By: The Entire Membership

To: Rules

## HOUSE CONCURRENT RESOLUTION NO. 88

A CONCURRENT RESOLUTION REQUESTING AND ENCOURAGING THE
CENTERS FOR MEDICARE AND MEDICAID SERVICES (CMS) TO CEASE AND
DESIST IN THEIR EFFORTS TO CHANGE THE RULES REGARDING MEDICAID
FINANCING TO THE DETRIMENT OF THE HOSPITALS AND OTHER HEALTH CARE
BUSINESSES AND PROFESSIONALS THAT PROVIDE ESSENTIAL HEALTH CARE
SERVICES TO THE ELDERLY, THE DISABLED AND OTHER NEEDY POPULATIONS
IN OUR STATE.
WHEREAS, the federal Medicaid agency, the Centers for

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- Medicare and Medicaid Services (CMS), has proposed to change the 9
- 10 Medicaid program rules in ways that will seriously injure the
- ability of states to maintain their Medicaid program, and will 11
- cause substantial financial injury to the hospitals and other 12
- 13 health care businesses and professionals that provide essential
- health care services to the elderly, the disabled and other needy 14
- 15 populations in our state; and
- WHEREAS, although CMS says that its proposals are consistent 16
- 17 with and required by current law, they go far beyond any
- reasonable construction of the agency's authority, disrupt 18
- long-standing practices, and impose new and onerous administrative 19
- 20 and fiscal burdens on the states; and
- WHEREAS, the principal elements of the CMS proposals, each of 21
- 22 which would impair state programs, are: (1) the prohibition of
- the use of various sources of revenue of public entities that, 23
- 24 along with funds appropriated from tax collections, have always
- been considered to be legitimate sources for the expenditures that 25
- 26 they certify as the basis for federal matching funds for Medicaid,
- 27 (2) the restriction on the use of certification of public
- 28 expenditures (CPEs) to a narrow category of governmental units,
- 29 which excludes public bodies that have long been allowed to

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    certify expenditures as the basis for federal Medicaid funding,
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    (3) the limitation on payments to governmental providers to their
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    cost, which would undermine the use of payment methodologies
    widely used, in Medicare as well as Medicaid, to encourage cost
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    efficiency, and (4) the requirement that all payments made to
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    Medicaid providers be retained by them, which would both be
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    unenforceable and certain to be a constant source of disputes and
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    intrusion into the operation of state governmental entities; and
         WHEREAS, in the realm of hospital services, the proposed
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    rules would allow federal Medicaid payments only where the
    non-federal share of expenditures could be traced directly to an
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    appropriation of tax dollars from some governmental body - the
    state, a county, or another entity with taxing authority - which
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    would bar the use of unquestionably legitimate sources, such as
    foundation grants, earnings from other hospital operations,
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    including ancillary lines of business such as gift shops or
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    parking lots, and charitable contributions, as well as state
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    sources such as tobacco payments, university tuition and other
    fees; and
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         WHEREAS, the proposed rules would not only bar the use of the
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    sources listed above, the proposed rules would even limit some
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    categories of tax-based appropriations; and
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         WHEREAS, the CMS proposals would do great damage to the
    Medicaid program, the continued vitality of which is crucial to
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    attaining the goal, now generally regarded as among the most
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    important domestic policy objectives, of broadening health care
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    coverage throughout the nation:
         NOW, THEREFORE, BE IT RESOLVED BY THE HOUSE OF
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    REPRESENTATIVES OF THE STATE OF MISSISSIPPI, THE SENATE CONCURRING
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    THEREIN, That we request and encourage the Centers for Medicare
    and Medicaid Services (CMS) to cease and desist in their efforts
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    to change the rules regarding Medicaid financing to the detriment
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of the hospitals and other health care businesses and

\* HR07/ R2104. 1\*

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63	professionals that provide essential health care services to the
64	elderly, the disabled and other needy populations in our state.
65	BE IT FURTHER RESOLVED, That copies of this resolution be
66	furnished to the President of the United States Senate, the
67	Speaker of the United States House of Representatives, members of
68	the Mississippi congressional delegation, and members of the
69	Capitol Press Corps.