

**Lost
AMENDMENT NO 1 PROPOSED TO**

Senate Bill No. 2212

**BY: Senator(s) Blackmon, Butler (36th), Butler (38th),
Barnett, Blount, Jackson, Horhn, Hickman,
Simmons (13th), Simmons (12th), Turner-Ford,
Frazier, Jordan, Norwood, Thomas**

1 **AMEND by inserting new paragraph (29) below line 293:**

2 (29) Under the federal Patient Protection and Affordable
3 Care Act of 2010 and as amended, beginning July 1, 2023,
4 individuals who are under sixty-five (65) years of age, not
5 pregnant, not entitled to nor enrolled for benefits in Part A of
6 Title XVIII of the federal Social Security Act or enrolled for
7 benefits in Part B of Title XVIII of the federal Social Security
8 Act, not described in any other part of this section, and whose
9 income does not exceed one hundred thirty-three percent (133%) of
10 the Federal Poverty Level applicable to a family of the size
11 involved. The eligibility of individuals covered under this



12 paragraph (29) shall be determined by the Division of Medicaid,
13 and those individuals determined eligible shall only receive
14 essential health benefits as described in the federal Patient
15 Protection and Affordable Care Act of 2010, as amended. This
16 paragraph (29) shall stand repealed on December 31, 2025.

17 **FURTHER AMEND on line 297 by inserting Section 43-13-117 and**
18 **renumber subsequent section(s) accordingly:**

19 **SECTION *.** Section 43-13-117, Mississippi Code of 1972, is
20 amended as follows:

21 43-13-117. (A) Medicaid as authorized by this article shall
22 include payment of part or all of the costs, at the discretion of
23 the division, with approval of the Governor and the Centers for
24 Medicare and Medicaid Services, of the following types of care and
25 services rendered to eligible applicants who have been determined
26 to be eligible for that care and services, within the limits of
27 state appropriations and federal matching funds:

28 (1) Inpatient hospital services.

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

32 (b) No service benefits or reimbursement
33 limitations in this subsection (A)(1) shall apply to payments
34 under an APR-DRG or Ambulatory Payment Classification (APC) model
35 or a managed care program or similar model described in subsection



36 (H) of this section unless specifically authorized by the
37 division.

38 (2) Outpatient hospital services.

39 (a) Emergency services.

40 (b) Other outpatient hospital services. The
41 division shall allow benefits for other medically necessary
42 outpatient hospital services (such as chemotherapy, radiation,
43 surgery and therapy), including outpatient services in a clinic or
44 other facility that is not located inside the hospital, but that
45 has been designated as an outpatient facility by the hospital, and
46 that was in operation or under construction on July 1, 2009,
47 provided that the costs and charges associated with the operation
48 of the hospital clinic are included in the hospital's cost report.
49 In addition, the Medicare thirty-five-mile rule will apply to
50 those hospital clinics not located inside the hospital that are
51 constructed after July 1, 2009. Where the same services are
52 reimbursed as clinic services, the division may revise the rate or
53 methodology of outpatient reimbursement to maintain consistency,
54 efficiency, economy and quality of care.

55 (c) The division is authorized to implement an
56 Ambulatory Payment Classification (APC) methodology for outpatient
57 hospital services. The division shall give rural hospitals that
58 have fifty (50) or fewer licensed beds the option to not be
59 reimbursed for outpatient hospital services using the APC
60 methodology, but reimbursement for outpatient hospital services



61 provided by those hospitals shall be based on one hundred one
62 percent (101%) of the rate established under Medicare for
63 outpatient hospital services. Those hospitals choosing to not be
64 reimbursed under the APC methodology shall remain under cost-based
65 reimbursement for a two-year period.

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

71 (3) Laboratory and x-ray services.

72 (4) Nursing facility services.

73 (a) The division shall make full payment to
74 nursing facilities for each day, not exceeding forty-two (42) days
75 per year, that a patient is absent from the facility on home
76 leave. Payment may be made for the following home leave days in
77 addition to the forty-two-day limitation: Christmas, the day
78 before Christmas, the day after Christmas, Thanksgiving, the day
79 before Thanksgiving and the day after Thanksgiving.

80 (b) From and after July 1, 1997, the division
81 shall implement the integrated case-mix payment and quality
82 monitoring system, which includes the fair rental system for
83 property costs and in which recapture of depreciation is
84 eliminated. The division may reduce the payment for hospital
85 leave and therapeutic home leave days to the lower of the case-mix



86 category as computed for the resident on leave using the
87 assessment being utilized for payment at that point in time, or a
88 case-mix score of 1.000 for nursing facilities, and shall compute
89 case-mix scores of residents so that only services provided at the
90 nursing facility are considered in calculating a facility's per
91 diem.

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

95 (d) On or after January 1, 2015, the division
96 shall update the case-mix payment system resource utilization
97 grouper and classifications and fair rental reimbursement system.
98 The division shall develop and implement a payment add-on to
99 reimburse nursing facilities for ventilator-dependent resident
100 services.

101 (e) The division shall develop and implement, not
102 later than January 1, 2001, a case-mix payment add-on determined
103 by time studies and other valid statistical data that will
104 reimburse a nursing facility for the additional cost of caring for
105 a resident who has a diagnosis of Alzheimer's or other related
106 dementia and exhibits symptoms that require special care. Any
107 such case-mix add-on payment shall be supported by a determination
108 of additional cost. The division shall also develop and implement
109 as part of the fair rental reimbursement system for nursing
110 facility beds, an Alzheimer's resident bed depreciation enhanced



111 reimbursement system that will provide an incentive to encourage
112 nursing facilities to convert or construct beds for residents with
113 Alzheimer's or other related dementia.

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

118 The division shall apply for necessary federal waivers to
119 assure that additional services providing alternatives to nursing
120 facility care are made available to applicants for nursing
121 facility care.

122 (5) Periodic screening and diagnostic services for
123 individuals under age twenty-one (21) years as are needed to
124 identify physical and mental defects and to provide health care
125 treatment and other measures designed to correct or ameliorate
126 defects and physical and mental illness and conditions discovered
127 by the screening services, regardless of whether these services
128 are included in the state plan. The division may include in its
129 periodic screening and diagnostic program those discretionary
130 services authorized under the federal regulations adopted to
131 implement Title XIX of the federal Social Security Act, as
132 amended. The division, in obtaining physical therapy services,
133 occupational therapy services, and services for individuals with
134 speech, hearing and language disorders, may enter into a
135 cooperative agreement with the State Department of Education for



136 the provision of those services to handicapped students by public
137 school districts using state funds that are provided from the
138 appropriation to the Department of Education to obtain federal
139 matching funds through the division. The division, in obtaining
140 medical and mental health assessments, treatment, care and
141 services for children who are in, or at risk of being put in, the
142 custody of the Mississippi Department of Human Services may enter
143 into a cooperative agreement with the Mississippi Department of
144 Human Services for the provision of those services using state
145 funds that are provided from the appropriation to the Department
146 of Human Services to obtain federal matching funds through the
147 division.

148 (6) Physician services. Fees for physician's services
149 that are covered only by Medicaid shall be reimbursed at ninety
150 percent (90%) of the rate established on January 1, 2018, and as
151 may be adjusted each July thereafter, under Medicare. The
152 division may provide for a reimbursement rate for physician's
153 services of up to one hundred percent (100%) of the rate
154 established under Medicare for physician's services that are
155 provided after the normal working hours of the physician, as
156 determined in accordance with regulations of the division. The
157 division may reimburse eligible providers, as determined by the
158 division, for certain primary care services at one hundred percent
159 (100%) of the rate established under Medicare. The division shall
160 reimburse obstetricians and gynecologists for certain primary care



161 services as defined by the division at one hundred percent (100%)
162 of the rate established under Medicare.

