

**Adopted  
COMMITTEE AMENDMENT NO 1 PROPOSED TO**

**House Bill No. 658**

**BY: Committee**

**Amend by striking all after the enacting clause and inserting  
in lieu thereof the following:**

47           **SECTION 1.** Section 43-13-117, Mississippi Code of 1972, is  
48 amended as follows:

49           43-13-117. (A) Medicaid as authorized by this article shall  
50 include payment of part or all of the costs, at the discretion of  
51 the division, with approval of the Governor and the Centers for  
52 Medicare and Medicaid Services, of the following types of care and  
53 services rendered to eligible applicants who have been determined  
54 to be eligible for that care and services, within the limits of  
55 state appropriations and federal matching funds:

56           (1) Inpatient hospital services.



57 (a) The division is authorized to implement an All  
58 Patient Refined Diagnosis Related Groups (APR-DRG) reimbursement  
59 methodology for inpatient hospital services.

60 (b) No service benefits or reimbursement  
61 limitations in this subsection (A)(1) shall apply to payments  
62 under an APR-DRG or Ambulatory Payment Classification (APC) model  
63 or a managed care program or similar model described in subsection  
64 (H) of this section unless specifically authorized by the  
65 division.

66 (2) Outpatient hospital services.

67 (a) Emergency services.

68 (b) Other outpatient hospital services. The  
69 division shall allow benefits for other medically necessary  
70 outpatient hospital services (such as chemotherapy, radiation,  
71 surgery and therapy), including outpatient services in a clinic or  
72 other facility that is not located inside the hospital, but that  
73 has been designated as an outpatient facility by the hospital, and  
74 that was in operation or under construction on July 1, 2009,  
75 provided that the costs and charges associated with the operation  
76 of the hospital clinic are included in the hospital's cost report.  
77 In addition, the Medicare thirty-five-mile rule will apply to  
78 those hospital clinics not located inside the hospital that are  
79 constructed after July 1, 2009. Where the same services are  
80 reimbursed as clinic services, the division may revise the rate or



81 methodology of outpatient reimbursement to maintain consistency,  
82 efficiency, economy and quality of care.

83 (c) The division is authorized to implement an  
84 Ambulatory Payment Classification (APC) methodology for outpatient  
85 hospital services. The division shall give rural hospitals that  
86 have fifty (50) or fewer licensed beds the option to not be  
87 reimbursed for outpatient hospital services using the APC  
88 methodology, but reimbursement for outpatient hospital services  
89 provided by those hospitals shall be based on one hundred one  
90 percent (101%) of the rate established under Medicare for  
91 outpatient hospital services. Those hospitals choosing to not be  
92 reimbursed under the APC methodology shall remain under cost-based  
93 reimbursement for a two-year period.

94 (d) No service benefits or reimbursement  
95 limitations in this subsection (A)(2) shall apply to payments  
96 under an APR-DRG or APC model or a managed care program or similar  
97 model described in subsection (H) of this section unless  
98 specifically authorized by the division.

99 (3) Laboratory and x-ray services.

100 (4) Nursing facility services.

101 (a) The division shall make full payment to  
102 nursing facilities for each day, not exceeding forty-two (42) days  
103 per year, that a patient is absent from the facility on home  
104 leave. Payment may be made for the following home leave days in  
105 addition to the forty-two-day limitation: Christmas, the day



106 before Christmas, the day after Christmas, Thanksgiving, the day  
107 before Thanksgiving and the day after Thanksgiving.

108 (b) From and after July 1, 1997, the division  
109 shall implement the integrated case-mix payment and quality  
110 monitoring system, which includes the fair rental system for  
111 property costs and in which recapture of depreciation is  
112 eliminated. The division may reduce the payment for hospital  
113 leave and therapeutic home leave days to the lower of the case-mix  
114 category as computed for the resident on leave using the  
115 assessment being utilized for payment at that point in time, or a  
116 case-mix score of 1.000 for nursing facilities, and shall compute  
117 case-mix scores of residents so that only services provided at the  
118 nursing facility are considered in calculating a facility's per  
119 diem.

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

123 (d) On or after January 1, 2015, the division  
124 shall update the case-mix payment system resource utilization  
125 grouper and classifications and fair rental reimbursement system.  
126 The division shall develop and implement a payment add-on to  
127 reimburse nursing facilities for ventilator-dependent resident  
128 services.

129 (e) The division shall develop and implement, not  
130 later than January 1, 2001, a case-mix payment add-on determined



131 by time studies and other valid statistical data that will  
132 reimburse a nursing facility for the additional cost of caring for  
133 a resident who has a diagnosis of Alzheimer's or other related  
134 dementia and exhibits symptoms that require special care. Any  
135 such case-mix add-on payment shall be supported by a determination  
136 of additional cost. The division shall also develop and implement  
137 as part of the fair rental reimbursement system for nursing  
138 facility beds, an Alzheimer's resident bed depreciation enhanced  
139 reimbursement system that will provide an incentive to encourage  
140 nursing facilities to convert or construct beds for residents with  
141 Alzheimer's or other related dementia.

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

146 The division shall apply for necessary federal waivers to  
147 assure that additional services providing alternatives to nursing  
148 facility care are made available to applicants for nursing  
149 facility care.

150 (5) Periodic screening and diagnostic services for  
151 individuals under age twenty-one (21) years as are needed to  
152 identify physical and mental defects and to provide health care  
153 treatment and other measures designed to correct or ameliorate  
154 defects and physical and mental illness and conditions discovered  
155 by the screening services, regardless of whether these services



156 are included in the state plan. The division may include in its  
157 periodic screening and diagnostic program those discretionary  
158 services authorized under the federal regulations adopted to  
159 implement Title XIX of the federal Social Security Act, as  
160 amended. The division, in obtaining physical therapy services,  
161 occupational therapy services, and services for individuals with  
162 speech, hearing and language disorders, may enter into a  
163 cooperative agreement with the State Department of Education for  
164 the provision of those services to handicapped students by public  
165 school districts using state funds that are provided from the  
166 appropriation to the Department of Education to obtain federal  
167 matching funds through the division. The division, in obtaining  
168 medical and mental health assessments, treatment, care and  
169 services for children who are in, or at risk of being put in, the  
170 custody of the Mississippi Department of Human Services may enter  
171 into a cooperative agreement with the Mississippi Department of  
172 Human Services for the provision of those services using state  
173 funds that are provided from the appropriation to the Department  
174 of Human Services to obtain federal matching funds through the  
175 division.

176 (6) Physician services. Fees for physician's services  
177 that are covered only by Medicaid shall be reimbursed at ninety  
178 percent (90%) of the rate established on January 1, 2018, and as  
179 may be adjusted each July thereafter, under Medicare. The  
180 division may provide for a reimbursement rate for physician's



181 services of up to one hundred percent (100%) of the rate  
182 established under Medicare for physician's services that are  
183 provided after the normal working hours of the physician, as  
184 determined in accordance with regulations of the division. The  
185 division may reimburse eligible providers, as determined by the  
186 division, for certain primary care services at one hundred percent  
187 (100%) of the rate established under Medicare. The division shall  
188 reimburse obstetricians and gynecologists for certain primary care  
189 services as defined by the division at one hundred percent (100%)  
190 of the rate established under Medicare.

191 (7) (a) Home health services for eligible persons, not  
192 to exceed in cost the prevailing cost of nursing facility  
193 services. All home health visits must be precertified as required  
194 by the division. In addition to physicians, certified registered  
195 nurse practitioners, physician assistants and clinical nurse  
196 specialists are authorized to prescribe or order home health  
197 services and plans of care, sign home health plans of care,  
198 certify and recertify eligibility for home health services and  
199 conduct the required initial face-to-face visit with the recipient  
200 of the services.

201 (b) [Repealed]

202 (8) Emergency medical transportation services as  
203 determined by the division.

204 (9) Prescription drugs and other covered drugs and  
205 services as determined by the division.



206           The division shall establish a mandatory preferred drug list.  
207   Drugs not on the mandatory preferred drug list shall be made  
208   available by utilizing prior authorization procedures established  
209   by the division.

210           The division may seek to establish relationships with other  
211   states in order to lower acquisition costs of prescription drugs  
212   to include single-source and innovator multiple-source drugs or  
213   generic drugs. In addition, if allowed by federal law or  
214   regulation, the division may seek to establish relationships with  
215   and negotiate with other countries to facilitate the acquisition  
216   of prescription drugs to include single-source and innovator  
217   multiple-source drugs or generic drugs, if that will lower the  
218   acquisition costs of those prescription drugs.

