

By: Senator(s) Boyd

To: Public Health and
Welfare

SENATE BILL NO. 2749

1 AN ACT TO ESTABLISH A COMMUNITY HEALTH WORKER LICENSURE
2 PROGRAM IN THE STATE DEPARTMENT OF HEALTH; TO PROVIDE THAT THE
3 DIVISION OF MEDICAID SHALL SEEK APPROVAL FROM THE CENTERS FOR
4 MEDICARE AND MEDICAID SERVICES FOR A STATE PLAN AMENDMENT, WAIVER
5 OR ALTERNATIVE PAYMENT MODEL; TO PROVIDE REIMBURSEMENT FOR CERTAIN
6 SERVICES PROVIDED BY LICENSED COMMUNITY HEALTH WORKERS; TO PROVIDE
7 THAT THE DEPARTMENT SHALL BE THE SOLE LICENSING BODY FOR THE
8 COMMUNITY HEALTH WORKER PROFESSION AND PRACTICE IN MISSISSIPPI; TO
9 PROVIDE THAT FROM AND AFTER JANUARY 1, 2026, NO PERSON SHALL
10 REPRESENT HIMSELF OR HERSELF AS A COMMUNITY HEALTH WORKER UNLESS
11 HE OR SHE IS LICENSED AS SUCH IN ACCORDANCE WITH THE REQUIREMENTS
12 OF THE DEPARTMENT; TO PROVIDE THAT THE DEPARTMENT SHALL PROMULGATE
13 RULES NECESSARY TO CARRY OUT THE PROVISIONS OF THIS ACT, INCLUDING
14 ESTABLISHING THE CORE COMPETENCIES OF COMMUNITY HEALTH WORKERS,
15 THE COMMUNITY HEALTH WORKER LICENSURE APPLICATION AND RENEWAL
16 PROCESS, LICENSURE APPLICATION AND RENEWAL FEES, PROCEDURES FOR
17 LICENSURE DENIAL, SUSPENSION AND REVOCATION AND THE SCOPE OF
18 PRACTICE FOR LICENSED COMMUNITY HEALTH WORKERS; TO PROVIDE THAT
19 THE DEPARTMENT SHALL APPROVE COMPETENCY-BASED TRAINING PROGRAMS
20 AND TRAINING PROVIDERS, AND APPROVE ORGANIZATIONS TO PROVIDE
21 CONTINUING EDUCATION FOR LICENSED COMMUNITY HEALTH WORKERS; TO
22 AMEND SECTION 43-13-117, MISSISSIPPI CODE OF 1972, TO PROVIDE
23 MEDICAID REIMBURSEMENT FOR CERTAIN SERVICES PROVIDED BY LICENSED
24 COMMUNITY HEALTH WORKERS; TO EXTEND THE DATE OF THE REPEALER ON
25 THE SECTION; AND FOR RELATED PURPOSES.

26 WHEREAS, community health workers are frontline health
27 workers with a uniquely close relationship to and understanding of
28 the communities they serve;



29 WHEREAS, community health workers serve as liaisons between
30 patients, health care providers, social service providers, and the
31 community;

32 WHEREAS, community health workers facilitate improved
33 communication between patients and their health care providers,
34 help patients learn to effectively comply with medical care
35 instructions, improve the quality and cultural competency of
36 service delivery and educate patients to improve health behaviors;

37 WHEREAS, the Association of State and Territorial Health
38 Officials has recognized the effectiveness of community health
39 workers in improving health outcomes, reducing health care costs
40 and closing the health disparities gap across multiple settings
41 and health issues;

42 WHEREAS, community health worker licensure may offer a path
43 to college credit for health care workers interested in pursuing a
44 college degree in the health care field and is thereby a necessary
45 step toward addressing Mississippi's ongoing and well-documented
46 health care worker shortage;

47 WHEREAS, the Division of Medicaid is currently considering
48 coverage and reimbursement options for community health worker
49 services to improve the health status of those it serves in a
50 manner that is cost-effective, directed to underserved areas and
51 populations and ensures program integrity; and



WHEREAS, Medicaid managed care organizations and some providers may employ community health workers to coordinate care, reduce costs and meet quality indicators; and

WHEREAS, providers strive to provide quality services using evidence-based practices to improve the health outcomes of Mississippians and play a role in increasing the number and aptitude of the community health worker workforce to meet the needs of the communities they serve; NOW, THEREFORE,

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

SECTION 1. As used in this act, the following terms shall be defined as provided in this section:

(a) "Licensed community health worker" means an individual who has been licensed as a community health worker by the department in accordance with this act;

(b) "Core competencies" means the knowledge and skills that licensed community health workers are expected to demonstrate to carry out the profession's mission and goals as defined by the department in rules; and

(c) "Department" means the State Department of Health.

SECTION 2. (1) By January 1, 2026, the department:

(a) Shall implement and manage a community health worker licensure program for Mississippi; and

(b) Collaborate with the Division of Medicaid to seek approval from the Centers for Medicare and Medicaid Services for a state plan amendment, waiver or alternative payment model,



77 including public-private partnerships, for services provided by
78 licensed community health workers.

79 (2) Any state plan amendment, waiver or alternative payment
80 sought by the Department of Medicaid pursuant to subsection (1)(b)
81 of this section shall provide reimbursement for the following
82 services when provided by a licensed community health worker who
83 is employed and supervised by a Medicaid participating provider:

84 (a) Direct preventive services or services designed to
85 slow the progression of chronic diseases, including screenings for
86 basic human needs and referrals to appropriate services and
87 agencies to meet those needs;

88 (b) Health promotion education to prevent illness or
89 diseases, including the promotion of health behaviors to increase
90 awareness and prevent the development of illness or disease;

91 (c) Facilitate communications between a consumer and
92 provider when cultural factors, such as language, socioeconomic
93 status or health literacy, become a barrier to properly
94 understanding treatment options or treatment plans;

95 (d) Educate patients regarding diagnosis-related
96 information and self-management of physical, dental or mental
97 health; and

98 (e) Conduct any other service approved by the
99 department.

