

By: Senator(s) Dearing

To: Public Health and  
Welfare; Appropriations

SENATE BILL NO. 2055

1 AN ACT TO AMEND SECTION 43-13-117, MISSISSIPPI CODE OF 1972,  
2 TO PROVIDE THAT MENTAL HEALTH COUNSELING SERVICES PROVIDED BY A  
3 LICENSED PROFESSIONAL COUNSELOR (LPC) SHALL BE REIMBURSABLE UNDER  
4 THE MEDICAID PROGRAM; AND FOR RELATED PURPOSES.

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:

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

15 (1) Inpatient hospital services.

16 (a) The division shall allow thirty (30) days of  
17 inpatient hospital care annually for all Medicaid recipients.  
18 Precertification of inpatient days must be obtained as required by  
19 the division. The division may allow unlimited days in  
20 disproportionate hospitals as defined by the division for eligible  
21 infants under the age of six (6) years if certified as medically  
22 necessary as required by the division.

23 (b) From and after July 1, 1994, the Executive  
24 Director of the Division of Medicaid shall amend the Mississippi  
25 Title XIX Inpatient Hospital Reimbursement Plan to remove the  
26 occupancy rate penalty from the calculation of the Medicaid  
27 Capital Cost Component utilized to determine total hospital costs  
28 allocated to the Medicaid program.

29                   (c) Hospitals will receive an additional payment  
30 for the implantable programmable baclofen drug pump used to treat  
31 spasticity that is implanted on an inpatient basis. The payment  
32 pursuant to written invoice will be in addition to the facility's  
33 per diem reimbursement and will represent a reduction of costs on  
34 the facility's annual cost report, and shall not exceed Ten  
35 Thousand Dollars (\$10,000.00) per year per recipient. This  
36 subparagraph (c) shall stand repealed on July 1, 2005.

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

41                   (3) Laboratory and x-ray services.

42                   (4) Nursing facility services.

43                   (a) The division shall make full payment to  
44 nursing facilities for each day, not exceeding fifty-two (52) days  
45 per year, that a patient is absent from the facility on home  
46 leave. Payment may be made for the following home leave days in  
47 addition to the fifty-two-day limitation: Christmas, the day  
48 before Christmas, the day after Christmas, Thanksgiving, the day  
49 before Thanksgiving and the day after Thanksgiving.

50                   (b) From and after July 1, 1997, the division  
51 shall implement the integrated case-mix payment and quality  
52 monitoring system, which includes the fair rental system for  
53 property costs and in which recapture of depreciation is  
54 eliminated. The division may reduce the payment for hospital  
55 leave and therapeutic home leave days to the lower of the case-mix  
56 category as computed for the resident on leave using the  
57 assessment being utilized for payment at that point in time, or a  
58 case-mix score of 1.000 for nursing facilities, and shall compute  
59 case-mix scores of residents so that only services provided at the  
60 nursing facility are considered in calculating a facility's per  
61 diem.

62 (c) From and after July 1, 1997, all state-owned  
63 nursing facilities shall be reimbursed on a full reasonable cost  
64 basis.

65 (d) When a facility of a category that does not  
66 require a certificate of need for construction and that could not  
67 be eligible for Medicaid reimbursement is constructed to nursing  
68 facility specifications for licensure and certification, and the  
69 facility is subsequently converted to a nursing facility under a  
70 certificate of need that authorizes conversion only and the  
71 applicant for the certificate of need was assessed an application  
72 review fee based on capital expenditures incurred in constructing  
73 the facility, the division shall allow reimbursement for capital  
74 expenditures necessary for construction of the facility that were  
75 incurred within the twenty-four (24) consecutive calendar months  
76 immediately preceding the date that the certificate of need  
77 authorizing the conversion was issued, to the same extent that  
78 reimbursement would be allowed for construction of a new nursing  
79 facility under a certificate of need that authorizes that  
80 construction. The reimbursement authorized in this subparagraph  
81 (d) may be made only to facilities the construction of which was  
82 completed after June 30, 1989. Before the division shall be  
83 authorized to make the reimbursement authorized in this  
84 subparagraph (d), the division first must have received approval  
85 from the Centers for Medicare and Medicaid Services (CMS) of the  
86 change in the state Medicaid plan providing for the reimbursement.

87 (e) The division shall develop and implement, not  
88 later than January 1, 2001, a case-mix payment add-on determined  
89 by time studies and other valid statistical data that will  
90 reimburse a nursing facility for the additional cost of caring for  
91 a resident who has a diagnosis of Alzheimer's or other related  
92 dementia and exhibits symptoms that require special care. Any  
93 such case-mix add-on payment shall be supported by a determination  
94 of additional cost. The division shall also develop and implement

95 as part of the fair rental reimbursement system for nursing  
96 facility beds, an Alzheimer's resident bed depreciation enhanced  
97 reimbursement system that will provide an incentive to encourage  
98 nursing facilities to convert or construct beds for residents with  
99 Alzheimer's or other related dementia.

