By: Huggins

To: Public Health and Welfare; Appropriations

COMMITTEE SUBSTITUTE FOR SENATE BILL NO. 2847

1	AN	ACT	TO	AMEND	SECTION	43-13-117,	MISSISSIPPI	CODE	OF	1972,

- TO AUTHORIZE MEDICAID REIMBURSEMENT TO HOSPITALS FOR AN
- 3 IMPLANTABLE PROGRAMMABLE PUMP INPATIENT PROCEDURE; AND FOR RELATED 4
- PURPOSES.
- 5 BE IT ENACTED BY THE LEGISLATURE OF THE STATE OF MISSISSIPPI:
- 6 SECTION 1. Section 43-13-117, Mississippi Code of 1972, as
- amended by Senate Bill No. 2143, 1999 Regular Session, which 7
- became law after veto by approval of the Legislature during the 8
- 2000 Regular Session, is amended as follows:[MS1] 9
- 10 43-13-117. Medical assistance as authorized by this article
- shall include payment of part or all of the costs, at the 11
- discretion of the division or its successor, with approval of the 12
- 13 Governor, of the following types of care and services rendered to
- eligible applicants who shall have been determined to be eligible 14
- 15 for such care and services, within the limits of state
- appropriations and federal matching funds: 16
- 17 Inpatient hospital services.
- The division shall allow thirty (30) days of 18
- inpatient hospital care annually for all Medicaid recipients. 19
- 20 division shall be authorized to allow unlimited days in
- disproportionate hospitals as defined by the division for eligible 21
- 22 infants under the age of six (6) years.
- (b) From and after July 1, 1994, the Executive Director 23
- 24 of the Division of Medicaid shall amend the Mississippi Title XIX
- 25 Inpatient Hospital Reimbursement Plan to remove the occupancy rate
- 26 penalty from the calculation of the Medicaid Capital Cost
- Component utilized to determine total hospital costs allocated to 2.7

- 28 the Medicaid program.
- 29 (c) Hospitals will receive an additional payment for
- 30 the implantable programmable pump for approved spasticity patients
- 31 implanted in an inpatient setting, to be determined by the
- 32 Division of Medicaid and approved by the Medical Advisory
- 33 Committee. The payment pursuant to written invoice will be in
- 34 addition to the facility's per diem reimbursement and will
- 35 represent a reduction of costs on the facility's annual cost
- 36 report, and shall not exceed Ten Thousand Dollars (\$10,000.00) per
- 37 year per recipient. The drug used in the pump will be
- 38 reimbursable at ninety-five percent (95%) AWP to physicians or at
- 39 <u>the facility's outpatient rate.</u> * * *
- 40 (2) Outpatient hospital services. Provided that where the
- 41 same services are reimbursed as clinic services, the division may
- 42 revise the rate or methodology of outpatient reimbursement to
- 43 maintain consistency, efficiency, economy and quality of care.
- 44 The division shall develop a Medicaid-specific cost-to-charge
- 45 ratio calculation from data provided by hospitals to determine an
- 46 allowable rate payment for outpatient hospital services, and shall
- 47 submit a report thereon to the Medical Advisory Committee on or
- 48 before December 1, 1999. The committee shall make a
- 49 recommendation on the specific cost-to-charge reimbursement method
- 50 for outpatient hospital services to the 2000 Regular Session of
- 51 the Legislature.
- 52 (3) Laboratory and x-ray services.
- 53 (4) Nursing facility services.
- 54 (a) The division shall make full payment to nursing
- 55 facilities for each day, not exceeding fifty-two (52) days per
- 56 year, that a patient is absent from the facility on home leave.
- 57 Payment may be made for the following home leave days in addition
- 58 to the fifty-two-day limitation: Christmas, the day before
- 59 Christmas, the day after Christmas, Thanksgiving, the day before
- 60 Thanksgiving and the day after Thanksgiving. However, before
- 61 payment may be made for more than eighteen (18) home leave days in
- 62 a year for a patient, the patient must have written authorization
- 63 from a physician stating that the patient is physically and
- 64 mentally able to be away from the facility on home leave. Such