163 (7) (a) Home health services for eligible persons, not
164 to exceed in cost the prevailing cost of nursing facility
165 services. All home health visits must be precertified as required
166 by the division. In addition to physicians, certified registered
167 nurse practitioners, physician assistants and clinical nurse
168 specialists are authorized to prescribe or order home health
169 services and plans of care, sign home health plans of care,
170 certify and recertify eligibility for home health services and
171 conduct the required initial face-to-face visit with the recipient
172 of the services.

173 (b) [Repealed]

174 (8) Emergency medical transportation services as
175 determined by the division.

176 (9) Prescription drugs and other covered drugs and
177 services as determined by the division.

178 The division shall establish a mandatory preferred drug list.
179 Drugs not on the mandatory preferred drug list shall be made
180 available by utilizing prior authorization procedures established
181 by the division.

182 The division may seek to establish relationships with other
183 states in order to lower acquisition costs of prescription drugs
184 to include single-source and innovator multiple-source drugs or
185 generic drugs. In addition, if allowed by federal law or



186 regulation, the division may seek to establish relationships with
187 and negotiate with other countries to facilitate the acquisition
188 of prescription drugs to include single-source and innovator
189 multiple-source drugs or generic drugs, if that will lower the
190 acquisition costs of those prescription drugs.

191 The division may allow for a combination of prescriptions for
192 single-source and innovator multiple-source drugs and generic
193 drugs to meet the needs of the beneficiaries.

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

197 Drugs prescribed for a resident of a psychiatric residential
198 treatment facility must be provided in true unit doses when
199 available. The division may require that drugs not covered by
200 Medicare Part D for a resident of a long-term care facility be
201 provided in true unit doses when available. Those drugs that were
202 originally billed to the division but are not used by a resident
203 in any of those facilities shall be returned to the billing
204 pharmacy for credit to the division, in accordance with the
205 guidelines of the State Board of Pharmacy and any requirements of
206 federal law and regulation. Drugs shall be dispensed to a
207 recipient and only one (1) dispensing fee per month may be
208 charged. The division shall develop a methodology for reimbursing
209 for restocked drugs, which shall include a restock fee as



210 determined by the division not exceeding Seven Dollars and
211 Eighty-two Cents (\$7.82).

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

216 The division is authorized to develop and implement a program
217 of payment for additional pharmacist services as determined by the
218 division.

219 All claims for drugs for dually eligible Medicare/Medicaid
220 beneficiaries that are paid for by Medicare must be submitted to
221 Medicare for payment before they may be processed by the
222 division's online payment system.

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

228 The division shall develop and implement a method or methods
229 by which the division will provide on a regular basis to Medicaid
230 providers who are authorized to prescribe drugs, information about
231 the costs to the Medicaid program of single-source drugs and
232 innovator multiple-source drugs, and information about other drugs
233 that may be prescribed as alternatives to those single-source



234 drugs and innovator multiple-source drugs and the costs to the
235 Medicaid program of those alternative drugs.

236 Notwithstanding any law or regulation, information obtained
237 or maintained by the division regarding the prescription drug
238 program, including trade secrets and manufacturer or labeler
239 pricing, is confidential and not subject to disclosure except to
240 other state agencies.

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

245 The division shall not reimburse for single-source or
246 innovator multiple-source drugs if there are equally effective
247 generic equivalents available and if the generic equivalents are
248 the least expensive.

249 It is the intent of the Legislature that the pharmacists
250 providers be reimbursed for the reasonable costs of filling and
251 dispensing prescriptions for Medicaid beneficiaries.

252 The division shall allow certain drugs, including
253 physician-administered drugs, and implantable drug system devices,
254 and medical supplies, with limited distribution or limited access
255 for beneficiaries and administered in an appropriate clinical
256 setting, to be reimbursed as either a medical claim or pharmacy
257 claim, as determined by the division.



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

262 (10) Dental and orthodontic services to be determined
263 by the division.

264 The division shall increase the amount of the reimbursement
265 rate for diagnostic and preventative dental services for each of
266 the fiscal years 2022, 2023 and 2024 by five percent (5%) above
267 the amount of the reimbursement rate for the previous fiscal year.
268 The division shall increase the amount of the reimbursement rate
269 for restorative dental services for each of the fiscal years 2023,
270 2024 and 2025 by five percent (5%) above the amount of the
271 reimbursement rate for the previous fiscal year. It is the intent
272 of the Legislature that the reimbursement rate revision for
273 preventative dental services will be an incentive to increase the
274 number of dentists who actively provide Medicaid services. This
275 dental services reimbursement rate revision shall be known as the
276 "James Russell Dumas Medicaid Dental Services Incentive Program."

277 The Medical Care Advisory Committee, assisted by the Division
278 of Medicaid, shall annually determine the effect of this incentive
279 by evaluating the number of dentists who are Medicaid providers,
280 the number who and the degree to which they are actively billing
281 Medicaid, the geographic trends of where dentists are offering
282 what types of Medicaid services and other statistics pertinent to



283 the goals of this legislative intent. This data shall annually be
284 presented to the Chair of the Senate Medicaid Committee and the
285 Chair of the House Medicaid Committee.

286 The division shall include dental services as a necessary
287 component of overall health services provided to children who are
288 eligible for services.

289 (11) Eyeglasses for all Medicaid beneficiaries who have
290 (a) had surgery on the eyeball or ocular muscle that results in a
291 vision change for which eyeglasses or a change in eyeglasses is
292 medically indicated within six (6) months of the surgery and is in
293 accordance with policies established by the division, or (b) one
294 (1) pair every five (5) years and in accordance with policies
295 established by the division. In either instance, the eyeglasses
296 must be prescribed by a physician skilled in diseases of the eye
297 or an optometrist, whichever the beneficiary may select.

298 (12) Intermediate care facility services.

299 (a) The division shall make full payment to all
300 intermediate care facilities for individuals with intellectual
301 disabilities for each day, not exceeding sixty-three (63) days per
302 year, that a patient is absent from the facility on home leave.
303 Payment may be made for the following home leave days in addition
304 to the sixty-three-day limitation: Christmas, the day before
305 Christmas, the day after Christmas, Thanksgiving, the day before
306 Thanksgiving and the day after Thanksgiving.



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

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

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

316 (14) Clinic services. Preventive, diagnostic,
317 therapeutic, rehabilitative or palliative services that are
318 furnished by a facility that is not part of a hospital but is
319 organized and operated to provide medical care to outpatients.
320 Clinic services include, but are not limited to:

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

323 (b) Dialysis center services.

324 (15) Home- and community-based services for the elderly
325 and disabled, as provided under Title XIX of the federal Social
326 Security Act, as amended, under waivers, subject to the
327 availability of funds specifically appropriated for that purpose
328 by the Legislature.

329 (16) Mental health services. Certain services provided
330 by a psychiatrist shall be reimbursed at up to one hundred percent
331 (100%) of the Medicare rate. Approved therapeutic and case



332 management services (a) provided by an approved regional mental
333 health/intellectual disability center established under Sections
334 41-19-31 through 41-19-39, or by another community mental health
335 service provider meeting the requirements of the Department of
336 Mental Health to be an approved mental health/intellectual
337 disability center if determined necessary by the Department of
338 Mental Health, using state funds that are provided in the
339 appropriation to the division to match federal funds, or (b)
340 provided by a facility that is certified by the State Department
341 of Mental Health to provide therapeutic and case management
342 services, to be reimbursed on a fee for service basis, or (c)
343 provided in the community by a facility or program operated by the
344 Department of Mental Health. Any such services provided by a
345 facility described in subparagraph (b) must have the prior
346 approval of the division to be reimbursable under this section.