100 (3) The department shall be the sole licensing body for the
101 community health worker profession and practice in Mississippi.



(4) The Division of Medicaid shall promulgate rules necessary to carry out the provisions of this section and obtain all necessary approvals from the federal Centers for Medicare and Medicaid Services.

SECTION 3. (1) From and after January 1, 2026, no person shall represent himself or herself as a community health worker unless he or she is licensed as such in accordance with the requirements of the department.

(2) To be eligible for community health worker licensure, an individual must meet and comply with the requirements of the department.

(3) Community health workers must apply for license renewal on a regular basis as designated by the department.

SECTION 4. The department shall:

(a) Promulgate rules necessary to carry out the provisions of Section 3 of this act, including establishing:

(i) The core competencies of community health workers;

(ii) The community health worker licensure application and renewal process, including training, mentorship and continuing education requirements;

(iii) Licensure application and renewal fees;

(iv) Procedures for licensure denial, suspension and revocation; and



(v) The scope of practice for licensed community health workers;

(b) Approve competency-based training programs and training providers; and

(c) Approve organizations to provide continuing education for licensed community health workers.

SECTION 5. Section 43-13-117, Mississippi Code of 1972, is amended as follows:

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

(1) Inpatient hospital services.

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

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



(2) Outpatient hospital services.

(a) Emergency services.

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

(c) The division is authorized to implement an Ambulatory Payment Classification (APC) methodology for outpatient hospital services. The division shall give rural hospitals that have fifty (50) or fewer licensed beds the option to not be reimbursed for outpatient hospital services using the APC methodology, but reimbursement for outpatient hospital services provided by those hospitals shall be based on one hundred one percent (101%) of the rate established under Medicare for



outpatient hospital services. Those hospitals choosing to not be reimbursed under the APC methodology shall remain under cost-based reimbursement for a two-year period.

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

(3) Laboratory and x-ray services.

(4) Nursing facility services.

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

(b) From and after July 1, 1997, the division shall implement the integrated case-mix payment and quality monitoring system, which includes the fair rental system for property costs and in which recapture of depreciation is eliminated. The division may reduce the payment for hospital leave and therapeutic home leave days to the lower of the case-mix category as computed for the resident on leave using the assessment being utilized for payment at that point in time, or a



case-mix score of 1.000 for nursing facilities, and shall compute case-mix scores of residents so that only services provided at the nursing facility are considered in calculating a facility's per diem.

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

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

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



nursing facilities to convert or construct beds for residents with Alzheimer's or other related dementia.

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

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

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



250 school districts using state funds that are provided from the
251 appropriation to the Department of Education to obtain federal
252 matching funds through the division. The division, in obtaining
253 medical and mental health assessments, treatment, care and
254 services for children who are in, or at risk of being put in, the
255 custody of the Mississippi Department of Human Services may enter
256 into a cooperative agreement with the Mississippi Department of
257 Human Services for the provision of those services using state
258 funds that are provided from the appropriation to the Department
259 of Human Services to obtain federal matching funds through the
260 division.

261 (6) Physician services. Fees for physician's services
262 that are covered only by Medicaid shall be reimbursed at ninety
263 percent (90%) of the rate established on January 1, 2018, and as
264 may be adjusted each July thereafter, under Medicare. The
265 division may provide for a reimbursement rate for physician's
266 services of up to one hundred percent (100%) of the rate
267 established under Medicare for physician's services that are
268 provided after the normal working hours of the physician, as
269 determined in accordance with regulations of the division. The
270 division may reimburse eligible providers, as determined by the
271 division, for certain primary care services at one hundred percent
272 (100%) of the rate established under Medicare. The division shall
273 reimburse obstetricians and gynecologists for certain primary care



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

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

(b) [Repealed]

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

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

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

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



299 regulation, the division may seek to establish relationships with
300 and negotiate with other countries to facilitate the acquisition
301 of prescription drugs to include single-source and innovator
302 multiple-source drugs or generic drugs, if that will lower the
303 acquisition costs of those prescription drugs.

304 The division may allow for a combination of prescriptions for
305 single-source and innovator multiple-source drugs and generic
306 drugs to meet the needs of the beneficiaries.

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

310 Drugs prescribed for a resident of a psychiatric residential
311 treatment facility must be provided in true unit doses when
312 available. The division may require that drugs not covered by
313 Medicare Part D for a resident of a long-term care facility be
314 provided in true unit doses when available. Those drugs that were
315 originally billed to the division but are not used by a resident
316 in any of those facilities shall be returned to the billing
317 pharmacy for credit to the division, in accordance with the
318 guidelines of the State Board of Pharmacy and any requirements of
319 federal law and regulation. Drugs shall be dispensed to a
320 recipient and only one (1) dispensing fee per month may be
321 charged. The division shall develop a methodology for reimbursing
322 for restocked drugs, which shall include a restock fee as



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

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

329 The division is authorized to develop and implement a program
330 of payment for additional pharmacist services as determined by the
331 division.

332 All claims for drugs for dually eligible Medicare/Medicaid
333 beneficiaries that are paid for by Medicare must be submitted to
334 Medicare for payment before they may be processed by the
335 division's online payment system.

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

341 The division shall develop and implement a method or methods
342 by which the division will provide on a regular basis to Medicaid
343 providers who are authorized to prescribe drugs, information about
344 the costs to the Medicaid program of single-source drugs and
345 innovator multiple-source drugs, and information about other drugs
346 that may be prescribed as alternatives to those single-source



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

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

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

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

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

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



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

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

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

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



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

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

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

(12) Intermediate care facility services.

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



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

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

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

429 (14) Clinic services. Preventive, diagnostic,
430 therapeutic, rehabilitative or palliative services that are
431 furnished by a facility that is not part of a hospital but is
432 organized and operated to provide medical care to outpatients.
433 Clinic services include, but are not limited to:

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

436 (b) Dialysis center services.

437 (15) Home- and community-based services for the elderly
438 and disabled, as provided under Title XIX of the federal Social
439 Security Act, as amended, under waivers, subject to the
440 availability of funds specifically appropriated for that purpose
441 by the Legislature.

