MISSISSIPPI LEGISLATURE

By: Evans

To: Insurance

HOUSE BILL NO. 913

1 AN ACT TO AMEND SECTION 41-95-7, MISSISSIPPI CODE OF 1972, TO 2 PROVIDE THAT THE MISSISSIPPI HEALTH FINANCE AUTHORITY BOARD SHALL 3 DEVELOP A PLAN FOR THE PROVISION OF BASIC HEALTH SERVICES TO 4 PERSONS WITH NO OTHER HEALTH BENEFITS; TO PROVIDE THAT THE BOARD 5 SHALL INCLUDE IN THE MISSISSIPPI HEALTH CARE PURCHASING POOL ALL 6 UNINSURED PERSONS WHO APPLY FOR COVERAGE UNDER THE POOL; AND FOR 7 RELATED PURPOSES.

8 BE IT ENACTED BY THE LEGISLATURE OF THE STATE OF MISSISSIPPI: 9 SECTION 1. Section 41-95-7, Mississippi Code of 1972, is 10 amended as follows:

11 41-95-7. (1) The Mississippi Health Finance Authority Board 12 shall formulate and carry out all policies regarding services 13 within the jurisdiction of the authority, and shall adopt, modify, 14 repeal and promulgate necessary rules and regulations after due notice and hearing and where not otherwise prohibited by federal 15 or state law. It shall be the duty of the Mississippi Health 16 17 Finance Authority to provide, to the fullest extent possible, that 18 basic health care benefits are available to all Mississippians. 19 Toward this end, the Mississippi Health Finance Authority Board 20 shall conduct the following activities:

(a) The Mississippi Health Finance Authority shall
conduct such research as is necessary to analyze current
expenditures for health care for Mississippians, patterns of

24 utilization of health resources, accessibility of providers and 25 services, as well as other factors including, but not limited to, the demography and geography of Mississippi, which affect the 26 27 quality and cost of health services. Potential savings through such measures as preventive and primary care, managed care, 28 29 reduction of cost shifting and group purchasing shall be 30 identified and analyzed. The Mississippi Health Finance Authority is authorized to obtain, collect and preserve such information as 31 32 determined by the authority to be needed to conduct this research and carry out all other duties. No health care provider, health 33 care facility, state agency, insurance company or related entity 34 may refuse to provide the information required by the authority, 35 36 but may charge a reasonable cost for the collection and reporting 37 of the information. Information received by the authority shall not be disclosed publicly in such manner as to identify 38 39 individuals or specific facilities. Information collected by the authority that identifies specific individuals or facilities is 40 exempt from disclosure under the Mississippi Public Records Act. 41 Information obtained by the Mississippi Health Finance Authority 42 shall be governed by state and federal laws, and regulations 43 44 applicable to the agency from whom information is received.

(b) The Mississippi Health Finance Authority shall determine what basic health services will best serve the needs of the citizens of the State of Mississippi, and in conjunction with such determination, shall identify such additional measures as are desirable to encourage employer participation, promote competition, contain costs and otherwise increase the availability of health benefits to Mississippians.

52 (c) In conjunction with paragraph (b) of this
53 subsection, the board shall develop a plan for the provision of
54 basic health services to state and local government employees,

55 teachers, persons currently receiving Medicaid benefits, and \* \* \* 56 persons with no other health benefits \* \* \* as specifically 57 provided in subsection (2) of this section. The Mississippi 58 Health Finance Authority Board, in developing the plan, may 59 propose graduated levels of participation proportionate to the participant's level of economic circumstances. This plan should 60 61 include realization of savings identified through paragraphs (a) and (b) of this subsection. 62

63 If different health plans are proposed, the (d) 64 Mississippi Health Finance Authority shall require written 65 disclosure of treatment policies, practice standards or practice 66 parameters, and any restrictions or limits on normal health services, including, but not limited to physical services, 67 68 clinical laboratory tests, hospital and surgical procedures, prescription drugs and biologics, and radiological examinations, 69 70 by each health plan, unless the authority specifically determines 71 it inadvisable to do so.

(e) The Mississippi Health Finance Authority shall determine what criteria are appropriate for certification of purchasing alliances, to protect the health and safety of the beneficiaries of health services provided pursuant to Sections 41-95-1 through 41-95-9.

(f) Effective upon approval of the plan by the
Legislature, the Mississippi Health Finance Authority shall
establish procedures for the solicitation of bids and subsequent
purchase of benefits for persons listed in paragraph (c) of this
subsection. In contracting for health benefits, the Mississippi
Health Finance Authority shall require such information gathering,

83 reports and other measures as are necessary to monitor the 84 provisions of health benefits and the accounting of all financial 85 transactions therein. These shall include any data to continue 86 the research and analysis set forth in paragraph (a) of this 87 subsection.

(2) (a) From and after July 1, <u>2000</u>, the Mississippi Health 88 89 Finance Authority Board shall establish the Mississippi Health Care Purchasing Pool for the purpose of providing universal access 90 to the basic benefits plan through a single program funded by the 91 State of Mississippi and administered by the Mississippi Health 92 93 Finance Authority. In offering and administering the purchasing 94 pool, the board shall not discriminate against individuals or 95 groups based on age, gender, geographic area, industry and medical 96 history. The board <u>shall</u> include in the purchasing pool all 97 employees, retirees and dependents covered by the group health insurance plans of the following entities: 98

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(i) The State of Mississippi;

100 (ii) The state institutions of higher learning; 101 (iii) Employees of school districts and 102 community/junior college districts as administered by the 103 Department of Finance and Administration;

104 (iv) Any political subdivision or municipality, 105 including any school district, that chooses to participate in the 106 pool;

107 (v) Such portions of the Medicaid caseload as the 108 board deems proper. Access to medical care or benefit levels for 109 Medicaid recipients shall not diminish as a result of 110 participation or nonparticipation in the pool;

111 (vi) <u>All uninsured persons who apply for coverage</u>
112 <u>under the pool;</u> and

113 (vii) Any private entity that chooses to 114 participate in the pool.

On and after July 1, 1995, the board may make the purchasing pool available to any employer, group, association or trust that chooses to participate in the pool on behalf of the employees or members of the group, association or trust.

119 (b) In administering the purchasing pool the authority
120 may:

(i) Contract on behalf of participants in the pool with health care providers, health care facilities and health insurers for the delivery of health care services, including agreements securing discounts for regular, bulk payments to providers and agreements establishing uniform provider reimbursement;

(ii) Consolidate administrative functions on
behalf of participants in the pool, including claims, processing,
utilization review, management reporting, benefit management and
bulk purchasing;

(iii) Create a health care cost and utilization data base for participants in the pool, and evaluate potential cost savings; and

(iv) Establish incentive programs to encourage
pool participants to use health care services judiciously and to
improve their health status.

137 (c) On or before December 15 of each year, the138 authority shall report to the Legislature on the operation of the

purchasing pool, including the number and types of groups and group members participating in the pool, the costs of administering the pool, and the savings attributable to participating groups from the operation of the pool.

(d) This subsection (2) shall not be implemented unless 143 144 (i) the necessary federal waivers have been granted, or (ii) the Secretary of the federal Department of Health and Human Services 145 146 certifies that federal law permits this state to implement this 147 program, and (iii) the Secretary of the federal Department of 148 Health and Human Services certifies that full implementation of 149 waiver programs shall receive federal funding at current 150 participation rates, and (iv) further amendment to this section by 151 the Legislature has been enacted and has become law during the 152 1995 Regular Session or subsequent sessions.

153 SECTION 2. This act shall take effect and be in force from 154 and after July 1, 2000.