100 (f) The division shall develop and implement an  
101 assessment process for long-term care services. The division may  
102 provide the assessment and related functions directly or through  
103 contract with the area agencies on aging.

104 The division shall apply for necessary federal waivers to  
105 assure that additional services providing alternatives to nursing  
106 facility care are made available to applicants for nursing  
107 facility care.

108 (5) Periodic screening and diagnostic services for  
109 individuals under age twenty-one (21) years as are needed to  
110 identify physical and mental defects and to provide health care  
111 treatment and other measures designed to correct or ameliorate  
112 defects and physical and mental illness and conditions discovered  
113 by the screening services, regardless of whether these services  
114 are included in the state plan. The division may include in its  
115 periodic screening and diagnostic program those discretionary  
116 services authorized under the federal regulations adopted to  
117 implement Title XIX of the federal Social Security Act, as  
118 amended. The division, in obtaining physical therapy services,  
119 occupational therapy services, and services for individuals with  
120 speech, hearing and language disorders, may enter into a  
121 cooperative agreement with the State Department of Education for  
122 the provision of those services to handicapped students by public  
123 school districts using state funds that are provided from the  
124 appropriation to the Department of Education to obtain federal  
125 matching funds through the division. The division, in obtaining  
126 medical and psychological evaluations for children in the custody  
127 of the State Department of Human Services may enter into a

128 cooperative agreement with the State Department of Human Services  
129 for the provision of those services using state funds that are  
130 provided from the appropriation to the Department of Human  
131 Services to obtain federal matching funds through the division.

132 (6) Physician's services. The division shall allow  
133 twelve (12) physician visits annually. All fees for physicians'  
134 services that are covered only by Medicaid shall be reimbursed at  
135 ninety percent (90%) of the rate established on January 1, 1999,  
136 and as adjusted each January thereafter, under Medicare (Title  
137 XVIII of the federal Social Security Act, as amended), and which  
138 shall in no event be less than seventy percent (70%) of the rate  
139 established on January 1, 1994.

140 (7) (a) Home health services for eligible persons, not  
141 to exceed in cost the prevailing cost of nursing facility  
142 services, not to exceed sixty (60) visits per year. All home  
143 health visits must be precertified as required by the division.

144 (b) Repealed.

145 (8) Emergency medical transportation services. On  
146 January 1, 1994, emergency medical transportation services shall  
147 be reimbursed at seventy percent (70%) of the rate established  
148 under Medicare (Title XVIII of the federal Social Security Act, as  
149 amended). "Emergency medical transportation services" shall mean,  
150 but shall not be limited to, the following services by a properly  
151 permitted ambulance operated by a properly licensed provider in  
152 accordance with the Emergency Medical Services Act of 1974  
153 (Section 41-59-1 et seq.): (i) basic life support, (ii) advanced  
154 life support, (iii) mileage, (iv) oxygen, (v) intravenous fluids,  
155 (vi) disposable supplies, (vii) similar services.

156 (9) (a) Legend and other drugs as may be determined by  
157 the division. The division shall establish a mandatory preferred  
158 drug list. Drugs not on the mandatory preferred drug list shall  
159 be made available by utilizing prior authorization procedures  
160 established by the division. The division may seek to establish

161 relationships with other states in order to lower acquisition  
162 costs of prescription drugs to include single source and innovator  
163 multiple source drugs or generic drugs. In addition, if allowed  
164 by federal law or regulation, the division may seek to establish  
165 relationships with and negotiate with other countries to  
166 facilitate the acquisition of prescription drugs to include single  
167 source and innovator multiple source drugs or generic drugs, if  
168 that will lower the acquisition costs of those prescription drugs.  
169 The division shall allow for a combination of prescriptions for  
170 single source and innovator multiple source drugs and generic  
171 drugs to meet the needs of the beneficiaries, not to exceed four  
172 (4) prescriptions for single source or innovator multiple source  
173 drugs per month for each noninstitutionalized Medicaid  
174 beneficiary. The division shall allow for unlimited prescriptions  
175 for generic drugs. The division shall establish a prior  
176 authorization process under which the division may allow more than  
177 four (4) prescriptions for single source or innovator multiple  
178 source drugs per month for those beneficiaries whose conditions  
179 require a medical regimen that will not be covered by the  
180 combination of prescriptions for single source and innovator  
181 multiple source drugs and generic drugs that are otherwise allowed  
182 under this paragraph (9). The voluntary preferred drug list shall  
183 be expanded to function in the interim in order to have a  
184 manageable prior authorization system, thereby minimizing  
185 disruption of service to beneficiaries. The division shall not  
186 reimburse for any portion of a prescription that exceeds a  
187 thirty-four-day supply of the drug based on the daily dosage.