442 (16) Mental health services. Certain services provided
443 by a psychiatrist shall be reimbursed at up to one hundred percent
444 (100%) of the Medicare rate. Approved therapeutic and case



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

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



470 provider-sponsored health plan, or other organization paid for
471 services on a capitated basis by the division under any managed
472 care program or coordinated care program implemented by the
473 division under this section. Reimbursement by these organizations
474 to durable medical equipment suppliers for home use of noninvasive
475 and invasive ventilators shall be on a continuous monthly payment
476 basis for the duration of medical need throughout a patient's
477 valid prescription period.

478 (18) (a) Notwithstanding any other provision of this
479 section to the contrary, as provided in the Medicaid state plan
480 amendment or amendments as defined in Section 43-13-145(10), the
481 division shall make additional reimbursement to hospitals that
482 serve a disproportionate share of low-income patients and that
483 meet the federal requirements for those payments as provided in
484 Section 1923 of the federal Social Security Act and any applicable
485 regulations. It is the intent of the Legislature that the
486 division shall draw down all available federal funds allotted to
487 the state for disproportionate share hospitals. However, from and
488 after January 1, 1999, public hospitals participating in the
489 Medicaid disproportionate share program may be required to
490 participate in an intergovernmental transfer program as provided
491 in Section 1903 of the federal Social Security Act and any
492 applicable regulations.

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



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

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

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



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

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

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



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



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

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

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



595 3. a. Except for ambulance services
596 exempt from the assessment provided in this paragraph (18)(b), all
597 ambulance transportation service providers shall be eligible for
598 ambulance service access payments each state fiscal year as set
599 forth in this paragraph (18)(b).

600 b. In addition to any other funds
601 paid to ambulance transportation service providers for emergency
602 medical services provided to Medicaid beneficiaries, each eligible
603 ambulance transportation service provider shall receive ambulance
604 service access payments each state fiscal year equal to the
605 ambulance transportation service provider's upper payment limit
606 gap. Subject to approval by the Centers for Medicare and Medicaid
607 Services, ambulance service access payments shall be made no less
608 than on a quarterly basis.

609 c. As used in this paragraph
610 (18)(b)(v), the term "upper payment limit gap" means the
611 difference between the total amount that the ambulance
612 transportation service provider received from Medicaid and the
613 average amount that the ambulance transportation service provider
614 would have received from commercial insurers for those services
615 reimbursed by Medicaid.

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



619 (c) (i) Not later than December 1, 2015, the
620 division shall, subject to approval by the Centers for Medicare
621 and Medicaid Services (CMS), establish, implement and operate a
622 Mississippi Hospital Access Program (MHAP) for the purpose of
623 protecting patient access to hospital care through hospital
624 inpatient reimbursement programs provided in this section designed
625 to maintain total hospital reimbursement for inpatient services
626 rendered by in-state hospitals and the out-of-state hospital that
627 is authorized by federal law to submit intergovernmental transfers
628 (IGTs) to the State of Mississippi and is classified as Level I
629 trauma center located in a county contiguous to the state line at
630 the maximum levels permissible under applicable federal statutes
631 and regulations, at which time the current inpatient Medicare
632 Upper Payment Limits (UPL) Program for hospital inpatient services
633 shall transition to the MHAP.

634 (ii) Subject to approval by the Centers for
635 Medicare and Medicaid Services (CMS), the MHAP shall provide
636 increased inpatient capitation (PMPM) payments to managed care
637 entities contracting with the division pursuant to subsection (H)
638 of this section to support availability of hospital services or
639 such other payments permissible under federal law necessary to
640 accomplish the intent of this subsection.

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



644 in effect hereafter, the division shall to the fullest extent
645 feasible replace the additional reimbursement for hospital
646 inpatient services under the inpatient Medicare Upper Payment
647 Limits (UPL) Program with additional reimbursement under the MHAP
648 and other payment programs for inpatient and/or outpatient
649 payments which may be developed under the authority of this
650 paragraph.

651 (iv) The division shall assess each hospital
652 as provided in Section 43-13-145(4) (a) for the purpose of
653 financing the state portion of the MHAP, supplemental payments and
654 such other purposes as specified in Section 43-13-145. The
655 assessment will remain in effect as long as the MHAP and
656 supplemental payments are in effect.

657 (19) (a) Perinatal risk management services. The
658 division shall promulgate regulations to be effective from and
659 after October 1, 1988, to establish a comprehensive perinatal
660 system for risk assessment of all pregnant and infant Medicaid
661 recipients and for management, education and follow-up for those
662 who are determined to be at risk. Services to be performed
663 include case management, nutrition assessment/counseling,
664 psychosocial assessment/counseling and health education. The
665 division shall contract with the State Department of Health to
666 provide services within this paragraph (Perinatal High Risk
667 Management/Infant Services System (PHRM/ISS)). The State



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

670 (b) Early intervention system services. The
671 division shall cooperate with the State Department of Health,
672 acting as lead agency, in the development and implementation of a
673 statewide system of delivery of early intervention services, under
674 Part C of the Individuals with Disabilities Education Act (IDEA).
675 The State Department of Health shall certify annually in writing
676 to the executive director of the division the dollar amount of
677 state early intervention funds available that will be utilized as
678 a certified match for Medicaid matching funds. Those funds then
679 shall be used to provide expanded targeted case management
680 services for Medicaid eligible children with special needs who are
681 eligible for the state's early intervention system.

682 Qualifications for persons providing service coordination shall be
683 determined by the State Department of Health and the Division of
684 Medicaid.

685 (20) Home- and community-based services for physically
686 disabled approved services as allowed by a waiver from the United
687 States Department of Health and Human Services for home- and
688 community-based services for physically disabled people using
689 state funds that are provided from the appropriation to the State
690 Department of Rehabilitation Services and used to match federal
691 funds under a cooperative agreement between the division and the
692 department, provided that funds for these services are



693 specifically appropriated to the Department of Rehabilitation
694 Services.

