By: Harden

To: Public Health and Welfare; Appropriations

SENATE BILL NO. 2945

1 AN ACT TO AMEND SECTION 43-13-117, MISSISSIPPI CODE OF 1972, 2 TO DIRECT THE DIVISION OF MEDICAID TO DEVELOP A MANDATORY PILOT 3 PROGRAM FOR OBSTETRICAL AND CHILD CARE ASSOCIATED WITH LOW BIRTH WEIGHT AND PRE-TERM BABIES; AND FOR RELATED PURPOSES. 4 5 BE IT ENACTED BY THE LEGISLATURE OF THE STATE OF MISSISSIPPI: 6 SECTION 1. Section 43-13-117, Mississippi Code of 1972, is 7 amended as follows: [RDD1] 43-13-117. Medical assistance as authorized by this article 8 shall include payment of part or all of the costs, at the 9 10 discretion of the division or its successor, with approval of the Governor, of the following types of care and services rendered to 11 12 eligible applicants who shall have been determined to be eligible for such care and services, within the limits of state 13 appropriations and federal matching funds: 14 15 (1) Inpatient hospital services. (a) The division shall allow thirty (30) days of 16 17 inpatient hospital care annually for all Medicaid recipients; however, before any recipient will be allowed more than fifteen 18 19 (15) days of inpatient hospital care in any one (1) year, he must 20 obtain prior approval therefor from the division. The division shall be authorized to allow unlimited days in disproportionate 21 22 hospitals as defined by the division for eligible infants under the age of six (6) years. 23 From and after July 1, 1994, the Executive 24 (b) 25 Director of the Division of Medicaid shall amend the Mississippi 26 Title XIX Inpatient Hospital Reimbursement Plan to remove the

occupancy rate penalty from the calculation of the Medicaid

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

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

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(3) Laboratory and x-ray services.

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(4) Nursing facility services.

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

(b) From and after July 1, 1993, the division 52 shall implement the integrated case-mix payment and quality 53 54 monitoring system developed pursuant to Section 43-13-122, which 55 includes the fair rental system for property costs and in which recapture of depreciation is eliminated. The division may revise 56 57 the reimbursement methodology for the case-mix payment system by reducing payment for hospital leave and therapeutic home leave 58 59 days to the lowest case-mix category for nursing facilities, modifying the current method of scoring residents so that only 60 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 costs be less than one hundred nine percent (109%) of the median 64

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.

(c) From and after July 1, 1997, all state-owned nursing facilities shall be reimbursed on a full reasonable costs basis. From and after July 1, 1997, payments by the division to nursing facilities for return on equity capital shall be made at the rate paid under Medicare (Title XVIII of the Social Security Act), but shall be no less than seven and one-half percent (7.5%) 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 80 areas:

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

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

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

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

98 the industry;

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

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

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

114 (iii) The Review Board panels shall have the power to preserve and enforce order during hearings; to issue 115 116 subpoenas; to administer oaths; to compel attendance and testimony of witnesses; or to compel the production of books, papers, 117 118 documents and other evidence; or the taking of depositions before any designated individual competent to administer oaths; to 119 120 examine witnesses; and to do all things conformable to law that 121 may be necessary to enable it effectively to discharge its duties. 122 The Review Board panels may appoint such person or persons as 123 they shall deem proper to execute and return process in connection 124 therewith.

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

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(v) Proceedings of the Review Board shall be

132 of record.

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

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

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

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

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

164 decision of the Executive Director of the Division of Medicaid 165 becomes final.

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

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

When a facility of a category that does not 174 (e) 175 require a certificate of need for construction and that could not 176 be eligible for Medicaid reimbursement is constructed to nursing 177 facility specifications for licensure and certification, and the facility is subsequently converted to a nursing facility pursuant 178 179 to a certificate of need that authorizes conversion only and the 180 applicant for the certificate of need was assessed an application 181 review fee based on capital expenditures incurred in constructing 182 the facility, the division shall allow reimbursement for capital 183 expenditures necessary for construction of the facility that were 184 incurred within the twenty-four (24) consecutive calendar months immediately preceding the date that the certificate of need 185 authorizing such conversion was issued, to the same extent that 186 187 reimbursement would be allowed for construction of a new nursing facility pursuant to a certificate of need that authorizes such 188 189 construction. The reimbursement authorized in this subparagraph 190 (e) may be made only to facilities the construction of which was completed after June 30, 1989. Before the division shall be 191 authorized to make the reimbursement authorized in this 192 193 subparagraph (e), the division first must have received approval 194 from the Health Care Financing Administration of the United States 195 Department of Health and Human Services of the change in the state 196 Medicaid plan providing for such reimbursement.

