By: Representatives Holland, Reynolds

To: Public Health and Human Services; Medicaid

COMMITTEE SUBSTITUTE FOR HOUSE BILL NO. 1379

AN ACT TO CODIFY NEW SECTION 43-13-121.1, MISSISSIPPI CODE OF 1972, TO PROVIDE THAT THE DIVISION OF MEDICAID SHALL IMPLEMENT A "MONEY FOLLOWS THE PERSON" PROCESS BY WHICH FUNDING FOR NURSING FACILITY SERVICES FOR MEDICAID-ELIGIBLE BENEFICIARIES MAY BE USED TO PAY FOR HOME- AND COMMUNITY-BASED WAIVER SERVICES FOR THOSE NURSING FACILITY RESIDENTS WHO CHOOSE THOSE SERVICES; AND FOR RELATED PURPOSES.

8 BE IT ENACTED BY THE LEGISLATURE OF THE STATE OF MISSISSIPPI:
9 SECTION 1. The following shall be codified as Section
10 43-13-121.1, Mississippi Code of 1972:

<u>43-13-121.1.</u> (1) It is the intent of the Legislature to 11 implement a "money follows the person" process by which a portion 12 of the money used to cover the cost of nursing facility services 13 14 for Medicaid-eligible beneficiaries may be transferred to fund 15 home- and community-based waiver services through the Elderly and Disabled Waiver, administered by the Division of Medicaid, and the 16 17 Independent Living Waiver and the Traumatic Brain Injury/Spinal Cord Injury Waiver, administered by the Department of 18

19 Rehabilitation Services.

20 (2) Notwithstanding any other state law, the Executive Director of the Division of Medicaid is authorized to transfer 21 funds allocated for nursing facility services for 22 23 Medicaid-eligible nursing facility residents to cover the cost of 24 home- and community-based waiver services if the nursing facility 25 resident meets the eligibility criteria for either the Elderly and Disabled Waiver, the Independent Living Waiver, or the Traumatic 26 Brain Injury/Spinal Cord Injury Waiver program and the resident 27 28 chooses to receive those services.

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The authority of the executive director of the division 29 (3) 30 to transfer funds from nursing facility services shall apply to 31 home- and community-based waiver programs administered by the 32 division and the Department of Rehabilitation Services. These 33 provisions shall not be applicable to the Department of Mental 34 Health, any facility operated by the Department of Mental Health, 35 or any current or future waiver program operated by the Department of Mental Health including, but not be limited to, home- and 36 community-based waiver programs. 37

38 (4) Under the "money follows the person" process, the 39 executive director of the division shall transfer funds to the appropriate home- and community-based waiver program administering 40 41 agency to cover the cost of services provided through the Elderly and Disabled Waiver, the Independent Living Waiver, and the 42 Traumatic Brain Injury/Spinal Cord Injury Waiver programs for 43 Medicaid-eligible nursing facility residents who choose to leave 44 45 the nursing facility and receive home- and community-based waiver 46 services. The executive director of the division shall ensure that the amount transferred under this section is redirected to 47 48 the appropriate home- and community-based waiver program in an 49 amount sufficient to provide waiver services to each nursing 50 facility resident upon his or her discharge from the nursing facility. 51

The number of nursing facility residents who receive 52 (5) 53 home- and community-based waiver services through the "money follows the person" process will not count against the total 54 55 number of individuals previously approved by the Centers for Medicare and Medicaid Services (CMS) to receive home- and 56 57 community-based services through the Elderly and Disabled Waiver, the Independent Living Waiver, or the Traumatic Brain 58 59 Injury/Spinal Cord Injury Waiver programs. In addition, the 60 number of nursing facility residents who receive services as a result of the "money follows the person" process shall not count 61 *HR07/R1422CS. 1* H. B. No. 1379 06/HR07/R1422CS.1 PAGE 2 (RF\HS)

62 against any additional slots approved by CMS and authorized by the 63 state as a result of prior litigation settlements reached by the 64 state. Instead, the division shall request CMS to amend the 65 Elderly and Disabled Waiver, the Independent Living Waiver, and 66 the Traumatic Brain Injury/Spinal Cord Injury Waiver, as 67 necessary, to obtain authorization from CMS to specifically serve 68 this group of former nursing facility residents through the "money 69 follows the person" process.