219           The division may allow for a combination of prescriptions for  
220   single-source and innovator multiple-source drugs and generic  
221   drugs to meet the needs of the beneficiaries.

222           The executive director may approve specific maintenance drugs  
223   for beneficiaries with certain medical conditions, which may be  
224   prescribed and dispensed in three-month supply increments.

225           Drugs prescribed for a resident of a psychiatric residential  
226   treatment facility must be provided in true unit doses when  
227   available. The division may require that drugs not covered by  
228   Medicare Part D for a resident of a long-term care facility be  
229   provided in true unit doses when available. Those drugs that were  
230   originally billed to the division but are not used by a resident





231 in any of those facilities shall be returned to the billing  
232 pharmacy for credit to the division, in accordance with the  
233 guidelines of the State Board of Pharmacy and any requirements of  
234 federal law and regulation. Drugs shall be dispensed to a  
235 recipient and only one (1) dispensing fee per month may be  
236 charged. The division shall develop a methodology for reimbursing  
237 for restocked drugs, which shall include a restock fee as  
238 determined by the division not exceeding Seven Dollars and  
239 Eighty-two Cents (\$7.82).

240 Except for those specific maintenance drugs approved by the  
241 executive director, the division shall not reimburse for any  
242 portion of a prescription that exceeds a thirty-one-day supply of  
243 the drug based on the daily dosage.

244 The division is authorized to develop and implement a program  
245 of payment for additional pharmacist services as determined by the  
246 division.

247 All claims for drugs for dually eligible Medicare/Medicaid  
248 beneficiaries that are paid for by Medicare must be submitted to  
249 Medicare for payment before they may be processed by the  
250 division's online payment system.

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



256           The division shall develop and implement a method or methods  
257 by which the division will provide on a regular basis to Medicaid  
258 providers who are authorized to prescribe drugs, information about  
259 the costs to the Medicaid program of single-source drugs and  
260 innovator multiple-source drugs, and information about other drugs  
261 that may be prescribed as alternatives to those single-source  
262 drugs and innovator multiple-source drugs and the costs to the  
263 Medicaid program of those alternative drugs.

264           Notwithstanding any law or regulation, information obtained  
265 or maintained by the division regarding the prescription drug  
266 program, including trade secrets and manufacturer or labeler  
267 pricing, is confidential and not subject to disclosure except to  
268 other state agencies.

269           The dispensing fee for each new or refill prescription,  
270 including nonlegend or over-the-counter drugs covered by the  
271 division, shall be not less than Three Dollars and Ninety-one  
272 Cents (\$3.91), as determined by the division.

273           The division shall not reimburse for single-source or  
274 innovator multiple-source drugs if there are equally effective  
275 generic equivalents available and if the generic equivalents are  
276 the least expensive.

277           It is the intent of the Legislature that the pharmacists  
278 providers be reimbursed for the reasonable costs of filling and  
279 dispensing prescriptions for Medicaid beneficiaries.



280           The division shall allow certain drugs, including  
281 physician-administered drugs, and implantable drug system devices,  
282 and medical supplies, with limited distribution or limited access  
283 for beneficiaries and administered in an appropriate clinical  
284 setting, to be reimbursed as either a medical claim or pharmacy  
285 claim, as determined by the division.

286           It is the intent of the Legislature that the division and any  
287 managed care entity described in subsection (H) of this section  
288 encourage the use of Alpha-Hydroxyprogesterone Caproate (17P) to  
289 prevent recurrent preterm birth.

290           (10) Dental and orthodontic services to be determined  
291 by the division.

292           The division shall increase the amount of the reimbursement  
293 rate for diagnostic and preventative dental services for each of  
294 the fiscal years 2022, 2023 and 2024 by five percent (5%) above  
295 the amount of the reimbursement rate for the previous fiscal year.  
296 It is the intent of the Legislature that the reimbursement rate  
297 revision for preventative dental services will be an incentive to  
298 increase the number of dentists who actively provide Medicaid  
299 services. This dental services reimbursement rate revision shall  
300 be known as the "James Russell Dumas Medicaid Dental Services  
301 Incentive Program."

302           The Medical Care Advisory Committee, assisted by the Division  
303 of Medicaid, shall annually determine the effect of this incentive  
304 by evaluating the number of dentists who are Medicaid providers,



305 the number who and the degree to which they are actively billing  
306 Medicaid, the geographic trends of where dentists are offering  
307 what types of Medicaid services and other statistics pertinent to  
308 the goals of this legislative intent. This data shall annually be  
309 presented to the Chair of the Senate Medicaid Committee and the  
310 Chair of the House Medicaid Committee.

311 The division shall include dental services as a necessary  
312 component of overall health services provided to children who are  
313 eligible for services.

314 (11) Eyeglasses for all Medicaid beneficiaries who have  
315 (a) had surgery on the eyeball or ocular muscle that results in a  
316 vision change for which eyeglasses or a change in eyeglasses is  
317 medically indicated within six (6) months of the surgery and is in  
318 accordance with policies established by the division, or (b) one  
319 (1) pair every five (5) years and in accordance with policies  
320 established by the division. In either instance, the eyeglasses  
321 must be prescribed by a physician skilled in diseases of the eye  
322 or an optometrist, whichever the beneficiary may select.

323 (12) Intermediate care facility services.

324 (a) The division shall make full payment to all  
325 intermediate care facilities for individuals with intellectual  
326 disabilities for each day, not exceeding sixty-three (63) days per  
327 year, that a patient is absent from the facility on home leave.  
328 Payment may be made for the following home leave days in addition  
329 to the sixty-three-day limitation: Christmas, the day before



330 Christmas, the day after Christmas, Thanksgiving, the day before  
331 Thanksgiving and the day after Thanksgiving.

332 (b) All state-owned intermediate care facilities  
333 for individuals with intellectual disabilities shall be reimbursed  
334 on a full reasonable cost basis.

335 (c) Effective January 1, 2015, the division shall  
336 update the fair rental reimbursement system for intermediate care  
337 facilities for individuals with intellectual disabilities.

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

341 (14) Clinic services. Preventive, diagnostic,  
342 therapeutic, rehabilitative or palliative services that are  
343 furnished by a facility that is not part of a hospital but is  
344 organized and operated to provide medical care to outpatients.  
345 Clinic services include, but are not limited to:

346 (a) Services provided by ambulatory surgical  
347 centers (ACSS) as defined in Section 41-75-1(a); and

348 (b) Dialysis center services.

349 (15) Home- and community-based services for the elderly  
350 and disabled, as provided under Title XIX of the federal Social  
351 Security Act, as amended, under waivers, subject to the  
352 availability of funds specifically appropriated for that purpose  
353 by the Legislature.



354           (16) Mental health services. Certain services provided  
355 by a psychiatrist shall be reimbursed at up to one hundred percent  
356 (100%) of the Medicare rate. Approved therapeutic and case  
357 management services (a) provided by an approved regional mental  
358 health/intellectual disability center established under Sections  
359 41-19-31 through 41-19-39, or by another community mental health  
360 service provider meeting the requirements of the Department of  
361 Mental Health to be an approved mental health/intellectual  
362 disability center if determined necessary by the Department of  
363 Mental Health, using state funds that are provided in the  
364 appropriation to the division to match federal funds, or (b)  
365 provided by a facility that is certified by the State Department  
366 of Mental Health to provide therapeutic and case management  
367 services, to be reimbursed on a fee for service basis, or (c)  
368 provided in the community by a facility or program operated by the  
369 Department of Mental Health. Any such services provided by a  
370 facility described in subparagraph (b) must have the prior  
371 approval of the division to be reimbursable under this section.

372           (17) Durable medical equipment services and medical  
373 supplies. Precertification of durable medical equipment and  
374 medical supplies must be obtained as required by the division.  
375 The Division of Medicaid may require durable medical equipment  
376 providers to obtain a surety bond in the amount and to the  
377 specifications as established by the Balanced Budget Act of 1997.  
378 A maximum dollar amount of reimbursement for noninvasive



379 ventilators or ventilation treatments properly ordered and being  
380 used in an appropriate care setting shall not be set by any health  
381 maintenance organization, coordinated care organization,  
382 provider-sponsored health plan, or other organization paid for  
383 services on a capitated basis by the division under any managed  
384 care program or coordinated care program implemented by the  
385 division under this section. Reimbursement by these organizations  
386 to durable medical equipment suppliers for home use of noninvasive  
387 and invasive ventilators shall be on a continuous monthly payment  
388 basis for the duration of medical need throughout a patient's  
389 valid prescription period.

