

By: Holland

To: Public Utilities;  
Appropriations

## HOUSE BILL NO. 1046

1 AN ACT TO AMEND SECTION 43-13-117, MISSISSIPPI CODE OF 1972,  
2 TO PROVIDE THAT THE CASE-MIX SCORE USED FOR MEDICAID REIMBURSEMENT  
3 FOR ANY PATIENT IN A NURSING FACILITY BED FOR PERSONS WITH  
4 ALZHEIMER'S DISEASE SHALL BE NOT LESS THAN 85% HIGHER THAN THE  
5 CASE MIX SCORE FOR AN AVERAGE PATIENT IN A REGULAR NURSING  
6 FACILITY BED; TO AUTHORIZE NURSING FACILITIES TO INCLUDE ON THEIR  
7 COST REPORTS USED FOR MEDICAID REIMBURSEMENT ANY EXPENSES FOR THE  
8 SERVICES OF ACTIVITY STAFF MEMBERS AND THE SERVICES OF ACTIVITIES  
9 AND SOCIAL SERVICES CONSULTANTS THAT ARE REQUIRED FOR PATIENTS IN  
10 NURSING FACILITY BEDS FOR PERSONS WITH ALZHEIMER'S DISEASE; AND  
11 FOR RELATED PURPOSES.

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

13 SECTION 1. Section 43-13-117, Mississippi Code of 1972, is  
14 amended as follows:[RF1]

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

22 (1) Inpatient hospital services.

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

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

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

41           (3) Laboratory and x-ray services.

42           (4) Nursing facility services.

43           (a) The division shall make full payment to nursing  
44 facilities for each day, not exceeding fifty-two (52) days per  
45 year, that a patient is absent from the facility on home leave.  
46 Payment may be made for the following home leave days in addition  
47 to the fifty-two-day limitation: Christmas, the day before  
48 Christmas, the day after Christmas, Thanksgiving, the day before  
49 Thanksgiving and the day after Thanksgiving. However, before  
50 payment may be made for more than eighteen (18) home leave days in  
51 a year for a patient, the patient must have written authorization  
52 from a physician stating that the patient is physically and  
53 mentally able to be away from the facility on home leave. Such  
54 authorization must be filed with the division before it will be  
55 effective and the authorization shall be effective for three (3)  
56 months from the date it is received by the division, unless it is  
57 revoked earlier by the physician because of a change in the  
58 condition of the patient.

59           (b) From and after July 1, 1993, the division shall  
60 implement the integrated case-mix payment and quality monitoring  
61 system developed pursuant to Section 43-13-122, which includes the  
62 fair rental system for property costs and in which recapture of  
63 depreciation is eliminated. The division may revise the

64 reimbursement methodology for the case-mix payment system by  
65 reducing payment for hospital leave and therapeutic home leave  
66 days to the lowest case-mix category for nursing facilities,  
67 modifying the current method of scoring residents so that only  
68 services provided at the nursing facility are considered in  
69 calculating a facility's per diem, and the division may limit  
70 administrative and operating costs, but in no case shall these  
71 costs be less than one hundred nine percent (109%) of the median  
72 administrative and operating costs for each class of facility, not  
73 to exceed the median used to calculate the nursing facility  
74 reimbursement for fiscal year 1996, to be applied uniformly to all  
75 long-term care facilities.

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

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

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

87 (A) Matters relating to cost reports

88 including, but not limited to, allowable costs and cost

89 adjustments resulting from desk reviews and audits.

90 (B) Matters relating to the Minimum Data Set

91 Plus (MDS +) or successor assessment formats including but not

92 limited to audits, classifications and submissions.