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

192 All claims for drugs for dually eligible Medicare/Medicaid  
193 beneficiaries that are paid for by Medicare must be submitted to

194 Medicare for payment before they may be processed by the  
195 division's on-line payment system.

196 The division shall develop a pharmacy policy in which drugs  
197 in tamper-resistant packaging that are prescribed for a resident  
198 of a nursing facility but are not dispensed to the resident shall  
199 be returned to the pharmacy and not billed to Medicaid, in  
200 accordance with guidelines of the State Board of Pharmacy.

201 The division shall develop and implement a program that  
202 requires Medicaid providers who prescribe drugs to use a  
203 counterfeit-proof prescription pad for Medicaid prescriptions for  
204 controlled substances; however, this shall not prevent the filling  
205 of prescriptions for controlled substances by means of electronic  
206 communications between a prescriber and pharmacist as allowed by  
207 federal law.

208 (b) Payment by the division for covered  
209 multisource drugs shall be limited to the lower of the upper  
210 limits established and published by the Centers for Medicare and  
211 Medicaid Services (CMS) plus a dispensing fee, or the estimated  
212 acquisition cost (EAC) as determined by the division, plus a  
213 dispensing fee, or the providers' usual and customary charge to  
214 the general public.

215 Payment for other covered drugs, other than multisource drugs  
216 with CMS upper limits, shall not exceed the lower of the estimated  
217 acquisition cost as determined by the division, plus a dispensing  
218 fee or the providers' usual and customary charge to the general  
219 public.

220 Payment for nonlegend or over-the-counter drugs covered by  
221 the division shall be reimbursed at the lower of the division's  
222 estimated shelf price or the providers' usual and customary charge  
223 to the general public.

224 The dispensing fee for each new or refill prescription,  
225 including nonlegend or over-the-counter drugs covered by the

226 division, shall be not less than Three Dollars and Ninety-one  
227 Cents (\$3.91), as determined by the division.

228 The division shall not reimburse for single source or  
229 innovator multiple source drugs if there are equally effective  
230 generic equivalents available and if the generic equivalents are  
231 the least expensive.

232 It is the intent of the Legislature that the pharmacists  
233 providers be reimbursed for the reasonable costs of filling and  
234 dispensing prescriptions for Medicaid beneficiaries.

235 (10) Dental care that is an adjunct to treatment of an  
236 acute medical or surgical condition; services of oral surgeons and  
237 dentists in connection with surgery related to the jaw or any  
238 structure contiguous to the jaw or the reduction of any fracture  
239 of the jaw or any facial bone; and emergency dental extractions  
240 and treatment related thereto. On July 1, 1999, all fees for  
241 dental care and surgery under authority of this paragraph (10)  
242 shall be increased to one hundred sixty percent (160%) of the  
243 amount of the reimbursement rate that was in effect on June 30,  
244 1999. It is the intent of the Legislature to encourage more  
245 dentists to participate in the Medicaid program.

246 (11) Eyeglasses for all Medicaid beneficiaries who have  
247 (a) had surgery on the eyeball or ocular muscle that results in a  
248 vision change for which eyeglasses or a change in eyeglasses is  
249 medically indicated within six (6) months of the surgery and is in  
250 accordance with policies established by the division, or (b) one  
251 (1) pair every five (5) years and in accordance with policies  
252 established by the division. In either instance, the eyeglasses  
253 must be prescribed by a physician skilled in diseases of the eye  
254 or an optometrist, whichever the beneficiary may select.

255 (12) Intermediate care facility services.

256 (a) The division shall make full payment to all  
257 intermediate care facilities for the mentally retarded for each  
258 day, not exceeding eighty-four (84) days per year, that a patient



259 is absent from the facility on home leave. Payment may be made  
260 for the following home leave days in addition to the  
261 eighty-four-day limitation: Christmas, the day before Christmas,  
262 the day after Christmas, Thanksgiving, the day before Thanksgiving  
263 and the day after Thanksgiving.

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

267 (13) Family planning services, including drugs,  
268 supplies and devices, when those services are under the  
269 supervision of a physician or nurse practitioner.

270 (14) Clinic services. Such diagnostic, preventive,  
271 therapeutic, rehabilitative or palliative services furnished to an  
272 outpatient by or under the supervision of a physician or dentist  
273 in a facility that is not a part of a hospital but that is  
274 organized and operated to provide medical care to outpatients.  
275 Clinic services shall include any services reimbursed as  
276 outpatient hospital services that may be rendered in such a  
277 facility, including those that become so after July 1, 1991. On  
278 July 1, 1999, all fees for physicians' services reimbursed under  
279 authority of this paragraph (14) shall be reimbursed at ninety  
280 percent (90%) of the rate established on January 1, 1999, and as  
281 adjusted each January thereafter, under Medicare (Title XVIII of  
282 the federal Social Security Act, as amended), and which shall in  
283 no event be less than seventy percent (70%) of the rate  
284 established on January 1, 1994. On July 1, 1999, all fees for  
285 dentists' services reimbursed under authority of this paragraph  
286 (14) shall be increased to one hundred sixty percent (160%) of the  
287 amount of the reimbursement rate that was in effect on June 30,  
288 1999.

