or nursing facility beds authorized by the certificate of need 1053 issued under this paragraph are not constructed or converted and 1054 fully operational within eighteen (18) months after July 1, 1994, the State Department of Health, after a hearing complying with due 1055 1056 process, shall revoke the certificate of need, if it is still outstanding, and shall not issue a license for the nursing 1057 facility or nursing facility beds at any time after the expiration 1058 1059 of the eighteen-month period. The State Department of Health may issue a 1060

1061 certificate of need for conversion of a county hospital facility

1062 in Itawamba County to a nursing facility, not to exceed sixty (60)

1063 beds, including any necessary construction, renovation or 1064 expansion, provided that the recipient of the certificate of need agrees in writing that no more than thirty (30) of the beds at the 1065 1066 facility will be certified for participation in the Medicaid program (Section 43-13-101 et seq.), and that no claim will be 1067 1068 submitted for Medicaid reimbursement for more than thirty (30) patients in the facility in any day or for any patient in the 1069 1070 facility who is in a bed that is not Medicaid-certified. 1071 written agreement by the recipient of the certificate of need shall be a condition of the issuance of the certificate of need 1072 1073 under this paragraph, and the agreement shall be fully binding on 1074 any subsequent owner of the facility if the ownership of the 1075 facility is transferred at any time after the issuance of the 1076 certificate of need. After this written agreement is executed, 1077 the Division of Medicaid and the State Department of Health shall 1078 not certify more than thirty (30) of the beds in the facility for 1079 participation in the Medicaid program. If the facility violates 1080 the terms of the written agreement by admitting or keeping in the facility on a regular or continuing basis more than thirty (30) 1081 1082 patients who are participating in the Medicaid program, the State 1083 Department of Health shall revoke the license of the facility, at 1084 the time that the department determines, after a hearing complying 1085 with due process, that the facility has violated the condition 1086 upon which the certificate of need was issued, as provided in this 1087 paragraph and in the written agreement. If the beds authorized by the certificate of need issued under this paragraph are not 1088 1089 converted to nursing facility beds and fully operational within eighteen (18) months after July 1, 1994, the State Department of 1090 1091 Health, after a hearing complying with due process, shall revoke 1092 the certificate of need, if it is still outstanding, and shall not issue a license for the facility at any time after the expiration 1093 1094 of the eighteen-month period.

(v) The State Department of Health may issue a

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1096 certificate of need for the construction or expansion of nursing 1097 facility beds or the conversion of other beds to nursing facility 1098 beds in either Hinds, Madison or Rankin Counties, not to exceed 1099 sixty (60) beds, provided that the recipient of the certificate of 1100 need agrees in writing that no more than thirty (30) of the beds 1101 at the nursing facility will be certified for participation in the 1102 Medicaid program (Section 43-13-101 et seq.), and that no claim 1103 will be submitted for Medicaid reimbursement for more than thirty 1104 (30) patients in the nursing facility in any day or for any 1105 patient in the nursing facility who is in a bed that is not 1106 Medicaid-certified. This written agreement by the recipient of 1107 the certificate of need shall be a condition of the issuance of 1108 the certificate of need under this paragraph, and the agreement 1109 shall be fully binding on any subsequent owner of the nursing facility if the ownership of the nursing facility is transferred 1110 1111 at any time after the issuance of the certificate of need. 1112 this written agreement is executed, the Division of Medicaid and 1113 the State Department of Health shall not certify more than thirty 1114 (30) of the beds in the nursing facility for participation in the 1115 Medicaid program. If the nursing facility violates the terms of 1116 the written agreement by admitting or keeping in the nursing 1117 facility on a regular or continuing basis more than thirty (30) patients who are participating in the Medicaid program, the State 1118 1119 Department of Health shall revoke the license of the nursing 1120 facility, at the time that the department determines, after a hearing complying with due process, that the nursing facility has 1121 1122 violated the condition upon which the certificate of need was 1123 issued, as provided in this paragraph and in the written agreement. If the nursing facility or nursing facility beds 1124 1125 authorized by the certificate of need issued under this paragraph are not constructed, expanded or converted and fully operational 1126 1127 within thirty-six (36) months after July 1, 1994, the State 1128 Department of Health, after a hearing complying with due process,

1129 shall revoke the certificate of need, if it is still outstanding, 1130 and shall not issue a license for the nursing facility or nursing 1131 facility beds at any time after the expiration of the 1132 thirty-six-month period. 1133 (w) The State Department of Health may issue a 1134 certificate of need for the construction or expansion of nursing facility beds or the conversion of other beds to nursing facility 1135 1136 beds in either Hancock, Harrison or Jackson Counties, not to 1137 exceed sixty (60) beds, provided that the recipient of the 1138 certificate of need agrees in writing that no more than thirty 1139 (30) of the beds at the nursing facility will be certified for 1140 participation in the Medicaid program (Section 43-13-101 et seq.), 1141 and that no claim will be submitted for Medicaid reimbursement for 1142 more than thirty (30) patients in the nursing facility in any day 1143 or for any patient in the nursing facility who is in a bed that is 1144 not Medicaid-certified. This written agreement by the recipient 1145 of the certificate of need shall be a condition of the issuance of 1146 the certificate of need under this paragraph, and the agreement 1147 shall be fully binding on any subsequent owner of the nursing 1148 facility if the ownership of the nursing facility is transferred at any time after the issuance of the certificate of need. 1149 1150 this written agreement is executed, the Division of Medicaid and 1151 the State Department of Health shall not certify more than thirty 1152 (30) of the beds in the nursing facility for participation in the 1153 Medicaid program. If the nursing facility violates the terms of the written agreement by admitting or keeping in the nursing 1154 1155 facility on a regular or continuing basis more than thirty (30) 1156 patients who are participating in the Medicaid program, the State 1157 Department of Health shall revoke the license of the nursing 1158 facility, at the time that the department determines, after a 1159 hearing complying with due process, that the nursing facility has 1160 violated the condition upon which the certificate of need was 1161 issued, as provided in this paragraph and in the written