93 (ii) The Review Board shall be composed of six (6)

94 members, three (3) having expertise in one (1) of the two (2)

95 areas set forth above and three (3) having expertise in the other

96 area set forth above. Each panel of three (3) shall only review

97 appeals arising in its area of expertise. The members shall be  
98 appointed as follows:

99                   (A) In each of the areas of expertise defined  
100 under subparagraphs (i)(A) and (i)(B), the Executive Director of  
101 the Division of Medicaid shall appoint one (1) person chosen from  
102 the private sector nursing home industry in the state, which may  
103 include independent accountants and consultants serving the  
104 industry;

105                   (B) In each of the areas of expertise defined  
106 under subparagraphs (i)(A) and (i)(B), the Executive Director of  
107 the Division of Medicaid shall appoint one (1) person who is  
108 employed by the state who does not participate directly in desk  
109 reviews or audits of nursing facilities in the two (2) areas of  
110 review;

111                   (C) The two (2) members appointed by the  
112 Executive Director of the Division of Medicaid in each area of  
113 expertise shall appoint a third member in the same area of  
114 expertise.

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

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

130                   (iv) The Review Board shall promulgate, publish  
131 and disseminate to nursing facility providers rules of procedure  
132 for the efficient conduct of proceedings, subject to the approval  
133 of the Executive Director of the Division of Medicaid and in  
134 accordance with federal and state administrative hearing laws and  
135 regulations.

136                   (v) Proceedings of the Review Board shall be of  
137 record.

138                   (vi) Appeals to the Review Board shall be in  
139 writing and shall set out the issues, a statement of alleged facts  
140 and reasons supporting the provider's position. Relevant  
141 documents may also be attached. The appeal shall be filed within  
142 thirty (30) days from the date the provider is notified of the  
143 action being appealed or, if informal review procedures are taken,  
144 as provided by administrative regulations of the Division of  
145 Medicaid, within thirty (30) days after a decision has been  
146 rendered through informal hearing procedures.

147                   (vii) The provider shall be notified of the  
148 hearing date by certified mail within thirty (30) days from the  
149 date the Division of Medicaid receives the request for appeal.  
150 Notification of the hearing date shall in no event be less than  
151 thirty (30) days before the scheduled hearing date. The appeal  
152 may be heard on shorter notice by written agreement between the  
153 provider and the Division of Medicaid.

154                   (viii) Within thirty (30) days from the date of  
155 the hearing, the Review Board panel shall render a written  
156 recommendation to the Executive Director of the Division of  
157 Medicaid setting forth the issues, findings of fact and applicable  
158 law, regulations or provisions.

159                   (ix) The Executive Director of the Division of  
160 Medicaid shall, upon review of the recommendation, the proceedings  
161 and the record, prepare a written decision which shall be mailed  
162 to the nursing facility provider no later than twenty (20) days

163 after the submission of the recommendation by the panel. The  
164 decision of the executive director is final, subject only to  
165 judicial review.

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

171 (xi) The action of the Division of Medicaid under  
172 review shall be stayed until all administrative proceedings have  
173 been exhausted.

174 (xii) Appeals by nursing facility providers  
175 involving any issues other than those two (2) specified in  
176 subparagraphs (i)(A) and (i)(B) shall be taken in accordance with  
177 the administrative hearing procedures established by the Division  
178 of Medicaid.

179 (e) When a facility of a category that does not require  
180 a certificate of need for construction and that could not be  
181 eligible for Medicaid reimbursement is constructed to nursing  
182 facility specifications for licensure and certification, and the  
183 facility is subsequently converted to a nursing facility pursuant  
184 to a certificate of need that authorizes conversion only and the  
185 applicant for the certificate of need was assessed an application  
186 review fee based on capital expenditures incurred in constructing  
187 the facility, the division shall allow reimbursement for capital  
188 expenditures necessary for construction of the facility that were  
189 incurred within the twenty-four (24) consecutive calendar months  
190 immediately preceding the date that the certificate of need  
191 authorizing such conversion was issued, to the same extent that  
192 reimbursement would be allowed for construction of a new nursing  
193 facility pursuant to a certificate of need that authorizes such  
194 construction. The reimbursement authorized in this subparagraph  
195 (e) may be made only to facilities the construction of which was

196 completed after June 30, 1989. Before the division shall be  
197 authorized to make the reimbursement authorized in this  
198 subparagraph (e), the division first must have received approval  
199 from the Health Care Financing Administration of the United States  
200 Department of Health and Human Services of the change in the state  
201 Medicaid plan providing for such reimbursement.