289 (15) Home- and community-based services for the elderly  
290 and disabled, as provided under Title XIX of the federal Social  
291 Security Act, as amended, under waivers, subject to the

292 availability of funds specifically appropriated for that purpose  
293 by the Legislature.

294           (16) Mental health services. Approved therapeutic and  
295 case management services (a) provided by an approved regional  
296 mental health/retardation center established under Sections  
297 41-19-31 through 41-19-39, or by another community mental health  
298 service provider meeting the requirements of the Department of  
299 Mental Health to be an approved mental health/retardation center  
300 if determined necessary by the Department of Mental Health, using  
301 state funds that are provided from the appropriation to the State  
302 Department of Mental Health and/or funds transferred to the  
303 department by a political subdivision or instrumentality of the  
304 state and used to match federal funds under a cooperative  
305 agreement between the division and the department, or (b) provided  
306 by a facility that is certified by the State Department of Mental  
307 Health to provide therapeutic and case management services, to be  
308 reimbursed on a fee for service basis, or (c) provided in the  
309 community by a facility or program operated by the Department of  
310 Mental Health. Any such services provided by a facility described  
311 in subparagraph (b) must have the prior approval of the division  
312 to be reimbursable under this section. After June 30, 1997,  
313 mental health services provided by regional mental  
314 health/retardation centers established under Sections 41-19-31  
315 through 41-19-39, or by hospitals as defined in Section 41-9-3(a)  
316 and/or their subsidiaries and divisions, or by psychiatric  
317 residential treatment facilities as defined in Section 43-11-1, or  
318 by another community mental health service provider meeting the  
319 requirements of the Department of Mental Health to be an approved  
320 mental health/retardation center if determined necessary by the  
321 Department of Mental Health, shall not be included in or provided  
322 under any capitated managed care pilot program provided for under  
323 paragraph (24) of this section.

324           (17) Durable medical equipment services and medical  
325 supplies. Precertification of durable medical equipment and  
326 medical supplies must be obtained as required by the division.  
327 The Division of Medicaid may require durable medical equipment  
328 providers to obtain a surety bond in the amount and to the  
329 specifications as established by the Balanced Budget Act of 1997.

330           (18) (a) Notwithstanding any other provision of this  
331 section to the contrary, the division shall make additional  
332 reimbursement to hospitals that serve a disproportionate share of  
333 low-income patients and that meet the federal requirements for  
334 those payments as provided in Section 1923 of the federal Social  
335 Security Act and any applicable regulations. However, from and  
336 after January 1, 1999, no public hospital shall participate in the  
337 Medicaid disproportionate share program unless the public hospital  
338 participates in an intergovernmental transfer program as provided  
339 in Section 1903 of the federal Social Security Act and any  
340 applicable regulations.

341           (b) The division shall establish a Medicare Upper  
342 Payment Limits Program, as defined in Section 1902(a)(30) of the  
343 federal Social Security Act and any applicable federal  
344 regulations, for hospitals, and may establish a Medicare Upper  
345 Payments Limits Program for nursing facilities. The division  
346 shall assess each hospital and, if the program is established for  
347 nursing facilities, shall assess each nursing facility, based on  
348 Medicaid utilization or other appropriate method consistent with  
349 federal regulations. The assessment will remain in effect as long  
350 as the state participates in the Medicare Upper Payment Limits  
351 Program. The division shall make additional reimbursement to  
352 hospitals and, if the program is established for nursing  
353 facilities, shall make additional reimbursement to nursing  
354 facilities, for the Medicare Upper Payment Limits, as defined in  
355 Section 1902(a)(30) of the federal Social Security Act and any

356 applicable federal regulations. This subparagraph (b) shall stand  
357 repealed from and after July 1, 2005.

358           (19) (a) Perinatal risk management services. The  
359 division shall promulgate regulations to be effective from and  
360 after October 1, 1988, to establish a comprehensive perinatal  
361 system for risk assessment of all pregnant and infant Medicaid  
362 recipients and for management, education and follow-up for those  
363 who are determined to be at risk. Services to be performed  
364 include case management, nutrition assessment/counseling,  
365 psychosocial assessment/counseling and health education.