1162 agreement. If the nursing facility or nursing facility beds 1163 authorized by the certificate of need issued under this paragraph are not constructed, expanded or converted and fully operational 1164 1165 within thirty-six (36) months after July 1, 1994, the State 1166 Department of Health, after a hearing complying with due process, 1167 shall revoke the certificate of need, if it is still outstanding, 1168 and shall not issue a license for the nursing facility or nursing 1169 facility beds at any time after the expiration of the 1170 thirty-six-month period. (x) The department may issue a certificate of need for 1171 1172 the new construction of a skilled nursing facility in Leake 1173 County, provided that the recipient of the certificate of need 1174 agrees in writing that the skilled nursing facility will not at any time participate in the Medicaid program (Section 43-13-101 et 1175 seq.) or admit or keep any patients in the skilled nursing 1176 1177 facility who are participating in the Medicaid program. 1178 written agreement by the recipient of the certificate of need 1179 shall be fully binding on any subsequent owner of the skilled 1180 nursing facility, if the ownership of the facility is transferred 1181 at any time after the issuance of the certificate of need. 1182 Agreement that the skilled nursing facility will not participate 1183 in the Medicaid program shall be a condition of the issuance of a 1184 certificate of need to any person under this paragraph (x), and if 1185 such skilled nursing facility at any time after the issuance of 1186 the certificate of need, regardless of the ownership of the facility, participates in the Medicaid program or admits or keeps 1187 1188 any patients in the facility who are participating in the Medicaid program, the State Department of Health shall revoke the 1189 certificate of need, if it is still outstanding, and shall deny or 1190 1191 revoke the license of the skilled nursing facility, at the time 1192 that the department determines, after a hearing complying with due 1193 process, that the facility has failed to comply with any of the 1194 conditions upon which the certificate of need was issued, as

1195 provided in this paragraph and in the written agreement by the 1196 recipient of the certificate of need. The provision of Section 43-7-193(1) regarding substantial compliance of the projection of 1197 1198 need as reported in the current State Health Plan is waived for the purposes of this paragraph. The total number of nursing 1199 1200 facility beds that may be authorized by any certificate of need 1201 issued under this paragraph (x) shall not exceed sixty (60) beds. 1202 If the skilled nursing facility authorized by the certificate of 1203 need issued under this paragraph is not constructed and fully 1204 operational within eighteen (18) months after July 1, 1994, the 1205 State Department of Health, after a hearing complying with due 1206 process, shall revoke the certificate of need, if it is still 1207 outstanding, and shall not issue a license for the skilled nursing facility at any time after the expiration of the eighteen-month 1208 1209 period.

1210 (y) The department may issue a certificate of need in 1211 Jones County for making additions to or expansion or replacement 1212 of an existing forty-bed facility in order to increase the number 1213 of its beds to not more than sixty (60) beds. For the purposes of 1214 this paragraph, the provision of Section 41-7-193(1) requiring substantial compliance with the projection of need as reported in 1215 the current State Health Plan is waived. The total number of 1216 nursing home beds that may be authorized by any certificate of 1217 1218 need issued under this paragraph shall not exceed twenty (20) 1219 beds.

1220 (z) The department may issue certificates of need to
1221 allow any existing freestanding long-term care facility in
1222 Tishomingo County and Hancock County that on July 1, 1995, is
1223 licensed with fewer than sixty (60) beds to increase the number of
1224 its beds to not more than sixty (60) beds, provided that the
1225 recipient of the certificate of need agrees in writing that none
1226 of the additional beds authorized by this paragraph (z) at the
1227 nursing facility will be certified for participation in the

1229 will be submitted for Medicaid reimbursement in the nursing 1230 facility for a number of patients in the nursing facility in any 1231 day that is greater than the number of licensed beds in the 1232 facility on July 1, 1995. This written agreement by the recipient 1233 of the certificate of need shall be a condition of the issuance of 1234 the certificate of need under this paragraph, and the agreement 1235 shall be fully binding on any subsequent owner of the nursing 1236 facility if the ownership of the nursing facility is transferred 1237 at any time after the issuance of the certificate of need. 1238 this agreement is executed, the Division of Medicaid and the State 1239 Department of Health shall not certify more beds in the nursing 1240 facility for participation in the Medicaid program than the number 1241 of licensed beds in the facility on July 1, 1995. If the nursing 1242 facility violates the terms of the written agreement by admitting 1243 or keeping in the nursing facility on a regular or continuing 1244 basis a number of patients who are participating in the Medicaid 1245 program that is greater than the number of licensed beds in the 1246 facility on July 1, 1995, the State Department of Health shall 1247 revoke the license of the nursing facility, at the time that the 1248 department determines, after a hearing complying with due process, 1249 that the nursing facility has violated the condition upon which 1250 the certificate of need was issued, as provided in this paragraph and in the written agreement. For the purposes of this paragraph 1251 1252 (z), the provision of Section 41-7-193(1) requiring substantial 1253 compliance with the projection of need as reported in the current 1254 State Health Plan is waived. (aa) The department may issue a certificate of need for 1255 1256 the construction of a nursing facility at a continuing care 1257 retirement community in Lowndes County, provided that the 1258 recipient of the certificate of need agrees in writing that the 1259 nursing facility will not at any time participate in the Medicaid

1260 program (Section 43-13-101 et seq.) or admit or keep any patients

1228 Medicaid program (Section 43-13-101 et seq.), and that no claim

in the nursing facility who are participating in the Medicaid 1261 1262 program. This written agreement by the recipient of the 1263 certificate of need shall be fully binding on any subsequent owner 1264 of the nursing facility, if the ownership of the facility is 1265 transferred at any time after the issuance of the certificate of 1266 need. Agreement that the nursing facility will not participate in 1267 the Medicaid program shall be a condition of the issuance of a 1268 certificate of need to any person under this paragraph (aa), and 1269 if such nursing facility at any time after the issuance of the 1270 certificate of need, regardless of the ownership of the facility, 1271 participates in the Medicaid program or admits or keeps any 1272 patients in the facility who are participating in the Medicaid 1273 program, the State Department of Health shall revoke the 1274 certificate of need, if it is still outstanding, and shall deny or 1275 revoke the license of the nursing facility, at the time that the 1276 department determines, after a hearing complying with due process, 1277 that the facility has failed to comply with any of the conditions 1278 upon which the certificate of need was issued, as provided in this 1279 paragraph and in the written agreement by the recipient of the 1280 certificate of need. The total number of beds that may be 1281 authorized under the authority of this paragraph (aa) shall not 1282 exceed sixty (60) beds. (bb) Provided that funds are specifically appropriated 1283 1284 therefor by the Legislature, the department may issue a 1285 certificate of need to a rehabilitation hospital in Hinds County for the construction of a sixty-bed long-term care nursing 1286 1287 facility dedicated to the care and treatment of persons with severe disabilities including persons with spinal cord and 1288 1289 closed-head injuries and ventilator-dependent patients. 1290 provision of Section 41-7-193(1) regarding substantial compliance 1291 with projection of need as reported in the current State Health 1292 Plan is hereby waived for the purpose of this paragraph. 1293