390           (18) (a) Notwithstanding any other provision of this  
391 section to the contrary, as provided in the Medicaid state plan  
392 amendment or amendments as defined in Section 43-13-145(10), the  
393 division shall make additional reimbursement to hospitals that  
394 serve a disproportionate share of low-income patients and that  
395 meet the federal requirements for those payments as provided in  
396 Section 1923 of the federal Social Security Act and any applicable  
397 regulations. It is the intent of the Legislature that the  
398 division shall draw down all available federal funds allotted to  
399 the state for disproportionate share hospitals. However, from and  
400 after January 1, 1999, public hospitals participating in the  
401 Medicaid disproportionate share program may be required to  
402 participate in an intergovernmental transfer program as provided



403 in Section 1903 of the federal Social Security Act and any  
404 applicable regulations.

405 (b) (i) 1. The division may establish a Medicare  
406 Upper Payment Limits Program, as defined in Section 1902(a)(30) of  
407 the federal Social Security Act and any applicable federal  
408 regulations, or an allowable delivery system or provider payment  
409 initiative authorized under 42 CFR 438.6(c), for hospitals,  
410 nursing facilities \* \* \* and physicians employed or contracted by  
411 hospitals \* \* \*.

412 2. The division shall establish a  
413 Medicaid Supplemental Payment Program, as permitted by the federal  
414 Social Security Act and a comparable allowable delivery system or  
415 provider payment initiative authorized under 42 CFR 438.6(c), for  
416 emergency ambulance transportation providers in accordance with  
417 this subsection (A)(18)(b).

418 (ii) The division shall assess each hospital,  
419 nursing facility, and emergency ambulance transportation provider  
420 for the sole purpose of financing the state portion of the  
421 Medicare Upper Payment Limits Program or other program(s)  
422 authorized under this subsection (A)(18)(b). The hospital  
423 assessment shall be as provided in Section 43-13-145(4)(a), and  
424 the nursing facility and the emergency ambulance transportation  
425 assessments, if established, shall be based on Medicaid  
426 utilization or other appropriate method, as determined by the  
427 division, consistent with federal regulations. The assessments





428 will remain in effect as long as the state participates in the  
429 Medicare Upper Payment Limits Program or other program(s)  
430 authorized under this subsection (A) (18) (b). In addition to the  
431 hospital assessment provided in Section 43-13-145(4) (a), hospitals  
432 with physicians participating in the Medicare Upper Payment Limits  
433 Program or other program(s) authorized under this subsection  
434 (A) (18) (b) shall be required to participate in an  
435 intergovernmental transfer or assessment, as determined by the  
436 division, for the purpose of financing the state portion of the  
437 physician UPL payments or other payment(s) authorized under this  
438 subsection (A) (18) (b).

439 (iii) Subject to approval by the Centers for  
440 Medicare and Medicaid Services (CMS) and the provisions of this  
441 subsection (A) (18) (b), the division shall make additional  
442 reimbursement to hospitals, nursing facilities, and emergency  
443 ambulance transportation providers for the Medicare Upper Payment  
444 Limits Program or other program(s) authorized under this  
445 subsection (A) (18) (b), and, if the program is established for  
446 physicians, shall make additional reimbursement for physicians, as  
447 defined in Section 1902(a) (30) of the federal Social Security Act  
448 and any applicable federal regulations, provided the assessment in  
449 this subsection (A) (18) (b) is in effect.

450 (iv) Notwithstanding any other provision of  
451 this article to the contrary, effective upon implementation of the  
452 Mississippi Hospital Access Program (MHAP) provided in



453 subparagraph (c) (i) below, the hospital portion of the inpatient  
454 Upper Payment Limits Program shall transition into and be replaced  
455 by the MHAP program. However, the division is authorized to  
456 develop and implement an alternative fee-for-service Upper Payment  
457 Limits model in accordance with federal laws and regulations if  
458 necessary to preserve supplemental funding. Further, the  
459 division, in consultation with the hospital industry shall develop  
460 alternative models for distribution of medical claims and  
461 supplemental payments for inpatient and outpatient hospital  
462 services, and such models may include, but shall not be limited to  
463 the following: increasing rates for inpatient and outpatient  
464 services; creating a low-income utilization pool of funds to  
465 reimburse hospitals for the costs of uncompensated care, charity  
466 care and bad debts as permitted and approved pursuant to federal  
467 regulations and the Centers for Medicare and Medicaid Services;  
468 supplemental payments based upon Medicaid utilization, quality,  
469 service lines and/or costs of providing such services to Medicaid  
470 beneficiaries and to uninsured patients. The goals of such  
471 payment models shall be to ensure access to inpatient and  
472 outpatient care and to maximize any federal funds that are  
473 available to reimburse hospitals for services provided. Any such  
474 documents required to achieve the goals described in this  
475 paragraph shall be submitted to the Centers for Medicare and  
476 Medicaid Services, with a proposed effective date of July 1, 2019,  
477 to the extent possible, but in no event shall the effective date



478 of such payment models be later than July 1, 2020. The Chairmen  
479 of the Senate and House Medicaid Committees shall be provided a  
480 copy of the proposed payment model(s) prior to submission.  
481 Effective July 1, 2018, and until such time as any payment  
482 model(s) as described above become effective, the division, in  
483 consultation with the hospital industry, is authorized to  
484 implement a transitional program for inpatient and outpatient  
485 payments and/or supplemental payments (including, but not limited  
486 to, MHAP and directed payments), to redistribute available  
487 supplemental funds among hospital providers, provided that when  
488 compared to a hospital's prior year supplemental payments,  
489 supplemental payments made pursuant to any such transitional  
490 program shall not result in a decrease of more than five percent  
491 (5%) and shall not increase by more than the amount needed to  
492 maximize the distribution of the available funds.

493 (v) 1. To preserve and improve access to  
494 ambulance transportation provider services, the division shall  
495 seek CMS approval to make ambulance service access payments as set  
496 forth in this subsection (A) (18) (b) for all covered emergency  
497 ambulance services rendered on or after July 1, 2022, and shall  
498 make such ambulance service access payments for all covered  
499 services rendered on or after the effective date of CMS approval.

500 2. The division shall calculate the  
501 ambulance service access payment amount as the balance of the  
502 portion of the Medical Care Fund related to ambulance



503 transportation service provider assessments plus any federal  
504 matching funds earned on the balance, up to, but not to exceed,  
505 the upper payment limit gap for all emergency ambulance service  
506 providers.

507 3. a. Except for ambulance services  
508 exempt from the assessment provided in this subparagraph, all  
509 ambulance transportation service providers shall be eligible for  
510 ambulance service access payments each state fiscal year as set  
511 forth in this subsection.

512 b. In addition to any other funds  
513 paid to ambulance transportation service providers for emergency  
514 medical services provided to Medicaid beneficiaries, each eligible  
515 ambulance transportation service provider shall receive ambulance  
516 service access payments each state fiscal year equal to the  
517 ambulance transportation service provider's upper payment limit  
518 gap. Subject to approval by the Centers for Medicare and Medicaid  
519 Services, ambulance service access payments shall be made no less  
520 than on a quarterly basis.

521 c. As used in this section, "upper  
522 payment limit gap" means the difference between the total amount  
523 which the ambulance transportation service provider received from  
524 Medicaid and the average amount which would the ambulance  
525 transportation service provider would have received from  
526 commercial insurers for those services reimbursed by Medicaid.



527 4. An ambulance service access payment  
528 shall not be used to offset any other payment by the division for  
529 emergency or nonemergency services to Medicaid beneficiaries.

530 (c) (i) Not later than December 1, 2015, the  
531 division shall, subject to approval by the Centers for Medicare  
532 and Medicaid Services (CMS), establish, implement and operate a  
533 Mississippi Hospital Access Program (MHAP) for the purpose of  
534 protecting patient access to hospital care through hospital  
535 inpatient reimbursement programs provided in this section designed  
536 to maintain total hospital reimbursement for inpatient services  
537 rendered by in-state hospitals and the out-of-state hospital that  
538 is authorized by federal law to submit intergovernmental transfers  
539 (IGTs) to the State of Mississippi and is classified as Level I  
540 trauma center located in a county contiguous to the state line at  
541 the maximum levels permissible under applicable federal statutes  
542 and regulations, at which time the current inpatient Medicare  
543 Upper Payment Limits (UPL) Program for hospital inpatient services  
544 shall transition to the MHAP.