(f) 197 The division shall develop and implement a 198 case-mix payment add-on determined by time studies and other valid 199 statistical data which will reimburse a nursing facility for the additional cost of caring for a resident who has a diagnosis of 200 201 Alzheimer's or other related dementia and exhibits symptoms that 202 require special care. Any such case-mix add-on payment shall be supported by a determination of additional cost. The division 203 204 shall also develop and implement as part of the fair rental 205 reimbursement system for nursing facility beds, an Alzheimer's 206 resident bed depreciation enhanced reimbursement system which will 207 provide an incentive to encourage nursing facilities to convert or 208 construct beds for residents with Alzheimer's or other related 209 dementia.

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

230 cases of emergency. If the Division of Medicaid determines that a 231 home- or other community-based setting is appropriate and 232 cost-effective, the division shall:

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

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

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

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

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

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

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

262

The division shall apply for necessary federal waivers

263 to assure that additional services providing alternatives to 264 nursing facility care are made available to applicants for nursing 265 facility care.

266 (5) Periodic screening and diagnostic services for 267 individuals under age twenty-one (21) years as are needed to 268 identify physical and mental defects and to provide health care 269 treatment and other measures designed to correct or ameliorate 270 defects and physical and mental illness and conditions discovered 271 by the screening services regardless of whether these services are 272 included in the state plan. The division may include in its 273 periodic screening and diagnostic program those discretionary 274 services authorized under the federal regulations adopted to implement Title XIX of the federal Social Security Act, as 275 276 amended. The division, in obtaining physical therapy services, 277 occupational therapy services, and services for individuals with 278 speech, hearing and language disorders, may enter into a 279 cooperative agreement with the State Department of Education for the provision of such services to handicapped students by public 280 281 school districts using state funds which are provided from the 282 appropriation to the Department of Education to obtain federal 283 matching funds through the division. The division, in obtaining 284 medical and psychological evaluations for children in the custody 285 of the State Department of Human Services may enter into a 286 cooperative agreement with the State Department of Human Services for the provision of such services using state funds which are 287 288 provided from the appropriation to the Department of Human 289 Services to obtain federal matching funds through the division. 290 On July 1, 1993, all fees for periodic screening and

291 diagnostic services under this paragraph (5) shall be increased by 292 twenty-five percent (25%) of the reimbursement rate in effect on 293 June 30, 1993.

294 (6) Physician's services. All fees for physicians'
295 services that are covered only by Medicaid shall be reimbursed at

296 ninety percent (90%) of the rate established on January 1, 1999, and as adjusted each January thereafter, under Medicare (Title 297 298 XVIII of the Social Security Act), as amended, and which shall in no event be less than seventy percent (70%) of the rate 299 300 established on January 1, 1994. All fees for physicians' services 301 that are covered by both Medicare and Medicaid shall be reimbursed 302 at ten percent (10%) of the adjusted Medicare payment established 303 on 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
308 to exceed in cost the prevailing cost of nursing facility
309 services, not to exceed sixty (60) visits per year.

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(b) Repealed.

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

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

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

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

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

350 As used in this paragraph (9), "estimated acquisition 351 cost" means the division's best estimate of what price providers 352 generally are paying for a drug in the package size that providers buy most frequently. Product selection shall be made in 353 354 compliance with existing state law; however, the division may reimburse as if the prescription had been filled under the generic 355 356 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
360 acute 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 dental care and surgery under authority of this paragraph (10) 365 366 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,
371 and as prescribed by a physician skilled in diseases of the eye or
372 an optometrist, whichever the patient may select.

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(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 eighty-four-day limitation: Christmas, the day before Christmas, 379 380 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 patient, the patient must have written authorization from a 383 384 physician stating that the patient is physically and mentally able 385 to be away from the facility on home leave. Such authorization must be filed with the division before it will be effective, and 386 387 the authorization shall be effective for three (3) months from the date it is received by the division, unless it is revoked earlier 388 389 by the physician because of a change in the condition of the 390 patient.