347 (17) Durable medical equipment services and medical
348 supplies. Precertification of durable medical equipment and
349 medical supplies must be obtained as required by the division.
350 The Division of Medicaid may require durable medical equipment
351 providers to obtain a surety bond in the amount and to the
352 specifications as established by the Balanced Budget Act of 1997.
353 A maximum dollar amount of reimbursement for noninvasive
354 ventilators or ventilation treatments properly ordered and being
355 used in an appropriate care setting shall not be set by any health
356 maintenance organization, coordinated care organization,



357 provider-sponsored health plan, or other organization paid for
358 services on a capitated basis by the division under any managed
359 care program or coordinated care program implemented by the
360 division under this section. Reimbursement by these organizations
361 to durable medical equipment suppliers for home use of noninvasive
362 and invasive ventilators shall be on a continuous monthly payment
363 basis for the duration of medical need throughout a patient's
364 valid prescription period.

365 (18) (a) Notwithstanding any other provision of this
366 section to the contrary, as provided in the Medicaid state plan
367 amendment or amendments as defined in Section 43-13-145(10), the
368 division shall make additional reimbursement to hospitals that
369 serve a disproportionate share of low-income patients and that
370 meet the federal requirements for those payments as provided in
371 Section 1923 of the federal Social Security Act and any applicable
372 regulations. It is the intent of the Legislature that the
373 division shall draw down all available federal funds allotted to
374 the state for disproportionate share hospitals. However, from and
375 after January 1, 1999, public hospitals participating in the
376 Medicaid disproportionate share program may be required to
377 participate in an intergovernmental transfer program as provided
378 in Section 1903 of the federal Social Security Act and any
379 applicable regulations.

380 (b) (i) 1. The division may establish a Medicare
381 Upper Payment Limits Program, as defined in Section 1902(a)(30) of



382 the federal Social Security Act and any applicable federal
383 regulations, or an allowable delivery system or provider payment
384 initiative authorized under 42 CFR 438.6(c), for hospitals,
385 nursing facilities and physicians employed or contracted by
386 hospitals.

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

393 (ii) The division shall assess each hospital,
394 nursing facility, and emergency ambulance transportation provider
395 for the sole purpose of financing the state portion of the
396 Medicare Upper Payment Limits Program or other program(s)
397 authorized under this subsection (A) (18) (b). The hospital
398 assessment shall be as provided in Section 43-13-145(4) (a), and
399 the nursing facility and the emergency ambulance transportation
400 assessments, if established, shall be based on Medicaid
401 utilization or other appropriate method, as determined by the
402 division, consistent with federal regulations. The assessments
403 will remain in effect as long as the state participates in the
404 Medicare Upper Payment Limits Program or other program(s)
405 authorized under this subsection (A) (18) (b). In addition to the
406 hospital assessment provided in Section 43-13-145(4) (a), hospitals



407 with physicians participating in the Medicare Upper Payment Limits
408 Program or other program(s) authorized under this subsection
409 (A) (18) (b) shall be required to participate in an
410 intergovernmental transfer or assessment, as determined by the
411 division, for the purpose of financing the state portion of the
412 physician UPL payments or other payment(s) authorized under this
413 subsection (A) (18) (b) .

414 (iii) Subject to approval by the Centers for
415 Medicare and Medicaid Services (CMS) and the provisions of this
416 subsection (A) (18) (b), the division shall make additional
417 reimbursement to hospitals, nursing facilities, and emergency
418 ambulance transportation providers for the Medicare Upper Payment
419 Limits Program or other program(s) authorized under this
420 subsection (A) (18) (b), and, if the program is established for
421 physicians, shall make additional reimbursement for physicians, as
422 defined in Section 1902(a) (30) of the federal Social Security Act
423 and any applicable federal regulations, provided the assessment in
424 this subsection (A) (18) (b) is in effect.

425 (iv) Notwithstanding any other provision of
426 this article to the contrary, effective upon implementation of the
427 Mississippi Hospital Access Program (MHAP) provided in
428 subparagraph (c) (i) below, the hospital portion of the inpatient
429 Upper Payment Limits Program shall transition into and be replaced
430 by the MHAP program. However, the division is authorized to
431 develop and implement an alternative fee-for-service Upper Payment



432 Limits model in accordance with federal laws and regulations if
433 necessary to preserve supplemental funding. Further, the
434 division, in consultation with the hospital industry shall develop
435 alternative models for distribution of medical claims and
436 supplemental payments for inpatient and outpatient hospital
437 services, and such models may include, but shall not be limited to
438 the following: increasing rates for inpatient and outpatient
439 services; creating a low-income utilization pool of funds to
440 reimburse hospitals for the costs of uncompensated care, charity
441 care and bad debts as permitted and approved pursuant to federal
442 regulations and the Centers for Medicare and Medicaid Services;
443 supplemental payments based upon Medicaid utilization, quality,
444 service lines and/or costs of providing such services to Medicaid
445 beneficiaries and to uninsured patients. The goals of such
446 payment models shall be to ensure access to inpatient and
447 outpatient care and to maximize any federal funds that are
448 available to reimburse hospitals for services provided. Any such
449 documents required to achieve the goals described in this
450 paragraph shall be submitted to the Centers for Medicare and
451 Medicaid Services, with a proposed effective date of July 1, 2019,
452 to the extent possible, but in no event shall the effective date
453 of such payment models be later than July 1, 2020. The Chairmen
454 of the Senate and House Medicaid Committees shall be provided a
455 copy of the proposed payment model(s) prior to submission.
456 Effective July 1, 2018, and until such time as any payment



457 model(s) as described above become effective, the division, in
458 consultation with the hospital industry, is authorized to
459 implement a transitional program for inpatient and outpatient
460 payments and/or supplemental payments (including, but not limited
461 to, MHAP and directed payments), to redistribute available
462 supplemental funds among hospital providers, provided that when
463 compared to a hospital's prior year supplemental payments,
464 supplemental payments made pursuant to any such transitional
465 program shall not result in a decrease of more than five percent
466 (5%) and shall not increase by more than the amount needed to
467 maximize the distribution of the available funds.

468 (v) 1. To preserve and improve access to
469 ambulance transportation provider services, the division shall
470 seek CMS approval to make ambulance service access payments as set
471 forth in this subsection (A) (18) (b) for all covered emergency
472 ambulance services rendered on or after July 1, 2022, and shall
473 make such ambulance service access payments for all covered
474 services rendered on or after the effective date of CMS approval.

475 2. The division shall calculate the
476 ambulance service access payment amount as the balance of the
477 portion of the Medical Care Fund related to ambulance
478 transportation service provider assessments plus any federal
479 matching funds earned on the balance, up to, but not to exceed,
480 the upper payment limit gap for all emergency ambulance service
481 providers.



482 3. a. Except for ambulance services
483 exempt from the assessment provided in this paragraph (18)(b), all
484 ambulance transportation service providers shall be eligible for
485 ambulance service access payments each state fiscal year as set
486 forth in this paragraph (18)(b).

487 b. In addition to any other funds
488 paid to ambulance transportation service providers for emergency
489 medical services provided to Medicaid beneficiaries, each eligible
490 ambulance transportation service provider shall receive ambulance
491 service access payments each state fiscal year equal to the
492 ambulance transportation service provider's upper payment limit
493 gap. Subject to approval by the Centers for Medicare and Medicaid
494 Services, ambulance service access payments shall be made no less
495 than on a quarterly basis.

496 c. As used in this paragraph
497 (18)(b)(v), the term "upper payment limit gap" means the
498 difference between the total amount that the ambulance
499 transportation service provider received from Medicaid and the
500 average amount that the ambulance transportation service provider
501 would have received from commercial insurers for those services
502 reimbursed by Medicaid.