695 (21) Nurse practitioner services. Services furnished
696 by a registered nurse who is licensed and certified by the
697 Mississippi Board of Nursing as a nurse practitioner, including,
698 but not limited to, nurse anesthetists, nurse midwives, family
699 nurse practitioners, family planning nurse practitioners,
700 pediatric nurse practitioners, obstetrics-gynecology nurse
701 practitioners and neonatal nurse practitioners, under regulations
702 adopted by the division. Reimbursement for those services shall
703 not exceed ninety percent (90%) of the reimbursement rate for
704 comparable services rendered by a physician. The division may
705 provide for a reimbursement rate for nurse practitioner services
706 of up to one hundred percent (100%) of the reimbursement rate for
707 comparable services rendered by a physician for nurse practitioner
708 services that are provided after the normal working hours of the
709 nurse practitioner, as determined in accordance with regulations
710 of the division.

711 (22) Ambulatory services delivered in federally
712 qualified health centers, rural health centers and clinics of the
713 local health departments of the State Department of Health for
714 individuals eligible for Medicaid under this article based on
715 reasonable costs as determined by the division. Federally
716 qualified health centers shall be reimbursed by the Medicaid
717 prospective payment system as approved by the Centers for Medicare



718 and Medicaid Services. The division shall recognize federally
719 qualified health centers (FQHCs), rural health clinics (RHCs) and
720 community mental health centers (CMHCs) as both an originating and
721 distant site provider for the purposes of telehealth
722 reimbursement. The division is further authorized and directed to
723 reimburse FQHCs, RHCs and CMHCs for both distant site and
724 originating site services when such services are appropriately
725 provided by the same organization.

726 (23) Inpatient psychiatric services.

727 (a) Inpatient psychiatric services to be
728 determined by the division for recipients under age twenty-one
729 (21) that are provided under the direction of a physician in an
730 inpatient program in a licensed acute care psychiatric facility or
731 in a licensed psychiatric residential treatment facility, before
732 the recipient reaches age twenty-one (21) or, if the recipient was
733 receiving the services immediately before he or she reached age
734 twenty-one (21), before the earlier of the date he or she no
735 longer requires the services or the date he or she reaches age
736 twenty-two (22), as provided by federal regulations. From and
737 after January 1, 2015, the division shall update the fair rental
738 reimbursement system for psychiatric residential treatment
739 facilities. Precertification of inpatient days and residential
740 treatment days must be obtained as required by the division. From
741 and after July 1, 2009, all state-owned and state-operated
742 facilities that provide inpatient psychiatric services to persons



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

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

(24) [Deleted]

(25) [Deleted]

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

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

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



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

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

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

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

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



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

(33) Podiatrist services.

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

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

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



818 (37) [Deleted]

819 (38) Chiropractic services. A chiropractor's manual
820 manipulation of the spine to correct a subluxation, if x-ray
821 demonstrates that a subluxation exists and if the subluxation has
822 resulted in a neuromusculoskeletal condition for which
823 manipulation is appropriate treatment, and related spinal x-rays
824 performed to document these conditions. Reimbursement for
825 chiropractic services shall not exceed Seven Hundred Dollars
826 (\$700.00) per year per beneficiary.

827 (39) Dually eligible Medicare/Medicaid beneficiaries.
828 The division shall pay the Medicare deductible and coinsurance
829 amounts for services available under Medicare, as determined by
830 the division. From and after July 1, 2009, the division shall
831 reimburse crossover claims for inpatient hospital services and
832 crossover claims covered under Medicare Part B in the same manner
833 that was in effect on January 1, 2008, unless specifically
834 authorized by the Legislature to change this method.

835 (40) [Deleted]

836 (41) Services provided by the State Department of
837 Rehabilitation Services for the care and rehabilitation of persons
838 with spinal cord injuries or traumatic brain injuries, as allowed
839 under waivers from the United States Department of Health and
840 Human Services, using up to seventy-five percent (75%) of the
841 funds that are appropriated to the Department of Rehabilitation
842 Services from the Spinal Cord and Head Injury Trust Fund



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

(42) [Deleted]

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

(44) Nursing facility services for the severely disabled.

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

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

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



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

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

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

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



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

894 (a) Pediatric long-term acute care hospital
895 services means services provided to eligible persons under
896 twenty-one (21) years of age by a freestanding Medicare-certified
897 hospital that has an average length of inpatient stay greater than
898 twenty-five (25) days and that is primarily engaged in providing
899 chronic or long-term medical care to persons under twenty-one (21)
900 years of age.

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

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

906 (50) Services provided by the State Department of
907 Rehabilitation Services for the care and rehabilitation of persons
908 who are deaf and blind, as allowed under waivers from the United
909 States Department of Health and Human Services to provide home-
910 and community-based services using state funds that are provided
911 from the appropriation to the State Department of Rehabilitation
912 Services or if funds are voluntarily provided by another agency.

913 (51) Upon determination of Medicaid eligibility and in
914 association with annual redetermination of Medicaid eligibility,
915 beneficiaries shall be encouraged to undertake a physical
916 examination that will establish a base-line level of health and
917 identification of a usual and customary source of care (a medical



918 home) to aid utilization of disease management tools. This
919 physical examination and utilization of these disease management
920 tools shall be consistent with current United States Preventive
921 Services Task Force or other recognized authority recommendations.

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

925 (52) Notwithstanding any provisions of this article,
926 the division may pay enhanced reimbursement fees related to trauma
927 care, as determined by the division in conjunction with the State
928 Department of Health, using funds appropriated to the State
929 Department of Health for trauma care and services and used to
930 match federal funds under a cooperative agreement between the
931 division and the State Department of Health. The division, in
932 conjunction with the State Department of Health, may use grants,
933 waivers, demonstrations, enhanced reimbursements, Upper Payment
934 Limits Programs, supplemental payments, or other projects as
935 necessary in the development and implementation of this
936 reimbursement program.

937 (53) Targeted case management services for high-cost
938 beneficiaries may be developed by the division for all services
939 under this section.

