

By: Representative Brown

To: Medicaid

HOUSE BILL NO. 1227

1 AN ACT TO BE KNOWN AS THE MEDICAID REFORM WAIVER ACT OF 2018;
 2 TO DIRECT THE EXECUTIVE DIRECTOR OF THE DIVISION OF MEDICAID TO
 3 APPLY FOR A FEDERAL WAIVER THAT WOULD ALLOW THE STATE TO TAKE
 4 CERTAIN ACTIONS REGARDING THE MEDICAID PROGRAM; TO REQUIRE THE
 5 EXECUTIVE DIRECTOR TO APPLY EACH YEAR FOR FEDERAL WAIVERS OR
 6 AMENDMENTS TO ANY PREVIOUS WAIVER APPLICATION, USING AS A BASELINE
 7 THE GUIDANCE IN THIS ACT; TO REQUIRE THE EXECUTIVE DIRECTOR TO
 8 CONFIRM EACH YEAR THE SUBMISSION OF THE SECTION 1115 WAIVER
 9 REQUESTS REQUIRED UNDER THIS ACT BY SENDING A LETTER TO CERTAIN
 10 OFFICIALS; TO REQUIRE THE EXECUTIVE DIRECTOR TO ADOPT A TARGET OF
 11 REDUCING TOTAL ANNUAL EXPENDITURES FOR THE MEDICAID PROGRAM
 12 THROUGH THE WAIVER PROCESS; AND FOR RELATED PURPOSES.

13 BE IT ENACTED BY THE LEGISLATURE OF THE STATE OF MISSISSIPPI:

14 **SECTION 1.** This act shall be known as the Medicaid Reform
 15 Waiver Act of 2018.

16 **SECTION 2.** Within ninety (90) days after the effective date
 17 of this act, the Executive Director of the Division of Medicaid
 18 shall apply to the Centers for Medicare and Medicaid Services
 19 (CMS) for a Section 1115 waiver that would allow the state to take
 20 any or all of the following actions:

21 (a) Require on a monthly basis a full redetermination
 22 of eligibility, including, but not limited to:

23 (i) Personal income and family income;



- 24 (ii) Residency;
- 25 (iii) Assets;
- 26 (iv) Employment and wages;
- 27 (v) Other government benefits;
- 28 (vi) Retirement and pension benefits;
- 29 (vii) Criminal records; and
- 30 (viii) Any other earnings and income.
- 31 (b) Require point-of-service eligibility verification;
- 32 (c) Ban retroactive eligibility;
- 33 (d) Implement enrollment freezes and caps, in
- 34 particular for optional services and populations;
- 35 (e) Implement lifetime limits on services;
- 36 (f) Impose lockout periods;
- 37 (g) Implement a ban on enrollment, ranging from one (1)
- 38 year to being permanent, for the failure to report a change in
- 39 family income or for making a false statement regarding
- 40 eligibility compliance;
- 41 (h) Require a meaningful asset test, at a minimum using
- 42 federal guidelines employed before the implementation of the
- 43 federal Patient Protection and Affordable Care Act;
- 44 (i) Require monthly cost-sharing, at least Twenty-five
- 45 Dollars (\$25.00) a month or five percent (5%) of income per month,
- 46 whichever is higher;
- 47 (j) Implement balance billing;



- 48 (k) Reduce transitional Medicaid assistance to six (6)
49 months, or the federal minimum;
- 50 (l) Incorporate direct primary care and direct surgical
51 care arrangements;
- 52 (m) More extensively incorporate and encourage
53 telemedicine options;
- 54 (n) Experiment with flexible polices aimed at reducing
55 costs for mandated benefits, in particular for transportation
56 benefits;
- 57 (o) As necessary, impose work requirements on
58 able-bodied, working-age adults;
- 59 (p) Develop and impose meaningful copayments, above
60 federal limits, to deter the nonemergency use of emergency
61 departments and to deter the use of ambulance services for
62 nonemergency transportation;
- 63 (q) Impose meaningful copayments for missed
64 appointments;
- 65 (r) Implement health savings accounts that encourage
66 and reward eligible persons for choosing high-value providers;
- 67 (s) Transition pregnant women and children onto private
68 insurance by using existing Medicaid funding to offer a tax credit
69 or limited subsidy that covers part of the premium cost;
- 70 (t) Blend funding streams for multiple programs; and
- 71 (u) Obtain a federal block grant or global budget cap
72 in which the federal government provides the state with a defined



73 annual lump sum, calculated on the basis of past and existing
74 Medicaid funding levels, adjusted annually for health care
75 inflation.

76 **SECTION 3.** (1) On or before February 1 of each year,
77 beginning in 2019, the Executive Director of the Division of
78 Medicaid shall apply to the Centers for Medicare and Medicaid
79 Services for waivers or amendments to any previous Section 1115
80 waiver application, using as a baseline the guidance in Section 1
81 of this act. The division shall consult with the chairmen of the
82 House and Senate Medicaid Committees at least sixty (60) days
83 before submitting the waiver. Any waiver or amendment that is
84 currently in effect does not need to be part of this application.

85 (2) On or before March 1 of each year, beginning in 2019,
86 the executive director shall confirm submission of the Section
87 1115 waiver requests required under this act by sending a letter
88 to the Governor, Lieutenant Governor, Speaker of the House and
89 Chairmen of the House and Senate Medicaid Committees.

90 (3) The executive director shall adopt a target of reducing
91 total annual expenditures for the Medicaid program through the
92 waiver process.

93 **SECTION 4.** This act shall take effect and be in force from
94 and after its passage.