- 65 authorization must be filed with the division before it will be
- 66 effective and the authorization shall be effective for three (3)
- 67 months from the date it is received by the division, unless it is
- 68 revoked earlier by the physician because of a change in the
- 69 condition of the patient.
- 70 (b) From and after July 1, 1997, the division shall
- 71 implement the integrated case-mix payment and quality monitoring
- 72 system, which includes the fair rental system for property costs
- 73 and in which recapture of depreciation is eliminated. The
- 74 division may reduce the payment for hospital leave and therapeutic
- 75 home leave days to the lower of the case-mix category as computed
- 76 for the resident on leave using the assessment being utilized for
- 77 payment at that point in time, or a case-mix score of 1.000 for
- 78 nursing facilities, and shall compute case-mix scores of residents
- 79 so that only services provided at the nursing facility are
- 80 considered in calculating a facility's per diem. The division is
- 81 authorized to limit allowable management fees and home office
- 82 costs to either three percent (3%), five percent (5%) or seven
- 83 percent (7%) of other allowable costs, including allowable therapy
- 84 costs and property costs, based on the types of management
- 85 services provided, as follows:
- A maximum of up to three percent (3%) shall be allowed where
- 87 centralized managerial and administrative services are provided by
- 88 the management company or home office.
- A maximum of up to five percent (5%) shall be allowed where
- 90 centralized managerial and administrative services and limited
- 91 professional and consultant services are provided.
- A maximum of up to seven percent (7%) shall be allowed where
- 93 a full spectrum of centralized managerial services, administrative
- 94 services, professional services and consultant services are
- 95 provided.
- 96 (c) From and after July 1, 1997, all state-owned
- 97 nursing facilities shall be reimbursed on a full reasonable cost

98 basis.

When a facility of a category that does not require 99 100 a certificate of need for construction and that could not be eligible for Medicaid reimbursement is constructed to nursing 101 102 facility specifications for licensure and certification, and the 103 facility is subsequently converted to a nursing facility pursuant 104 to a certificate of need that authorizes conversion only and the applicant for the certificate of need was assessed an application 105 106 review fee based on capital expenditures incurred in constructing 107 the facility, the division shall allow reimbursement for capital expenditures necessary for construction of the facility that were 108 109 incurred within the twenty-four (24) consecutive calendar months 110 immediately preceding the date that the certificate of need authorizing such conversion was issued, to the same extent that 111 reimbursement would be allowed for construction of a new nursing 112 113 facility pursuant to a certificate of need that authorizes such 114 construction. The reimbursement authorized in this subparagraph (d) may be made only to facilities the construction of which was 115 116 completed after June 30, 1989. Before the division shall be 117 authorized to make the reimbursement authorized in this 118 subparagraph (d), the division first must have received approval from the Health Care Financing Administration of the United States 119 120 Department of Health and Human Services of the change in the state 121 Medicaid plan providing for such reimbursement. 122

(e) The division shall develop and implement a case-mix 123 payment add-on determined by time studies and other valid statistical data which will reimburse a nursing facility for the 124 additional cost of caring for a resident who has a diagnosis of 125 Alzheimer's or other related dementia and exhibits symptoms that 126 127 require special care. Any such case-mix add-on payment shall be 128 supported by a determination of additional cost. The division 129 shall also develop and implement as part of the fair rental 130 reimbursement system for nursing facility beds, an Alzheimer's

131 resident bed depreciation enhanced reimbursement system which will

132 provide an incentive to encourage nursing facilities to convert or

133 construct beds for residents with Alzheimer's or other related

134 dementia.

135 The Division of Medicaid shall develop and 136 implement a referral process for long-term care alternatives for 137 Medicaid beneficiaries and applicants. No Medicaid beneficiary 138 shall be admitted to a Medicaid-certified nursing facility unless 139 a licensed physician certifies that nursing facility care is 140 appropriate for that person on a standardized form to be prepared and provided to nursing facilities by the Division of Medicaid. 141 142 The physician shall forward a copy of that certification to the 143 Division of Medicaid within twenty-four (24) hours after it is signed by the physician. Any physician who fails to forward the 144 certification to the Division of Medicaid within the time period 145 146 specified in this paragraph shall be ineligible for Medicaid 147 reimbursement for any physician's services performed for the applicant. The Division of Medicaid shall determine, through an 148 149 assessment of the applicant conducted within two (2) business days 150 after receipt of the physician's certification, whether the 151

applicant also could live appropriately and cost-effectively at

152 home or in some other community-based setting if home- or

153 community-based services were available to the applicant.

time limitation prescribed in this paragraph shall be waived in

cases of emergency. If the Division of Medicaid determines that a 155

156 home- or other community-based setting is appropriate and

157 cost-effective, the division shall:

