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To: Public Health and  
Welfare;  
Appropriations

## HOUSE BILL NO. 1407

1 AN ACT TO AMEND SECTION 43-13-117, MISSISSIPPI CODE OF 1972,  
2 TO AUTHORIZE NOT LESS THAN 15 DAYS OF OUTPATIENT PHYSICIAN'S  
3 SERVICES ANNUALLY FOR ALL MEDICAID RECIPIENTS; AND FOR RELATED  
4 PURPOSES.

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

6 SECTION 1. Section 43-13-177, Mississippi Code of 1972, is  
7 amended as follows:

8 43-13-117. Medical assistance as authorized by this article  
9 shall include payment of part or all of the costs, at the  
10 discretion of the division or its successor, with approval of the  
11 Governor, of the following types of care and services rendered to  
12 eligible applicants who shall have been determined to be eligible  
13 for such care and services, within the limits of state  
14 appropriations and federal matching funds:

15 (1) Inpatient hospital services.

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

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

28 Component utilized to determine total hospital costs allocated to  
29 the Medicaid program.

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

34 (3) Laboratory and x-ray services.

35 (4) Nursing facility services.

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

52 (b) From and after July 1, 1993, the division shall  
53 implement the integrated case-mix payment and quality monitoring  
54 system developed pursuant to Section 43-13-122, which includes the  
55 fair rental system for property costs and in which recapture of  
56 depreciation is eliminated. The division may revise the  
57 reimbursement methodology for the case-mix payment system by  
58 reducing payment for hospital leave and therapeutic home leave  
59 days to the lowest case-mix category for nursing facilities,  
60 modifying the current method of scoring residents so that only  
61 services provided at the nursing facility are considered in  
62 calculating a facility's per diem, and the division may limit  
63 administrative and operating costs, but in no case shall these  
64 costs be less than one hundred nine percent (109%) of the median

65 administrative and operating costs for each class of facility, not  
66 to exceed the median used to calculate the nursing facility  
67 reimbursement for fiscal year 1996, to be applied uniformly to all  
68 long-term care facilities.

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

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

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

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

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

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

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

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

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

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

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

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

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

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

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

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

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

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

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

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

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

195                   (f) The division shall develop and implement a case-mix  
196 payment add-on determined by time studies and other valid

197 statistical data which will reimburse a nursing facility for the  
198 additional cost of caring for a resident who has a diagnosis of  
199 Alzheimer's or other related dementia and exhibits symptoms that  
200 require special care. Any such case-mix add-on payment shall be  
201 supported by a determination of additional cost. The division  
202 shall also develop and implement as part of the fair rental  
203 reimbursement system for nursing facility beds, an Alzheimer's  
204 resident bed depreciation enhanced reimbursement system which will  
205 provide an incentive to encourage nursing facilities to convert or  
206 construct beds for residents with Alzheimer's or other related  
207 dementia.

208 (g) The Division of Medicaid shall develop and  
209 implement a referral process for long-term care alternatives for  
210 Medicaid beneficiaries and applicants. No Medicaid beneficiary  
211 shall be admitted to a Medicaid-certified nursing facility unless  
212 a licensed physician certifies that nursing facility care is  
213 appropriate for that person on a standardized form to be prepared  
214 and provided to nursing facilities by the Division of Medicaid.  
215 The physician shall forward a copy of that certification to the  
216 Division of Medicaid within twenty-four (24) hours after it is  
217 signed by the physician. Any physician who fails to forward the  
218 certification to the Division of Medicaid within the time period  
219 specified in this paragraph shall be ineligible for Medicaid  
220 reimbursement for any physician's services performed for the  
221 applicant. The Division of Medicaid shall determine, through an  
222 assessment of the applicant conducted within two (2) business days  
223 after receipt of the physician's certification, whether the  
224 applicant also could live appropriately and cost-effectively at  
225 home or in some other community-based setting if home- or  
226 community-based services were available to the applicant. The  
227 time limitation prescribed in this paragraph shall be waived in  
228 cases of emergency. If the Division of Medicaid determines that a  
229 home- or other community-based setting is appropriate and