940 (54) [Deleted]

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



943 six (6) months, but in no event shall the plan of care exceed a
944 six-month period of treatment. The projected period of treatment
945 must be indicated on the initial plan of care and must be updated
946 with each subsequent revised plan of care. Based on medical
947 necessity, the division shall approve certification periods for
948 less than or up to six (6) months, but in no event shall the
949 certification period exceed the period of treatment indicated on
950 the plan of care. The appeal process for any reduction in therapy
951 services shall be consistent with the appeal process in federal
952 regulations.

953 (56) Prescribed pediatric extended care centers
954 services for medically dependent or technologically dependent
955 children with complex medical conditions that require continual
956 care as prescribed by the child's attending physician, as
957 determined by the division.

958 (57) No Medicaid benefit shall restrict coverage for
959 medically appropriate treatment prescribed by a physician and
960 agreed to by a fully informed individual, or if the individual
961 lacks legal capacity to consent by a person who has legal
962 authority to consent on his or her behalf, based on an
963 individual's diagnosis with a terminal condition. As used in this
964 paragraph (57), "terminal condition" means any aggressive
965 malignancy, chronic end-stage cardiovascular or cerebral vascular
966 disease, or any other disease, illness or condition which a
967 physician diagnoses as terminal.



968 (58) Treatment services for persons with opioid
969 dependency or other highly addictive substance use disorders. The
970 division is authorized to reimburse eligible providers for
971 treatment of opioid dependency and other highly addictive
972 substance use disorders, as determined by the division. Treatment
973 related to these conditions shall not count against any physician
974 visit limit imposed under this section.

975 (59) The division shall allow beneficiaries between the
976 ages of ten (10) and eighteen (18) years to receive vaccines
977 through a pharmacy venue. The division and the State Department
978 of Health shall coordinate and notify OB-GYN providers that the
979 Vaccines for Children program is available to providers free of
980 charge.

981 (60) Border city university-affiliated pediatric
982 teaching hospital.

983 (a) Payments may only be made to a border city
984 university-affiliated pediatric teaching hospital if the Centers
985 for Medicare and Medicaid Services (CMS) approve an increase in
986 the annual request for the provider payment initiative authorized
987 under 42 CFR Section 438.6(c) in an amount equal to or greater
988 than the estimated annual payment to be made to the border city
989 university-affiliated pediatric teaching hospital. The estimate
990 shall be based on the hospital's prior year Mississippi managed
991 care utilization.



992 (b) As used in this paragraph (60), the term
993 "border city university-affiliated pediatric teaching hospital"
994 means an out-of-state hospital located within a city bordering the
995 eastern bank of the Mississippi River and the State of Mississippi
996 that submits to the division a copy of a current and effective
997 affiliation agreement with an accredited university and other
998 documentation establishing that the hospital is
999 university-affiliated, is licensed and designated as a pediatric
1000 hospital or pediatric primary hospital within its home state,
1001 maintains at least five (5) different pediatric specialty training
1002 programs, and maintains at least one hundred (100) operated beds
1003 dedicated exclusively for the treatment of patients under the age
1004 of twenty-one (21) years.

1005 (c) The cost of providing services to Mississippi
1006 Medicaid beneficiaries under the age of twenty-one (21) years who
1007 are treated by a border city university-affiliated pediatric
1008 teaching hospital shall not exceed the cost of providing the same
1009 services to individuals in hospitals in the state.

1010 (d) It is the intent of the Legislature that
1011 payments shall not result in any in-state hospital receiving
1012 payments lower than they would otherwise receive if not for the
1013 payments made to any border city university-affiliated pediatric
1014 teaching hospital.

1015 (e) This paragraph (60) shall stand repealed on
1016 July 1, 2024.



1017 (61) Services described in Section 2 of this act that
1018 are provided by licensed community health workers employed and
1019 supervised by a Medicaid provider. Reimbursement for these
1020 services shall be provided only if the division has received
1021 approval from the Centers for Medicare and Medicaid Services for a
1022 state plan amendment, waiver or alternative payment model for
1023 services delivered by licensed community health workers.

1024 (B) Planning and development districts participating in the
1025 home- and community-based services program for the elderly and
1026 disabled as case management providers shall be reimbursed for case
1027 management services at the maximum rate approved by the Centers
1028 for Medicare and Medicaid Services (CMS).

1029 (C) The division may pay to those providers who participate
1030 in and accept patient referrals from the division's emergency room
1031 redirection program a percentage, as determined by the division,
1032 of savings achieved according to the performance measures and
1033 reduction of costs required of that program. Federally qualified
1034 health centers may participate in the emergency room redirection
1035 program, and the division may pay those centers a percentage of
1036 any savings to the Medicaid program achieved by the centers'
1037 accepting patient referrals through the program, as provided in
1038 this subsection (C).

1039 (D) (1) As used in this subsection (D), the following terms
1040 shall be defined as provided in this paragraph, except as
1041 otherwise provided in this subsection:



1042 (a) "Committees" means the Medicaid Committees of
1043 the House of Representatives and the Senate, and "committee" means
1044 either one of those committees.

1045 (b) "Rate change" means an increase, decrease or
1046 other change in the payments or rates of reimbursement, or a
1047 change in any payment methodology that results in an increase,
1048 decrease or other change in the payments or rates of
1049 reimbursement, to any Medicaid provider that renders any services
1050 authorized to be provided to Medicaid recipients under this
1051 article.

1052 (2) Whenever the Division of Medicaid proposes a rate
1053 change, the division shall give notice to the chairmen of the
1054 committees at least thirty (30) calendar days before the proposed
1055 rate change is scheduled to take effect. The division shall
1056 furnish the chairmen with a concise summary of each proposed rate
1057 change along with the notice, and shall furnish the chairmen with
1058 a copy of any proposed rate change upon request. The division
1059 also shall provide a summary and copy of any proposed rate change
1060 to any other member of the Legislature upon request.