545 (ii) Subject to approval by the Centers for  
546 Medicare and Medicaid Services (CMS), the MHAP shall provide  
547 increased inpatient capitation (PMPM) payments to managed care  
548 entities contracting with the division pursuant to subsection (H)  
549 of this section to support availability of hospital services or  
550 such other payments permissible under federal law necessary to  
551 accomplish the intent of this subsection.



552 (iii) The intent of this subparagraph (c) is  
553 that effective for all inpatient hospital Medicaid services during  
554 state fiscal year 2016, and so long as this provision shall remain  
555 in effect hereafter, the division shall to the fullest extent  
556 feasible replace the additional reimbursement for hospital  
557 inpatient services under the inpatient Medicare Upper Payment  
558 Limits (UPL) Program with additional reimbursement under the MHAP  
559 and other payment programs for inpatient and/or outpatient  
560 payments which may be developed under the authority of this  
561 paragraph.

562 (iv) The division shall assess each hospital  
563 as provided in Section 43-13-145(4) (a) for the purpose of  
564 financing the state portion of the MHAP, supplemental payments and  
565 such other purposes as specified in Section 43-13-145. The  
566 assessment will remain in effect as long as the MHAP and  
567 supplemental payments are in effect.

568 (19) (a) Perinatal risk management services. The  
569 division shall promulgate regulations to be effective from and  
570 after October 1, 1988, to establish a comprehensive perinatal  
571 system for risk assessment of all pregnant and infant Medicaid  
572 recipients and for management, education and follow-up for those  
573 who are determined to be at risk. Services to be performed  
574 include case management, nutrition assessment/counseling,  
575 psychosocial assessment/counseling and health education. The  
576 division shall contract with the State Department of Health to



577 provide services within this paragraph (Perinatal High Risk  
578 Management/Infant Services System (PHRM/ISS)). The State  
579 Department of Health shall be reimbursed on a full reasonable cost  
580 basis for services provided under this subparagraph (a).

581 (b) Early intervention system services. The  
582 division shall cooperate with the State Department of Health,  
583 acting as lead agency, in the development and implementation of a  
584 statewide system of delivery of early intervention services, under  
585 Part C of the Individuals with Disabilities Education Act (IDEA).  
586 The State Department of Health shall certify annually in writing  
587 to the executive director of the division the dollar amount of  
588 state early intervention funds available that will be utilized as  
589 a certified match for Medicaid matching funds. Those funds then  
590 shall be used to provide expanded targeted case management  
591 services for Medicaid eligible children with special needs who are  
592 eligible for the state's early intervention system.

593 Qualifications for persons providing service coordination shall be  
594 determined by the State Department of Health and the Division of  
595 Medicaid.

596 (20) Home- and community-based services for physically  
597 disabled approved services as allowed by a waiver from the United  
598 States Department of Health and Human Services for home- and  
599 community-based services for physically disabled people using  
600 state funds that are provided from the appropriation to the State  
601 Department of Rehabilitation Services and used to match federal



602 funds under a cooperative agreement between the division and the  
603 department, provided that funds for these services are  
604 specifically appropriated to the Department of Rehabilitation  
605 Services.

606           (21) Nurse practitioner services. Services furnished  
607 by a registered nurse who is licensed and certified by the  
608 Mississippi Board of Nursing as a nurse practitioner, including,  
609 but not limited to, nurse anesthetists, nurse midwives, family  
610 nurse practitioners, family planning nurse practitioners,  
611 pediatric nurse practitioners, obstetrics-gynecology nurse  
612 practitioners and neonatal nurse practitioners, under regulations  
613 adopted by the division. Reimbursement for those services shall  
614 not exceed ninety percent (90%) of the reimbursement rate for  
615 comparable services rendered by a physician. The division may  
616 provide for a reimbursement rate for nurse practitioner services  
617 of up to one hundred percent (100%) of the reimbursement rate for  
618 comparable services rendered by a physician for nurse practitioner  
619 services that are provided after the normal working hours of the  
620 nurse practitioner, as determined in accordance with regulations  
621 of the division.

622           (22) Ambulatory services delivered in federally  
623 qualified health centers, rural health centers and clinics of the  
624 local health departments of the State Department of Health for  
625 individuals eligible for Medicaid under this article based on  
626 reasonable costs as determined by the division. Federally





627 qualified health centers shall be reimbursed by the Medicaid  
628 prospective payment system as approved by the Centers for Medicare  
629 and Medicaid Services. The division shall recognize federally  
630 qualified health centers (FQHCs), rural health clinics (RHCs) and  
631 community mental health centers (CMHCs) as both an originating and  
632 distant site provider for the purposes of telehealth  
633 reimbursement. The division is further authorized and directed to  
634 reimburse FQHCs, RHCs and CMHCs for both distant site and  
635 originating site services when such services are appropriately  
636 provided by the same organization.

637 (23) Inpatient psychiatric services.

638 (a) Inpatient psychiatric services to be  
639 determined by the division for recipients under age twenty-one  
640 (21) that are provided under the direction of a physician in an  
641 inpatient program in a licensed acute care psychiatric facility or  
642 in a licensed psychiatric residential treatment facility, before  
643 the recipient reaches age twenty-one (21) or, if the recipient was  
644 receiving the services immediately before he or she reached age  
645 twenty-one (21), before the earlier of the date he or she no  
646 longer requires the services or the date he or she reaches age  
647 twenty-two (22), as provided by federal regulations. From and  
648 after January 1, 2015, the division shall update the fair rental  
649 reimbursement system for psychiatric residential treatment  
650 facilities. Precertification of inpatient days and residential  
651 treatment days must be obtained as required by the division. From



652 and after July 1, 2009, all state-owned and state-operated  
653 facilities that provide inpatient psychiatric services to persons  
654 under age twenty-one (21) who are eligible for Medicaid  
655 reimbursement shall be reimbursed for those services on a full  
656 reasonable cost basis.

657 (b) The division may reimburse for services  
658 provided by a licensed freestanding psychiatric hospital to  
659 Medicaid recipients over the age of twenty-one (21) in a method  
660 and manner consistent with the provisions of Section 43-13-117.5.

661 (24) [Deleted]

662 (25) [Deleted]

663 (26) Hospice care. As used in this paragraph, the term  
664 "hospice care" means a coordinated program of active professional  
665 medical attention within the home and outpatient and inpatient  
666 care that treats the terminally ill patient and family as a unit,  
667 employing a medically directed interdisciplinary team. The  
668 program provides relief of severe pain or other physical symptoms  
669 and supportive care to meet the special needs arising out of  
670 physical, psychological, spiritual, social and economic stresses  
671 that are experienced during the final stages of illness and during  
672 dying and bereavement and meets the Medicare requirements for  
673 participation as a hospice as provided in federal regulations.

674 (27) Group health plan premiums and cost-sharing if it  
675 is cost-effective as defined by the United States Secretary of  
676 Health and Human Services.



677                   (28) Other health insurance premiums that are  
678 cost-effective as defined by the United States Secretary of Health  
679 and Human Services. Medicare eligible must have Medicare Part B  
680 before other insurance premiums can be paid.

681                   (29) The Division of Medicaid may apply for a waiver  
682 from the United States Department of Health and Human Services for  
683 home- and community-based services for developmentally disabled  
684 people using state funds that are provided from the appropriation  
685 to the State Department of Mental Health and/or funds transferred  
686 to the department by a political subdivision or instrumentality of  
687 the state and used to match federal funds under a cooperative  
688 agreement between the division and the department, provided that  
689 funds for these services are specifically appropriated to the  
690 Department of Mental Health and/or transferred to the department  
691 by a political subdivision or instrumentality of the state.

692                   (30) Pediatric skilled nursing services as determined  
693 by the division and in a manner consistent with regulations  
694 promulgated by the Mississippi State Department of Health.

695                   (31) Targeted case management services for children  
696 with special needs, under waivers from the United States  
697 Department of Health and Human Services, using state funds that  
698 are provided from the appropriation to the Mississippi Department  
699 of Human Services and used to match federal funds under a  
700 cooperative agreement between the division and the department.



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

707           (33) Podiatrist services.

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

713           (35) Services and activities authorized in Sections  
714 43-27-101 and 43-27-103, using state funds that are provided from  
715 the appropriation to the Mississippi Department of Human Services  
716 and used to match federal funds under a cooperative agreement  
717 between the division and the department.

718           (36) Nonemergency transportation services for  
719 Medicaid-eligible persons as determined by the division. The PEER  
720 Committee shall conduct a performance evaluation of the  
721 nonemergency transportation program to evaluate the administration  
722 of the program and the providers of transportation services to  
723 determine the most cost-effective ways of providing nonemergency  
724 transportation services to the patients served under the program.  
725 The performance evaluation shall be completed and provided to the



726 members of the Senate Medicaid Committee and the House Medicaid  
727 Committee not later than January 1, 2019, and every two (2) years  
728 thereafter.