230 cost-effective, the division shall:

231 (i) Advise the applicant or the applicant's legal  
232 representative that a home- or other community-based setting is  
233 appropriate;

234 (ii) Provide a proposed care plan and inform the  
235 applicant or the applicant's legal representative regarding the  
236 degree to which the services in the care plan are available in a  
237 home- or in other community-based setting rather than nursing  
238 facility care; and

239 (iii) Explain that such plan and services are  
240 available only if the applicant or the applicant's legal  
241 representative chooses a home- or community-based alternative to  
242 nursing facility care, and that the applicant is free to choose  
243 nursing facility care.

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

249 Placement in a nursing facility may not be denied by the  
250 division if home- or community-based services that would be more  
251 appropriate than nursing facility care are not actually available,  
252 or if the applicant chooses not to receive the appropriate home-  
253 or community-based services.

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

258 The division shall make full payment for long-term care  
259 alternative services.

260 The division shall apply for necessary federal waivers to  
261 assure that additional services providing alternatives to nursing  
262 facility care are made available to applicants for nursing

263 facility care.

264 (5) Periodic screening and diagnostic services for  
265 individuals under age twenty-one (21) years as are needed to  
266 identify physical and mental defects and to provide health care  
267 treatment and other measures designed to correct or ameliorate  
268 defects and physical and mental illness and conditions discovered  
269 by the screening services regardless of whether these services are  
270 included in the state plan. The division may include in its  
271 periodic screening and diagnostic program those discretionary  
272 services authorized under the federal regulations adopted to  
273 implement Title XIX of the federal Social Security Act, as  
274 amended. The division, in obtaining physical therapy services,  
275 occupational therapy services, and services for individuals with  
276 speech, hearing and language disorders, may enter into a  
277 cooperative agreement with the State Department of Education for  
278 the provision of such services to handicapped students by public  
279 school districts using state funds which are provided from the  
280 appropriation to the Department of Education to obtain federal  
281 matching funds through the division. The division, in obtaining  
282 medical and psychological evaluations for children in the custody  
283 of the State Department of Human Services may enter into a  
284 cooperative agreement with the State Department of Human Services  
285 for the provision of such services using state funds which are  
286 provided from the appropriation to the Department of Human  
287 Services to obtain federal matching funds through the division.

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

292 (6) Physician's services. The division shall allow not less  
293 than fifteen (15) days of outpatient physician's services annually  
294 for all Medicaid recipients. All fees for physicians' services  
295 that are covered only by Medicaid shall be reimbursed at ninety

296 percent (90%) of the rate established on January 1, 1999, and as  
297 adjusted each January thereafter, under Medicare (Title XVIII of  
298 the Social Security Act), as amended, and which shall in no event  
299 be less than seventy percent (70%) of the rate established on  
300 January 1, 1994. All fees for physicians' services that are  
301 covered by both Medicare and Medicaid shall be reimbursed at ten  
302 percent (10%) of the adjusted Medicare payment established on  
303 January 1, 1999, and as adjusted each January thereafter, under  
304 Medicare (Title XVIII of the Social Security Act), as amended, and  
305 which shall in no event be less than seven percent (7%) of the  
306 adjusted Medicare payment established on January 1, 1994.

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

310 (b) Repealed.

311 (8) Emergency medical transportation services. On January  
312 1, 1994, emergency medical transportation services shall be  
313 reimbursed at seventy percent (70%) of the rate established under  
314 Medicare (Title XVIII of the Social Security Act), as amended.  
315 "Emergency medical transportation services" shall mean, but shall  
316 not be limited to, the following services by a properly permitted  
317 ambulance operated by a properly licensed provider in accordance  
318 with the Emergency Medical Services Act of 1974 (Section 41-59-1  
319 et seq.): (i) basic life support, (ii) advanced life support,  
320 (iii) mileage, (iv) oxygen, (v) intravenous fluids, (vi)  
321 disposable supplies, (vii) similar services.