202 (f) (i) The division shall develop and implement a  
203 case-mix payment add-on determined by time studies and other valid  
204 statistical data which will reimburse a nursing facility for the  
205 additional cost of caring for a resident who has a diagnosis of  
206 Alzheimer's or other related dementia and exhibits symptoms that  
207 require special care. Any such case-mix add-on payment shall be  
208 supported by a determination of additional cost. The case-mix  
209 score for any patient in a nursing facility bed that is  
210 exclusively for the care of persons who have a diagnosis of  
211 Alzheimer's disease or other related dementia and is subject to  
212 the different standards of the State Department of Health for that  
213 type of nursing facility bed shall be not less than eighty-five  
214 percent (85%) higher than the case-mix score for an average  
215 patient in a regular nursing facility bed.

216 (ii) The division shall also develop and implement  
217 as part of the fair rental reimbursement system for nursing  
218 facility beds, an Alzheimer's resident bed depreciation enhanced  
219 reimbursement system which will provide an incentive to encourage  
220 nursing facilities to convert or construct beds for residents with  
221 Alzheimer's or other related dementia.

222 (iii) The division shall allow nursing facilities  
223 to include on their cost reports any expenses for the services of  
224 activity staff members and the services of activities and social  
225 services consultants that are required by the State Department of  
226 Health for patients in nursing facility beds that are exclusively  
227 for the care of persons who have a diagnosis of Alzheimer's  
228 disease or other related dementia.

229 (g) The Division of Medicaid shall develop and  
230 implement a referral process for long-term care alternatives for  
231 Medicaid beneficiaries and applicants. No Medicaid beneficiary  
232 shall be admitted to a Medicaid-certified nursing facility unless  
233 a licensed physician certifies that nursing facility care is  
234 appropriate for that person on a standardized form to be prepared  
235 and provided to nursing facilities by the Division of Medicaid.  
236 The physician shall forward a copy of that certification to the  
237 Division of Medicaid within twenty-four (24) hours after it is  
238 signed by the physician. Any physician who fails to forward the  
239 certification to the Division of Medicaid within the time period  
240 specified in this paragraph shall be ineligible for Medicaid  
241 reimbursement for any physician's services performed for the  
242 applicant. The Division of Medicaid shall determine, through an  
243 assessment of the applicant conducted within two (2) business days  
244 after receipt of the physician's certification, whether the  
245 applicant also could live appropriately and cost-effectively at  
246 home or in some other community-based setting if home- or  
247 community-based services were available to the applicant. The  
248 time limitation prescribed in this paragraph shall be waived in  
249 cases of emergency. If the Division of Medicaid determines that a  
250 home- or other community-based setting is appropriate and  
251 cost-effective, the division shall:

252 (i) Advise the applicant or the applicant's legal  
253 representative that a home- or other community-based setting is  
254 appropriate;

255 (ii) Provide a proposed care plan and inform the  
256 applicant or the applicant's legal representative regarding the  
257 degree to which the services in the care plan are available in a  
258 home- or in other community-based setting rather than nursing  
259 facility care; and

260 (iii) Explain that such plan and services are  
261 available only if the applicant or the applicant's legal

262 representative chooses a home- or community-based alternative to  
263 nursing facility care, and that the applicant is free to choose  
264 nursing facility care.

265 The Division of Medicaid may provide the services described  
266 in this paragraph (g) directly or through contract with case  
267 managers from the local Area Agencies on Aging, and shall  
268 coordinate long-term care alternatives to avoid duplication with  
269 hospital discharge planning procedures.