(cc) The State Department of Health may issue a

1295 Judicial District of Panola County for the conversion of not more 1296 than seventy-two (72) hospital beds to nursing facility beds, 1297 provided that the recipient of the certificate of need agrees in 1298 writing that none of the beds at the nursing facility will be 1299 certified for participation in the Medicaid program (Section 1300 43-13-101 et seq.), and that no claim will be submitted for 1301 Medicaid reimbursement in the nursing facility in any day or for any patient in the nursing facility. This written agreement by 1302 1303 the recipient of the certificate of need shall be a condition of 1304 the issuance of the certificate of need under this paragraph, and 1305 the agreement shall be fully binding on any subsequent owner of 1306 the nursing facility if the ownership of the nursing facility is 1307 transferred at any time after the issuance of the certificate of 1308 need. After this written agreement is executed, the Division of 1309 Medicaid and the State Department of Health shall not certify any 1310 of the beds in the nursing facility for participation in the 1311 Medicaid program. If the nursing facility violates the terms of 1312 the written agreement by admitting or keeping in the nursing 1313 facility on a regular or continuing basis any patients who are 1314 participating in the Medicaid program, the State Department of 1315 Health shall revoke the license of the nursing facility, at the time that the department determines, after a hearing complying 1316 1317 with due process, that the nursing facility has violated the 1318 condition upon which the certificate of need was issued, as 1319 provided in this paragraph and in the written agreement. 1320 certificate of need authorized under this paragraph is not issued 1321 within twelve (12) months after July 1, 1998, the department shall 1322 deny the application for the certificate of need and shall not 1323 issue the certificate of need at any time after the twelve-month 1324 period, unless the issuance is contested. If the certificate of 1325 need is issued and substantial construction of the nursing 1326 facility beds has not commenced within eighteen (18) months after

1294 certificate of need to a county-owned hospital in the Second

1327 July 1, 1998, the State Department of Health, after a hearing 1328 complying with due process, shall revoke the certificate of need if it is still outstanding, and the department shall not issue a 1329 1330 license for the nursing facility at any time after the eighteen-month period. Provided, however, that if the issuance of 1331 1332 the certificate of need is contested, the department shall require substantial construction of the nursing facility beds within six 1333 (6) months after final adjudication on the issuance of the 1334 1335 certificate of need. (dd) The department may issue a certificate of need for 1336 1337 the new construction, addition or conversion of skilled nursing facility beds in Madison County, provided that the recipient of 1338 1339 the certificate of need agrees in writing that the skilled nursing 1340 facility will not at any time participate in the Medicaid program 1341 (Section 43-13-101 et seq.) or admit or keep any patients in the 1342 skilled nursing facility who are participating in the Medicaid 1343 program. This written agreement by the recipient of the 1344 certificate of need shall be fully binding on any subsequent owner 1345 of the skilled nursing facility, if the ownership of the facility 1346 is transferred at any time after the issuance of the certificate of need. Agreement that the skilled nursing facility will not 1347 1348 participate in the Medicaid program shall be a condition of the issuance of a certificate of need to any person under this 1349 1350 paragraph (dd), and if such skilled nursing facility at any time 1351 after the issuance of the certificate of need, regardless of the 1352 ownership of the facility, participates in the Medicaid program or 1353 admits or keeps any patients in the facility who are participating 1354 in the Medicaid program, the State Department of Health shall revoke the certificate of need, if it is still outstanding, and 1355 1356 shall deny or revoke the license of the skilled nursing facility, 1357 at the time that the department determines, after a hearing 1358 complying with due process, that the facility has failed to comply 1359 with any of the conditions upon which the certificate of need was

1361 by the recipient of the certificate of need. The total number of 1362 nursing facility beds that may be authorized by any certificate of 1363 need issued under this paragraph (dd) shall not exceed sixty (60) 1364 beds. If the certificate of need authorized under this paragraph 1365 is not issued within twelve (12) months after July 1, 1998, the 1366 department shall deny the application for the certificate of need 1367 and shall not issue the certificate of need at any time after the 1368 twelve-month period, unless the issuance is contested. 1369 certificate of need is issued and substantial construction of the 1370 nursing facility beds has not commenced within eighteen (18) 1371 months after July 1, 1998, the State Department of Health, after a 1372 hearing complying with due process, shall revoke the certificate 1373 of need if it is still outstanding, and the department shall not 1374 issue a license for the nursing facility at any time after the eighteen-month period. Provided, however, that if the issuance of 1375 1376 the certificate of need is contested, the department shall require 1377 substantial construction of the nursing facility beds within six (6) months after final adjudication on the issuance of the 1378 1379 certificate of need. The department may issue a certificate of need for 1380 (ee) 1381 the new construction, addition or conversion of skilled nursing facility beds in Leake County, provided that the recipient of the 1382 1383 certificate of need agrees in writing that the skilled nursing 1384 facility will not at any time participate in the Medicaid program (Section 43-13-101 et seq.) or admit or keep any patients in the 1385 1386 skilled nursing facility who are participating in the Medicaid 1387 program. This written agreement by the recipient of the certificate of need shall be fully binding on any subsequent owner 1388 of the skilled nursing facility, if the ownership of the facility 1389 1390 is transferred at any time after the issuance of the certificate 1391 of need. Agreement that the skilled nursing facility will not