322 (9) Legend and other drugs as may be determined by the  
323 division. The division may implement a program of prior approval  
324 for drugs to the extent permitted by law. Payment by the division  
325 for covered multiple source drugs shall be limited to the lower of  
326 the upper limits established and published by the Health Care  
327 Financing Administration (HCFA) plus a dispensing fee of Four  
328 Dollars and Ninety-one Cents (\$4.91), or the estimated acquisition

329 cost (EAC) as determined by the division plus a dispensing fee of  
330 Four Dollars and Ninety-one Cents (\$4.91), or the providers' usual  
331 and customary charge to the general public. The division shall  
332 allow five (5) prescriptions per month for noninstitutionalized  
333 Medicaid recipients; however, exceptions for up to ten (10)  
334 prescriptions per month shall be allowed, with the approval of the  
335 director.

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

341 Payment for nonlegend or over-the-counter drugs covered on  
342 the division's formulary shall be reimbursed at the lower of the  
343 division's estimated shelf price or the providers' usual and  
344 customary charge to the general public. No dispensing fee shall  
345 be paid.

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

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

359 (10) Dental care that is an adjunct to treatment of an acute  
360 medical or surgical condition; services of oral surgeons and  
361 dentists in connection with surgery related to the jaw or any

362 structure contiguous to the jaw or the reduction of any fracture  
363 of the jaw or any facial bone; and emergency dental extractions  
364 and treatment related thereto. On July 1, 1999, all fees for  
365 dental care and surgery under authority of this paragraph (10)  
366 shall be increased to one hundred sixty percent (160%) of the  
367 amount of the reimbursement rate that was in effect on June 30,  
368 1999. It is the intent of the Legislature to encourage more  
369 dentists to participate in the Medicaid program.

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

373 (12) Intermediate care facility services.

374 (a) The division shall make full payment to all  
375 intermediate care facilities for the mentally retarded for each  
376 day, not exceeding eighty-four (84) days per year, that a patient  
377 is absent from the facility on home leave. Payment may be made  
378 for the following home leave days in addition to the  
379 eighty-four-day limitation: Christmas, the day before Christmas,  
380 the day after Christmas, Thanksgiving, the day before Thanksgiving  
381 and the day after Thanksgiving. However, before payment may be  
382 made for more than eighteen (18) home leave days in a year for a  
383 patient, the patient must have written authorization from a  
384 physician stating that the patient is physically and mentally able  
385 to be away from the facility on home leave. Such authorization  
386 must be filed with the division before it will be effective, and  
387 the authorization shall be effective for three (3) months from the  
388 date it is received by the division, unless it is revoked earlier  
389 by the physician because of a change in the condition of the  
390 patient.

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

394 (13) Family planning services, including drugs, supplies and

395 devices, when such services are under the supervision of a  
396 physician.

397 (14) Clinic services. Such diagnostic, preventive,  
398 therapeutic, rehabilitative or palliative services furnished to an  
399 outpatient by or under the supervision of a physician or dentist  
400 in a facility which is not a part of a hospital but which is  
401 organized and operated to provide medical care to outpatients.  
402 Clinic services shall include any services reimbursed as  
403 outpatient hospital services which may be rendered in such a  
404 facility, including those that become so after July 1, 1991. On  
405 July 1, 1999, all fees for physicians' services reimbursed under  
406 authority of this paragraph (14) shall be reimbursed at ninety  
407 percent (90%) of the rate established on January 1, 1999, and as  
408 adjusted each January thereafter, under Medicare (Title XVIII of  
409 the Social Security Act), as amended, and which shall in no event  
410 be less than seventy percent (70%) of the rate established on  
411 January 1, 1994. All fees for physicians' services that are  
412 covered by both Medicare and Medicaid shall be reimbursed at ten  
413 percent (10%) of the adjusted Medicare payment established on  
414 January 1, 1999, and as adjusted each January thereafter, under  
415 Medicare (Title XVIII of the Social Security Act), as amended, and  
416 which shall in no event be less than seven percent (7%) of the  
417 adjusted Medicare payment established on January 1, 1994. On July  
418 1, 1999, all fees for dentists' services reimbursed under  
419 authority of this paragraph (14) shall be increased to one hundred  
420 sixty percent (160%) of the amount of the reimbursement rate that  
421 was in effect on June 30, 1999.

