

By: Gordon, Huggins

To: Public Health and  
Welfare;  
Appropriations

SENATE BILL NO. 2942

1 AN ACT TO AMEND SECTION 43-13-117, MISSISSIPPI CODE OF 1972,  
2 TO PROVIDE THAT NO PUBLIC HOSPITAL SHALL PARTICIPATE IN THE  
3 MEDICAID DISPROPORTIONATE SHARE PROGRAM UNLESS THE HOSPITAL  
4 PARTICIPATES IN AN INTERGOVERNMENTAL TRANSFER PROGRAM; AND FOR  
5 RELATED PURPOSES.

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

7 SECTION 1. Section 43-13-117, Mississippi Code of 1972, is  
8 amended as follows:[RDD1]

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

16 (1) Inpatient hospital services.

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

25 (b) From and after July 1, 1994, the Executive  
26 Director of the Division of Medicaid shall amend the Mississippi  
27 Title XIX Inpatient Hospital Reimbursement Plan to remove the

28 occupancy rate penalty from the calculation of the Medicaid  
29 Capital Cost Component utilized to determine total hospital costs  
30 allocated to the Medicaid program.

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

35 (3) Laboratory and x-ray services.

36 (4) Nursing facility services.

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

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

65 costs be less than one hundred nine percent (109%) of the median  
66 administrative and operating costs for each class of facility, not  
67 to exceed the median used to calculate the nursing facility  
68 reimbursement for fiscal year 1996, to be applied uniformly to all  
69 long-term care facilities.

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

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

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

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

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

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

94 (A) In each of the areas of expertise  
95 defined under subparagraphs (i)(A) and (i)(B), the Executive  
96 Director of the Division of Medicaid shall appoint one (1) person  
97 chosen from the private sector nursing home industry in the state,

98 which may include independent accountants and consultants serving  
99 the industry;

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

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

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

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

123 The Review Board panels may appoint such person or persons as  
124 they shall deem proper to execute and return process in connection  
125 therewith.

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

131 and regulations.

132 (v) Proceedings of the Review Board shall be  
133 of record.

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

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

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

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

162 (x) Appeals from a final decision shall be  
163 made to the Chancery Court of Hinds County. The appeal shall be

164 filed with the court within thirty (30) days from the date the  
165 decision of the Executive Director of the Division of Medicaid  
166 becomes final.

167 (xi) The action of the Division of Medicaid  
168 under review shall be stayed until all administrative proceedings  
169 have been exhausted.

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

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

197 Medicaid plan providing for such reimbursement.

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

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

230 time limitation prescribed in this paragraph shall be waived in  
231 cases of emergency. If the Division of Medicaid determines that a  
232 home- or other community-based setting is appropriate and  
233 cost-effective, the division shall:

234 (i) Advise the applicant or the applicant's  
235 legal representative that a home- or other community-based setting  
236 is appropriate;

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

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

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

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

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

261 The division shall make full payment for long-term care  
262 alternative services.



263           The division shall apply for necessary federal waivers  
264 to assure that additional services providing alternatives to  
265 nursing facility care are made available to applicants for nursing  
266 facility care.

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

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

295           (6) Physician's services. All fees for physicians'

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

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

311 (b) Repealed.

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

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

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

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

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

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

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

360           (10) Dental care that is an adjunct to treatment of an  
361 acute medical or surgical condition; services of oral surgeons and

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

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

374 (12) Intermediate care facility services.

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

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

395           (13) Family planning services, including drugs,  
396 supplies and devices, when such services are under the supervision  
397 of a physician.

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

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

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

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

461 an approved mental health/retardation center if determined  
462 necessary by the Department of Mental Health, shall not be  
463 included in or provided under any capitated managed care pilot  
464 program provided for under paragraph (24) of this section.

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

471 (18) Notwithstanding any other provision of this  
472 section to the contrary, the division shall make additional  
473 reimbursement to hospitals which serve a disproportionate share of  
474 low-income patients and which meet the federal requirements for  
475 such payments as provided in Section 1923 of the federal Social  
476 Security Act and any applicable regulations. Provided, however,  
477 that from and after January 1, 1999, no public hospital shall  
478 participate in the Medicaid disproportionate share program unless  
479 the public hospital participates in an intergovernmental transfer  
480 program as provided in Section 1903 of the federal Social Security  
481 Act and any applicable regulations.

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

492 (b) Early intervention system services. The  
493 division shall cooperate with the State Department of Health,

494 acting as lead agency, in the development and implementation of a  
495 statewide system of delivery of early intervention services,  
496 pursuant to Part H of the Individuals with Disabilities Education  
497 Act (IDEA). The State Department of Health shall certify annually  
498 in writing to the director of the division the dollar amount of  
499 state early intervention funds available which shall be utilized  
500 as a certified match for Medicaid matching funds. Those funds  
501 then shall be used to provide expanded targeted case management  
502 services for Medicaid eligible children with special needs who are  
503 eligible for the state's early intervention system.

504 Qualifications for persons providing service coordination shall be  
505 determined by the State Department of Health and the Division of  
506 Medicaid.

507           (20) Home- and community-based services for physically  
508 disabled approved services as allowed by a waiver from the U.S.  
509 Department of Health and Human Services for home- and  
510 community-based services for physically disabled people using  
511 state funds which are provided from the appropriation to the State  
512 Department of Rehabilitation Services and used to match federal  
513 funds under a cooperative agreement between the division and the  
514 department, provided that funds for these services are  
515 specifically appropriated to the Department of Rehabilitation  
516 Services.