270 Placement in a nursing facility may not be denied by the  
271 division if home- or community-based services that would be more  
272 appropriate than nursing facility care are not actually available,  
273 or if the applicant chooses not to receive the appropriate home-  
274 or community-based services.

275 The division shall provide an opportunity for a fair hearing  
276 under federal regulations to any applicant who is not given the  
277 choice of home- or community-based services as an alternative to  
278 institutional care.

279 The division shall make full payment for long-term care  
280 alternative services.

281 The division shall apply for necessary federal waivers to  
282 assure that additional services providing alternatives to nursing  
283 facility care are made available to applicants for nursing  
284 facility care.

285 (5) Periodic screening and diagnostic services for  
286 individuals under age twenty-one (21) years as are needed to  
287 identify physical and mental defects and to provide health care  
288 treatment and other measures designed to correct or ameliorate  
289 defects and physical and mental illness and conditions discovered  
290 by the screening services regardless of whether these services are  
291 included in the state plan. The division may include in its  
292 periodic screening and diagnostic program those discretionary  
293 services authorized under the federal regulations adopted to  
294 implement Title XIX of the federal Social Security Act, as

295 amended. The division, in obtaining physical therapy services,  
296 occupational therapy services, and services for individuals with  
297 speech, hearing and language disorders, may enter into a  
298 cooperative agreement with the State Department of Education for  
299 the provision of such services to handicapped students by public  
300 school districts using state funds which are provided from the  
301 appropriation to the Department of Education to obtain federal  
302 matching funds through the division. The division, in obtaining  
303 medical and psychological evaluations for children in the custody  
304 of the State Department of Human Services may enter into a  
305 cooperative agreement with the State Department of Human Services  
306 for the provision of such services using state funds which are  
307 provided from the appropriation to the Department of Human  
308 Services to obtain federal matching funds through the division.

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

313 (6) Physician's services. All fees for physicians' services  
314 that are covered only by Medicaid shall be reimbursed at ninety  
315 percent (90%) of the rate established on January 1, 1999, and as  
316 adjusted each January thereafter, under Medicare (Title XVIII of  
317 the Social Security Act), as amended, and which shall in no event  
318 be less than seventy percent (70%) of the rate established on  
319 January 1, 1994. All fees for physicians' services that are  
320 covered by both Medicare and Medicaid shall be reimbursed at ten  
321 percent (10%) of the adjusted Medicare payment established on  
322 January 1, 1999, and as adjusted each January thereafter, under  
323 Medicare (Title XVIII of the Social Security Act), as amended, and  
324 which shall in no event be less than seven percent (7%) of the  
325 adjusted Medicare payment established on January 1, 1994.

326 (7) (a) Home health services for eligible persons, not to  
327 exceed in cost the prevailing cost of nursing facility services,

328 not to exceed sixty (60) visits per year.

329 (b) Repealed.

330 (8) Emergency medical transportation services. On January  
331 1, 1994, emergency medical transportation services shall be  
332 reimbursed at seventy percent (70%) of the rate established under  
333 Medicare (Title XVIII of the Social Security Act), as amended.  
334 "Emergency medical transportation services" shall mean, but shall  
335 not be limited to, the following services by a properly permitted  
336 ambulance operated by a properly licensed provider in accordance  
337 with the Emergency Medical Services Act of 1974 (Section 41-59-1  
338 et seq.): (i) basic life support, (ii) advanced life support,  
339 (iii) mileage, (iv) oxygen, (v) intravenous fluids, (vi)  
340 disposable supplies, (vii) similar services.

341 (9) Legend and other drugs as may be determined by the  
342 division. The division may implement a program of prior approval  
343 for drugs to the extent permitted by law. Payment by the division  
344 for covered multiple source drugs shall be limited to the lower of  
345 the upper limits established and published by the Health Care  
346 Financing Administration (HCFA) plus a dispensing fee of Four  
347 Dollars and Ninety-one Cents (\$4.91), or the estimated acquisition  
348 cost (EAC) as determined by the division plus a dispensing fee of  
349 Four Dollars and Ninety-one Cents (\$4.91), or the providers' usual  
350 and customary charge to the general public. The division shall  
351 allow five (5) prescriptions per month for noninstitutionalized  
352 Medicaid recipients; however, exceptions for up to ten (10)  
353 prescriptions per month shall be allowed, with the approval of the  
354 director.

