By: Representative Ford

To: Public Health and Welfare

HOUSE BILL NO. 481

AN ACT TO AMEND SECTION 73-21-108, MISSISSIPPI CODE OF 1972, 1 WHICH REQUIRES ANY PERSON OR BUSINESS THAT SELLS HOME MEDICAL 2 EQUIPMENT TO OBTAIN A MEDICAL EQUIPMENT SUPPLIER PERMIT, TO EXTEND THE REPEALER DATE FROM JULY 1, 2001, TO JULY 1, 2002; AND FOR 3 4 RELATED PURPOSES. 5 BE IT ENACTED BY THE LEGISLATURE OF THE STATE OF MISSISSIPPI: 6 7 SECTION 1. Section 73-21-108, Mississippi Code of 1972, is amended as follows: 8 73-21-108. (1) **Definitions.** For the purposes of this 9 section: 10 "Home medical equipment" means technologically 11 (a) sophisticated medical equipment and devices usable in a home care 12 setting, including, but not limited to: 13 14 (i) Oxygen for human consumption, oxygen concentrators and/or oxygen delivery systems and equipment; 15 (ii) Ventilators; 16 17 (iii) Respiratory disease management devices; (iv) Electronic and computer driven wheelchairs 18 19 and seating systems; (v) Apnea monitors; 20 21 (vi) Transcutaneous electrical nerve stimulator 22 (TENS) units; 23 (vii) Low air loss cutaneous pressure management devices; 24 Sequential compression devices; 25 (viii) (ix) Neonatal home phototherapy devices; 26 27 (x) Feeding pumps; and

H. B. No. 48	1 IIIIIIIIIIIIIIIIIIIIIIIIIIIIIIIIIIII
01/HR03/R657	
PAGE 1 (KC\LH)	

28 (xi) Other similar equipment as defined in29 regulations adopted by the board.

The term "home medical equipment" does not include medical 30 31 equipment used in the normal course of treating patients by 32 hospitals, hospices, long-term care facilities or home health agencies, or medical equipment used or dispensed by health care 33 professionals licensed by the State of Mississippi if the 34 professional is practicing within the scope of his or her 35 professional practice. In addition, the term does not include 36 items such as upper and lower extremity prosthetics, canes, 37 38 crutches, walkers, bathtub grab bars, standard wheelchairs, commode chairs and bath benches. 39

(b) "Home medical equipment services" means the delivery, installation, maintenance, replacement, and/or instruction in the use of home medical equipment, used by a sick or disabled individual, to allow the individual to be cared for and maintained in a home or noninstitutional environment.

45 (c) "Medical gas" means those gases and liquid oxygen46 intended for human consumption.

47 (d) "Order" means an order issued by a licensed
48 practitioner legally authorized to order home medical equipment
49 and/or medical gases.

50 (2) Permit required. (a) No person, business or entity located in this state or outside of this state that is subject to 51 52 this section shall sell, rent or provide or offer to sell, rent or provide directly to patients in this state any home medical 53 equipment, legend devices, and/or medical gas unless such person, 54 business or entity first obtains a Medical Equipment Supplier 55 Permit from the board. 56

57 (b) The permitting requirements of this section apply 58 to all persons, companies, agencies and other business entities 59 that are in the business of supplying home medical equipment to 60 patients in their places of residence and that bill the patient or

H. B. No. 481 01/HR03/R657 PAGE 2 (KC\LH) 61 the patient's insurance, Medicare, Medicaid or other third party 62 payor for the rent or sale of that equipment.

(c) The board shall require a separate permit for each
facility location directly or indirectly owned or operated in this
state.

(d) The application for a permit shall be made to the
board on a form supplied by the board and shall be accompanied by
a fee of not more than Three Hundred Dollars (\$300.00), as
prescribed by the board. Once issued, every permit must be
renewed annually, and the renewal fee shall be not more than One
Hundred Seventy-five Dollars (\$175.00), as prescribed by the
board.

All permits issued under this section shall expire 73 (e) annually on June 30 of each year. Applications for renewal must 74 75 be made to the board on or before June 30 and must be accompanied by the fee as prescribed by the board. A late renewal fee of One 76 Hundred Dollars (\$100.00) shall be added to all renewal 77 78 applications received by the board after June 30 of each renewal The permit shall become void if the renewal application, 79 period. 80 renewal fee and the late renewal fee are not received by the board by September 30 of each year. 81

82 (3) Exemptions. (a) The permitting requirements of this
83 section do not apply to the following entities or practitioners
84 unless they have a separate business entity, company, corporation
85 or division that is in the business of providing home medical
86 equipment for sale or rent to patients at their places of
87 residence:

Home health agencies; 88 (i) 89 (ii) Hospitals; Wholesalers and/or manufacturers; 90 (iii) (iv) Medical doctors, physical therapists, 91 92 respiratory therapists, occupational therapists, speech pathologists, optometrists, chiropractors and podiatrists who use 93 H. B. No. 481 01/HR03/R657

PAGE 3 (KC\LH)

94 home medical equipment and/or legend devices in their individual 95 practices;

96 (v) Pharmacies;97 (vi) Hospice programs;

98 (vii) Nursing homes and/or long-term care 99 facilities;

100 (viii) Veterinarians; dentists; and emergency101 medical services.