729 (37) [Deleted]

730 (38) Chiropractic services. A chiropractor's manual  
731 manipulation of the spine to correct a subluxation, if x-ray  
732 demonstrates that a subluxation exists and if the subluxation has  
733 resulted in a neuromusculoskeletal condition for which  
734 manipulation is appropriate treatment, and related spinal x-rays  
735 performed to document these conditions. Reimbursement for  
736 chiropractic services shall not exceed Seven Hundred Dollars  
737 (\$700.00) per year per beneficiary.

738 (39) Dually eligible Medicare/Medicaid beneficiaries.  
739 The division shall pay the Medicare deductible and coinsurance  
740 amounts for services available under Medicare, as determined by  
741 the division. From and after July 1, 2009, the division shall  
742 reimburse crossover claims for inpatient hospital services and  
743 crossover claims covered under Medicare Part B in the same manner  
744 that was in effect on January 1, 2008, unless specifically  
745 authorized by the Legislature to change this method.

746 (40) [Deleted]

747 (41) Services provided by the State Department of  
748 Rehabilitation Services for the care and rehabilitation of persons  
749 with spinal cord injuries or traumatic brain injuries, as allowed  
750 under waivers from the United States Department of Health and



751 Human Services, using up to seventy-five percent (75%) of the  
752 funds that are appropriated to the Department of Rehabilitation  
753 Services from the Spinal Cord and Head Injury Trust Fund  
754 established under Section 37-33-261 and used to match federal  
755 funds under a cooperative agreement between the division and the  
756 department.

757 (42) [Deleted]

758 (43) The division shall provide reimbursement,  
759 according to a payment schedule developed by the division, for  
760 smoking cessation medications for pregnant women during their  
761 pregnancy and other Medicaid-eligible women who are of  
762 child-bearing age.

763 (44) Nursing facility services for the severely  
764 disabled.

765 (a) Severe disabilities include, but are not  
766 limited to, spinal cord injuries, closed-head injuries and  
767 ventilator-dependent patients.

768 (b) Those services must be provided in a long-term  
769 care nursing facility dedicated to the care and treatment of  
770 persons with severe disabilities.

771 (45) Physician assistant services. Services furnished  
772 by a physician assistant who is licensed by the State Board of  
773 Medical Licensure and is practicing with physician supervision  
774 under regulations adopted by the board, under regulations adopted  
775 by the division. Reimbursement for those services shall not



776 exceed ninety percent (90%) of the reimbursement rate for  
777 comparable services rendered by a physician. The division may  
778 provide for a reimbursement rate for physician assistant services  
779 of up to one hundred percent (100%) or the reimbursement rate for  
780 comparable services rendered by a physician for physician  
781 assistant services that are provided after the normal working  
782 hours of the physician assistant, as determined in accordance with  
783 regulations of the division.

784 (46) The division shall make application to the federal  
785 Centers for Medicare and Medicaid Services (CMS) for a waiver to  
786 develop and provide services for children with serious emotional  
787 disturbances as defined in Section 43-14-1(1), which may include  
788 home- and community-based services, case management services or  
789 managed care services through mental health providers certified by  
790 the Department of Mental Health. The division may implement and  
791 provide services under this waived program only if funds for  
792 these services are specifically appropriated for this purpose by  
793 the Legislature, or if funds are voluntarily provided by affected  
794 agencies.

795 (47) (a) The division may develop and implement  
796 disease management programs for individuals with high-cost chronic  
797 diseases and conditions, including the use of grants, waivers,  
798 demonstrations or other projects as necessary.

799 (b) Participation in any disease management  
800 program implemented under this paragraph (47) is optional with the



801 individual. An individual must affirmatively elect to participate  
802 in the disease management program in order to participate, and may  
803 elect to discontinue participation in the program at any time.

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

805 (a) Pediatric long-term acute care hospital  
806 services means services provided to eligible persons under  
807 twenty-one (21) years of age by a freestanding Medicare-certified  
808 hospital that has an average length of inpatient stay greater than  
809 twenty-five (25) days and that is primarily engaged in providing  
810 chronic or long-term medical care to persons under twenty-one (21)  
811 years of age.

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

814 (49) The division may establish copayments and/or  
815 coinsurance for any Medicaid services for which copayments and/or  
816 coinsurance are allowable under federal law or regulation.

817 (50) Services provided by the State Department of  
818 Rehabilitation Services for the care and rehabilitation of persons  
819 who are deaf and blind, as allowed under waivers from the United  
820 States Department of Health and Human Services to provide home-  
821 and community-based services using state funds that are provided  
822 from the appropriation to the State Department of Rehabilitation  
823 Services or if funds are voluntarily provided by another agency.

824 (51) Upon determination of Medicaid eligibility and in  
825 association with annual redetermination of Medicaid eligibility,





826 beneficiaries shall be encouraged to undertake a physical  
827 examination that will establish a base-line level of health and  
828 identification of a usual and customary source of care (a medical  
829 home) to aid utilization of disease management tools. This  
830 physical examination and utilization of these disease management  
831 tools shall be consistent with current United States Preventive  
832 Services Task Force or other recognized authority recommendations.

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

836 (52) Notwithstanding any provisions of this article,  
837 the division may pay enhanced reimbursement fees related to trauma  
838 care, as determined by the division in conjunction with the State  
839 Department of Health, using funds appropriated to the State  
840 Department of Health for trauma care and services and used to  
841 match federal funds under a cooperative agreement between the  
842 division and the State Department of Health. The division, in  
843 conjunction with the State Department of Health, may use grants,  
844 waivers, demonstrations, enhanced reimbursements, Upper Payment  
845 Limits Programs, supplemental payments, or other projects as  
846 necessary in the development and implementation of this  
847 reimbursement program.

848 (53) Targeted case management services for high-cost  
849 beneficiaries may be developed by the division for all services  
850 under this section.



851 (54) [Deleted]

852 (55) Therapy services. The plan of care for therapy  
853 services may be developed to cover a period of treatment for up to  
854 six (6) months, but in no event shall the plan of care exceed a  
855 six-month period of treatment. The projected period of treatment  
856 must be indicated on the initial plan of care and must be updated  
857 with each subsequent revised plan of care. Based on medical  
858 necessity, the division shall approve certification periods for  
859 less than or up to six (6) months, but in no event shall the  
860 certification period exceed the period of treatment indicated on  
861 the plan of care. The appeal process for any reduction in therapy  
862 services shall be consistent with the appeal process in federal  
863 regulations.

864 (56) Prescribed pediatric extended care centers  
865 services for medically dependent or technologically dependent  
866 children with complex medical conditions that require continual  
867 care as prescribed by the child's attending physician, as  
868 determined by the division.

869 (57) No Medicaid benefit shall restrict coverage for  
870 medically appropriate treatment prescribed by a physician and  
871 agreed to by a fully informed individual, or if the individual  
872 lacks legal capacity to consent by a person who has legal  
873 authority to consent on his or her behalf, based on an  
874 individual's diagnosis with a terminal condition. As used in this  
875 paragraph (57), "terminal condition" means any aggressive



876 malignancy, chronic end-stage cardiovascular or cerebral vascular  
877 disease, or any other disease, illness or condition which a  
878 physician diagnoses as terminal.

879 (58) Treatment services for persons with opioid  
880 dependency or other highly addictive substance use disorders. The  
881 division is authorized to reimburse eligible providers for  
882 treatment of opioid dependency and other highly addictive  
883 substance use disorders, as determined by the division. Treatment  
884 related to these conditions shall not count against any physician  
885 visit limit imposed under this section.

886 (59) The division shall allow beneficiaries between the  
887 ages of ten (10) and eighteen (18) years to receive vaccines  
888 through a pharmacy venue. The division and the State Department  
889 of Health shall coordinate and notify OB-GYN providers that the  
890 Vaccines for Children program is available to providers free of  
891 charge.

892 (60) Border city university-affiliated pediatric  
893 teaching hospital.

894 (a) Subject to approval by the Centers for  
895 Medicare and Medicaid Services (CMS) and the provisions of this  
896 section, the division shall establish a Medicare Upper Payment  
897 Limits Program, as defined in Section 1902(a)(30) of the federal  
898 Social Security Act and any applicable federal regulations, an  
899 allowable delivery system or provider payment initiative  
900 authorized under 42 CFR 438.6(c), or other program(s) authorized



901 under this section, for a border city university-affiliated  
902 pediatric teaching hospital. Any program established under this  
903 subsection shall be subject to the availability of funds  
904 specifically appropriated for that purpose by the Legislature and  
905 effective for the state fiscal years 2023 and 2024.