422 (15) Home- and community-based services, as provided under  
423 Title XIX of the federal Social Security Act, as amended, under  
424 waivers, subject to the availability of funds specifically  
425 appropriated therefor by the Legislature. Payment for such  
426 services shall be limited to individuals who would be eligible for  
427 and would otherwise require the level of care provided in a

428 nursing facility. The home- and community-based services  
429 authorized under this paragraph shall be expanded over a five-year  
430 period beginning July 1, 1999. The division shall certify case  
431 management agencies to provide case management services and  
432 provide for home- and community-based services for eligible  
433 individuals under this paragraph. The home- and community-based  
434 services under this paragraph and the activities performed by  
435 certified case management agencies under this paragraph shall be  
436 funded using state funds that are provided from the appropriation  
437 to the Division of Medicaid and used to match federal funds.

438 (16) Mental health services. Approved therapeutic and case  
439 management services provided by (a) an approved regional mental  
440 health/retardation center established under Sections 41-19-31  
441 through 41-19-39, or by another community mental health service  
442 provider meeting the requirements of the Department of Mental  
443 Health to be an approved mental health/retardation center if  
444 determined necessary by the Department of Mental Health, using  
445 state funds which are provided from the appropriation to the State  
446 Department of Mental Health and used to match federal funds under  
447 a cooperative agreement between the division and the department,  
448 or (b) a facility which is certified by the State Department of  
449 Mental Health to provide therapeutic and case management services,  
450 to be reimbursed on a fee for service basis. Any such services  
451 provided by a facility described in paragraph (b) must have the  
452 prior approval of the division to be reimbursable under this  
453 section. After June 30, 1997, mental health services provided by  
454 regional mental health/retardation centers established under  
455 Sections 41-19-31 through 41-19-39, or by hospitals as defined in  
456 Section 41-9-3(a) and/or their subsidiaries and divisions, or by  
457 psychiatric residential treatment facilities as defined in Section  
458 43-11-1, or by another community mental health service provider  
459 meeting the requirements of the Department of Mental Health to be  
460 an approved mental health/retardation center if determined

461 necessary by the Department of Mental Health, shall not be  
462 included in or provided under any capitated managed care pilot  
463 program provided for under paragraph (24) of this section.

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

470 (18) Notwithstanding any other provision of this section to  
471 the contrary, the division shall make additional reimbursement to  
472 hospitals which serve a disproportionate share of low-income  
473 patients and which meet the federal requirements for such payments  
474 as provided in Section 1923 of the federal Social Security Act and  
475 any applicable regulations.

476 (19) (a) Perinatal risk management services. The division  
477 shall promulgate regulations to be effective from and after  
478 October 1, 1988, to establish a comprehensive perinatal system for  
479 risk assessment of all pregnant and infant Medicaid recipients and  
480 for management, education and follow-up for those who are  
481 determined to be at risk. Services to be performed include case  
482 management, nutrition assessment/counseling, psychosocial  
483 assessment/counseling and health education. The division shall  
484 set reimbursement rates for providers in conjunction with the  
485 State Department of Health.

486 (b) Early intervention system services. The division  
487 shall cooperate with the State Department of Health, acting as  
488 lead agency, in the development and implementation of a statewide  
489 system of delivery of early intervention services, pursuant to  
490 Part H of the Individuals with Disabilities Education Act (IDEA).

491 The State Department of Health shall certify annually in writing  
492 to the director of the division the dollar amount of state early  
493 intervention funds available which shall be utilized as a

494 certified match for Medicaid matching funds. Those funds then  
495 shall be used to provide expanded targeted case management  
496 services for Medicaid eligible children with special needs who are  
497 eligible for the state's early intervention system.

498 Qualifications for persons providing service coordination shall be  
499 determined by the State Department of Health and the Division of  
500 Medicaid.