(b) Although community pharmacies are exempt from the permitting requirements of this section, they shall be subject to the same regulations that are applicable to permitted businesses or entities for the sale or rental of home medical equipment covered by this section.

107 (c) Nothing in this section shall prohibit trained
108 individuals from using oxygen, liquid oxygen and/or legend devices
109 in emergencies.

(d) Nothing in this section shall prohibit the prehospital emergency administration of oxygen by licensed health care providers, emergency medical technicians, first responders, fire fighters, law enforcement officers and other emergency personnel trained in the proper use of emergency oxygen.

(4) Order required. Home medical equipment suppliers shall not provide any home medical equipment to a patient without a valid order from an authorized licensed practitioner.

(5) **Regulations.** The board shall adopt regulations for the distribution and sale or rental of home medical equipment, legend devices and medical gases that promote the public health and welfare and comply with at least the minimum standards, terms and conditions of federal laws and regulations. The regulations shall include, without limitation:

(a) Minimum information from each home medical
equipment, legend device and medical gas supplier required for
permitting and renewal permits;

H. B. No. 481 01/HR03/R657 PAGE 4 (KC\LH) 127 (b) Minimum qualifications of persons who engage in the128 distribution of home medical equipment;

(c) Appropriate education, training or experience ofpersons employed by home medical equipment suppliers;

131 (d) Minimum standards for storage of home medical132 equipment;

(e) Minimum requirements for the establishment and
maintenance of all records for the sale, rental and servicing of
home medical equipment; and

136 (f) Minimum standards of operation and professional137 conduct.

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(6) Medical Equipment Advisory Committee to the board.

(a) A Medical Equipment Advisory Committee (MEAC),
composed of three (3) members selected by the Mississippi
Association of Medical Equipment Suppliers and approved by the
board, shall review and make recommendations to the board
regarding all regulations dealing with home medical equipment,
legend devices and medical gases that are proposed by the board
and before they are adopted by the board.

(b) All MEAC members must have been actively involved
in the home medical equipment business for a minimum of five (5)
years before the selection to the committee and shall hold and
maintain, in good standing, a permit issued by the board under
this section.

151 (C) The MEAC members shall meet at least quarterly and review all home medical equipment suppliers' inspection reports. 152 All complaints and reports of investigations of violations of law 153 or regulations regarding home medical equipment, legend devices 154 155 and medical gases shall first be reviewed by the MEAC. After 156 review, the MEAC may make recommendations to the board's Investigations Review Committee regarding further administrative 157 158 action by the board.

H. B. No. 481 01/HR03/R657 PAGE 5 (KC\LH) (d) The MEAC shall keep and maintain minutes of all
meetings of the MEAC and shall provide copies of the minutes to
the board on a quarterly basis.

162 (7) Revocation, Suspension or Restriction of Permit and163 Penalties.

(a) The board may revoke, suspend, restrict or refuse
to issue or renew a permit or impose a monetary penalty, in
accordance with Section 73-21-103 except that the monetary penalty
shall not exceed Ten Thousand Dollars (\$10,000.00) per violation,
if the business or holder of a permit or applicant for a permit
issued under this section has committed or is found guilty by the
board of any of the following:

(i) Violation of any federal, state or local law
or regulations relating to home medical equipment, legend devices
or medical gases.

174 (ii) Violation of any of the provisions of this175 section or regulations adopted under this section.

(iii) Commission of an act or engaging in a course
of conduct that constitutes a clear and present danger to the
public health and safety.

(iv) Filing a claim or assisting in the filing of a claim for reimbursement for home medical equipment or home medical equipment services that were not provided or that were not authorized to be provided.

183 (v) Failure to comply with any lawful order of the184 board.

(b) Disciplinary action by the board against a business
or any person holding a permit under this section shall be in
accordance with Section 73-21-99.

188 (8) Repealer. This section shall stand repealed on July 1,189 2002.

SECTION 2. This act shall take effect and be in force from and after July 1, 2001.

H. B. No. 481 01/HR03/R657 PAGE 6 (KC\LH)

ST: Permit requirements for persons providing home medical equipment; extend repealer.