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

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(13) Family planning services, including drugs,

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

397 (14) Clinic services. Such diagnostic, preventive, therapeutic, rehabilitative or palliative services furnished to an 398 399 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 July 1, 1999, all fees for physicians' services reimbursed under 405 406 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 covered by both Medicare and Medicaid shall be reimbursed at ten 412 413 percent (10%) of the adjusted Medicare payment established on January 1, 1999, and as adjusted each January thereafter, under 414 415 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 authority of this paragraph (14) shall be increased to one hundred 419 420 sixty percent (160%) of the amount of the reimbursement rate that was in effect on June 30, 1999. 421

422 (15) Home- and community-based services, as provided 423 under Title XIX of the federal Social Security Act, as amended, 424 under 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 individuals under this paragraph. 433 The home- and community-based 434 services under this paragraph and the activities performed by certified case management agencies under this paragraph shall be 435 436 funded using state funds that are provided from the appropriation 437 to the Division of Medicaid and used to match federal funds.

(16) Mental health services. Approved therapeutic and 438 439 case management services provided by (a) an approved regional 440 mental health/retardation center established under Sections 441 41-19-31 through 41-19-39, or by another community mental health 442 service provider meeting the requirements of the Department of 443 Mental Health to be an approved mental health/retardation center 444 if 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 prior approval of the division to be reimbursable under this 452 453 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 465 supplies restricted to patients receiving home health services 466 unless waived on an individual basis by the division. The 467 division shall not expend more than Three Hundred Thousand Dollars 468 (\$300,000.00) of state funds annually to pay for medical supplies 469 authorized under this paragraph.

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

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

486 (b) Early intervention system services. The 487 division shall cooperate with the State Department of Health, 488 acting as lead agency, in the development and implementation of a 489 statewide system of delivery of early intervention services, 490 pursuant to Part H of the Individuals with Disabilities Education 491 Act (IDEA). The State Department of Health shall certify annually in writing to the director of the division the dollar amount of 492 493 state early intervention funds available which shall be utilized

494 as a certified match for Medicaid matching funds. Those funds 495 then 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 U.S. 503 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 Department of Rehabilitation Services and used to match federal 506 507 funds under a cooperative agreement between the division and the department, provided that funds for these services are 508 509 specifically appropriated to the Department of Rehabilitation 510 Services.

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

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

526

(23) Inpatient psychiatric services. Inpatient

527 psychiatric services to be determined by the division for 528 recipients under age twenty-one (21) which are provided under the 529 direction of a physician in an inpatient program in a licensed acute care psychiatric facility or in a licensed psychiatric 530 531 residential treatment facility, before the recipient reaches age twenty-one (21) or, if the recipient was receiving the services 532 533 immediately before he reached age twenty-one (21), before the 534 earlier of the date he no longer requires the services or the date 535 he reaches age twenty-two (22), as provided by federal 536 regulations. Recipients shall be allowed forty-five (45) days per year of psychiatric services provided in acute care psychiatric 537 538 facilities, and shall be allowed unlimited days of psychiatric 539 services provided in licensed psychiatric residential treatment 540 facilities.

541 Managed care services in a program to be developed (24) 542 by the division by a public or private provider. Notwithstanding 543 any other provision in this article to the contrary, the division shall establish rates of reimbursement to providers rendering care 544 545 and services authorized under this section, and may revise such rates of reimbursement without amendment to this section by the 546 547 Legislature for the purpose of achieving effective and accessible health services, and for responsible containment of costs. 548 This shall include, but not be limited to, one (1) module of capitated 549 550 managed care in a rural area, and one (1) module of capitated managed care in an urban area. The division is hereby mandated to 551 552 develop a mandatory population health management pilot program for 553 women services and children health services through the age of two (2). This program is primarily for obstetrical and child care 554 555 associated with low birth weight and pre-term babies. In order to effect cost savings, the division may develop a revised payment 556 557 methodology which may include at-risk capitated payments. This pilot program will be in Northern Mississippi, including the Delta 558 559 <u>counties.</u>

560

(25) Birthing center services.

Hospice care. As used in this paragraph, the term 561 (26) 562 "hospice care" means a coordinated program of active professional 563 medical attention within the home and outpatient and inpatient 564 care which treats the terminally ill patient and family as a unit, employing a medically directed interdisciplinary team. 565 The 566 program provides relief of severe pain or other physical symptoms 567 and supportive care to meet the special needs arising out of physical, psychological, spiritual, social and economic stresses 568 569 which are experienced during the final stages of illness and 570 during dying and bereavement and meets the Medicare requirements 571 for participation as a hospice as provided in 42 CFR Part 418.

572 (27) Group health plan premiums and cost sharing if it 573 is cost effective as defined by the Secretary of Health and Human 574 Services.