1061 (3) If the chairman of either committee or both
1062 chairmen jointly object to the proposed rate change or any part
1063 thereof, the chairman or chairmen shall notify the division and
1064 provide the reasons for their objection in writing not later than
1065 seven (7) calendar days after receipt of the notice from the
1066 division. The chairman or chairmen may make written



1067 recommendations to the division for changes to be made to a
1068 proposed rate change.

1069 (4) (a) The chairman of either committee or both
1070 chairmen jointly may hold a committee meeting to review a proposed
1071 rate change. If either chairman or both chairmen decide to hold a
1072 meeting, they shall notify the division of their intention in
1073 writing within seven (7) calendar days after receipt of the notice
1074 from the division, and shall set the date and time for the meeting
1075 in their notice to the division, which shall not be later than
1076 fourteen (14) calendar days after receipt of the notice from the
1077 division.

1078 (b) After the committee meeting, the committee or
1079 committees may object to the proposed rate change or any part
1080 thereof. The committee or committees shall notify the division
1081 and the reasons for their objection in writing not later than
1082 seven (7) calendar days after the meeting. The committee or
1083 committees may make written recommendations to the division for
1084 changes to be made to a proposed rate change.

1085 (5) If both chairmen notify the division in writing
1086 within seven (7) calendar days after receipt of the notice from
1087 the division that they do not object to the proposed rate change
1088 and will not be holding a meeting to review the proposed rate
1089 change, the proposed rate change will take effect on the original
1090 date as scheduled by the division or on such other date as
1091 specified by the division.



1092 (6) (a) If there are any objections to a proposed rate
1093 change or any part thereof from either or both of the chairmen or
1094 the committees, the division may withdraw the proposed rate
1095 change, make any of the recommended changes to the proposed rate
1096 change, or not make any changes to the proposed rate change.

1097 (b) If the division does not make any changes to
1098 the proposed rate change, it shall notify the chairmen of that
1099 fact in writing, and the proposed rate change shall take effect on
1100 the original date as scheduled by the division or on such other
1101 date as specified by the division.

1102 (c) If the division makes any changes to the
1103 proposed rate change, the division shall notify the chairmen of
1104 its actions in writing, and the revised proposed rate change shall
1105 take effect on the date as specified by the division.

1106 (7) Nothing in this subsection (D) shall be construed
1107 as giving the chairmen or the committees any authority to veto,
1108 nullify or revise any rate change proposed by the division. The
1109 authority of the chairmen or the committees under this subsection
1110 shall be limited to reviewing, making objections to and making
1111 recommendations for changes to rate changes proposed by the
1112 division.

1113 (E) Notwithstanding any provision of this article, no new
1114 groups or categories of recipients and new types of care and
1115 services may be added without enabling legislation from the
1116 Mississippi Legislature, except that the division may authorize



1117 those changes without enabling legislation when the addition of
1118 recipients or services is ordered by a court of proper authority.

1119 (F) The executive director shall keep the Governor advised
1120 on a timely basis of the funds available for expenditure and the
1121 projected expenditures. Notwithstanding any other provisions of
1122 this article, if current or projected expenditures of the division
1123 are reasonably anticipated to exceed the amount of funds
1124 appropriated to the division for any fiscal year, the Governor,
1125 after consultation with the executive director, shall take all
1126 appropriate measures to reduce costs, which may include, but are
1127 not limited to:

1128 (1) Reducing or discontinuing any or all services that
1129 are deemed to be optional under Title XIX of the Social Security
1130 Act;

1131 (2) Reducing reimbursement rates for any or all service
1132 types;

1133 (3) Imposing additional assessments on health care
1134 providers; or

1135 (4) Any additional cost-containment measures deemed
1136 appropriate by the Governor.

1137 To the extent allowed under federal law, any reduction to
1138 services or reimbursement rates under this subsection (F) shall be
1139 accompanied by a reduction, to the fullest allowable amount, to
1140 the profit margin and administrative fee portions of capitated



1141 payments to organizations described in paragraph (1) of subsection
1142 (H) .

1143 Beginning in fiscal year 2010 and in fiscal years thereafter,
1144 when Medicaid expenditures are projected to exceed funds available
1145 for the fiscal year, the division shall submit the expected
1146 shortfall information to the PEER Committee not later than
1147 December 1 of the year in which the shortfall is projected to
1148 occur. PEER shall review the computations of the division and
1149 report its findings to the Legislative Budget Office not later
1150 than January 7 in any year.

1151 (G) Notwithstanding any other provision of this article, it
1152 shall be the duty of each provider participating in the Medicaid
1153 program to keep and maintain books, documents and other records as
1154 prescribed by the Division of Medicaid in accordance with federal
1155 laws and regulations.

1156 (H) (1) Notwithstanding any other provision of this
1157 article, the division is authorized to implement (a) a managed
1158 care program, (b) a coordinated care program, (c) a coordinated
1159 care organization program, (d) a health maintenance organization
1160 program, (e) a patient-centered medical home program, (f) an
1161 accountable care organization program, (g) provider-sponsored
1162 health plan, or (h) any combination of the above programs. As a
1163 condition for the approval of any program under this subsection
1164 (H) (1), the division shall require that no managed care program,
1165 coordinated care program, coordinated care organization program,



1166 health maintenance organization program, or provider-sponsored
1167 health plan may:

1168 (a) Pay providers at a rate that is less than the
1169 Medicaid All Patient Refined Diagnosis Related Groups (APR-DRG)
1170 reimbursement rate;

1171 (b) Override the medical decisions of hospital
1172 physicians or staff regarding patients admitted to a hospital for
1173 an emergency medical condition as defined by 42 US Code Section
1174 1395dd. This restriction (b) does not prohibit the retrospective
1175 review of the appropriateness of the determination that an
1176 emergency medical condition exists by chart review or coding
1177 algorithm, nor does it prohibit prior authorization for
1178 nonemergency hospital admissions;

1179 (c) Pay providers at a rate that is less than the
1180 normal Medicaid reimbursement rate. It is the intent of the
1181 Legislature that all managed care entities described in this
1182 subsection (H), in collaboration with the division, develop and
1183 implement innovative payment models that incentivize improvements
1184 in health care quality, outcomes, or value, as determined by the
1185 division. Participation in the provider network of any managed
1186 care, coordinated care, provider-sponsored health plan, or similar
1187 contractor shall not be conditioned on the provider's agreement to
1188 accept such alternative payment models;