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



506 (c) (i) Not later than December 1, 2015, the
507 division shall, subject to approval by the Centers for Medicare
508 and Medicaid Services (CMS), establish, implement and operate a
509 Mississippi Hospital Access Program (MHAP) for the purpose of
510 protecting patient access to hospital care through hospital
511 inpatient reimbursement programs provided in this section designed
512 to maintain total hospital reimbursement for inpatient services
513 rendered by in-state hospitals and the out-of-state hospital that
514 is authorized by federal law to submit intergovernmental transfers
515 (IGTs) to the State of Mississippi and is classified as Level I
516 trauma center located in a county contiguous to the state line at
517 the maximum levels permissible under applicable federal statutes
518 and regulations, at which time the current inpatient Medicare
519 Upper Payment Limits (UPL) Program for hospital inpatient services
520 shall transition to the MHAP.

521 (ii) Subject to approval by the Centers for
522 Medicare and Medicaid Services (CMS), the MHAP shall provide
523 increased inpatient capitation (PMPM) payments to managed care
524 entities contracting with the division pursuant to subsection (H)
525 of this section to support availability of hospital services or
526 such other payments permissible under federal law necessary to
527 accomplish the intent of this subsection.

528 (iii) The intent of this subparagraph (c) is
529 that effective for all inpatient hospital Medicaid services during
530 state fiscal year 2016, and so long as this provision shall remain



531 in effect hereafter, the division shall to the fullest extent
532 feasible replace the additional reimbursement for hospital
533 inpatient services under the inpatient Medicare Upper Payment
534 Limits (UPL) Program with additional reimbursement under the MHAP
535 and other payment programs for inpatient and/or outpatient
536 payments which may be developed under the authority of this
537 paragraph.

538 (iv) The division shall assess each hospital
539 as provided in Section 43-13-145(4) (a) for the purpose of
540 financing the state portion of the MHAP, supplemental payments and
541 such other purposes as specified in Section 43-13-145. The
542 assessment will remain in effect as long as the MHAP and
543 supplemental payments are in effect.

544 (19) (a) Perinatal risk management services. The
545 division shall promulgate regulations to be effective from and
546 after October 1, 1988, to establish a comprehensive perinatal
547 system for risk assessment of all pregnant and infant Medicaid
548 recipients and for management, education and follow-up for those
549 who are determined to be at risk. Services to be performed
550 include case management, nutrition assessment/counseling,
551 psychosocial assessment/counseling and health education. The
552 division shall contract with the State Department of Health to
553 provide services within this paragraph (Perinatal High Risk
554 Management/Infant Services System (PHRM/ISS)). The State



555 Department of Health shall be reimbursed on a full reasonable cost
556 basis for services provided under this subparagraph (a).

557 (b) Early intervention system services. The
558 division shall cooperate with the State Department of Health,
559 acting as lead agency, in the development and implementation of a
560 statewide system of delivery of early intervention services, under
561 Part C of the Individuals with Disabilities Education Act (IDEA).
562 The State Department of Health shall certify annually in writing
563 to the executive director of the division the dollar amount of
564 state early intervention funds available that will be utilized as
565 a certified match for Medicaid matching funds. Those funds then
566 shall be used to provide expanded targeted case management
567 services for Medicaid eligible children with special needs who are
568 eligible for the state's early intervention system.

569 Qualifications for persons providing service coordination shall be
570 determined by the State Department of Health and the Division of
571 Medicaid.

572 (20) Home- and community-based services for physically
573 disabled approved services as allowed by a waiver from the United
574 States Department of Health and Human Services for home- and
575 community-based services for physically disabled people using
576 state funds that are provided from the appropriation to the State
577 Department of Rehabilitation Services and used to match federal
578 funds under a cooperative agreement between the division and the
579 department, provided that funds for these services are



580 specifically appropriated to the Department of Rehabilitation
581 Services.

582 (21) Nurse practitioner services. Services furnished
583 by a registered nurse who is licensed and certified by the
584 Mississippi Board of Nursing as a nurse practitioner, including,
585 but not limited to, nurse anesthetists, nurse midwives, family
586 nurse practitioners, family planning nurse practitioners,
587 pediatric nurse practitioners, obstetrics-gynecology nurse
588 practitioners and neonatal nurse practitioners, under regulations
589 adopted by the division. Reimbursement for those services shall
590 not exceed ninety percent (90%) of the reimbursement rate for
591 comparable services rendered by a physician. The division may
592 provide for a reimbursement rate for nurse practitioner services
593 of up to one hundred percent (100%) of the reimbursement rate for
594 comparable services rendered by a physician for nurse practitioner
595 services that are provided after the normal working hours of the
596 nurse practitioner, as determined in accordance with regulations
597 of the division.

598 (22) Ambulatory services delivered in federally
599 qualified health centers, rural health centers and clinics of the
600 local health departments of the State Department of Health for
601 individuals eligible for Medicaid under this article based on
602 reasonable costs as determined by the division. Federally
603 qualified health centers shall be reimbursed by the Medicaid
604 prospective payment system as approved by the Centers for Medicare



605 and Medicaid Services. The division shall recognize federally
606 qualified health centers (FQHCs), rural health clinics (RHCs) and
607 community mental health centers (CMHCs) as both an originating and
608 distant site provider for the purposes of telehealth
609 reimbursement. The division is further authorized and directed to
610 reimburse FQHCs, RHCs and CMHCs for both distant site and
611 originating site services when such services are appropriately
612 provided by the same organization.

613 (23) Inpatient psychiatric services.

614 (a) Inpatient psychiatric services to be
615 determined by the division for recipients under age twenty-one
616 (21) that are provided under the direction of a physician in an
617 inpatient program in a licensed acute care psychiatric facility or
618 in a licensed psychiatric residential treatment facility, before
619 the recipient reaches age twenty-one (21) or, if the recipient was
620 receiving the services immediately before he or she reached age
621 twenty-one (21), before the earlier of the date he or she no
622 longer requires the services or the date he or she reaches age
623 twenty-two (22), as provided by federal regulations. From and
624 after January 1, 2015, the division shall update the fair rental
625 reimbursement system for psychiatric residential treatment
626 facilities. Precertification of inpatient days and residential
627 treatment days must be obtained as required by the division. From
628 and after July 1, 2009, all state-owned and state-operated
629 facilities that provide inpatient psychiatric services to persons



630 under age twenty-one (21) who are eligible for Medicaid
631 reimbursement shall be reimbursed for those services on a full
632 reasonable cost basis.

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

637 (24) [Deleted]

638 (25) [Deleted]

639 (26) Hospice care. As used in this paragraph, the term
640 "hospice care" means a coordinated program of active professional
641 medical attention within the home and outpatient and inpatient
642 care that treats the terminally ill patient and family as a unit,
643 employing a medically directed interdisciplinary team. The
644 program provides relief of severe pain or other physical symptoms
645 and supportive care to meet the special needs arising out of
646 physical, psychological, spiritual, social and economic stresses
647 that are experienced during the final stages of illness and during
648 dying and bereavement and meets the Medicare requirements for
649 participation as a hospice as provided in federal regulations.

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

653 (28) Other health insurance premiums that are
654 cost-effective as defined by the United States Secretary of Health



655 and Human Services. Medicare eligible must have Medicare Part B
656 before other insurance premiums can be paid.

657 (29) The Division of Medicaid may apply for a waiver
658 from the United States Department of Health and Human Services for
659 home- and community-based services for developmentally disabled
660 people using state funds that are provided from the appropriation
661 to the State Department of Mental Health and/or funds transferred
662 to the department by a political subdivision or instrumentality of
663 the state and used to match federal funds under a cooperative
664 agreement between the division and the department, provided that
665 funds for these services are specifically appropriated to the
666 Department of Mental Health and/or transferred to the department
667 by a political subdivision or instrumentality of the state.

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

671 (31) Targeted case management services for children
672 with special needs, under waivers from the United States
673 Department of Health and Human Services, using state funds that
674 are provided from the appropriation to the Mississippi Department
675 of Human Services and used to match federal funds under a
676 cooperative agreement between the division and the department.