906 (b) As used in this subsection, the term "border  
907 city university-affiliated pediatric teaching hospital" means an  
908 out-of-state hospital located within a city bordering the eastern  
909 bank of the Mississippi River and the State of Mississippi that  
910 submits to the division a copy of a current and effective  
911 affiliation agreement with an accredited university and other  
912 documentation establishing that the hospital is  
913 university-affiliated, is licensed and designated as a pediatric  
914 hospital or pediatric primary hospital within its home state,  
915 maintains at least five (5) different pediatric specialty training  
916 programs, and maintains at least one hundred (100) operated beds  
917 dedicated exclusively for the treatment of patients under the age  
918 of twenty-one (21).

919 (c) The cost of providing services to Mississippi  
920 Medicaid beneficiaries under the age of twenty-one (21) who are  
921 treated by a border city university-affiliated pediatric teaching  
922 hospital shall not exceed the cost of providing the same services  
923 to individuals in hospitals in the state.

924 (d) This subsection shall stand repealed on July  
925 1, 2024.



926 (B) [Deleted]

927 (C) The division may pay to those providers who participate  
928 in and accept patient referrals from the division's emergency room  
929 redirection program a percentage, as determined by the division,  
930 of savings achieved according to the performance measures and  
931 reduction of costs required of that program. Federally qualified  
932 health centers may participate in the emergency room redirection  
933 program, and the division may pay those centers a percentage of  
934 any savings to the Medicaid program achieved by the centers'  
935 accepting patient referrals through the program, as provided in  
936 this subsection (C).

937 (D) \* \* \* The division shall report to the Chairmen of the  
938 Senate and House of Representatives Medicaid Committees at least  
939 thirty (30) days before the division notifies providers that it is  
940 implementing a payment methodology that would result in a  
941 reduction in reimbursement to providers rendering care or services  
942 authorized under this section to recipients.

943 (E) Notwithstanding any provision of this article, no new  
944 groups or categories of recipients and new types of care and  
945 services may be added without enabling legislation from the  
946 Mississippi Legislature, except that the division may authorize  
947 those changes without enabling legislation when the addition of  
948 recipients or services is ordered by a court of proper authority.

949 (F) The executive director shall keep the Governor advised  
950 on a timely basis of the funds available for expenditure and the



951 projected expenditures. Notwithstanding any other provisions of  
952 this article, if current or projected expenditures of the division  
953 are reasonably anticipated to exceed the amount of funds  
954 appropriated to the division for any fiscal year, the Governor,  
955 after consultation with the executive director, shall take all  
956 appropriate measures to reduce costs, which may include, but are  
957 not limited to:

958           (1) Reducing or discontinuing any or all services that  
959 are deemed to be optional under Title XIX of the Social Security  
960 Act;

961           (2) Reducing reimbursement rates for any or all service  
962 types;

963           (3) Imposing additional assessments on health care  
964 providers; or

965           (4) Any additional cost-containment measures deemed  
966 appropriate by the Governor.

967           To the extent allowed under federal law, any reduction to  
968 services or reimbursement rates under this subsection (F) shall be  
969 accompanied by a reduction, to the fullest allowable amount, to  
970 the profit margin and administrative fee portions of capitated  
971 payments to organizations described in paragraph (1) of subsection  
972 (H).

973           Beginning in fiscal year 2010 and in fiscal years thereafter,  
974 when Medicaid expenditures are projected to exceed funds available  
975 for the fiscal year, the division shall submit the expected



976 shortfall information to the PEER Committee not later than  
977 December 1 of the year in which the shortfall is projected to  
978 occur. PEER shall review the computations of the division and  
979 report its findings to the Legislative Budget Office not later  
980 than January 7 in any year.

981 (G) Notwithstanding any other provision of this article, it  
982 shall be the duty of each provider participating in the Medicaid  
983 program to keep and maintain books, documents and other records as  
984 prescribed by the Division of Medicaid in accordance with federal  
985 laws and regulations.

986 (H) (1) Notwithstanding any other provision of this  
987 article, the division is authorized to implement (a) a managed  
988 care program, (b) a coordinated care program, (c) a coordinated  
989 care organization program, (d) a health maintenance organization  
990 program, (e) a patient-centered medical home program, (f) an  
991 accountable care organization program, (g) provider-sponsored  
992 health plan, or (h) any combination of the above programs. As a  
993 condition for the approval of any program under this subsection  
994 (H) (1), the division shall require that no managed care program,  
995 coordinated care program, coordinated care organization program,  
996 health maintenance organization program, or provider-sponsored  
997 health plan may:

998 (a) Pay providers at a rate that is less than the  
999 Medicaid All Patient Refined Diagnosis Related Groups (APR-DRG)  
1000 reimbursement rate;



1001                   (b) Override the medical decisions of hospital  
1002 physicians or staff regarding patients admitted to a hospital for  
1003 an emergency medical condition as defined by 42 US Code Section  
1004 1395dd. This restriction (b) does not prohibit the retrospective  
1005 review of the appropriateness of the determination that an  
1006 emergency medical condition exists by chart review or coding  
1007 algorithm, nor does it prohibit prior authorization for  
1008 nonemergency hospital admissions;

1009                   (c) Pay providers at a rate that is less than the  
1010 normal Medicaid reimbursement rate. It is the intent of the  
1011 Legislature that all managed care entities described in this  
1012 subsection (H), in collaboration with the division, develop and  
1013 implement innovative payment models that incentivize improvements  
1014 in health care quality, outcomes, or value, as determined by the  
1015 division. Participation in the provider network of any managed  
1016 care, coordinated care, provider-sponsored health plan, or similar  
1017 contractor shall not be conditioned on the provider's agreement to  
1018 accept such alternative payment models;

1019                   (d) Implement a prior authorization and  
1020 utilization review program for medical services, transportation  
1021 services and prescription drugs that is more stringent than the  
1022 prior authorization processes used by the division in its  
1023 administration of the Medicaid program. Not later than December  
1024 2, 2021, the contractors that are receiving capitated payments  
1025 under a managed care delivery system established under this





1026 subsection (H) shall submit a report to the Chairmen of the House  
1027 and Senate Medicaid Committees on the status of the prior  
1028 authorization and utilization review program for medical services,  
1029 transportation services and prescription drugs that is required to  
1030 be implemented under this subparagraph (d);

1031 (e) [Deleted]

1032 (f) Implement a preferred drug list that is more  
1033 stringent than the mandatory preferred drug list established by  
1034 the division under subsection (A) (9) of this section;

1035 (g) Implement a policy which denies beneficiaries  
1036 with hemophilia access to the federally funded hemophilia  
1037 treatment centers as part of the Medicaid Managed Care network of  
1038 providers.

1039 Each health maintenance organization, coordinated care  
1040 organization, provider-sponsored health plan, or other  
1041 organization paid for services on a capitated basis by the  
1042 division under any managed care program or coordinated care  
1043 program implemented by the division under this section shall use a  
1044 clear set of level of care guidelines in the determination of  
1045 medical necessity and in all utilization management practices,  
1046 including the prior authorization process, concurrent reviews,  
1047 retrospective reviews and payments, that are consistent with  
1048 widely accepted professional standards of care. Organizations  
1049 participating in a managed care program or coordinated care  
1050 program implemented by the division may not use any additional



1051 criteria that would result in denial of care that would be  
1052 determined appropriate and, therefore, medically necessary under  
1053 those levels of care guidelines.

1054 (2) Notwithstanding any provision of this section, the  
1055 recipients eligible for enrollment into a Medicaid Managed Care  
1056 Program authorized under this subsection (H) may include only  
1057 those categories of recipients eligible for participation in the  
1058 Medicaid Managed Care Program as of January 1, 2021, the  
1059 Children's Health Insurance Program (CHIP), and the CMS-approved  
1060 Section 1115 demonstration waivers in operation as of January 1,  
1061 2021. No expansion of Medicaid Managed Care Program contracts may  
1062 be implemented by the division without enabling legislation from  
1063 the Mississippi Legislature.

1064 (3) (a) Any contractors receiving capitated payments  
1065 under a managed care delivery system established in this section  
1066 shall provide to the Legislature and the division statistical data  
1067 to be shared with provider groups in order to improve patient  
1068 access, appropriate utilization, cost savings and health outcomes  
1069 not later than October 1 of each year. Additionally, each  
1070 contractor shall disclose to the Chairmen of the Senate and House  
1071 Medicaid Committees the administrative expenses costs for the  
1072 prior calendar year, and the number of full-equivalent employees  
1073 located in the State of Mississippi dedicated to the Medicaid and  
1074 CHIP lines of business as of June 30 of the current year.