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



527           (22) Ambulatory services delivered in federally  
528 qualified health centers and in clinics of the local health  
529 departments of the State Department of Health for individuals  
530 eligible for medical assistance under this article based on  
531 reasonable costs as determined by the division.

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

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

558           (25) Birthing center services.

559           (26) Hospice care. As used in this paragraph, the term

560 "hospice care" means a coordinated program of active professional  
561 medical attention within the home and outpatient and inpatient  
562 care which treats the terminally ill patient and family as a unit,  
563 employing a medically directed interdisciplinary team. The  
564 program provides relief of severe pain or other physical symptoms  
565 and supportive care to meet the special needs arising out of  
566 physical, psychological, spiritual, social and economic stresses  
567 which are experienced during the final stages of illness and  
568 during dying and bereavement and meets the Medicare requirements  
569 for participation as a hospice as provided in 42 CFR Part 418.

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

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

577 (29) The Division of Medicaid may apply for a waiver  
578 from the Department of Health and Human Services for home- and  
579 community-based services for developmentally disabled people using  
580 state funds which are provided from the appropriation to the State  
581 Department of Mental Health and used to match federal funds under  
582 a cooperative agreement between the division and the department,  
583 provided that funds for these services are specifically  
584 appropriated to the Department of Mental Health.

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

587 (31) Targeted case management services for children  
588 with special needs, under waivers from the U.S. Department of  
589 Health and Human Services, using state funds that are provided  
590 from the appropriation to the Mississippi Department of Human  
591 Services and used to match federal funds under a cooperative  
592 agreement between the division and the department.

593           (32) Care and services provided in Christian Science  
594 Sanatoria operated by or listed and certified by The First Church  
595 of Christ Scientist, Boston, Massachusetts, rendered in connection  
596 with treatment by prayer or spiritual means to the extent that  
597 such services are subject to reimbursement under Section 1903 of  
598 the Social Security Act.

599           (33) Podiatrist services.

600           (34) Personal care services provided in a pilot program  
601 to not more than forty (40) residents at a location or locations  
602 to be determined by the division and delivered by individuals  
603 qualified to provide such services, as allowed by waivers under  
604 Title XIX of the Social Security Act, as amended. The division  
605 shall not expend more than Three Hundred Thousand Dollars  
606 (\$300,000.00) annually to provide such personal care services.  
607 The division shall develop recommendations for the effective  
608 regulation of any facilities that would provide personal care  
609 services which may become eligible for Medicaid reimbursement  
610 under this section, and shall present such recommendations with  
611 any proposed legislation to the 1996 Regular Session of the  
612 Legislature on or before January 1, 1996.

613           (35) Services and activities authorized in Sections  
614 43-27-101 and 43-27-103, using state funds that are provided from  
615 the appropriation to the State Department of Human Services and  
616 used to match federal funds under a cooperative agreement between  
617 the division and the department.

618           (36) Nonemergency transportation services for  
619 Medicaid-eligible persons, to be provided by the Department of  
620 Human Services. The division may contract with additional  
621 entities to administer nonemergency transportation services as it  
622 deems necessary. All providers shall have a valid driver's  
623 license, vehicle inspection sticker and a standard liability  
624 insurance policy covering the vehicle.

625           (37) Targeted case management services for individuals

626 with chronic diseases, with expanded eligibility to cover services  
627 to uninsured recipients, on a pilot program basis. This paragraph  
628 (37) shall be contingent upon continued receipt of special funds  
629 from the Health Care Financing Authority and private foundations  
630 who have granted funds for planning these services. No funding  
631 for these services shall be provided from State General Funds.

632 (38) Chiropractic services: a chiropractor's manual  
633 manipulation of the spine to correct a subluxation, if x-ray  
634 demonstrates that a subluxation exists and if the subluxation has  
635 resulted in a neuromusculoskeletal condition for which  
636 manipulation is appropriate treatment. Reimbursement for  
637 chiropractic services shall not exceed Seven Hundred Dollars  
638 (\$700.00) per year per recipient.

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

655 Notwithstanding any provision of this article, no new  
656 groups or categories of recipients and new types of care and  
657 services may be added without enabling legislation from the  
658 Mississippi Legislature, except that the division may authorize

659 such changes without enabling legislation when such addition of  
660 recipients or services is ordered by a court of proper authority.

661 The director shall keep the Governor advised on a timely basis of  
662 the funds available for expenditure and the projected  
663 expenditures. In the event current or projected expenditures can  
664 be reasonably anticipated to exceed the amounts appropriated for  
665 any fiscal year, the Governor, after consultation with the  
666 director, shall discontinue any or all of the payment of the types  
667 of care and services as provided herein which are deemed to be  
668 optional services under Title XIX of the federal Social Security  
669 Act, as amended, for any period necessary to not exceed  
670 appropriated funds, and when necessary shall institute any other  
671 cost containment measures on any program or programs authorized  
672 under the article to the extent allowed under the federal law  
673 governing such program or programs, it being the intent of the  
674 Legislature that expenditures during any fiscal year shall not  
675 exceed the amounts appropriated for such fiscal year.

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