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

360 Payment for nonlegend or over-the-counter drugs covered on

361 the division's formulary shall be reimbursed at the lower of the  
362 division's estimated shelf price or the providers' usual and  
363 customary charge to the general public. No dispensing fee shall  
364 be paid.

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

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

378 (10) Dental care that is an adjunct to treatment of an acute  
379 medical or surgical condition; services of oral surgeons and  
380 dentists in connection with surgery related to the jaw or any  
381 structure contiguous to the jaw or the reduction of any fracture  
382 of the jaw or any facial bone; and emergency dental extractions  
383 and treatment related thereto. On July 1, 1999, all fees for  
384 dental care and surgery under authority of this paragraph (10)  
385 shall be increased to one hundred sixty percent (160%) of the  
386 amount of the reimbursement rate that was in effect on June 30,  
387 1999. It is the intent of the Legislature to encourage more  
388 dentists to participate in the Medicaid program.

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

392 (12) Intermediate care facility services.

393 (a) The division shall make full payment to all

394 intermediate care facilities for the mentally retarded for each  
395 day, not exceeding eighty-four (84) days per year, that a patient  
396 is absent from the facility on home leave. Payment may be made  
397 for the following home leave days in addition to the  
398 eighty-four-day limitation: Christmas, the day before Christmas,  
399 the day after Christmas, Thanksgiving, the day before Thanksgiving  
400 and the day after Thanksgiving. However, before payment may be  
401 made for more than eighteen (18) home leave days in a year for a  
402 patient, the patient must have written authorization from a  
403 physician stating that the patient is physically and mentally able  
404 to be away from the facility on home leave. Such authorization  
405 must be filed with the division before it will be effective, and  
406 the authorization shall be effective for three (3) months from the  
407 date it is received by the division, unless it is revoked earlier  
408 by the physician because of a change in the condition of the  
409 patient.

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

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

416 (14) Clinic services. Such diagnostic, preventive,  
417 therapeutic, rehabilitative or palliative services furnished to an  
418 outpatient by or under the supervision of a physician or dentist  
419 in a facility which is not a part of a hospital but which is  
420 organized and operated to provide medical care to outpatients.  
421 Clinic services shall include any services reimbursed as  
422 outpatient hospital services which may be rendered in such a  
423 facility, including those that become so after July 1, 1991. On  
424 July 1, 1999, all fees for physicians' services reimbursed under  
425 authority of this paragraph (14) shall be reimbursed at ninety  
426 percent (90%) of the rate established on January 1, 1999, and as

427 adjusted each January thereafter, under Medicare (Title XVIII of  
428 the Social Security Act), as amended, and which shall in no event  
429 be less than seventy percent (70%) of the rate established on  
430 January 1, 1994. All fees for physicians' services that are  
431 covered by both Medicare and Medicaid shall be reimbursed at ten  
432 percent (10%) of the adjusted Medicare payment established on  
433 January 1, 1999, and as adjusted each January thereafter, under  
434 Medicare (Title XVIII of the Social Security Act), as amended, and  
435 which shall in no event be less than seven percent (7%) of the  
436 adjusted Medicare payment established on January 1, 1994. On July  
437 1, 1999, all fees for dentists' services reimbursed under  
438 authority of this paragraph (14) shall be increased to one hundred  
439 sixty percent (160%) of the amount of the reimbursement rate that  
440 was in effect on June 30, 1999.