1075 (b) The division and the contractors participating  
1076 in the managed care program, a coordinated care program or a  
1077 provider-sponsored health plan shall be subject to annual program  
1078 reviews or audits performed by the Office of the State Auditor,  
1079 the PEER Committee, the Department of Insurance and/or independent  
1080 third parties.

1081 (c) Those reviews shall include, but not be  
1082 limited to, at least two (2) of the following items:

1083 (i) The financial benefit to the State of  
1084 Mississippi of the managed care program,

1085 (ii) The difference between the premiums paid  
1086 to the managed care contractors and the payments made by those  
1087 contractors to health care providers,

1088 (iii) Compliance with performance measures  
1089 required under the contracts,

1090 (iv) Administrative expense allocation  
1091 methodologies,

1092 (v) Whether nonprovider payments assigned as  
1093 medical expenses are appropriate,

1094 (vi) Capitated arrangements with related  
1095 party subcontractors,

1096 (vii) Reasonableness of corporate  
1097 allocations,

1098 (viii) Value-added benefits and the extent to  
1099 which they are used,



1100 (ix) The effectiveness of subcontractor  
1101 oversight, including subcontractor review,

1102 (x) Whether health care outcomes have been  
1103 improved, and

1104 (xi) The most common claim denial codes to  
1105 determine the reasons for the denials.

1106 The audit reports shall be considered public documents and  
1107 shall be posted in their entirety on the division's website.

1108 (4) All health maintenance organizations, coordinated  
1109 care organizations, provider-sponsored health plans, or other  
1110 organizations paid for services on a capitated basis by the  
1111 division under any managed care program or coordinated care  
1112 program implemented by the division under this section shall  
1113 reimburse all providers in those organizations at rates no lower  
1114 than those provided under this section for beneficiaries who are  
1115 not participating in those programs.

1116 (5) No health maintenance organization, coordinated  
1117 care organization, provider-sponsored health plan, or other  
1118 organization paid for services on a capitated basis by the  
1119 division under any managed care program or coordinated care  
1120 program implemented by the division under this section shall  
1121 require its providers or beneficiaries to use any pharmacy that  
1122 ships, mails or delivers prescription drugs or legend drugs or  
1123 devices.



1124           (6) (a) Not later than December 1, 2021, the  
1125 contractors who are receiving capitated payments under a managed  
1126 care delivery system established under this subsection (H) shall  
1127 develop and implement a uniform credentialing process for  
1128 providers. Under that uniform credentialing process, a provider  
1129 who meets the criteria for credentialing will be credentialed with  
1130 all of those contractors and no such provider will have to be  
1131 separately credentialed by any individual contractor in order to  
1132 receive reimbursement from the contractor. Not later than  
1133 December 2, 2021, those contractors shall submit a report to the  
1134 Chairmen of the House and Senate Medicaid Committees on the status  
1135 of the uniform credentialing process for providers that is  
1136 required under this subparagraph (a).

1137           (b) If those contractors have not implemented a  
1138 uniform credentialing process as described in subparagraph (a) by  
1139 December 1, 2021, the division shall develop and implement, not  
1140 later than July 1, 2022, a single, consolidated credentialing  
1141 process by which all providers will be credentialed. Under the  
1142 division's single, consolidated credentialing process, no such  
1143 contractor shall require its providers to be separately  
1144 credentialed by the contractor in order to receive reimbursement  
1145 from the contractor, but those contractors shall recognize the  
1146 credentialing of the providers by the division's credentialing  
1147 process.



1148 (c) The division shall require a uniform provider  
1149 credentialing application that shall be used in the credentialing  
1150 process that is established under subparagraph (a) or (b). If the  
1151 contractor or division, as applicable, has not approved or denied  
1152 the provider credentialing application within sixty (60) days of  
1153 receipt of the completed application that includes all required  
1154 information necessary for credentialing, then the contractor or  
1155 division, upon receipt of a written request from the applicant and  
1156 within five (5) business days of its receipt, shall issue a  
1157 temporary provider credential/enrollment to the applicant if the  
1158 applicant has a valid Mississippi professional or occupational  
1159 license to provide the health care services to which the  
1160 credential/enrollment would apply. The contractor or the division  
1161 shall not issue a temporary credential/enrollment if the applicant  
1162 has reported on the application a history of medical or other  
1163 professional or occupational malpractice claims, a history of  
1164 substance abuse or mental health issues, a criminal record, or a  
1165 history of medical or other licensing board, state or federal  
1166 disciplinary action, including any suspension from participation  
1167 in a federal or state program. The temporary  
1168 credential/enrollment shall be effective upon issuance and shall  
1169 remain in effect until the provider's credentialing/enrollment  
1170 application is approved or denied by the contractor or division.  
1171 The contractor or division shall render a final decision regarding  
1172 credentialing/enrollment of the provider within sixty (60) days



1173 from the date that the temporary provider credential/enrollment is  
1174 issued to the applicant.

1175 (d) If the contractor or division does not render  
1176 a final decision regarding credentialing/enrollment of the  
1177 provider within the time required in subparagraph (c), the  
1178 provider shall be deemed to be credentialed by and enrolled with  
1179 all of the contractors and eligible to receive reimbursement from  
1180 the contractors.

1181 (7) (a) Each contractor that is receiving capitated  
1182 payments under a managed care delivery system established under  
1183 this subsection (H) shall provide to each provider for whom the  
1184 contractor has denied the coverage of a procedure that was ordered  
1185 or requested by the provider for or on behalf of a patient, a  
1186 letter that provides a detailed explanation of the reasons for the  
1187 denial of coverage of the procedure and the name and the  
1188 credentials of the person who denied the coverage. The letter  
1189 shall be sent to the provider in electronic format.

1190 (b) After a contractor that is receiving capitated  
1191 payments under a managed care delivery system established under  
1192 this subsection (H) has denied coverage for a claim submitted by a  
1193 provider, the contractor shall issue to the provider within sixty  
1194 (60) days a final ruling of denial of the claim that allows the  
1195 provider to have a state fair hearing and/or agency appeal with  
1196 the division. If a contractor does not issue a final ruling of  
1197 denial within sixty (60) days as required by this subparagraph



1198 (b), the provider's claim shall be deemed to be automatically  
1199 approved and the contractor shall pay the amount of the claim to  
1200 the provider.

1201 (c) After a contractor has issued a final ruling  
1202 of denial of a claim submitted by a provider, the division shall  
1203 conduct a state fair hearing and/or agency appeal on the matter of  
1204 the disputed claim between the contractor and the provider within  
1205 sixty (60) days, and shall render a decision on the matter within  
1206 thirty (30) days after the date of the hearing and/or appeal.

1207 (8) It is the intention of the Legislature that the  
1208 division evaluate the feasibility of using a single vendor to  
1209 administer pharmacy benefits provided under a managed care  
1210 delivery system established under this subsection (H). Providers  
1211 of pharmacy benefits shall cooperate with the division in any  
1212 transition to a carve-out of pharmacy benefits under managed care.

1213 (9) \* \* \* The division shall evaluate the feasibility  
1214 of using a single vendor to administer dental benefits provided  
1215 under a managed care delivery system established in this  
1216 subsection (H). Providers of dental benefits shall cooperate with  
1217 the division in any transition to a carve-out of dental benefits  
1218 under managed care.

1219 (10) It is the intent of the Legislature that any  
1220 contractor receiving capitated payments under a managed care  
1221 delivery system established in this section shall implement





1222 innovative programs to improve the health and well-being of  
1223 members diagnosed with prediabetes and diabetes.

1224           (11) It is the intent of the Legislature that any  
1225 contractors receiving capitated payments under a managed care  
1226 delivery system established under this subsection (H) shall work  
1227 with providers of Medicaid services to improve the utilization of  
1228 long-acting reversible contraceptives (LARCs). Not later than  
1229 December 1, 2021, any contractors receiving capitated payments  
1230 under a managed care delivery system established under this  
1231 subsection (H) shall provide to the Chairmen of the House and  
1232 Senate Medicaid Committees and House and Senate Public Health  
1233 Committees a report of LARC utilization for State Fiscal Years  
1234 2018 through 2020 as well as any programs, initiatives, or efforts  
1235 made by the contractors and providers to increase LARC  
1236 utilization. This report shall be updated annually to include  
1237 information for subsequent state fiscal years.