1392 participate in the Medicaid program shall be a condition of the

issued, as provided in this paragraph and in the written agreement

1360

1393 issuance of a certificate of need to any person under this 1394 paragraph (ee), and if such skilled nursing facility at any time after the issuance of the certificate of need, regardless of the 1395 1396 ownership of the facility, participates in the Medicaid program or 1397 admits or keeps any patients in the facility who are participating 1398 in the Medicaid program, the State Department of Health shall 1399 revoke the certificate of need, if it is still outstanding, and 1400 shall deny or revoke the license of the skilled nursing facility, 1401 at the time that the department determines, after a hearing 1402 complying with due process, that the facility has failed to comply 1403 with any of the conditions upon which the certificate of need was issued, as provided in this paragraph and in the written agreement 1404 1405 by the recipient of the certificate of need. The total number of 1406 nursing facility beds that may be authorized by any certificate of 1407 need issued under this paragraph (ee) shall not exceed sixty (60) 1408 beds. If the certificate of need authorized under this paragraph 1409 is not issued within twelve (12) months after July 1, 1998, the 1410 department shall deny the application for the certificate of need 1411 and shall not issue the certificate of need at any time after the 1412 twelve-month period, unless the issuance is contested. 1413 certificate of need is issued and substantial construction of the 1414 nursing facility beds has not commenced within eighteen (18) months after July 1, 1998, the State Department of Health, after a 1415 1416 hearing complying with due process, shall revoke the certificate 1417 of need if it is still outstanding, and the department shall not issue a license for the nursing facility at any time after the 1418 1419 eighteen-month period. Provided, however, that if the issuance of the certificate of need is contested, the department shall require 1420 substantial construction of the nursing facility beds within six 1421 1422 (6) months after final adjudication on the issuance of the 1423 certificate of need.

The department may issue a certificate of need for

1425 the construction of a municipally-owned nursing facility within

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1426 the Town of Belmont in Tishomingo County, not to exceed sixty (60) 1427 beds, provided that the recipient of the certificate of need 1428 agrees in writing that the skilled nursing facility will not at 1429 any time participate in the Medicaid program (Section 43-13-101 et seq.) or admit or keep any patients in the skilled nursing 1430 1431 facility who are participating in the Medicaid program. 1432 written agreement by the recipient of the certificate of need 1433 shall be fully binding on any subsequent owner of the skilled 1434 nursing facility, if the ownership of the facility is transferred 1435 at any time after the issuance of the certificate of need. 1436 Agreement that the skilled nursing facility will not participate in the Medicaid program shall be a condition of the issuance of a 1437 1438 certificate of need to any person under this paragraph (ff), and if such skilled nursing facility at any time after the issuance of 1439 1440 the certificate of need, regardless of the ownership of the 1441 facility, participates in the Medicaid program or admits or keeps 1442 any patients in the facility who are participating in the Medicaid 1443 program, the State Department of Health shall revoke the 1444 certificate of need, if it is still outstanding, and shall deny or 1445 revoke the license of the skilled nursing facility, at the time that the department determines, after a hearing complying with due 1446 1447 process, that the facility has failed to comply with any of the 1448 conditions upon which the certificate of need was issued, as 1449 provided in this paragraph and in the written agreement by the 1450 recipient of the certificate of need. The provision of Section 43-7-193(1) regarding substantial compliance of the projection of 1451 1452 need as reported in the current State Health Plan is waived for the purposes of this paragraph. If the certificate of need 1453 authorized under this paragraph is not issued within twelve (12) 1454 1455 months after July 1, 1998, the department shall deny the application for the certificate of need and shall not issue the 1456 1457 certificate of need at any time after the twelve-month period, 1458 unless the issuance is contested. If the certificate of need is

1459	issued and substantial construction of the nursing facility beds
1460	has not commenced within eighteen (18) months after July 1, 1998,
1461	the State Department of Health, after a hearing complying with due
1462	process, shall revoke the certificate of need if it is still
1463	outstanding, and the department shall not issue a license for the
1464	nursing facility at any time after the eighteen-month period.
1465	Provided, however, that if the issuance of the certificate of need
1466	is contested, the department shall require substantial
1467	construction of the nursing facility beds within six (6) months
1468	after final adjudication on the issuance of the certificate of
1469	need.
1470	(qq) (i) Beginning on July 1, 1999, the State
1471	Department of Health may issue a certificate of need during each
1472	of the next two (2) fiscal years for the construction or expansion
1473	of nursing facility beds or the conversion of other beds to
1474	nursing facility beds in each county of the state having an
1475	additional nursing facility bed need of fifty (50) beds or more
1476	according to the 1998 State Health Plan, not to exceed sixty (60)
1477	beds in any county and subject to the restrictions on
1478	participation in the Medicaid program prescribed in subparagraph
1479	(ii). The certificate of need issued for nursing facility beds in
1480	such counties shall not exceed thirteen (13) during fiscal year
1481	ending June 30, 2000, and shall not exceed thirteen (13) during
1482	fiscal year ending June 30, 2001, and shall first be available for
1483	nursing facility beds in the county in the state having the
1484	highest need for those beds, as shown in the 1998 State Health
1485	Plan. If there are no applications for a certificate of need for
1486	nursing facility beds in the county having the highest need for
1487	those beds by the date specified by the department, then the
1488	certificate of need shall be available for nursing facility beds
1489	in other counties in the state in descending order of the need for
1490	those beds, from the county with the second highest need to the
1491	county with the lowest need, until an application is received for

1492	nursing facility beds in an eligible county in the state. In the
1493	event the department reaches the end of the list of eligible
1494	counties during the two-year period, the department shall again
1495	determine the counties of the state having an additional nursing
1496	facility bed need of fifty (50) beds or more, and such
1497	certificates of need shall be available for nursing facility beds
1498	in descending order of the need for those beds.
1499	(ii) The recipient of any certificate of need
1500	issued under authority of this paragraph (gg) shall agree in
1501	writing that no more than forty (40) of the additional beds
1502	authorized in the certificate of need will be certified for
1503	participation in the Medicaid program (Section 43-13-101 et seq.)
1504	and that no claim will be submitted for Medicaid reimbursement for
1505	more than forty (40) patients in the nursing facility in any day
1506	or for any patient in the nursing facility who is in a bed that is
1507	not Medicaid-certified. This written agreement by the recipient
1508	of the certificate of need shall be a condition of the issuance of
1509	the certificate of need under this paragraph, and the agreement
1510	shall be fully binding on any subsequent owner of the nursing
1511	facility if the ownership of the nursing facility is transferred
1512	at any time after the issuance of the certificate of need. After
1513	this written agreement is executed, the Division of Medicaid and
1514	the State Department of Health shall not certify more than forty
1515	(40) of the beds in the nursing facility for participation in the
1516	Medicaid program. If the nursing facility violates the terms of
1517	the written agreement by admitting or keeping in the nursing
1518	facility on a regular or continuing basis more than forty (40)
1519	patients who are participating in the Medicaid program, the State
1520	Department of Health shall revoke the license of the nursing
1521	facility, at the time that the department determines, after a
1522	hearing complying with due process, that the nursing facility has
1523	violated the condition upon which the certificate of need was
1524	issued, as provided in this paragraph and in the written