441 (15) Home- and community-based services, as provided under  
442 Title XIX of the federal Social Security Act, as amended, under  
443 waivers, subject to the availability of funds specifically  
444 appropriated therefor by the Legislature. Payment for such  
445 services shall be limited to individuals who would be eligible for  
446 and would otherwise require the level of care provided in a  
447 nursing facility. The home- and community-based services  
448 authorized under this paragraph shall be expanded over a five-year  
449 period beginning July 1, 1999. The division shall certify case  
450 management agencies to provide case management services and  
451 provide for home- and community-based services for eligible  
452 individuals under this paragraph. The home- and community-based  
453 services under this paragraph and the activities performed by  
454 certified case management agencies under this paragraph shall be  
455 funded using state funds that are provided from the appropriation  
456 to the Division of Medicaid and used to match federal funds.

457 (16) Mental health services. Approved therapeutic and case  
458 management services provided by (a) an approved regional mental  
459 health/retardation center established under Sections 41-19-31

460 through 41-19-39, or by another community mental health service  
461 provider meeting the requirements of the Department of Mental  
462 Health to be an approved mental health/retardation center if  
463 determined necessary by the Department of Mental Health, using  
464 state funds which are provided from the appropriation to the State  
465 Department of Mental Health and used to match federal funds under  
466 a cooperative agreement between the division and the department,  
467 or (b) a facility which is certified by the State Department of  
468 Mental Health to provide therapeutic and case management services,  
469 to be reimbursed on a fee for service basis. Any such services  
470 provided by a facility described in paragraph (b) must have the  
471 prior approval of the division to be reimbursable under this  
472 section. After June 30, 1997, mental health services provided by  
473 regional mental health/retardation centers established under  
474 Sections 41-19-31 through 41-19-39, or by hospitals as defined in  
475 Section 41-9-3(a) and/or their subsidiaries and divisions, or by  
476 psychiatric residential treatment facilities as defined in Section  
477 43-11-1, or by another community mental health service provider  
478 meeting the requirements of the Department of Mental Health to be  
479 an approved mental health/retardation center if determined  
480 necessary by the Department of Mental Health, shall not be  
481 included in or provided under any capitated managed care pilot  
482 program provided for under paragraph (24) of this section.

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

489 (18) Notwithstanding any other provision of this section to  
490 the contrary, the division shall make additional reimbursement to  
491 hospitals which serve a disproportionate share of low-income  
492 patients and which meet the federal requirements for such payments

493 as provided in Section 1923 of the federal Social Security Act and  
494 any applicable regulations.

495 (19) (a) Perinatal risk management services. The division  
496 shall promulgate regulations to be effective from and after  
497 October 1, 1988, to establish a comprehensive perinatal system for  
498 risk assessment of all pregnant and infant Medicaid recipients and  
499 for management, education and follow-up for those who are  
500 determined to be at risk. Services to be performed include case  
501 management, nutrition assessment/counseling, psychosocial  
502 assessment/counseling and health education. The division shall  
503 set reimbursement rates for providers in conjunction with the  
504 State Department of Health.

505 (b) Early intervention system services. The division  
506 shall cooperate with the State Department of Health, acting as  
507 lead agency, in the development and implementation of a statewide  
508 system of delivery of early intervention services, pursuant to  
509 Part H of the Individuals with Disabilities Education Act (IDEA).  
510 The State Department of Health shall certify annually in writing  
511 to the director of the division the dollar amount of state early  
512 intervention funds available which shall be utilized as a  
513 certified match for Medicaid matching funds. Those funds then  
514 shall be used to provide expanded targeted case management  
515 services for Medicaid eligible children with special needs who are  
516 eligible for the state's early intervention system.  
517 Qualifications for persons providing service coordination shall be  
518 determined by the State Department of Health and the Division of  
519 Medicaid.

520 (20) Home- and community-based services for physically  
521 disabled approved services as allowed by a waiver from the United  
522 States Department of Health and Human Services for home- and  
523 community-based services for physically disabled people using  
524 state funds which are provided from the appropriation to the State  
525 Department of Rehabilitation Services and used to match federal

526 funds under a cooperative agreement between the division and the  
527 department, provided that funds for these services are  
528 specifically appropriated to the Department of Rehabilitation  
529 Services.