366           (b) Early intervention system services. The  
367 division shall cooperate with the State Department of Health,  
368 acting as lead agency, in the development and implementation of a  
369 statewide system of delivery of early intervention services, under  
370 Part C of the Individuals with Disabilities Education Act (IDEA).  
371 The State Department of Health shall certify annually in writing  
372 to the executive director of the division the dollar amount of  
373 state early intervention funds available that will be utilized as  
374 a certified match for Medicaid matching funds. Those funds then  
375 shall be used to provide expanded targeted case management  
376 services for Medicaid eligible children with special needs who are  
377 eligible for the state's early intervention system.

378 Qualifications for persons providing service coordination shall be  
379 determined by the State Department of Health and the Division of  
380 Medicaid.

381           (20) Home- and community-based services for physically  
382 disabled approved services as allowed by a waiver from the United  
383 States Department of Health and Human Services for home- and  
384 community-based services for physically disabled people using  
385 state funds that are provided from the appropriation to the State  
386 Department of Rehabilitation Services and used to match federal  
387 funds under a cooperative agreement between the division and the  
388 department, provided that funds for these services are

389 specifically appropriated to the Department of Rehabilitation  
390 Services.

391 (21) Nurse practitioner services. Services furnished  
392 by a registered nurse who is licensed and certified by the  
393 Mississippi Board of Nursing as a nurse practitioner, including,  
394 but not limited to, nurse anesthetists, nurse midwives, family  
395 nurse practitioners, family planning nurse practitioners,  
396 pediatric nurse practitioners, obstetrics-gynecology nurse  
397 practitioners and neonatal nurse practitioners, under regulations  
398 adopted by the division. Reimbursement for those services shall  
399 not exceed ninety percent (90%) of the reimbursement rate for  
400 comparable services rendered by a physician.

401 (22) Ambulatory services delivered in federally  
402 qualified health centers, rural health centers and clinics of the  
403 local health departments of the State Department of Health for  
404 individuals eligible for Medicaid under this article based on  
405 reasonable costs as determined by the division.

406 (23) Inpatient psychiatric services. Inpatient  
407 psychiatric services to be determined by the division for  
408 recipients under age twenty-one (21) that are provided under the  
409 direction of a physician in an inpatient program in a licensed  
410 acute care psychiatric facility or in a licensed psychiatric  
411 residential treatment facility, before the recipient reaches age  
412 twenty-one (21) or, if the recipient was receiving the services  
413 immediately before he or she reached age twenty-one (21), before  
414 the earlier of the date he or she no longer requires the services  
415 or the date he or she reaches age twenty-two (22), as provided by  
416 federal regulations. Precertification of inpatient days and  
417 residential treatment days must be obtained as required by the  
418 division.

419 (24) [Deleted]

420 (25) [Deleted]

421           (26) Hospice care. As used in this paragraph, the term  
422 "hospice care" means a coordinated program of active professional  
423 medical attention within the home and outpatient and inpatient  
424 care that treats the terminally ill patient and family as a unit,  
425 employing a medically directed interdisciplinary team. The  
426 program provides relief of severe pain or other physical symptoms  
427 and supportive care to meet the special needs arising out of  
428 physical, psychological, spiritual, social and economic stresses  
429 that are experienced during the final stages of illness and during  
430 dying and bereavement and meets the Medicare requirements for  
431 participation as a hospice as provided in federal regulations.

432           (27) Group health plan premiums and cost sharing if it  
433 is cost effective as defined by the United States Secretary of  
434 Health and Human Services.

435           (28) Other health insurance premiums that are cost  
436 effective as defined by the United States Secretary of Health and  
437 Human Services. Medicare eligible must have Medicare Part B  
438 before other insurance premiums can be paid.

439           (29) The Division of Medicaid may apply for a waiver  
440 from the United States Department of Health and Human Services for  
441 home- and community-based services for developmentally disabled  
442 people using state funds that are provided from the appropriation  
443 to the State Department of Mental Health and/or funds transferred  
444 to the department by a political subdivision or instrumentality of  
445 the state and used to match federal funds under a cooperative  
446 agreement between the division and the department, provided that  
447 funds for these services are specifically appropriated to the  
448 Department of Mental Health and/or transferred to the department  
449 by a political subdivision or instrumentality of the state.

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

452           (31) Targeted case management services for children  
453 with special needs, under waivers from the United States

454 Department of Health and Human Services, using state funds that  
455 are provided from the appropriation to the Mississippi Department  
456 of Human Services and used to match federal funds under a  
457 cooperative agreement between the division and the department.

458           (32) Care and services provided in Christian Science  
459 Sanatoria listed and certified by the Commission for Accreditation  
460 of Christian Science Nursing Organizations/Facilities, Inc.,  
461 rendered in connection with treatment by prayer or spiritual means  
462 to the extent that those services are subject to reimbursement  
463 under Section 1903 of the federal Social Security Act.