1189 (d) Implement a prior authorization and
1190 utilization review program for medical services, transportation



1191 services and prescription drugs that is more stringent than the
1192 prior authorization processes used by the division in its
1193 administration of the Medicaid program. Not later than December
1194 2, 2021, the contractors that are receiving capitated payments
1195 under a managed care delivery system established under this
1196 subsection (H) shall submit a report to the Chairmen of the House
1197 and Senate Medicaid Committees on the status of the prior
1198 authorization and utilization review program for medical services,
1199 transportation services and prescription drugs that is required to
1200 be implemented under this subparagraph (d);

1201 (e) [Deleted]

1202 (f) Implement a preferred drug list that is more
1203 stringent than the mandatory preferred drug list established by
1204 the division under subsection (A)(9) of this section;

1205 (g) Implement a policy which denies beneficiaries
1206 with hemophilia access to the federally funded hemophilia
1207 treatment centers as part of the Medicaid Managed Care network of
1208 providers.

1209 Each health maintenance organization, coordinated care
1210 organization, provider-sponsored health plan, or other
1211 organization paid for services on a capitated basis by the
1212 division under any managed care program or coordinated care
1213 program implemented by the division under this section shall use a
1214 clear set of level of care guidelines in the determination of
1215 medical necessity and in all utilization management practices,



1216 including the prior authorization process, concurrent reviews,
1217 retrospective reviews and payments, that are consistent with
1218 widely accepted professional standards of care. Organizations
1219 participating in a managed care program or coordinated care
1220 program implemented by the division may not use any additional
1221 criteria that would result in denial of care that would be
1222 determined appropriate and, therefore, medically necessary under
1223 those levels of care guidelines.

1224 (2) Notwithstanding any provision of this section, the
1225 recipients eligible for enrollment into a Medicaid Managed Care
1226 Program authorized under this subsection (H) may include only
1227 those categories of recipients eligible for participation in the
1228 Medicaid Managed Care Program as of January 1, 2021, the
1229 Children's Health Insurance Program (CHIP), and the CMS-approved
1230 Section 1115 demonstration waivers in operation as of January 1,
1231 2021. No expansion of Medicaid Managed Care Program contracts may
1232 be implemented by the division without enabling legislation from
1233 the Mississippi Legislature.

1234 (3) (a) Any contractors receiving capitated payments
1235 under a managed care delivery system established in this section
1236 shall provide to the Legislature and the division statistical data
1237 to be shared with provider groups in order to improve patient
1238 access, appropriate utilization, cost savings and health outcomes
1239 not later than October 1 of each year. Additionally, each
1240 contractor shall disclose to the Chairmen of the Senate and House



1241 Medicaid Committees the administrative expenses costs for the
1242 prior calendar year, and the number of full-equivalent employees
1243 located in the State of Mississippi dedicated to the Medicaid and
1244 CHIP lines of business as of June 30 of the current year.

1245 (b) The division and the contractors participating
1246 in the managed care program, a coordinated care program or a
1247 provider-sponsored health plan shall be subject to annual program
1248 reviews or audits performed by the Office of the State Auditor,
1249 the PEER Committee, the Department of Insurance and/or independent
1250 third parties.

1251 (c) Those reviews shall include, but not be
1252 limited to, at least two (2) of the following items:

1253 (i) The financial benefit to the State of
1254 Mississippi of the managed care program,

1255 (ii) The difference between the premiums paid
1256 to the managed care contractors and the payments made by those
1257 contractors to health care providers,

1258 (iii) Compliance with performance measures
1259 required under the contracts,

1260 (iv) Administrative expense allocation
1261 methodologies,

1262 (v) Whether nonprovider payments assigned as
1263 medical expenses are appropriate,

1264 (vi) Capitated arrangements with related
1265 party subcontractors,



1266 (vii) Reasonableness of corporate
1267 allocations,
1268 (viii) Value-added benefits and the extent to
1269 which they are used,
1270 (ix) The effectiveness of subcontractor
1271 oversight, including subcontractor review,
1272 (x) Whether health care outcomes have been
1273 improved, and
1274 (xi) The most common claim denial codes to
1275 determine the reasons for the denials.

1276 The audit reports shall be considered public documents and
1277 shall be posted in their entirety on the division's website.

1278 (4) All health maintenance organizations, coordinated
1279 care organizations, provider-sponsored health plans, or other
1280 organizations paid for services on a capitated basis by the
1281 division under any managed care program or coordinated care
1282 program implemented by the division under this section shall
1283 reimburse all providers in those organizations at rates no lower
1284 than those provided under this section for beneficiaries who are
1285 not participating in those programs.

1286 (5) No health maintenance organization, coordinated
1287 care organization, provider-sponsored health plan, or other
1288 organization paid for services on a capitated basis by the
1289 division under any managed care program or coordinated care
1290 program implemented by the division under this section shall



1291 require its providers or beneficiaries to use any pharmacy that
1292 ships, mails or delivers prescription drugs or legend drugs or
1293 devices.

1294 (6) (a) Not later than December 1, 2021, the
1295 contractors who are receiving capitated payments under a managed
1296 care delivery system established under this subsection (H) shall
1297 develop and implement a uniform credentialing process for
1298 providers. Under that uniform credentialing process, a provider
1299 who meets the criteria for credentialing will be credentialed with
1300 all of those contractors and no such provider will have to be
1301 separately credentialed by any individual contractor in order to
1302 receive reimbursement from the contractor. Not later than
1303 December 2, 2021, those contractors shall submit a report to the
1304 Chairmen of the House and Senate Medicaid Committees on the status
1305 of the uniform credentialing process for providers that is
1306 required under this subparagraph (a).