530 (21) Nurse practitioner services. Services furnished by a  
531 registered nurse who is licensed and certified by the Mississippi  
532 Board of Nursing as a nurse practitioner including, but not  
533 limited to, nurse anesthetists, nurse midwives, family nurse  
534 practitioners, family planning nurse practitioners, pediatric  
535 nurse practitioners, obstetrics-gynecology nurse practitioners and  
536 neonatal nurse practitioners, under regulations adopted by the  
537 division. Reimbursement for such services shall not exceed ninety  
538 percent (90%) of the reimbursement rate for comparable services  
539 rendered by a physician.

540 (22) Ambulatory services delivered in federally qualified  
541 health centers and in clinics of the local health departments of  
542 the State Department of Health for individuals eligible for  
543 medical assistance under this article based on reasonable costs as  
544 determined by the division.

545 (23) Inpatient psychiatric services. Inpatient psychiatric  
546 services to be determined by the division for recipients under age  
547 twenty-one (21) which are provided under the direction of a  
548 physician in an inpatient program in a licensed acute care  
549 psychiatric facility or in a licensed psychiatric residential  
550 treatment facility, before the recipient reaches age twenty-one  
551 (21) or, if the recipient was receiving the services immediately  
552 before he reached age twenty-one (21), before the earlier of the  
553 date he no longer requires the services or the date he reaches age  
554 twenty-two (22), as provided by federal regulations. Recipients  
555 shall be allowed forty-five (45) days per year of psychiatric  
556 services provided in acute care psychiatric facilities, and shall  
557 be allowed unlimited days of psychiatric services provided in  
558 licensed psychiatric residential treatment facilities.

559           (24) Managed care services in a program to be developed by  
560 the division by a public or private provider. Notwithstanding any  
561 other provision in this article to the contrary, the division  
562 shall establish rates of reimbursement to providers rendering care  
563 and services authorized under this section, and may revise such  
564 rates of reimbursement without amendment to this section by the  
565 Legislature for the purpose of achieving effective and accessible  
566 health services, and for responsible containment of costs. This  
567 shall include, but not be limited to, one (1) module of capitated  
568 managed care in a rural area, and one (1) module of capitated  
569 managed care in an urban area.

570           (25) Birthing center services.

571           (26) Hospice care. As used in this paragraph, the term  
572 "hospice care" means a coordinated program of active professional  
573 medical attention within the home and outpatient and inpatient  
574 care which treats the terminally ill patient and family as a unit,  
575 employing a medically directed interdisciplinary team. The  
576 program provides relief of severe pain or other physical symptoms  
577 and supportive care to meet the special needs arising out of  
578 physical, psychological, spiritual, social and economic stresses  
579 which are experienced during the final stages of illness and  
580 during dying and bereavement and meets the Medicare requirements  
581 for participation as a hospice as provided in 42 CFR Part 418.

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

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

589           (29) The Division of Medicaid may apply for a waiver from  
590 the Department of Health and Human Services for home- and  
591 community-based services for developmentally disabled people using

592 state funds which are provided from the appropriation to the State  
593 Department of Mental Health and used to match federal funds under  
594 a cooperative agreement between the division and the department,  
595 provided that funds for these services are specifically  
596 appropriated to the Department of Mental Health.

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

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

605 (32) Care and services provided in Christian Science  
606 Sanatoria operated by or listed and certified by The First Church  
607 of Christ Scientist, Boston, Massachusetts, rendered in connection  
608 with treatment by prayer or spiritual means to the extent that  
609 such services are subject to reimbursement under Section 1903 of  
610 the Social Security Act.

611 (33) Podiatrist services.