- 1525 agreement. If the nursing facility or nursing facility beds
- 1526 <u>authorized</u> by the certificate of need issued under this paragraph
- 1527 are not constructed, expended or converted and fully operational
- 1528 within thirty-six (36) months after issuance of the certificate,
- 1529 the State Department of Health, after a hearing complying with due
- 1530 process, shall revoke the certificate of need, if it is still
- 1531 outstanding, and shall not issue a license for the nursing
- 1532 <u>facility or nursing facility beds at any time after the expiration</u>
- 1533 of the thirty-six-month period.
- 1534 (3) If the holder of the certificate of need that was issued
- 1535 before January 1, 1990, for the construction of a nursing home in
- 1536 Claiborne County has not substantially undertaken commencement of
- 1537 construction by completing site works and pouring foundations and
- 1538 the floor slab of a nursing home in Claiborne County before May 1,
- 1539 1990, as determined by the department, then the department shall
- 1540 transfer such certificate of need to the Board of Supervisors of
- 1541 Claiborne County upon the effective date of this subsection (3).
- 1542 If the certificate of need is transferred to the board of
- 1543 supervisors, it shall be valid for a period of twelve (12) months
- 1544 and shall authorize the construction of a sixty-bed nursing home
- 1545 on county-owned property or the conversion of vacant hospital beds
- 1546 in the county hospital not to exceed sixty (60) beds.
- 1547 (4) The State Department of Health may grant approval for
- 1548 and issue certificates of need to any person proposing the new
- 1549 construction of, addition to, conversion of beds of or expansion
- 1550 of any health care facility defined in subparagraph (x)
- 1551 (psychiatric residential treatment facility) of Section
- 1552 41-7-173(h). The total number of beds which may be authorized by
- 1553 such certificates of need shall not exceed two hundred
- 1554 seventy-four (274) beds for the entire state.
- 1555 (a) Of the total number of beds authorized under this
- 1556 subsection, the department shall issue a certificate of need to a
- 1557 privately owned psychiatric residential treatment facility in

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1558 Simpson County for the conversion of sixteen (16) intermediate 1559 care facility for the mentally retarded (ICF-MR) beds to 1560 psychiatric residential treatment facility beds, provided that 1561 facility agrees in writing that the facility shall give priority 1562 for the use of those sixteen (16) beds to Mississippi residents 1563 who are presently being treated in out-of-state facilities. 1564 (b) Of the total number of beds authorized under this subsection, the department may issue a certificate or certificates 1565 1566 of need for the construction or expansion of psychiatric 1567 residential treatment facility beds or the conversion of other 1568 beds to psychiatric residential treatment facility beds in Warren 1569 County, not to exceed sixty (60) psychiatric residential treatment 1570 facility beds, provided that the facility agrees in writing that 1571 no more than thirty (30) of the beds at the psychiatric 1572 residential treatment facility will be certified for participation 1573 in the Medicaid program (Section 43-13-101 et seq.) for the use of 1574 any patients other than those who are participating only in the 1575 Medicaid program of another state, and that no claim will be submitted to the Division of Medicaid for Medicaid reimbursement 1576 1577 for more than thirty (30) patients in the psychiatric residential 1578 treatment facility in any day or for any patient in the 1579 psychiatric residential treatment facility who is in a bed that is 1580 not Medicaid-certified. This written agreement by the recipient 1581 of the certificate of need shall be a condition of the issuance of 1582 the certificate of need under this paragraph, and the agreement shall be fully binding on any subsequent owner of the psychiatric 1583 1584 residential treatment facility if the ownership of the facility is transferred at any time after the issuance of the certificate of 1585 1586 need. After this written agreement is executed, the Division of 1587 Medicaid and the State Department of Health shall not certify more 1588 than thirty (30) of the beds in the psychiatric residential 1589 treatment facility for participation in the Medicaid program for 1590 the use of any patients other than those who are participating

1591 only in the Medicaid program of another state. If the psychiatric 1592 residential treatment facility violates the terms of the written 1593 agreement by admitting or keeping in the facility on a regular or 1594 continuing basis more than thirty (30) patients who are participating in the Mississippi Medicaid program, the State 1595 1596 Department of Health shall revoke the license of the facility, at the time that the department determines, after a hearing complying 1597 with due process, that the facility has violated the condition 1598 1599 upon which the certificate of need was issued, as provided in this 1600 paragraph and in the written agreement. 1601 (c) Of the total number of beds authorized under this 1602 subsection, the department shall issue a certificate of need to a 1603 hospital currently operating Medicaid-certified acute psychiatric 1604 beds for adolescents in DeSoto County, for the establishment of a forty-bed psychiatric residential treatment facility in DeSoto 1605 1606 County, provided that the hospital agrees in writing (i) that the 1607 hospital shall give priority for the use of those forty (40) beds 1608 to Mississippi residents who are presently being treated in 1609 out-of-state facilities, and (ii) that no more than fifteen (15) 1610 of the beds at the psychiatric residential treatment facility will 1611 be certified for participation in the Medicaid program (Section 1612 43-13-101 et seq.), and that no claim will be submitted for 1613 Medicaid reimbursement for more than fifteen (15) patients in the 1614 psychiatric residential treatment facility in any day or for any 1615 patient in the psychiatric residential treatment facility who is in a bed that is not Medicaid-certified. This written agreement 1616 1617 by the recipient of the certificate of need shall be a condition of the issuance of the certificate of need under this paragraph, 1618 and the agreement shall be fully binding on any subsequent owner 1619 of the psychiatric residential treatment facility if the ownership 1620

1621 of the facility is transferred at any time after the issuance of

the certificate of need. After this written agreement is

1623 executed, the Division of Medicaid and the State Department of

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1624 Health shall not certify more than fifteen (15) of the beds in the 1625 psychiatric residential treatment facility for participation in 1626 the Medicaid program. If the psychiatric residential treatment 1627 facility violates the terms of the written agreement by admitting 1628 or keeping in the facility on a regular or continuing basis more 1629 than fifteen (15) patients who are participating in the Medicaid 1630 program, the State Department of Health shall revoke the license 1631 of the facility, at the time that the department determines, after 1632 a hearing complying with due process, that the facility has 1633 violated the condition upon which the certificate of need was 1634 issued, as provided in this paragraph and in the written 1635 agreement.