464           (33) Podiatrist services.

465           (34) Assisted living services as provided through home-  
466 and community-based services under Title XIX of the federal Social  
467 Security Act, as amended, subject to the availability of funds  
468 specifically appropriated for that purpose by the Legislature.

469           (35) Services and activities authorized in Sections  
470 43-27-101 and 43-27-103, using state funds that are provided from  
471 the appropriation to the State Department of Human Services and  
472 used to match federal funds under a cooperative agreement between  
473 the division and the department.

474           (36) Nonemergency transportation services for  
475 Medicaid-eligible persons, to be provided by the Division of  
476 Medicaid. The division may contract with additional entities to  
477 administer nonemergency transportation services as it deems  
478 necessary. All providers shall have a valid driver's license,  
479 vehicle inspection sticker, valid vehicle license tags and a  
480 standard liability insurance policy covering the vehicle. The  
481 division may pay providers a flat fee based on mileage tiers, or  
482 in the alternative, may reimburse on actual miles traveled. The  
483 division may apply to the Center for Medicare and Medicaid  
484 Services (CMS) for a waiver to draw federal matching funds for  
485 nonemergency transportation services as a covered service instead  
486 of an administrative cost.

487 (37) [Deleted]

488 (38) Chiropractic services. A chiropractor's manual  
489 manipulation of the spine to correct a subluxation, if x-ray  
490 demonstrates that a subluxation exists and if the subluxation has  
491 resulted in a neuromusculoskeletal condition for which  
492 manipulation is appropriate treatment, and related spinal x-rays  
493 performed to document these conditions. Reimbursement for  
494 chiropractic services shall not exceed Seven Hundred Dollars  
495 (\$700.00) per year per beneficiary.

496 (39) Dually eligible Medicare/Medicaid beneficiaries.  
497 The division shall pay the Medicare deductible and coinsurance  
498 amounts for services available under Medicare, as determined by  
499 the division.

500 (40) [Deleted]

501 (41) Services provided by the State Department of  
502 Rehabilitation Services for the care and rehabilitation of persons  
503 with spinal cord injuries or traumatic brain injuries, as allowed  
504 under waivers from the United States Department of Health and  
505 Human Services, using up to seventy-five percent (75%) of the  
506 funds that are appropriated to the Department of Rehabilitation  
507 Services from the Spinal Cord and Head Injury Trust Fund  
508 established under Section 37-33-261 and used to match federal  
509 funds under a cooperative agreement between the division and the  
510 department.

511 (42) Notwithstanding any other provision in this  
512 article to the contrary, the division may develop a population  
513 health management program for women and children health services  
514 through the age of one (1) year. This program is primarily for  
515 obstetrical care associated with low birth weight and pre-term  
516 babies. The division may apply to the federal Centers for  
517 Medicare and Medicaid Services (CMS) for a Section 1115 waiver or  
518 any other waivers that may enhance the program. In order to  
519 effect cost savings, the division may develop a revised payment



520 methodology that may include at-risk capitated payments, and may  
521 require member participation in accordance with the terms and  
522 conditions of an approved federal waiver.

523           (43) The division shall provide reimbursement,  
524 according to a payment schedule developed by the division, for  
525 smoking cessation medications for pregnant women during their  
526 pregnancy and other Medicaid-eligible women who are of  
527 child-bearing age.

528           (44) Nursing facility services for the severely  
529 disabled.

530           (a) Severe disabilities include, but are not  
531 limited to, spinal cord injuries, closed head injuries and  
532 ventilator dependent patients.

533           (b) Those services must be provided in a long-term  
534 care nursing facility dedicated to the care and treatment of  
535 persons with severe disabilities, and shall be reimbursed as a  
536 separate category of nursing facilities.

537           (45) Physician assistant services. Services furnished  
538 by a physician assistant who is licensed by the State Board of  
539 Medical Licensure and is practicing with physician supervision  
540 under regulations adopted by the board, under regulations adopted  
541 by the division. Reimbursement for those services shall not  
542 exceed ninety percent (90%) of the reimbursement rate for  
543 comparable services rendered by a physician.

544           (46) The division shall make application to the federal  
545 Centers for Medicare and Medicaid Services (CMS) for a waiver to  
546 develop and provide services for children with serious emotional  
547 disturbances as defined in Section 43-14-1(1), which may include  
548 home- and community-based services, case management services or  
549 managed care services through mental health providers certified by  
550 the Department of Mental Health. The division may implement and  
551 provide services under this waived program only if funds for  
552 these services are specifically appropriated for this purpose by

553 the Legislature, or if funds are voluntarily provided by affected  
554 agencies.