70 (6) Rules and regulations pertaining to the implementation 71 of the process shall be written and promulgated by the division no 72 later than September 1, 2006. Two months before implementation of 73 the "money follows the person" process, the executive director of 74 the division shall send a letter to all Medicaid-eligible nursing 75 facility residents informing them of the option to obtain home-76 and community-based waiver services through this process and 77 providing them with contact information for applying for home- and 78 community-based waiver services.

79 Before implementing the "money follows the person" (7) process, the division, in consultation with the Department of 80 81 Rehabilitation Services, shall develop and implement a 82 preadmission screening process for nursing facility services that 83 will inform individuals seeking nursing facility services of the feasible alternative services to nursing facility admission 84 85 available through home- and community-based waiver services and 86 allow those individuals the opportunity to make an informed choice between institutional and community-based waiver services. 87

(8) Consistent with federal requirements, the division shall assure that necessary safeguards are taken to protect the health and safety of nursing facility residents who choose to receive home- and community-based waiver services through the "money follows the person" process. This assurance must include a formal system by which:

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95 provider standards and health and welfare protections are
96 continuously met; and

97 (b) Plans of care for waiver participants are
98 periodically reviewed to ensure that the services furnished are
99 consistent with the identified needs of waiver participants; and

100 (c) All deficiencies identified through this quality 101 monitoring system are addressed in an appropriate and timely 102 manner, consistent with the severity and nature of the 103 deficiencies.

104 (9) There shall be a Money Follows the Person (MFP) Advisory Committee to make recommendations and advise the division with 105 106 regard to the process mandated in this act, by which funding for 107 nursing facility services for Medicaid-eligible beneficiaries may be used to pay for home- and community-based waiver services for 108 109 those nursing facility residents who choose to receive those 110 services. The committee shall be composed of the following 111 individuals:

(a) The respective chairmen of the House Public Health
and Human Services Committee and the Senate Public Health and
Welfare Committee;

(b) One (1) member of the House of Representatives appointed by the Speaker of the House, and one (1) member of the Senate appointed by the Lieutenant Governor;

(c) The executive directors of the State Department of Mental Health and of the State Department of Rehabilitation Services;

(d) One (1) member each appointed by the Speaker of the House and the Lieutenant Governor, from among the membership of any recognized statewide association representing the concerns of the nursing facility owners and managers; and

125 (e) One (1) member each appointed by the Chairman of 126 the House Public Health and Human Services Committee and the H. B. No. 1379 *HR07/R1422CS. 1* 06/HR07/R1422CS.1 PAGE 4 (RF\HS) 127 Chairman of the Senate Public Health and Welfare Committee, from 128 among members of the community representing the concerns of 129 individuals with disabilities.

130 (10) The executive director of the division shall report to 131 the Attorney General the name and location of individuals who have 132 transitioned from nursing facilities to the Elderly and Disabled 133 Waiver, the Independent Living Waiver, and the Traumatic Brain Injury/Spinal Cord Injury Waiver programs. 134 The director shall furnish, to each individual making such a transition and to the 135 136 person who will be responsible for providing home- and 137 community-based waiver services to the individual, the telephone number of the Attorney General's Office and a copy of the 138 139 Mississippi Vulnerable Adults Act contained in Sections 43-47-1 140 through 43-47-37, with particular emphasis on the penalties imposed under that act. The Attorney General is authorized to 141 designate members of his office to initiate follow-up visits with 142 143 those individuals who have made such a transition.

144 (11) The executive director of the division shall submit an 145 annual report by January 1 of each year to the Legislature and to 146 the MFP Advisory Committee concerning:

147 (a) The number of individuals who have transitioned
148 from nursing facilities to the Elderly and Disabled Waiver, the
149 Independent Living Waiver, and the Traumatic Brain Injury/Spinal
150 Cord Injury Waiver programs;

(b) The number of individuals in nursing facilities whohave indicated that they want to return to the community; and

(c) The number of individuals on referral lists for the
Elderly and Disabled Waiver, the Independent Living Waiver, and
the Traumatic Brain Injury/Spinal Cord Injury Waiver programs.
SECTION 2. This act shall take effect and be in force from

157 and after its passage.

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