Of the total number of beds authorized under this 1636 (d) subsection, the department may issue a certificate or certificates 1637 1638 of need for the construction or expansion of psychiatric residential treatment facility beds or the conversion of other 1639 beds to psychiatric treatment facility beds, not to exceed thirty 1640 1641 (30) psychiatric residential treatment facility beds, in either 1642 Alcorn, Tishomingo, Prentiss, Lee, Itawamba, Monroe, Chickasaw, 1643 Pontotoc, Calhoun, Lafayette, Union, Benton or Tippah Counties. 1644 Of the total number of beds authorized under this

subsection (4) the department shall issue a certificate of need to
1646 a privately owned, nonprofit psychiatric residential treatment
1647 facility in Hinds County for an eight-bed expansion of the
1648 facility, provided that the facility agrees in writing that the
1649 facility shall give priority for the use of those eight (8) beds
1650 to Mississippi residents who are presently being treated in
1651 out-of-state facilities.

(5) (a) From and after July 1, 1993, the department shall not issue a certificate of need to any person for the new construction of any hospital, psychiatric hospital or chemical dependency hospital that will contain any child/adolescent psychiatric or child/adolescent chemical dependency beds, or for

1657 the conversion of any other health care facility to a hospital, 1658 psychiatric hospital or chemical dependency hospital that will 1659 contain any child/adolescent psychiatric or child/adolescent 1660 chemical dependency beds, or for the addition of any child/adolescent psychiatric or child/adolescent chemical 1661 1662 dependency beds in any hospital, psychiatric hospital or chemical dependency hospital, or for the conversion of any beds of another 1663 category in any hospital, psychiatric hospital or chemical 1664 1665 dependency hospital to child/adolescent psychiatric or 1666 child/adolescent chemical dependency beds, except as hereinafter 1667 authorized: 1668 The department may issue certificates of need (i) 1669 to any person for any purpose described in this subsection, provided that the hospital, psychiatric hospital or chemical 1670 dependency hospital does not participate in the $Medicaid\ program$ 1671 1672 (Section 43-13-101 et seq.) at the time of the application for the 1673 certificate of need and the owner of the hospital, psychiatric 1674 hospital or chemical dependency hospital agrees in writing that the hospital, psychiatric hospital or chemical dependency hospital 1675 1676 will not at any time participate in the Medicaid program or admit 1677 or keep any patients who are participating in the Medicaid program 1678 in the hospital, psychiatric hospital or chemical dependency 1679 hospital. This written agreement by the recipient of the 1680 certificate of need shall be fully binding on any subsequent owner 1681 of the hospital, psychiatric hospital or chemical dependency hospital, if the ownership of the facility is transferred at any 1682 time after the issuance of the certificate of need. Agreement 1683 1684 that the hospital, psychiatric hospital or chemical dependency hospital will not participate in the Medicaid program shall be a 1685 1686 condition of the issuance of a certificate of need to any person under this subparagraph (a)(i), and if such hospital, psychiatric 1687 1688 hospital or chemical dependency hospital at any time after the issuance of the certificate of need, regardless of the ownership 1689

1690 of the facility, participates in the Medicaid program or admits or 1691 keeps any patients in the hospital, psychiatric hospital or 1692 chemical dependency hospital who are participating in the Medicaid 1693 program, the State Department of Health shall revoke the 1694 certificate of need, if it is still outstanding, and shall deny or 1695 revoke the license of the hospital, psychiatric hospital or 1696 chemical dependency hospital, at the time that the department 1697 determines, after a hearing complying with due process, that the 1698 hospital, psychiatric hospital or chemical dependency hospital has 1699 failed to comply with any of the conditions upon which the 1700 certificate of need was issued, as provided in this subparagraph 1701 and in the written agreement by the recipient of the certificate 1702 of need. 1703 (ii) The department may issue a certificate of 1704 need for the conversion of existing beds in a county hospital in 1705 Choctaw County from acute care beds to child/adolescent chemical 1706 dependency beds. For purposes of this paragraph, the provisions 1707 of Section 41-7-193(1) requiring substantial compliance with the projection of need as reported in the current State Health Plan is 1708 1709 waived. The total number of beds that may be authorized under authority of this paragraph shall not exceed twenty (20) beds. 1710 1711 There shall be no prohibition or restrictions on participation in the Medicaid program (Section 43-13-101 et seq.) for the hospital 1712 receiving the certificate of need authorized under this 1713 1714 subparagraph (a)(ii) or for the beds converted pursuant to the authority of that certificate of need. 1715 1716 (iii) The department may issue a certificate or

(iii) The department may issue a certificate or certificates of need for the construction or expansion of child/adolescent psychiatric beds or the conversion of other beds to child/adolescent psychiatric beds in Warren County. For purposes of this subparagraph, the provisions of Section 41-7-193(1) requiring substantial compliance with the projection of need as reported in the current State Health Plan are waived.

1723 The total number of beds that may be authorized under the 1724 authority of this subparagraph shall not exceed twenty (20) beds. 1725 There shall be no prohibition or restrictions on participation in 1726 the Medicaid program (Section 43-13-101 et seq.) for the person receiving the certificate of need authorized under this 1727 1728 subparagraph (a)(iii) or for the beds converted pursuant to the authority of that certificate of need. 1729 1730 (iv) The department shall issue a certificate of 1731 need to the Region 7 Mental Health/Retardation Commission for the 1732 construction or expansion of child/adolescent psychiatric beds or 1733 the conversion of other beds to child/adolescent psychiatric beds in any of the counties served by the commission. For purposes of 1734 1735 this subparagraph, the provisions of Section 41-7-193(1) requiring 1736 substantial compliance with the projection of need as reported in the current State Health Plan is waived. The total number of beds 1737 that may be authorized under the authority of this subparagraph 1738 shall not exceed twenty (20) beds. There shall be no prohibition 1739 1740 or restrictions on participation in the Medicaid program (Section 43-13-101 et seq.) for the person receiving the certificate of 1741 1742 need authorized under this subparagraph (a)(iv) or for the beds 1743 converted pursuant to the authority of that certificate of need. 1744 (v) The department may issue a certificate of need to any county hospital located in Leflore County for the 1745 1746 construction or expansion of adult psychiatric beds or the 1747 conversion of other beds to adult psychiatric beds, not to exceed twenty (20) beds, provided that the recipient of the certificate 1748 1749 of need agrees in writing that the adult psychiatric beds will not at any time be certified for participation in the Medicaid program 1750 and that the hospital will not admit or keep any patients who are 1751 1752 participating in the Medicaid program in any of such adult 1753 psychiatric beds. This written agreement by the recipient of the 1754 certificate of need shall be fully binding on any subsequent owner