1238           (12) The division is authorized to make not more than  
1239 one (1) emergency extension of the contracts that are in effect on  
1240 July 1, 2021, with contractors who are receiving capitated  
1241 payments under a managed care delivery system established under  
1242 this subsection (H), as provided in this paragraph (12). The  
1243 maximum period of any such extension shall be one (1) year, and  
1244 under any such extensions, the contractors shall be subject to all  
1245 of the provisions of this subsection (H). The extended contracts



1246 shall be revised to incorporate any provisions of this subsection  
1247 (H).

1248 (I) [Deleted]

1249 (J) There shall be no cuts in inpatient and outpatient  
1250 hospital payments, or allowable days or volumes, as long as the  
1251 hospital assessment provided in Section 43-13-145 is in effect.  
1252 This subsection (J) shall not apply to decreases in payments that  
1253 are a result of: reduced hospital admissions, audits or payments  
1254 under the APR-DRG or APC models, or a managed care program or  
1255 similar model described in subsection (H) of this section.

1256 (K) In the negotiation and execution of such contracts  
1257 involving services performed by actuarial firms, the Executive  
1258 Director of the Division of Medicaid may negotiate a limitation on  
1259 liability to the state of prospective contractors.

1260 (L) The Division of Medicaid shall reimburse for services  
1261 provided to eligible Medicaid beneficiaries by a licensed birthing  
1262 center in a method and manner to be determined by the division in  
1263 accordance with federal laws and federal regulations. The  
1264 division shall seek any necessary waivers, make any required  
1265 amendments to its State Plan or revise any contracts authorized  
1266 under subsection (H) of this section as necessary to provide the  
1267 services authorized under this subsection. As used in this  
1268 subsection, the term "birthing centers" shall have the meaning as  
1269 defined in Section 41-77-1(a), which is a publicly or privately  
1270 owned facility, place or institution constructed, renovated,



1271 leased or otherwise established where nonemergency births are  
1272 planned to occur away from the mother's usual residence following  
1273 a documented period of prenatal care for a normal uncomplicated  
1274 pregnancy which has been determined to be low risk through a  
1275 formal risk-scoring examination.

1276 ( \* \* \*M) This section shall stand repealed on July 1, 2024.

1277 **SECTION 2.** Section 43-13-139, Mississippi Code of 1972, is  
1278 amended as follows:

1279 43-13-139. Nothing contained in this article shall be  
1280 construed to prevent the Governor, in his discretion, from  
1281 discontinuing or limiting medical assistance to any individuals  
1282 who are classified or deemed to be within any optional group or  
1283 optional category of recipients as prescribed under Title XIX of  
1284 the federal Social Security Act or the implementing federal  
1285 regulations. If the Congress or the United States Department of  
1286 Health and Human Services ceases to provide federal matching funds  
1287 for any group or category of recipients or any type of care and  
1288 services, the division shall cease state funding for such group or  
1289 category or such type of care and services, notwithstanding any  
1290 provision of this article. If any state plan amendment submitted  
1291 to comply with the provisions of Section 43-13-117 is disapproved  
1292 by the United States Department of Health and Human Services, the  
1293 division may operate under the state plan as previously approved  
1294 by the United States Department of Health and Human Services in  
1295 order to preserve federal matching funds. The division shall



1296 provide notice of the disapproval to the Chairmen of the House and  
1297 Senate Medicaid Committees.

1298         **SECTION 3.** This act shall take effect and be in force from  
1299 and after July 1, 2022, and shall stand repealed on June 30, 2022.

**Further, amend by striking the title in its entirety and  
inserting in lieu thereof the following:**

1         AN ACT TO AMEND SECTION 43-13-117, MISSISSIPPI CODE OF 1972,  
2 TO DELETE THE PROVISION THAT REQUIRED THE DIVISION OF MEDICAID'S  
3 RATES OF REIMBURSEMENT, SERVICES, CHARGES AND FEES TO NOT BE  
4 INCREASED, DECREASED OR OTHERWISE CHANGED UNLESS THEY ARE  
5 AUTHORIZED BY AN AMENDMENT BY THE LEGISLATURE; TO REQUIRE THE  
6 DIVISION TO REPORT TO THE CHAIRMEN OF THE SENATE AND HOUSE OF  
7 REPRESENTATIVES MEDICAID COMMITTEES AT LEAST THIRTY (30) DAYS  
8 BEFORE THE DIVISION NOTIFIES PROVIDERS THAT IT IS DECREASING OR  
9 CHANGING PAYMENTS, PAYMENT METHODOLOGY OR RATES OR REIMBURSEMENT  
10 TO PROVIDERS RENDERING CARE OF SERVICES AUTHORIZED UNDER THIS  
11 SECTION TO RECIPIENTS; TO SET REQUIREMENTS FOR THE REIMBURSEMENT  
12 OF DURABLE MEDICAL EQUIPMENT, INCLUDING NONINVASIVE VENTILATORS OR  
13 VENTILATION TREATMENTS PROPERLY ORDERED AND BEING USED IN AN  
14 APPROPRIATE CARE SETTING; TO REQUIRE REIMBURSEMENT TO DURABLE  
15 MEDICAL EQUIPMENT SUPPLIERS FOR HOME USE OF NONINVASIVE AND  
16 INVASIVE VENTILATORS TO BE ON A CONTINUOUS MONTHLY PAYMENT BASIS  
17 FOR THE DURATION OF MEDICAL NEED THROUGHOUT A PATIENT'S VALID  
18 PRESCRIPTION PERIOD; TO REQUIRE THE DIVISION OF MEDICAID TO  
19 ESTABLISH A MEDICARE UPPER PAYMENT LIMITS PROGRAM OR ANOTHER  
20 ALLOWABLE DELIVERY SYSTEM AUTHORIZED BY FEDERAL LAW FOR EMERGENCY  
21 AMBULANCE TRANSPORTATION PROVIDERS; TO PROVIDE FOR THE FORMULA  
22 THAT THE DIVISION SHALL USE FOR CALCULATING AMBULANCE SERVICE  
23 ACCESS PAYMENT AMOUNTS; TO REQUIRE THE DIVISION TO EVALUATE THE  
24 FEASIBILITY OF USING A SINGLE VENDOR TO ADMINISTER DENTAL BENEFITS  
25 PROVIDED UNDER A MANAGED CARE DELIVERY SYSTEM; TO PROVIDE THAT THE  
26 DIVISION OF MEDICAID SHALL REIMBURSE FOR OUTPATIENT HOSPITAL  
27 SERVICES PROVIDED TO ELIGIBLE MEDICAID BENEFICIARIES UNDER THE AGE  
28 OF 21 BY BORDER CITY UNIVERSITY-AFFILIATED PEDIATRIC TEACHING  
29 HOSPITALS; TO REQUIRE THE DIVISION OF MEDICAID TO REIMBURSE FOR  
30 SERVICES PROVIDED TO ELIGIBLE MEDICAID BENEFICIARIES BY A LICENSED  
31 BIRTHING CENTER IN A METHOD AND MANNER TO BE DETERMINED BY THE  
32 DIVISION IN ACCORDANCE WITH FEDERAL LAWS AND FEDERAL REGULATIONS;  
33 TO REQUIRE THE DIVISION TO SEEK ANY NECESSARY WAIVERS, MAKE ANY  
34 REQUIRED AMENDMENTS TO ITS STATE PLAN OR REVISE ANY CONTRACTS  
35 AUTHORIZED UNDER THE SECTION AS NECESSARY TO PROVIDE THE SERVICES  
36 AUTHORIZED UNDER THE ACT; TO AMEND SECTION 43-13-139, MISSISSIPPI



37 CODE OF 1972, TO PROVIDE THAT IF ANY STATE PLAN AMENDMENT  
38 SUBMITTED TO COMPLY WITH THE PROVISIONS OF SECTION 43-13-117 IS  
39 DISAPPROVED BY THE UNITED STATES DEPARTMENT OF HEALTH AND HUMAN  
40 SERVICES, THE DIVISION MAY OPERATE UNDER THE STATE PLAN AS  
41 PREVIOUSLY APPROVED BY THE UNITED STATES DEPARTMENT OF HEALTH AND  
42 HUMAN SERVICES IN ORDER TO PRESERVE FEDERAL MATCHING FUNDS; TO  
43 REQUIRE THE DIVISION TO PROVIDE NOTICE OF THE DISAPPROVAL TO THE  
44 CHAIRMEN OF THE HOUSE AND SENATE MEDICAID COMMITTEES; AND FOR  
45 RELATED PURPOSES.