677 (32) Care and services provided in Christian Science
678 Sanatoria listed and certified by the Commission for Accreditation
679 of Christian Science Nursing Organizations/Facilities, Inc.,



680 rendered in connection with treatment by prayer or spiritual means
681 to the extent that those services are subject to reimbursement
682 under Section 1903 of the federal Social Security Act.

683 (33) Podiatrist services.

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

689 (35) Services and activities authorized in Sections
690 43-27-101 and 43-27-103, using state funds that are provided from
691 the appropriation to the Mississippi Department of Human Services
692 and used to match federal funds under a cooperative agreement
693 between the division and the department.

694 (36) Nonemergency transportation services for
695 Medicaid-eligible persons as determined by the division. The PEER
696 Committee shall conduct a performance evaluation of the
697 nonemergency transportation program to evaluate the administration
698 of the program and the providers of transportation services to
699 determine the most cost-effective ways of providing nonemergency
700 transportation services to the patients served under the program.
701 The performance evaluation shall be completed and provided to the
702 members of the Senate Medicaid Committee and the House Medicaid
703 Committee not later than January 1, 2019, and every two (2) years
704 thereafter.



705 (37) [Deleted]

706 (38) Chiropractic services. A chiropractor's manual
707 manipulation of the spine to correct a subluxation, if x-ray
708 demonstrates that a subluxation exists and if the subluxation has
709 resulted in a neuromusculoskeletal condition for which
710 manipulation is appropriate treatment, and related spinal x-rays
711 performed to document these conditions. Reimbursement for
712 chiropractic services shall not exceed Seven Hundred Dollars
713 (\$700.00) per year per beneficiary.

714 (39) Dually eligible Medicare/Medicaid beneficiaries.
715 The division shall pay the Medicare deductible and coinsurance
716 amounts for services available under Medicare, as determined by
717 the division. From and after July 1, 2009, the division shall
718 reimburse crossover claims for inpatient hospital services and
719 crossover claims covered under Medicare Part B in the same manner
720 that was in effect on January 1, 2008, unless specifically
721 authorized by the Legislature to change this method.

722 (40) [Deleted]

723 (41) Services provided by the State Department of
724 Rehabilitation Services for the care and rehabilitation of persons
725 with spinal cord injuries or traumatic brain injuries, as allowed
726 under waivers from the United States Department of Health and
727 Human Services, using up to seventy-five percent (75%) of the
728 funds that are appropriated to the Department of Rehabilitation
729 Services from the Spinal Cord and Head Injury Trust Fund



730 established under Section 37-33-261 and used to match federal
731 funds under a cooperative agreement between the division and the
732 department.

733 (42) [Deleted]

734 (43) The division shall provide reimbursement,
735 according to a payment schedule developed by the division, for
736 smoking cessation medications for pregnant women during their
737 pregnancy and other Medicaid-eligible women who are of
738 child-bearing age.

739 (44) Nursing facility services for the severely
740 disabled.

741 (a) Severe disabilities include, but are not
742 limited to, spinal cord injuries, closed-head injuries and
743 ventilator-dependent patients.

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

747 (45) Physician assistant services. Services furnished
748 by a physician assistant who is licensed by the State Board of
749 Medical Licensure and is practicing with physician supervision
750 under regulations adopted by the board, under regulations adopted
751 by the division. Reimbursement for those services shall not
752 exceed ninety percent (90%) of the reimbursement rate for
753 comparable services rendered by a physician. The division may
754 provide for a reimbursement rate for physician assistant services



755 of up to one hundred percent (100%) or the reimbursement rate for
756 comparable services rendered by a physician for physician
757 assistant services that are provided after the normal working
758 hours of the physician assistant, as determined in accordance with
759 regulations of the division.

760 (46) The division shall make application to the federal
761 Centers for Medicare and Medicaid Services (CMS) for a waiver to
762 develop and provide services for children with serious emotional
763 disturbances as defined in Section 43-14-1(1), which may include
764 home- and community-based services, case management services or
765 managed care services through mental health providers certified by
766 the Department of Mental Health. The division may implement and
767 provide services under this waived program only if funds for
768 these services are specifically appropriated for this purpose by
769 the Legislature, or if funds are voluntarily provided by affected
770 agencies.

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

775 (b) Participation in any disease management
776 program implemented under this paragraph (47) is optional with the
777 individual. An individual must affirmatively elect to participate
778 in the disease management program in order to participate, and may
779 elect to discontinue participation in the program at any time.



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

781 (a) Pediatric long-term acute care hospital
782 services means services provided to eligible persons under
783 twenty-one (21) years of age by a freestanding Medicare-certified
784 hospital that has an average length of inpatient stay greater than
785 twenty-five (25) days and that is primarily engaged in providing
786 chronic or long-term medical care to persons under twenty-one (21)
787 years of age.

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

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

793 (50) Services provided by the State Department of
794 Rehabilitation Services for the care and rehabilitation of persons
795 who are deaf and blind, as allowed under waivers from the United
796 States Department of Health and Human Services to provide home-
797 and community-based services using state funds that are provided
798 from the appropriation to the State Department of Rehabilitation
799 Services or if funds are voluntarily provided by another agency.

800 (51) Upon determination of Medicaid eligibility and in
801 association with annual redetermination of Medicaid eligibility,
802 beneficiaries shall be encouraged to undertake a physical
803 examination that will establish a base-line level of health and
804 identification of a usual and customary source of care (a medical



805 home) to aid utilization of disease management tools. This
806 physical examination and utilization of these disease management
807 tools shall be consistent with current United States Preventive
808 Services Task Force or other recognized authority recommendations.

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

812 (52) Notwithstanding any provisions of this article,
813 the division may pay enhanced reimbursement fees related to trauma
814 care, as determined by the division in conjunction with the State
815 Department of Health, using funds appropriated to the State
816 Department of Health for trauma care and services and used to
817 match federal funds under a cooperative agreement between the
818 division and the State Department of Health. The division, in
819 conjunction with the State Department of Health, may use grants,
820 waivers, demonstrations, enhanced reimbursements, Upper Payment
821 Limits Programs, supplemental payments, or other projects as
822 necessary in the development and implementation of this
823 reimbursement program.

824 (53) Targeted case management services for high-cost
825 beneficiaries may be developed by the division for all services
826 under this section.

827 (54) [Deleted]

828 (55) Therapy services. The plan of care for therapy
829 services may be developed to cover a period of treatment for up to



830 six (6) months, but in no event shall the plan of care exceed a
831 six-month period of treatment. The projected period of treatment
832 must be indicated on the initial plan of care and must be updated
833 with each subsequent revised plan of care. Based on medical
834 necessity, the division shall approve certification periods for
835 less than or up to six (6) months, but in no event shall the
836 certification period exceed the period of treatment indicated on
837 the plan of care. The appeal process for any reduction in therapy
838 services shall be consistent with the appeal process in federal
839 regulations.

840 (56) Prescribed pediatric extended care centers
841 services for medically dependent or technologically dependent
842 children with complex medical conditions that require continual
843 care as prescribed by the child's attending physician, as
844 determined by the division.

845 (57) No Medicaid benefit shall restrict coverage for
846 medically appropriate treatment prescribed by a physician and
847 agreed to by a fully informed individual, or if the individual
848 lacks legal capacity to consent by a person who has legal
849 authority to consent on his or her behalf, based on an
850 individual's diagnosis with a terminal condition. As used in this
851 paragraph (57), "terminal condition" means any aggressive
852 malignancy, chronic end-stage cardiovascular or cerebral vascular
853 disease, or any other disease, illness or condition which a
854 physician diagnoses as terminal.



855 (58) Treatment services for persons with opioid
856 dependency or other highly addictive substance use disorders. The
857 division is authorized to reimburse eligible providers for
858 treatment of opioid dependency and other highly addictive
859 substance use disorders, as determined by the division. Treatment
860 related to these conditions shall not count against any physician
861 visit limit imposed under this section.