1755 of the hospital if the ownership of the hospital is transferred at

any time after the issuance of the certificate of need. Agreement 1756 1757 that the adult psychiatric beds will not be certified for 1758 participation in the Medicaid program shall be a condition of the 1759 issuance of a certificate of need to any person under this subparagraph (a)(v), and if such hospital at any time after the 1760 1761 issuance of the certificate of need, regardless of the ownership 1762 of the hospital, has any of such adult psychiatric beds certified 1763 for participation in the Medicaid program or admits or keeps any 1764 Medicaid patients in such adult psychiatric beds, the State Department of Health shall revoke the certificate of need, if it 1765 1766 is still outstanding, and shall deny or revoke the license of the hospital at the time that the department determines, after a 1767 1768 hearing complying with due process, that the hospital has failed to comply with any of the conditions upon which the certificate of 1769 need was issued, as provided in this subparagraph and in the 1770 1771 written agreement by the recipient of the certificate of need. 1772 From and after July 1, 1990, no hospital, 1773 psychiatric hospital or chemical dependency hospital shall be authorized to add any child/adolescent psychiatric or 1774 1775 child/adolescent chemical dependency beds or convert any beds of another category to child/adolescent psychiatric or 1776 1777 child/adolescent chemical dependency beds without a certificate of 1778 need under the authority of subsection (1)(c) of this section. 1779 The department may issue a certificate of need to a 1780 county hospital in Winston County for the conversion of fifteen (15) acute care beds to geriatric psychiatric care beds. 1781

(7) The State Department of Health shall issue a certificate of need to a Mississippi corporation qualified to manage a long-term care hospital as defined in Section 41-7-173(h)(xii) in Harrison County, not to exceed eighty (80) beds, including any necessary renovation or construction required for licensure and certification, provided that the recipient of the certificate of need agrees in writing that the long-term care hospital will not

1789 at any time participate in the Medicaid program (Section 43-13-101 1790 et seq.) or admit or keep any patients in the long-term care hospital who are participating in the Medicaid program. 1791 1792 written agreement by the recipient of the certificate of need 1793 shall be fully binding on any subsequent owner of the long-term 1794 care hospital, if the ownership of the facility is transferred at any time after the issuance of the certificate of need. Agreement 1795 1796 that the long-term care hospital will not participate in the 1797 Medicaid program shall be a condition of the issuance of a 1798 certificate of need to any person under this subsection (7), and 1799 if such long-term care hospital at any time after the issuance of the certificate of need, regardless of the ownership of the 1800 1801 facility, participates in the Medicaid program or admits or keeps 1802 any patients in the facility who are participating in the Medicaid program, the State Department of Health shall revoke the 1803 1804 certificate of need, if it is still outstanding, and shall deny or 1805 revoke the license of the long-term care hospital, at the time 1806 that the department determines, after a hearing complying with due process, that the facility has failed to comply with any of the 1807 1808 conditions upon which the certificate of need was issued, as provided in this paragraph and in the written agreement by the 1809 1810 recipient of the certificate of need. For purposes of this 1811 paragraph, the provision of Section 41-7-193(1) requiring substantial compliance with the projection of need as reported in 1812 1813 the current State Health Plan is hereby waived. 1814 (8) The State Department of Health may issue a certificate 1815 of need to any hospital in the state to utilize a portion of its beds for the "swing-bed" concept. Any such hospital must be in 1816 1817 conformance with the federal regulations regarding such swing-bed 1818 concept at the time it submits its application for a certificate of need to the State Department of Health, except that such 1819 1820 hospital may have more licensed beds or a higher average daily

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1821 census (ADC) than the maximum number specified in federal

1823 hospital meeting all federal requirements for participation in the 1824 swing-bed program which receives such certificate of need shall 1825 render services provided under the swing-bed concept to any patient eligible for Medicare (Title XVIII of the Social Security 1826 1827 Act) who is certified by a physician to be in need of such services, and no such hospital shall permit any patient who is 1828 1829 eligible for both Medicaid and Medicare or eligible only for 1830 Medicaid to stay in the swing beds of the hospital for more than 1831 thirty (30) days per admission unless the hospital receives prior 1832 approval for such patient from the Division of Medicaid, Office of 1833 the Governor. Any hospital having more licensed beds or a higher 1834 average daily census (ADC) than the maximum number specified in 1835 federal regulations for participation in the swing-bed program 1836 which receives such certificate of need shall develop a procedure 1837 to insure that before a patient is allowed to stay in the swing 1838 beds of the hospital, there are no vacant nursing home beds 1839 available for that patient located within a fifty-mile radius of the hospital. When any such hospital has a patient staying in the 1840 1841 swing beds of the hospital and the hospital receives notice from a 1842 nursing home located within such radius that there is a vacant bed 1843 available for that patient, the hospital shall transfer the 1844 patient to the nursing home within a reasonable time after receipt 1845 of the notice. Any hospital which is subject to the requirements 1846 of the two (2) preceding sentences of this paragraph may be suspended from participation in the swing-bed program for a 1847 1848 reasonable period of time by the State Department of Health if the 1849 department, after a hearing complying with due process, determines that the hospital has failed to comply with any of those 1850 1851 requirements. 1852 The Department of Health shall not grant approval for or