1307 (b) If those contractors have not implemented a
1308 uniform credentialing process as described in subparagraph (a) by
1309 December 1, 2021, the division shall develop and implement, not
1310 later than July 1, 2022, a single, consolidated credentialing
1311 process by which all providers will be credentialed. Under the
1312 division's single, consolidated credentialing process, no such
1313 contractor shall require its providers to be separately
1314 credentialed by the contractor in order to receive reimbursement
1315 from the contractor, but those contractors shall recognize the



1316 credentialing of the providers by the division's credentialing
1317 process.

1318 (c) The division shall require a uniform provider
1319 credentialing application that shall be used in the credentialing
1320 process that is established under subparagraph (a) or (b). If the
1321 contractor or division, as applicable, has not approved or denied
1322 the provider credentialing application within sixty (60) days of
1323 receipt of the completed application that includes all required
1324 information necessary for credentialing, then the contractor or
1325 division, upon receipt of a written request from the applicant and
1326 within five (5) business days of its receipt, shall issue a
1327 temporary provider credential/enrollment to the applicant if the
1328 applicant has a valid Mississippi professional or occupational
1329 license to provide the health care services to which the
1330 credential/enrollment would apply. The contractor or the division
1331 shall not issue a temporary credential/enrollment if the applicant
1332 has reported on the application a history of medical or other
1333 professional or occupational malpractice claims, a history of
1334 substance abuse or mental health issues, a criminal record, or a
1335 history of medical or other licensing board, state or federal
1336 disciplinary action, including any suspension from participation
1337 in a federal or state program. The temporary
1338 credential/enrollment shall be effective upon issuance and shall
1339 remain in effect until the provider's credentialing/enrollment
1340 application is approved or denied by the contractor or division.



1341 The contractor or division shall render a final decision regarding
1342 credentialing/enrollment of the provider within sixty (60) days
1343 from the date that the temporary provider credential/enrollment is
1344 issued to the applicant.

1345 (d) If the contractor or division does not render
1346 a final decision regarding credentialing/enrollment of the
1347 provider within the time required in subparagraph (c), the
1348 provider shall be deemed to be credentialed by and enrolled with
1349 all of the contractors and eligible to receive reimbursement from
1350 the contractors.

1351 (7) (a) Each contractor that is receiving capitated
1352 payments under a managed care delivery system established under
1353 this subsection (H) shall provide to each provider for whom the
1354 contractor has denied the coverage of a procedure that was ordered
1355 or requested by the provider for or on behalf of a patient, a
1356 letter that provides a detailed explanation of the reasons for the
1357 denial of coverage of the procedure and the name and the
1358 credentials of the person who denied the coverage. The letter
1359 shall be sent to the provider in electronic format.

1360 (b) After a contractor that is receiving capitated
1361 payments under a managed care delivery system established under
1362 this subsection (H) has denied coverage for a claim submitted by a
1363 provider, the contractor shall issue to the provider within sixty
1364 (60) days a final ruling of denial of the claim that allows the
1365 provider to have a state fair hearing and/or agency appeal with



1366 the division. If a contractor does not issue a final ruling of
1367 denial within sixty (60) days as required by this subparagraph
1368 (b), the provider's claim shall be deemed to be automatically
1369 approved and the contractor shall pay the amount of the claim to
1370 the provider.

1371 (c) After a contractor has issued a final ruling
1372 of denial of a claim submitted by a provider, the division shall
1373 conduct a state fair hearing and/or agency appeal on the matter of
1374 the disputed claim between the contractor and the provider within
1375 sixty (60) days, and shall render a decision on the matter within
1376 thirty (30) days after the date of the hearing and/or appeal.

1377 (8) It is the intention of the Legislature that the
1378 division evaluate the feasibility of using a single vendor to
1379 administer pharmacy benefits provided under a managed care
1380 delivery system established under this subsection (H). Providers
1381 of pharmacy benefits shall cooperate with the division in any
1382 transition to a carve-out of pharmacy benefits under managed care.

1383 (9) The division shall evaluate the feasibility of
1384 using a single vendor to administer dental benefits provided under
1385 a managed care delivery system established in this subsection (H).
1386 Providers of dental benefits shall cooperate with the division in
1387 any transition to a carve-out of dental benefits under managed
1388 care.

1389 (10) It is the intent of the Legislature that any
1390 contractor receiving capitated payments under a managed care



delivery system established in this section shall implement innovative programs to improve the health and well-being of members diagnosed with prediabetes and diabetes.

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

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



1416 shall be revised to incorporate any provisions of this subsection
1417 (H) .

1418 (I) [Deleted]

1419 (J) There shall be no cuts in inpatient and outpatient
1420 hospital payments, or allowable days or volumes, as long as the
1421 hospital assessment provided in Section 43-13-145 is in effect.
1422 This subsection (J) shall not apply to decreases in payments that
1423 are a result of: reduced hospital admissions, audits or payments
1424 under the APR-DRG or APC models, or a managed care program or
1425 similar model described in subsection (H) of this section.

1426 (K) In the negotiation and execution of such contracts
1427 involving services performed by actuarial firms, the Executive
1428 Director of the Division of Medicaid may negotiate a limitation on
1429 liability to the state of prospective contractors.

1430 (L) The Division of Medicaid shall reimburse for services
1431 provided to eligible Medicaid beneficiaries by a licensed birthing
1432 center in a method and manner to be determined by the division in
1433 accordance with federal laws and federal regulations. The
1434 division shall seek any necessary waivers, make any required
1435 amendments to its State Plan or revise any contracts authorized
1436 under subsection (H) of this section as necessary to provide the
1437 services authorized under this subsection. As used in this
1438 subsection, the term "birthing centers" shall have the meaning as
1439 defined in Section 41-77-1(a), which is a publicly or privately
1440 owned facility, place or institution constructed, renovated,



1441 leased or otherwise established where nonemergency births are
1442 planned to occur away from the mother's usual residence following
1443 a documented period of prenatal care for a normal uncomplicated
1444 pregnancy which has been determined to be low risk through a
1445 formal risk-scoring examination.

1446 (M) This section shall stand repealed on July 1, * * * 2029.

1447 **SECTION 6.** This act shall take effect and be in force from
1448 and after July 1, 2025.