862 (59) The division shall allow beneficiaries between the
863 ages of ten (10) and eighteen (18) years to receive vaccines
864 through a pharmacy venue. The division and the State Department
865 of Health shall coordinate and notify OB-GYN providers that the
866 Vaccines for Children program is available to providers free of
867 charge.

868 (60) Border city university-affiliated pediatric
869 teaching hospital.

870 (a) Payments may only be made to a border city
871 university-affiliated pediatric teaching hospital if the Centers
872 for Medicare and Medicaid Services (CMS) approve an increase in
873 the annual request for the provider payment initiative authorized
874 under 42 CFR Section 438.6(c) in an amount equal to or greater
875 than the estimated annual payment to be made to the border city
876 university-affiliated pediatric teaching hospital. The estimate
877 shall be based on the hospital's prior year Mississippi managed
878 care utilization.



879 (b) As used in this paragraph (60), the term
880 "border city university-affiliated pediatric teaching hospital"
881 means an out-of-state hospital located within a city bordering the
882 eastern bank of the Mississippi River and the State of Mississippi
883 that submits to the division a copy of a current and effective
884 affiliation agreement with an accredited university and other
885 documentation establishing that the hospital is
886 university-affiliated, is licensed and designated as a pediatric
887 hospital or pediatric primary hospital within its home state,
888 maintains at least five (5) different pediatric specialty training
889 programs, and maintains at least one hundred (100) operated beds
890 dedicated exclusively for the treatment of patients under the age
891 of twenty-one (21) years.

892 (c) The cost of providing services to Mississippi
893 Medicaid beneficiaries under the age of twenty-one (21) years who
894 are treated by a border city university-affiliated pediatric
895 teaching hospital shall not exceed the cost of providing the same
896 services to individuals in hospitals in the state.

897 (d) It is the intent of the Legislature that
898 payments shall not result in any in-state hospital receiving
899 payments lower than they would otherwise receive if not for the
900 payments made to any border city university-affiliated pediatric
901 teaching hospital.

902 (e) This paragraph (60) shall stand repealed on
903 July 1, 2024.



904 (61) Beginning July 1, 2023, essential health benefits
905 as described in the federal Patient Protection and Affordable Care
906 Act of 2010 and as amended, for individuals eligible for Medicaid
907 under the federal Patient Protection and Affordable Care Act of
908 2010, as amended, as described in Section 43-13-115(29) of this
909 article. These services shall be provided only so long as the
910 Medicaid federal matching percentage is not less than ninety
911 percent (90%) for Medicaid services to this population. This
912 paragraph (61) shall stand repealed on December 31, 2025.

913 (B) Planning and development districts participating in the
914 home- and community-based services program for the elderly and
915 disabled as case management providers shall be reimbursed for case
916 management services at the maximum rate approved by the Centers
917 for Medicare and Medicaid Services (CMS).

918 (C) The division may pay to those providers who participate
919 in and accept patient referrals from the division's emergency room
920 redirection program a percentage, as determined by the division,
921 of savings achieved according to the performance measures and
922 reduction of costs required of that program. Federally qualified
923 health centers may participate in the emergency room redirection
924 program, and the division may pay those centers a percentage of
925 any savings to the Medicaid program achieved by the centers'
926 accepting patient referrals through the program, as provided in
927 this subsection (C).



928 (D) (1) As used in this subsection (D), the following terms
929 shall be defined as provided in this paragraph, except as
930 otherwise provided in this subsection:

931 (a) "Committees" means the Medicaid Committees of
932 the House of Representatives and the Senate, and "committee" means
933 either one of those committees.

934 (b) "Rate change" means an increase, decrease or
935 other change in the payments or rates of reimbursement, or a
936 change in any payment methodology that results in an increase,
937 decrease or other change in the payments or rates of
938 reimbursement, to any Medicaid provider that renders any services
939 authorized to be provided to Medicaid recipients under this
940 article.

941 (2) Whenever the Division of Medicaid proposes a rate
942 change, the division shall give notice to the chairmen of the
943 committees at least thirty (30) calendar days before the proposed
944 rate change is scheduled to take effect. The division shall
945 furnish the chairmen with a concise summary of each proposed rate
946 change along with the notice, and shall furnish the chairmen with
947 a copy of any proposed rate change upon request. The division
948 also shall provide a summary and copy of any proposed rate change
949 to any other member of the Legislature upon request.

950 (3) If the chairman of either committee or both
951 chairmen jointly object to the proposed rate change or any part
952 thereof, the chairman or chairmen shall notify the division and



953 provide the reasons for their objection in writing not later than
954 seven (7) calendar days after receipt of the notice from the
955 division. The chairman or chairmen may make written
956 recommendations to the division for changes to be made to a
957 proposed rate change.

958 (4) (a) The chairman of either committee or both
959 chairmen jointly may hold a committee meeting to review a proposed
960 rate change. If either chairman or both chairmen decide to hold a
961 meeting, they shall notify the division of their intention in
962 writing within seven (7) calendar days after receipt of the notice
963 from the division, and shall set the date and time for the meeting
964 in their notice to the division, which shall not be later than
965 fourteen (14) calendar days after receipt of the notice from the
966 division.

967 (b) After the committee meeting, the committee or
968 committees may object to the proposed rate change or any part
969 thereof. The committee or committees shall notify the division
970 and the reasons for their objection in writing not later than
971 seven (7) calendar days after the meeting. The committee or
972 committees may make written recommendations to the division for
973 changes to be made to a proposed rate change.

974 (5) If both chairmen notify the division in writing
975 within seven (7) calendar days after receipt of the notice from
976 the division that they do not object to the proposed rate change
977 and will not be holding a meeting to review the proposed rate



978 change, the proposed rate change will take effect on the original
979 date as scheduled by the division or on such other date as
980 specified by the division.

981 (6) (a) If there are any objections to a proposed rate
982 change or any part thereof from either or both of the chairmen or
983 the committees, the division may withdraw the proposed rate
984 change, make any of the recommended changes to the proposed rate
985 change, or not make any changes to the proposed rate change.

986 (b) If the division does not make any changes to
987 the proposed rate change, it shall notify the chairmen of that
988 fact in writing, and the proposed rate change shall take effect on
989 the original date as scheduled by the division or on such other
990 date as specified by the division.

991 (c) If the division makes any changes to the
992 proposed rate change, the division shall notify the chairmen of
993 its actions in writing, and the revised proposed rate change shall
994 take effect on the date as specified by the division.

995 (7) Nothing in this subsection (D) shall be construed
996 as giving the chairmen or the committees any authority to veto,
997 nullify or revise any rate change proposed by the division. The
998 authority of the chairmen or the committees under this subsection
999 shall be limited to reviewing, making objections to and making
1000 recommendations for changes to rate changes proposed by the
1001 division.



1002 (E) Notwithstanding any provision of this article, no new
1003 groups or categories of recipients and new types of care and
1004 services may be added without enabling legislation from the
1005 Mississippi Legislature, except that the division may authorize
1006 those changes without enabling legislation when the addition of
1007 recipients or services is ordered by a court of proper authority.

1008 (F) The executive director shall keep the Governor advised
1009 on a timely basis of the funds available for expenditure and the
1010 projected expenditures. Notwithstanding any other provisions of
1011 this article, if current or projected expenditures of the division
1012 are reasonably anticipated to exceed the amount of funds
1013 appropriated to the division for any fiscal year, the Governor,
1014 after consultation with the executive director, shall take all
1015 appropriate measures to reduce costs, which may include, but are
1016 not limited to:

1017 (1) Reducing or discontinuing any or all services that
1018 are deemed to be optional under Title XIX of the Social Security
1019 Act;

1020 (2) Reducing reimbursement rates for any or all service
1021 types;

1022 (3) Imposing additional assessments on health care
1023 providers; or

1024 (4) Any additional cost-containment measures deemed
1025 appropriate by the Governor.