issue a certificate of need to any person proposing the new

1854 construction of, addition to or expansion of a health care

1822 regulations for participation in the swing-bed program. Any

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1855 facility as defined in subparagraph (viii) of Section 41-7-173(h).
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          (10) The Department of Health shall not grant approval for
     or issue a certificate of need to any person proposing the
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     establishment of, or expansion of the currently approved territory
1859 of, or the contracting to establish a home office, subunit or
1860 branch office within the space operated as a health care facility
1861 as defined in Section 41-7-173(h)(i) through (viii) by a health
1862 care facility as defined in subparagraph (ix) of Section
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     41-7-173(h).
          (11) Health care facilities owned and/or operated by the
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     state or its agencies are exempt from the restraints in this
1866 section against issuance of a certificate of need if such addition
1867 or expansion consists of repairing or renovation necessary to
     comply with the state licensure law. This exception shall not
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     apply to the new construction of any building by such state
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     facility. This exception shall not apply to any health care
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     facilities owned and/or operated by counties, municipalities,
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     districts, unincorporated areas, other defined persons, or any
1873 combination thereof.
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          (12) The new construction, renovation or expansion of or
1875 addition to any health care facility defined in subparagraph (ii)
     (psychiatric hospital), subparagraph (iv) (skilled nursing
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     facility), subparagraph (vi) (intermediate care facility),
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     subparagraph (viii) (intermediate care facility for the mentally
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     retarded) and subparagraph (x) (psychiatric residential treatment
     facility) of Section 41-7-173(h) which is owned by the State of
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     Mississippi and under the direction and control of the State
1882 Department of Mental Health, and the addition of new beds or the
     conversion of beds from one category to another in any such
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     defined health care facility which is owned by the State of
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1885 Mississippi and under the direction and control of the State
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    Department of Mental Health, shall not require the issuance of a
1887 certificate of need under Section 41-7-171 et seq.,
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1888 notwithstanding any provision in Section 41-7-171 et seq. to the 1889 contrary.

1890 (13) The new construction, renovation or expansion of or
1891 addition to any veterans homes or domiciliaries for eligible
1892 veterans of the State of Mississippi as authorized under Section
1893 35-1-19 shall not require the issuance of a certificate of need,
1894 notwithstanding any provision in Section 41-7-171 et seq. to the
1895 contrary.

1896 (14) The new construction of a nursing facility or nursing
1897 facility beds or the conversion of other beds to nursing facility
1898 beds shall not require the issuance of a certificate of need,
1899 notwithstanding any provision in Section 41-7-171 et seq. to the
1900 contrary, if the conditions of this subsection are met.

1901 (a) Before any construction or conversion may be 1902 undertaken without a certificate of need, the owner of the nursing 1903 facility, in the case of an existing facility, or the applicant to 1904 construct a nursing facility, in the case of new construction, 1905 first must file a written notice of intent and sign a written 1906 agreement with the State Department of Health that the entire 1907 nursing facility will not at any time participate in or have any 1908 beds certified for participation in the Medicaid program (Section 1909 43-13-101 et seq.), will not admit or keep any patients in the nursing facility who are participating in the Medicaid program, 1910 1911 and will not submit any claim for Medicaid reimbursement for any 1912 patient in the facility. This written agreement by the owner or applicant shall be a condition of exercising the authority under 1913 1914 this subsection without a certificate of need, and the agreement 1915 shall be fully binding on any subsequent owner of the nursing facility if the ownership of the facility is transferred at any 1916 1917 time after the agreement is signed. After the written agreement is signed, the Division of Medicaid and the State Department of 1918 1919 Health shall not certify any beds in the nursing facility for 1920 participation in the Medicaid program. If the nursing facility

1921 violates the terms of the written agreement by participating in

1922 the Medicaid program, having any beds certified for participation

1923 in the Medicaid program, admitting or keeping any patient in the

1924 facility who is participating in the Medicaid program, or

1925 submitting any claim for Medicaid reimbursement for any patient in

1926 the facility, the State Department of Health shall revoke the

1927 license of the nursing facility at the time that the department

1928 determines, after a hearing complying with due process, that the

1929 facility has violated the terms of the written agreement.

1930 (b) For the purposes of this subsection, participation

1931 in the Medicaid program by a nursing facility includes Medicaid

1932 reimbursement of coinsurance and deductibles for recipients who

1933 are qualified Medicare beneficiaries and/or those who are dually

1934 eligible. Any nursing facility exercising the authority under

1935 this subsection may not bill or submit a claim to the Division of

1936 Medicaid for services to qualified Medicare beneficiaries and/or

1937 those who are dually eligible.

1938 (c) The new construction of a nursing facility or

1939 nursing facility beds or the conversion of other beds to nursing

1940 facility beds described in this section must be either a part of a

1941 completely new continuing care retirement community, as described

1942 in the latest edition of the Mississippi State Health Plan, or an

1943 addition to existing personal care and independent living

1944 components, and so that the completed project will be a continuing

1945 care retirement community, containing (i) independent living

1946 accommodations, (ii) personal care beds, and (iii) the nursing

1947 home facility beds. The three (3) components must be located on a

1948 single site and be operated as one (1) inseparable facility. The

1949 nursing facility component must contain a minimum of thirty (30)

1950 beds. Any nursing facility beds authorized by this section will

1951 not be counted against the bed need set forth in the State Health

1952 Plan, as identified in Section 41-7-171, et seq.

1953 This subsection (14) shall stand repealed from and after July

1954 1, 2001.

1955 SECTION 3. This act shall take effect and be in force from 1956 and after its passage.

Further, amend by striking the title in its entirety and inserting in lieu thereof the following:

AN ACT TO AMEND SECTION 43-13-117, MISSISSIPPI CODE OF 1972, TO REQUIRE A NURSING FACILITY PREADMISSION SCREENING PROGRAM FOR 3 MEDICAID BENEFICIARIES AND APPLICANTS, TO PROVIDE FOR A 4 PREADMISSION SCREENING TEAM, TO PROVIDE MEDICAID REIMBURSEMENT FOR PREADMISSION SCREENING SERVICES AND TO DELETE THE REQUIREMENT THAT 5 THE DIVISION OF MEDICAID PROVIDE HOME- AND COMMUNITY-BASED 6 7 SERVICES UNDER A COOPERATIVE AGREEMENT WITH THE DEPARTMENT OF HUMAN SERVICES; TO AMEND SECTION 41-7-191, MISSISSIPPI CODE OF 1972, TO AUTHORIZE THE STATE DEPARTMENT OF HEALTH TO ISSUE 8 9 CERTIFICATES OF NEED DURING EACH OF THE NEXT TWO FISCAL YEARS FOR 10 11 THE CONSTRUCTION, EXPANSION OR CONVERSION OF NURSING FACILITY BEDS IN EACH COUNTY OF THE STATE HAVING AN ADDITIONAL NURSING BED NEED 12 13 OF 50 BEDS OR MORE; TO PROVIDE THAT SUCH CERTIFICATES OF NEED SHALL BE ISSUED IN PRIORITY ORDER BEGINNING WITH THE COUNTIES 14 HAVING THE HIGHEST NEED; TO PROVIDE CERTAIN RESTRICTIONS ON THESE 15 16 CERTIFICATES OF NEED RELATIVE TO PARTICIPATION IN THE MEDICAID 17 PROGRAM; AND FOR RELATED PURPOSES.