555           (47) (a) Notwithstanding any other provision in this  
556 article to the contrary, the division, in conjunction with the  
557 State Department of Health, shall develop and implement disease  
558 management programs for individuals with asthma, diabetes or  
559 hypertension, including the use of grants, waivers, demonstrations  
560 or other projects as necessary.

561           (b) Participation in any disease management  
562 program implemented under this paragraph (47) is optional with the  
563 individual. An individual must affirmatively elect to participate  
564 in the disease management program in order to participate.

565           (c) An individual who participates in the disease  
566 management program has the option of participating in the  
567 prescription drug home delivery component of the program at any  
568 time while participating in the program. An individual must  
569 affirmatively elect to participate in the prescription drug home  
570 delivery component in order to participate.

571           (d) An individual who participates in the disease  
572 management program may elect to discontinue participation in the  
573 program at any time. An individual who participates in the  
574 prescription drug home delivery component may elect to discontinue  
575 participation in the prescription drug home delivery component at  
576 any time.

577           (e) The division shall send written notice to all  
578 individuals who participate in the disease management program  
579 informing them that they may continue using their local pharmacy  
580 or any other pharmacy of their choice to obtain their prescription  
581 drugs while participating in the program.

582           (f) Prescription drugs that are provided to  
583 individuals under the prescription drug home delivery component  
584 shall be limited only to those drugs that are used for the  
585 treatment, management or care of asthma, diabetes or hypertension.

586 (48) Pediatric long-term acute care hospital services.

587 (a) Pediatric long-term acute care hospital  
588 services means services provided to eligible persons under  
589 twenty-one (21) years of age by a freestanding Medicare-certified  
590 hospital that has an average length of inpatient stay greater than  
591 twenty-five (25) days and that is primarily engaged in providing  
592 chronic or long-term medical care to persons under twenty-one (21)  
593 years of age.

594 (b) The services under this paragraph (48) shall  
595 be reimbursed as a separate category of hospital services.

596 (49) The division shall establish co-payments and/or  
597 coinsurance for all Medicaid services for which co-payments and/or  
598 coinsurance are allowable under federal law or regulation, and  
599 shall set the amount of the co-payment and/or coinsurance for each  
600 of those services at the maximum amount allowable under federal  
601 law or regulation.

602 (50) Services provided by the State Department of  
603 Rehabilitation Services for the care and rehabilitation of persons  
604 who are deaf and blind, as allowed under waivers from the United  
605 States Department of Health and Human Services to provide home-  
606 and community-based services using state funds that are provided  
607 from the appropriation to the State Department of Rehabilitation  
608 Services or if funds are voluntarily provided by another agency.

609 (51) Upon determination of Medicaid eligibility and in  
610 association with annual redetermination of Medicaid eligibility,  
611 beneficiaries shall be encouraged to undertake a physical  
612 examination that will establish a base-line level of health and  
613 identification of a usual and customary source of care (a medical  
614 home) to aid utilization of disease management tools. This  
615 physical examination and utilization of these disease management  
616 tools shall be consistent with current United States Preventive  
617 Services Task Force or other recognized authority recommendations.

618 For persons who are determined ineligible for Medicaid, the  
619 division will provide information and direction for accessing  
620 medical care and services in the area of their residence.

621 (52) Notwithstanding any provisions of this article,  
622 the division may pay enhanced reimbursement fees related to trauma  
623 care, as determined by the division in conjunction with the State  
624 Department of Health, using funds appropriated to the State  
625 Department of Health for trauma care and services and used to  
626 match federal funds under a cooperative agreement between the  
627 division and the State Department of Health. The division, in  
628 conjunction with the State Department of Health, may use grants,  
629 waivers, demonstrations, or other projects as necessary in the  
630 development and implementation of this reimbursement program.

631 (53) Mental health counseling services provided by a  
632 duly licensed professional counselor (LPC).

633 Notwithstanding any other provision of this article to the  
634 contrary, the division shall reduce the rate of reimbursement to  
635 providers for any service provided under this section by five  
636 percent (5%) of the allowed amount for that service. However, the  
637 reduction in the reimbursement rates required by this paragraph  
638 shall not apply to inpatient hospital services, nursing facility  
639 services, intermediate care facility services, psychiatric  
640 residential treatment facility services, pharmacy services  
641 provided under paragraph (9) of this section, or any service  
642 provided by the University of Mississippi Medical Center or a  
643 state agency, a state facility or a public agency that either  
644 provides its own state match through intergovernmental transfer or  
645 certification of funds to the division, or a service for which the  
646 federal government sets the reimbursement methodology and rate.  
647 In addition, the reduction in the reimbursement rates required by  
648 this paragraph shall not apply to case management services and  
649 home-delivered meals provided under the home- and community-based  
650 services program for the elderly and disabled by a planning and

651 development district (PDD). Planning and development districts  
652 participating in the home- and community-based services program  
653 for the elderly and disabled as case management providers shall be  
654 reimbursed for case management services at the maximum rate  
655 approved by the Centers for Medicare and Medicaid Services (CMS).