612 (34) Personal care services provided in a pilot program to  
613 not more than forty (40) residents at a location or locations to  
614 be determined by the division and delivered by individuals  
615 qualified to provide such services, as allowed by waivers under  
616 Title XIX of the Social Security Act, as amended. The division  
617 shall not expend more than Three Hundred Thousand Dollars  
618 (\$300,000.00) annually to provide such personal care services.  
619 The division shall develop recommendations for the effective  
620 regulation of any facilities that would provide personal care  
621 services which may become eligible for Medicaid reimbursement  
622 under this section, and shall present such recommendations with  
623 any proposed legislation to the 1996 Regular Session of the  
624 Legislature on or before January 1, 1996.

625           (35) Services and activities authorized in Sections  
626 43-27-101 and 43-27-103, using state funds that are provided from  
627 the appropriation to the State Department of Human Services and  
628 used to match federal funds under a cooperative agreement between  
629 the division and the department.

630           (36) Nonemergency transportation services for  
631 Medicaid-eligible persons, to be provided by the Department of  
632 Human Services. The division may contract with additional  
633 entities to administer nonemergency transportation services as it  
634 deems necessary. All providers shall have a valid driver's  
635 license, vehicle inspection sticker and a standard liability  
636 insurance policy covering the vehicle.

637           (37) Targeted case management services for individuals with  
638 chronic diseases, with expanded eligibility to cover services to  
639 uninsured recipients, on a pilot program basis. This paragraph  
640 (37) shall be contingent upon continued receipt of special funds  
641 from the Health Care Financing Authority and private foundations  
642 who have granted funds for planning these services. No funding  
643 for these services shall be provided from state general funds.

644           (38) Chiropractic services: a chiropractor's manual  
645 manipulation of the spine to correct a subluxation, if x-ray  
646 demonstrates that a subluxation exists and if the subluxation has  
647 resulted in a neuromusculoskeletal condition for which  
648 manipulation is appropriate treatment. Reimbursement for  
649 chiropractic services shall not exceed Seven Hundred Dollars  
650 (\$700.00) per year per recipient.

651           Notwithstanding any provision of this article, except as  
652 authorized in the following paragraph and in Section 43-13-139,  
653 neither (a) the limitations on quantity or frequency of use of or  
654 the fees or charges for any of the care or services available to  
655 recipients under this section, nor (b) the payments or rates of  
656 reimbursement to providers rendering care or services authorized  
657 under this section to recipients, may be increased, decreased or

658 otherwise changed from the levels in effect on July 1, 1986,  
659 unless such is authorized by an amendment to this section by the  
660 Legislature. However, the restriction in this paragraph shall not  
661 prevent the division from changing the payments or rates of  
662 reimbursement to providers without an amendment to this section  
663 whenever such changes are required by federal law or regulation,  
664 or whenever such changes are necessary to correct administrative  
665 errors or omissions in calculating such payments or rates of  
666 reimbursement.

667         Notwithstanding any provision of this article, no new groups  
668 or categories of recipients and new types of care and services may  
669 be added without enabling legislation from the Mississippi  
670 Legislature, except that the division may authorize such changes  
671 without enabling legislation when such addition of recipients or  
672 services is ordered by a court of proper authority. The director  
673 shall keep the Governor advised on a timely basis of the funds  
674 available for expenditure and the projected expenditures. In the  
675 event current or projected expenditures can be reasonably  
676 anticipated to exceed the amounts appropriated for any fiscal  
677 year, the Governor, after consultation with the director, shall  
678 discontinue any or all of the payment of the types of care and  
679 services as provided herein which are deemed to be optional  
680 services under Title XIX of the federal Social Security Act, as  
681 amended, for any period necessary to not exceed appropriated  
682 funds, and when necessary shall institute any other cost  
683 containment measures on any program or programs authorized under  
684 the article to the extent allowed under the federal law governing  
685 such program or programs, it being the intent of the Legislature  
686 that expenditures during any fiscal year shall not exceed the  
687 amounts appropriated for such fiscal year.

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