1026 To the extent allowed under federal law, any reduction to
1027 services or reimbursement rates under this subsection (F) shall be
1028 accompanied by a reduction, to the fullest allowable amount, to
1029 the profit margin and administrative fee portions of capitated
1030 payments to organizations described in paragraph (1) of subsection
1031 (H).

1032 Beginning in fiscal year 2010 and in fiscal years thereafter,
1033 when Medicaid expenditures are projected to exceed funds available
1034 for the fiscal year, the division shall submit the expected
1035 shortfall information to the PEER Committee not later than
1036 December 1 of the year in which the shortfall is projected to
1037 occur. PEER shall review the computations of the division and
1038 report its findings to the Legislative Budget Office not later
1039 than January 7 in any year.

1040 (G) Notwithstanding any other provision of this article, it
1041 shall be the duty of each provider participating in the Medicaid
1042 program to keep and maintain books, documents and other records as
1043 prescribed by the Division of Medicaid in accordance with federal
1044 laws and regulations.

1045 (H) (1) Notwithstanding any other provision of this
1046 article, the division is authorized to implement (a) a managed
1047 care program, (b) a coordinated care program, (c) a coordinated
1048 care organization program, (d) a health maintenance organization
1049 program, (e) a patient-centered medical home program, (f) an
1050 accountable care organization program, (g) provider-sponsored



1051 health plan, or (h) any combination of the above programs. As a
1052 condition for the approval of any program under this subsection
1053 (H)(1), the division shall require that no managed care program,
1054 coordinated care program, coordinated care organization program,
1055 health maintenance organization program, or provider-sponsored
1056 health plan may:

1057 (a) Pay providers at a rate that is less than the
1058 Medicaid All Patient Refined Diagnosis Related Groups (APR-DRG)
1059 reimbursement rate;

1060 (b) Override the medical decisions of hospital
1061 physicians or staff regarding patients admitted to a hospital for
1062 an emergency medical condition as defined by 42 US Code Section
1063 1395dd. This restriction (b) does not prohibit the retrospective
1064 review of the appropriateness of the determination that an
1065 emergency medical condition exists by chart review or coding
1066 algorithm, nor does it prohibit prior authorization for
1067 nonemergency hospital admissions;

1068 (c) Pay providers at a rate that is less than the
1069 normal Medicaid reimbursement rate. It is the intent of the
1070 Legislature that all managed care entities described in this
1071 subsection (H), in collaboration with the division, develop and
1072 implement innovative payment models that incentivize improvements
1073 in health care quality, outcomes, or value, as determined by the
1074 division. Participation in the provider network of any managed
1075 care, coordinated care, provider-sponsored health plan, or similar



1076 contractor shall not be conditioned on the provider's agreement to
1077 accept such alternative payment models;

1078 (d) Implement a prior authorization and
1079 utilization review program for medical services, transportation
1080 services and prescription drugs that is more stringent than the
1081 prior authorization processes used by the division in its
1082 administration of the Medicaid program. Not later than December
1083 2, 2021, the contractors that are receiving capitated payments
1084 under a managed care delivery system established under this
1085 subsection (H) shall submit a report to the Chairmen of the House
1086 and Senate Medicaid Committees on the status of the prior
1087 authorization and utilization review program for medical services,
1088 transportation services and prescription drugs that is required to
1089 be implemented under this subparagraph (d);

1090 (e) [Deleted]

1091 (f) Implement a preferred drug list that is more
1092 stringent than the mandatory preferred drug list established by
1093 the division under subsection (A) (9) of this section;

1094 (g) Implement a policy which denies beneficiaries
1095 with hemophilia access to the federally funded hemophilia
1096 treatment centers as part of the Medicaid Managed Care network of
1097 providers.

1098 Each health maintenance organization, coordinated care
1099 organization, provider-sponsored health plan, or other
1100 organization paid for services on a capitated basis by the



1101 division under any managed care program or coordinated care
1102 program implemented by the division under this section shall use a
1103 clear set of level of care guidelines in the determination of
1104 medical necessity and in all utilization management practices,
1105 including the prior authorization process, concurrent reviews,
1106 retrospective reviews and payments, that are consistent with
1107 widely accepted professional standards of care. Organizations
1108 participating in a managed care program or coordinated care
1109 program implemented by the division may not use any additional
1110 criteria that would result in denial of care that would be
1111 determined appropriate and, therefore, medically necessary under
1112 those levels of care guidelines.

1113 (2) Notwithstanding any provision of this section, the
1114 recipients eligible for enrollment into a Medicaid Managed Care
1115 Program authorized under this subsection (H) may include only
1116 those categories of recipients eligible for participation in the
1117 Medicaid Managed Care Program as of January 1, 2021, the
1118 Children's Health Insurance Program (CHIP), and the CMS-approved
1119 Section 1115 demonstration waivers in operation as of January 1,
1120 2021. No expansion of Medicaid Managed Care Program contracts may
1121 be implemented by the division without enabling legislation from
1122 the Mississippi Legislature.

1123 (3) (a) Any contractors receiving capitated payments
1124 under a managed care delivery system established in this section
1125 shall provide to the Legislature and the division statistical data



1126 to be shared with provider groups in order to improve patient
1127 access, appropriate utilization, cost savings and health outcomes
1128 not later than October 1 of each year. Additionally, each
1129 contractor shall disclose to the Chairmen of the Senate and House
1130 Medicaid Committees the administrative expenses costs for the
1131 prior calendar year, and the number of full-equivalent employees
1132 located in the State of Mississippi dedicated to the Medicaid and
1133 CHIP lines of business as of June 30 of the current year.

1134 (b) The division and the contractors participating
1135 in the managed care program, a coordinated care program or a
1136 provider-sponsored health plan shall be subject to annual program
1137 reviews or audits performed by the Office of the State Auditor,
1138 the PEER Committee, the Department of Insurance and/or independent
1139 third parties.

1140 (c) Those reviews shall include, but not be
1141 limited to, at least two (2) of the following items:

1142 (i) The financial benefit to the State of
1143 Mississippi of the managed care program,

1144 (ii) The difference between the premiums paid
1145 to the managed care contractors and the payments made by those
1146 contractors to health care providers,

1147 (iii) Compliance with performance measures
1148 required under the contracts,

1149 (iv) Administrative expense allocation
1150 methodologies,



- 1151 (v) Whether nonprovider payments assigned as
1152 medical expenses are appropriate,
- 1153 (vi) Capitated arrangements with related
1154 party subcontractors,
- 1155 (vii) Reasonableness of corporate
1156 allocations,
- 1157 (viii) Value-added benefits and the extent to
1158 which they are used,
- 1159 (ix) The effectiveness of subcontractor
1160 oversight, including subcontractor review,
- 1161 (x) Whether health care outcomes have been
1162 improved, and
- 1163 (xi) The most common claim denial codes to
1164 determine the reasons for the denials.

1165 The audit reports shall be considered public documents and
1166 shall be posted in their entirety on the division's website.

1167 (4) All health maintenance organizations, coordinated
1168 care organizations, provider-sponsored health plans, or other
1169 organizations paid for services on a capitated basis by the
1170 division under any managed care program or coordinated care
1171 program implemented by the division under this section shall
1172 reimburse all providers in those organizations at rates no lower
1173 than those provided under this section for beneficiaries who are
1174 not participating in those programs.



1175 (5) No health maintenance organization, coordinated
1176 care organization, provider-sponsored health plan, or other
1177 organization paid for services on a capitated basis by the
1178 division under any managed care program or coordinated care
1179 program implemented by the division under this section shall
1180 require its providers or beneficiaries to use any pharmacy that
1181 ships, mails or delivers prescription drugs or legend drugs or
1182 devices.