656 The division may pay to those providers who participate in  
657 and accept patient referrals from the division's emergency room  
658 redirection program a percentage, as determined by the division,  
659 of savings achieved according to the performance measures and  
660 reduction of costs required of that program.

661 Notwithstanding any provision of this article, except as  
662 authorized in the following paragraph and in Section 43-13-139,  
663 neither (a) the limitations on quantity or frequency of use of or  
664 the fees or charges for any of the care or services available to  
665 recipients under this section, nor (b) the payments or rates of  
666 reimbursement to providers rendering care or services authorized  
667 under this section to recipients, may be increased, decreased or  
668 otherwise changed from the levels in effect on July 1, 1999,  
669 unless they are authorized by an amendment to this section by the  
670 Legislature. However, the restriction in this paragraph shall not  
671 prevent the division from changing the payments or rates of  
672 reimbursement to providers without an amendment to this section  
673 whenever those changes are required by federal law or regulation,  
674 or whenever those changes are necessary to correct administrative  
675 errors or omissions in calculating those payments or rates of  
676 reimbursement.

677 Notwithstanding any provision of this article, no new groups  
678 or categories of recipients and new types of care and services may  
679 be added without enabling legislation from the Mississippi  
680 Legislature, except that the division may authorize those changes  
681 without enabling legislation when the addition of recipients or  
682 services is ordered by a court of proper authority. The executive  
683 director shall keep the Governor advised on a timely basis of the

684 funds available for expenditure and the projected expenditures.  
685 If current or projected expenditures of the division during the  
686 first six (6) months of any fiscal year are reasonably anticipated  
687 to be not more than twelve percent (12%) above the amount of the  
688 appropriated funds that is authorized to be expended during the  
689 first allotment period of the fiscal year, the Governor, after  
690 consultation with the executive director, may discontinue any or  
691 all of the payment of the types of care and services as provided  
692 in this section that are deemed to be optional services under  
693 Title XIX of the federal Social Security Act, as amended, and when  
694 necessary may institute any other cost containment measures on any  
695 program or programs authorized under the article to the extent  
696 allowed under the federal law governing that program or programs.  
697 If current or projected expenditures of the division during the  
698 first six (6) months of any fiscal year can be reasonably  
699 anticipated to exceed the amount of the appropriated funds that is  
700 authorized to be expended during the first allotment period of the  
701 fiscal year by more than twelve percent (12%), the Governor, after  
702 consultation with the executive director, shall discontinue any or  
703 all of the payment of the types of care and services as provided  
704 in this section that are deemed to be optional services under  
705 Title XIX of the federal Social Security Act, as amended, for any  
706 period necessary to ensure that the actual expenditures of the  
707 division will not exceed the amount of the appropriated funds that  
708 is authorized to be expended during the first allotment period of  
709 the fiscal year by more than twelve percent (12%), and when  
710 necessary shall institute any other cost containment measures on  
711 any program or programs authorized under the article to the extent  
712 allowed under the federal law governing that program or programs.  
713 If current or projected expenditures of the division during the  
714 last six (6) months of any fiscal year can be reasonably  
715 anticipated to exceed the amount of the appropriated funds that is  
716 authorized to be expended during the second allotment period of

717 the fiscal year, the Governor, after consultation with the  
718 executive director, shall discontinue any or all of the payment of  
719 the types of care and services as provided in this section that  
720 are deemed to be optional services under Title XIX of the federal  
721 Social Security Act, as amended, for any period necessary to  
722 ensure that the actual expenditures of the division will not  
723 exceed the amount of the appropriated funds that is authorized to  
724 be expended during the second allotment period of the fiscal year,  
725 and when necessary shall institute any other cost containment  
726 measures on any program or programs authorized under the article  
727 to the extent allowed under the federal law governing that program  
728 or programs. It is the intent of the Legislature that the  
729 expenditures of the division during any fiscal year shall not  
730 exceed the amounts appropriated to the division for that fiscal  
731 year.

732 Notwithstanding any other provision of this article, it shall  
733 be the duty of each nursing facility, intermediate care facility  
734 for the mentally retarded, psychiatric residential treatment  
735 facility, and nursing facility for the severely disabled that is  
736 participating in the Medicaid program to keep and maintain books,  
737 documents and other records as prescribed by the Division of  
738 Medicaid in substantiation of its cost reports for a period of  
739 three (3) years after the date of submission to the Division of  
740 Medicaid of an original cost report, or three (3) years after the  
741 date of submission to the Division of Medicaid of an amended cost  
742 report.

743 This section shall stand repealed on July 1, 2007.

744 **SECTION 2.** This act shall take effect and be in force from  
745 and after July 1, 2005.