501 (20) Home- and community-based services for physically  
502 disabled approved services as allowed by a waiver from the United  
503 States Department of Health and Human Services for home- and  
504 community-based services for physically disabled people using  
505 state funds which are provided from the appropriation to the State  
506 Department of Rehabilitation Services and used to match federal  
507 funds under a cooperative agreement between the division and the  
508 department, provided that funds for these services are  
509 specifically appropriated to the Department of Rehabilitation  
510 Services.

511 (21) Nurse practitioner services. Services furnished by a  
512 registered nurse who is licensed and certified by the Mississippi  
513 Board of Nursing as a nurse practitioner including, but not  
514 limited to, nurse anesthetists, nurse midwives, family nurse  
515 practitioners, family planning nurse practitioners, pediatric  
516 nurse practitioners, obstetrics-gynecology nurse practitioners and  
517 neonatal nurse practitioners, under regulations adopted by the  
518 division. Reimbursement for such services shall not exceed ninety  
519 percent (90%) of the reimbursement rate for comparable services  
520 rendered by a physician.

521 (22) Ambulatory services delivered in federally qualified  
522 health centers and in clinics of the local health departments of  
523 the State Department of Health for individuals eligible for  
524 medical assistance under this article based on reasonable costs as  
525 determined by the division.

526 (23) Inpatient psychiatric services. Inpatient psychiatric

527 services to be determined by the division for recipients under age  
528 twenty-one (21) which are provided under the direction of a  
529 physician in an inpatient program in a licensed acute care  
530 psychiatric facility or in a licensed psychiatric residential  
531 treatment facility, before the recipient reaches age twenty-one  
532 (21) or, if the recipient was receiving the services immediately  
533 before he reached age twenty-one (21), before the earlier of the  
534 date he no longer requires the services or the date he reaches age  
535 twenty-two (22), as provided by federal regulations. Recipients  
536 shall be allowed forty-five (45) days per year of psychiatric  
537 services provided in acute care psychiatric facilities, and shall  
538 be allowed unlimited days of psychiatric services provided in  
539 licensed psychiatric residential treatment facilities.

540 (24) Managed care services in a program to be developed by  
541 the division by a public or private provider. Notwithstanding any  
542 other provision in this article to the contrary, the division  
543 shall establish rates of reimbursement to providers rendering care  
544 and services authorized under this section, and may revise such  
545 rates of reimbursement without amendment to this section by the  
546 Legislature for the purpose of achieving effective and accessible  
547 health services, and for responsible containment of costs. This  
548 shall include, but not be limited to, one (1) module of capitated  
549 managed care in a rural area, and one (1) module of capitated  
550 managed care in an urban area.

551 (25) Birthing center services.

552 (26) Hospice care. As used in this paragraph, the term  
553 "hospice care" means a coordinated program of active professional  
554 medical attention within the home and outpatient and inpatient  
555 care which treats the terminally ill patient and family as a unit,  
556 employing a medically directed interdisciplinary team. The  
557 program provides relief of severe pain or other physical symptoms  
558 and supportive care to meet the special needs arising out of  
559 physical, psychological, spiritual, social and economic stresses

560 which are experienced during the final stages of illness and  
561 during dying and bereavement and meets the Medicare requirements  
562 for participation as a hospice as provided in 42 CFR Part 418.

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

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

570 (29) The Division of Medicaid may apply for a waiver from  
571 the Department of Health and Human Services for home- and  
572 community-based services for developmentally disabled people using  
573 state funds which are provided from the appropriation to the State  
574 Department of Mental Health and used to match federal funds under  
575 a cooperative agreement between the division and the department,  
576 provided that funds for these services are specifically  
577 appropriated to the Department of Mental Health.

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

580 (31) Targeted case management services for children with  
581 special needs, under waivers from the United States Department of  
582 Health and Human Services, using state funds that are provided  
583 from the appropriation to the Mississippi Department of Human  
584 Services and used to match federal funds under a cooperative  
585 agreement between the division and the department.

586 (32) Care and services provided in Christian Science  
587 Sanatoria operated by or listed and certified by The First Church  
588 of Christ Scientist, Boston, Massachusetts, rendered in connection  
589 with treatment by prayer or spiritual means to the extent that  
590 such services are subject to reimbursement under Section 1903 of  
591 the Social Security Act.