1183 (6) (a) Not later than December 1, 2021, the
1184 contractors who are receiving capitated payments under a managed
1185 care delivery system established under this subsection (H) shall
1186 develop and implement a uniform credentialing process for
1187 providers. Under that uniform credentialing process, a provider
1188 who meets the criteria for credentialing will be credentialed with
1189 all of those contractors and no such provider will have to be
1190 separately credentialed by any individual contractor in order to
1191 receive reimbursement from the contractor. Not later than
1192 December 2, 2021, those contractors shall submit a report to the
1193 Chairmen of the House and Senate Medicaid Committees on the status
1194 of the uniform credentialing process for providers that is
1195 required under this subparagraph (a).

1196 (b) If those contractors have not implemented a
1197 uniform credentialing process as described in subparagraph (a) by
1198 December 1, 2021, the division shall develop and implement, not
1199 later than July 1, 2022, a single, consolidated credentialing



1200 process by which all providers will be credentialed. Under the
1201 division's single, consolidated credentialing process, no such
1202 contractor shall require its providers to be separately
1203 credentialed by the contractor in order to receive reimbursement
1204 from the contractor, but those contractors shall recognize the
1205 credentialing of the providers by the division's credentialing
1206 process.

1207 (c) The division shall require a uniform provider
1208 credentialing application that shall be used in the credentialing
1209 process that is established under subparagraph (a) or (b). If the
1210 contractor or division, as applicable, has not approved or denied
1211 the provider credentialing application within sixty (60) days of
1212 receipt of the completed application that includes all required
1213 information necessary for credentialing, then the contractor or
1214 division, upon receipt of a written request from the applicant and
1215 within five (5) business days of its receipt, shall issue a
1216 temporary provider credential/enrollment to the applicant if the
1217 applicant has a valid Mississippi professional or occupational
1218 license to provide the health care services to which the
1219 credential/enrollment would apply. The contractor or the division
1220 shall not issue a temporary credential/enrollment if the applicant
1221 has reported on the application a history of medical or other
1222 professional or occupational malpractice claims, a history of
1223 substance abuse or mental health issues, a criminal record, or a
1224 history of medical or other licensing board, state or federal



1225 disciplinary action, including any suspension from participation
1226 in a federal or state program. The temporary
1227 credential/enrollment shall be effective upon issuance and shall
1228 remain in effect until the provider's credentialing/enrollment
1229 application is approved or denied by the contractor or division.
1230 The contractor or division shall render a final decision regarding
1231 credentialing/enrollment of the provider within sixty (60) days
1232 from the date that the temporary provider credential/enrollment is
1233 issued to the applicant.

1234 (d) If the contractor or division does not render
1235 a final decision regarding credentialing/enrollment of the
1236 provider within the time required in subparagraph (c), the
1237 provider shall be deemed to be credentialed by and enrolled with
1238 all of the contractors and eligible to receive reimbursement from
1239 the contractors.

1240 (7) (a) Each contractor that is receiving capitated
1241 payments under a managed care delivery system established under
1242 this subsection (H) shall provide to each provider for whom the
1243 contractor has denied the coverage of a procedure that was ordered
1244 or requested by the provider for or on behalf of a patient, a
1245 letter that provides a detailed explanation of the reasons for the
1246 denial of coverage of the procedure and the name and the
1247 credentials of the person who denied the coverage. The letter
1248 shall be sent to the provider in electronic format.



1249 (b) After a contractor that is receiving capitated
1250 payments under a managed care delivery system established under
1251 this subsection (H) has denied coverage for a claim submitted by a
1252 provider, the contractor shall issue to the provider within sixty
1253 (60) days a final ruling of denial of the claim that allows the
1254 provider to have a state fair hearing and/or agency appeal with
1255 the division. If a contractor does not issue a final ruling of
1256 denial within sixty (60) days as required by this subparagraph
1257 (b), the provider's claim shall be deemed to be automatically
1258 approved and the contractor shall pay the amount of the claim to
1259 the provider.

1260 (c) After a contractor has issued a final ruling
1261 of denial of a claim submitted by a provider, the division shall
1262 conduct a state fair hearing and/or agency appeal on the matter of
1263 the disputed claim between the contractor and the provider within
1264 sixty (60) days, and shall render a decision on the matter within
1265 thirty (30) days after the date of the hearing and/or appeal.

1266 (8) It is the intention of the Legislature that the
1267 division evaluate the feasibility of using a single vendor to
1268 administer pharmacy benefits provided under a managed care
1269 delivery system established under this subsection (H). Providers
1270 of pharmacy benefits shall cooperate with the division in any
1271 transition to a carve-out of pharmacy benefits under managed care.

1272 (9) The division shall evaluate the feasibility of
1273 using a single vendor to administer dental benefits provided under



1274 a managed care delivery system established in this subsection (H).
1275 Providers of dental benefits shall cooperate with the division in
1276 any transition to a carve-out of dental benefits under managed
1277 care.

1278 (10) It is the intent of the Legislature that any
1279 contractor receiving capitated payments under a managed care
1280 delivery system established in this section shall implement
1281 innovative programs to improve the health and well-being of
1282 members diagnosed with prediabetes and diabetes.

1283 (11) It is the intent of the Legislature that any
1284 contractors receiving capitated payments under a managed care
1285 delivery system established under this subsection (H) shall work
1286 with providers of Medicaid services to improve the utilization of
1287 long-acting reversible contraceptives (LARCs). Not later than
1288 December 1, 2021, any contractors receiving capitated payments
1289 under a managed care delivery system established under this
1290 subsection (H) shall provide to the Chairmen of the House and
1291 Senate Medicaid Committees and House and Senate Public Health
1292 Committees a report of LARC utilization for State Fiscal Years
1293 2018 through 2020 as well as any programs, initiatives, or efforts
1294 made by the contractors and providers to increase LARC
1295 utilization. This report shall be updated annually to include
1296 information for subsequent state fiscal years.

1297 (12) The division is authorized to make not more than
1298 one (1) emergency extension of the contracts that are in effect on



1299 July 1, 2021, with contractors who are receiving capitated
1300 payments under a managed care delivery system established under
1301 this subsection (H), as provided in this paragraph (12). The
1302 maximum period of any such extension shall be one (1) year, and
1303 under any such extensions, the contractors shall be subject to all
1304 of the provisions of this subsection (H). The extended contracts
1305 shall be revised to incorporate any provisions of this subsection
1306 (H).

1307 (I) [Deleted]

1308 (J) There shall be no cuts in inpatient and outpatient
1309 hospital payments, or allowable days or volumes, as long as the
1310 hospital assessment provided in Section 43-13-145 is in effect.
1311 This subsection (J) shall not apply to decreases in payments that
1312 are a result of: reduced hospital admissions, audits or payments
1313 under the APR-DRG or APC models, or a managed care program or
1314 similar model described in subsection (H) of this section.

1315 (K) In the negotiation and execution of such contracts
1316 involving services performed by actuarial firms, the Executive
1317 Director of the Division of Medicaid may negotiate a limitation on
1318 liability to the state of prospective contractors.

1319 (L) The Division of Medicaid shall reimburse for services
1320 provided to eligible Medicaid beneficiaries by a licensed birthing
1321 center in a method and manner to be determined by the division in
1322 accordance with federal laws and federal regulations. The
1323 division shall seek any necessary waivers, make any required



1324 amendments to its State Plan or revise any contracts authorized
1325 under subsection (H) of this section as necessary to provide the
1326 services authorized under this subsection. As used in this
1327 subsection, the term "birthing centers" shall have the meaning as
1328 defined in Section 41-77-1(a), which is a publicly or privately
1329 owned facility, place or institution constructed, renovated,
1330 leased or otherwise established where nonemergency births are
1331 planned to occur away from the mother's usual residence following
1332 a documented period of prenatal care for a normal uncomplicated
1333 pregnancy which has been determined to be low risk through a
1334 formal risk-scoring examination.

1335 (M) This section shall stand repealed on July 1, 2024.

1336 **FURTHER, AMEND the title to conform.**