575 (28) Other health insurance premiums which are cost 576 effective as defined by the Secretary of Health and Human 577 Services. Medicare eligible must have Medicare Part B before 578 other insurance premiums can be paid.

579 The Division of Medicaid may apply for a waiver (29) 580 from the Department of Health and Human Services for home- and 581 community-based services for developmentally disabled people using 582 state funds which are provided from the appropriation to the State 583 Department of Mental Health and used to match federal funds under a cooperative agreement between the division and the department, 584 585 provided that funds for these services are specifically 586 appropriated to the Department of Mental Health.

587 (30) Pediatric skilled nursing services for eligible588 persons under twenty-one (21) years of age.

(31) Targeted case management services for children with special needs, under waivers from the U.S. Department of Health and Human Services, using state funds that are provided from the appropriation to the Mississippi Department of Human

593 Services and used to match federal funds under a cooperative 594 agreement between the division and the department.

595 (32) Care and services provided in Christian Science 596 Sanatoria operated by or listed and certified by The First Church 597 of Christ Scientist, Boston, Massachusetts, rendered in connection 598 with treatment by prayer or spiritual means to the extent that 599 such services are subject to reimbursement under Section 1903 of 600 the Social Security Act.

601

(33) Podiatrist services.

602 Personal care services provided in a pilot program (34)to not more than forty (40) residents at a location or locations 603 604 to be determined by the division and delivered by individuals 605 qualified to provide such services, as allowed by waivers under 606 Title XIX of the Social Security Act, as amended. The division 607 shall not expend more than Three Hundred Thousand Dollars 608 (\$300,000.00) annually to provide such personal care services. 609 The division shall develop recommendations for the effective regulation of any facilities that would provide personal care 610 611 services which may become eligible for Medicaid reimbursement under this section, and shall present such recommendations with 612 613 any proposed legislation to the 1996 Regular Session of the Legislature on or before January 1, 1996. 614

615 (35) Services and activities authorized in Sections 616 43-27-101 and 43-27-103, using state funds that are provided from 617 the appropriation to the State Department of Human Services and 618 used to match federal funds under a cooperative agreement between 619 the division and the department.

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

626 insurance policy covering the vehicle.

627 (37) Targeted case management services for individuals 628 with chronic diseases, with expanded eligibility to cover services 629 to uninsured recipients, on a pilot program basis. This paragraph 630 (37) shall be contingent upon continued receipt of special funds 631 from the Health Care Financing Authority and private foundations 632 who have granted funds for planning these services. No funding 633 for these services shall be provided from State General Funds.

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

641 Notwithstanding any provision of this article, except as 642 authorized in the following paragraph and in Section 43-13-139, neither (a) the limitations on quantity or frequency of use of or 643 644 the fees or charges for any of the care or services available to 645 recipients under this section, nor (b) the payments or rates of 646 reimbursement to providers rendering care or services authorized 647 under this section to recipients, may be increased, decreased or 648 otherwise changed from the levels in effect on July 1, 1986, 649 unless such is authorized by an amendment to this section by the 650 Legislature. However, the restriction in this paragraph shall not 651 prevent the division from changing the payments or rates of 652 reimbursement to providers without an amendment to this section whenever such changes are required by federal law or regulation, 653 654 or whenever such changes are necessary to correct administrative 655 errors or omissions in calculating such payments or rates of 656 reimbursement.

657 Notwithstanding any provision of this article, no new 658 groups or categories of recipients and new types of care and

services may be added without enabling legislation from the 659 Mississippi Legislature, except that the division may authorize 660 661 such changes without enabling legislation when such addition of recipients or services is ordered by a court of proper authority. 662 663 The director shall keep the Governor advised on a timely basis of 664 the funds available for expenditure and the projected 665 expenditures. In the event current or projected expenditures can 666 be reasonably anticipated to exceed the amounts appropriated for any fiscal year, the Governor, after consultation with the 667 668 director, shall discontinue any or all of the payment of the types 669 of care and services as provided herein which are deemed to be optional services under Title XIX of the federal Social Security 670 Act, as amended, for any period necessary to not exceed 671 appropriated funds, and when necessary shall institute any other 672 673 cost containment measures on any program or programs authorized 674 under the article to the extent allowed under the federal law 675 governing such program or programs, it being the intent of the Legislature that expenditures during any fiscal year shall not 676 677 exceed the amounts appropriated for such fiscal year.

678 SECTION 2. This act shall take effect and be in force from 679 and after July 1, 2000.