592 (33) Podiatrist services.

593           (34) Personal care services provided in a pilot program to  
594 not more than forty (40) residents at a location or locations to  
595 be determined by the division and delivered by individuals  
596 qualified to provide such services, as allowed by waivers under  
597 Title XIX of the Social Security Act, as amended. The division  
598 shall not expend more than Three Hundred Thousand Dollars  
599 (\$300,000.00) annually to provide such personal care services.  
600 The division shall develop recommendations for the effective  
601 regulation of any facilities that would provide personal care  
602 services which may become eligible for Medicaid reimbursement  
603 under this section, and shall present such recommendations with  
604 any proposed legislation to the 1996 Regular Session of the  
605 Legislature on or before January 1, 1996.

606           (35) Services and activities authorized in Sections  
607 43-27-101 and 43-27-103, using state funds that are provided from  
608 the appropriation to the State Department of Human Services and  
609 used to match federal funds under a cooperative agreement between  
610 the division and the department.

611           (36) Nonemergency transportation services for  
612 Medicaid-eligible persons, to be provided by the Department of  
613 Human Services. The division may contract with additional  
614 entities to administer nonemergency transportation services as it  
615 deems necessary. All providers shall have a valid driver's  
616 license, vehicle inspection sticker and a standard liability  
617 insurance policy covering the vehicle.

618           (37) Targeted case management services for individuals with  
619 chronic diseases, with expanded eligibility to cover services to  
620 uninsured recipients, on a pilot program basis. This paragraph  
621 (37) shall be contingent upon continued receipt of special funds  
622 from the Health Care Financing Authority and private foundations  
623 who have granted funds for planning these services. No funding  
624 for these services shall be provided from state general funds.

625           (38) Chiropractic services: a chiropractor's manual

626 manipulation of the spine to correct a subluxation, if x-ray  
627 demonstrates that a subluxation exists and if the subluxation has  
628 resulted in a neuromusculoskeletal condition for which  
629 manipulation is appropriate treatment. Reimbursement for  
630 chiropractic services shall not exceed Seven Hundred Dollars  
631 (\$700.00) per year per recipient.

632 Notwithstanding any provision of this article, except as  
633 authorized in the following paragraph and in Section 43-13-139,  
634 neither (a) the limitations on quantity or frequency of use of or  
635 the fees or charges for any of the care or services available to  
636 recipients under this section, nor (b) the payments or rates of  
637 reimbursement to providers rendering care or services authorized  
638 under this section to recipients, may be increased, decreased or  
639 otherwise changed from the levels in effect on July 1, 1986,  
640 unless such is authorized by an amendment to this section by the  
641 Legislature. However, the restriction in this paragraph shall not  
642 prevent the division from changing the payments or rates of  
643 reimbursement to providers without an amendment to this section  
644 whenever such changes are required by federal law or regulation,  
645 or whenever such changes are necessary to correct administrative  
646 errors or omissions in calculating such payments or rates of  
647 reimbursement.

648 Notwithstanding any provision of this article, no new groups  
649 or categories of recipients and new types of care and services may  
650 be added without enabling legislation from the Mississippi  
651 Legislature, except that the division may authorize such changes  
652 without enabling legislation when such addition of recipients or  
653 services is ordered by a court of proper authority. The director  
654 shall keep the Governor advised on a timely basis of the funds  
655 available for expenditure and the projected expenditures. In the  
656 event current or projected expenditures can be reasonably  
657 anticipated to exceed the amounts appropriated for any fiscal  
658 year, the Governor, after consultation with the director, shall

659 discontinue any or all of the payment of the types of care and  
660 services as provided herein which are deemed to be optional  
661 services under Title XIX of the federal Social Security Act, as  
662 amended, for any period necessary to not exceed appropriated  
663 funds, and when necessary shall institute any other cost  
664 containment measures on any program or programs authorized under  
665 the article to the extent allowed under the federal law governing  
666 such program or programs, it being the intent of the Legislature  
667 that expenditures during any fiscal year shall not exceed the  
668 amounts appropriated for such fiscal year.

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