158 (i) Advise the applicant or the applicant's legal

representative that a home- or other community-based setting is 159

160 appropriate;

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161 (ii) Provide a proposed care plan and inform the

162 applicant or the applicant's legal representative regarding the

163 degree to which the services in the care plan are available in a

- 164 home- or in other community-based setting rather than nursing
- 165 facility care; and
- 166 (iii) Explain that such plan and services are
- 167 available only if the applicant or the applicant's legal
- 168 representative chooses a home- or community-based alternative to
- 169 nursing facility care, and that the applicant is free to choose
- 170 nursing facility care.
- 171 The Division of Medicaid may provide the services described
- in this paragraph (f) directly or through contract with case
- 173 managers from the local Area Agencies on Aging, and shall
- 174 coordinate long-term care alternatives to avoid duplication with
- 175 hospital discharge planning procedures.
- 176 Placement in a nursing facility may not be denied by the
- 177 division if home- or community-based services that would be more
- 178 appropriate than nursing facility care are not actually available,
- 179 or if the applicant chooses not to receive the appropriate home-
- 180 or community-based services.
- 181 The division shall provide an opportunity for a fair hearing
- 182 under federal regulations to any applicant who is not given the
- 183 choice of home- or community-based services as an alternative to
- 184 institutional care.
- 185 The division shall make full payment for long-term care
- 186 alternative services.
- 187 The division shall apply for necessary federal waivers to
- 188 assure that additional services providing alternatives to nursing
- 189 facility care are made available to applicants for nursing
- 190 facility care.
- 191 (5) Periodic screening and diagnostic services for
- 192 individuals under age twenty-one (21) years as are needed to
- 193 identify physical and mental defects and to provide health care
- 194 treatment and other measures designed to correct or ameliorate
- 195 defects and physical and mental illness and conditions discovered
- 196 by the screening services regardless of whether these services are

197 included in the state plan. The division may include in its 198 periodic screening and diagnostic program those discretionary 199 services authorized under the federal regulations adopted to implement Title XIX of the federal Social Security Act, as 200 201 The division, in obtaining physical therapy services, amended. 202 occupational therapy services, and services for individuals with 203 speech, hearing and language disorders, may enter into a 204 cooperative agreement with the State Department of Education for 205 the provision of such services to handicapped students by public 206 school districts using state funds which are provided from the 207 appropriation to the Department of Education to obtain federal 208 matching funds through the division. The division, in obtaining 209 medical and psychological evaluations for children in the custody of the State Department of Human Services may enter into a 210 cooperative agreement with the State Department of Human Services 211 212 for the provision of such services using state funds which are 213 provided from the appropriation to the Department of Human Services to obtain federal matching funds through the division. 214 215 On July 1, 1993, all fees for periodic screening and 216 diagnostic services under this paragraph (5) shall be increased by 217 twenty-five percent (25%) of the reimbursement rate in effect on 218 June 30, 1993. 219 (6) Physician's services. All fees for physicians' services 220 that are covered only by Medicaid shall be reimbursed at ninety percent (90%) of the rate established on January 1, 1999, and as 221 222 adjusted each January thereafter, under Medicare (Title XVIII of the Social Security Act, as amended), and which shall in no event 223 be less than seventy percent (70%) of the rate established on 224 225 January 1, 1994. All fees for physicians' services that are 226 covered by both Medicare and Medicaid shall be reimbursed at ten 227 percent (10%) of the adjusted Medicare payment established on January 1, 1999, and as adjusted each January thereafter, under 228

Medicare (Title XVIII of the Social Security Act, as amended), and

- 230 which shall in no event be less than seven percent (7%) of the
- 231 adjusted Medicare payment established on January 1, 1994.
- 232 (7) (a) Home health services for eligible persons, not to
- 233 exceed in cost the prevailing cost of nursing facility services,
- 234 not to exceed sixty (60) visits per year.
- (b) Repealed.
- 236 (8) Emergency medical transportation services. On January
- 237 1, 1994, emergency medical transportation services shall be
- 238 reimbursed at seventy percent (70%) of the rate established under
- 239 Medicare (Title XVIII of the Social Security Act, as amended).
- 240 "Emergency medical transportation services" shall mean, but shall
- 241 not be limited to, the following services by a properly permitted
- 242 ambulance operated by a properly licensed provider in accordance
- 243 with the Emergency Medical Services Act of 1974 (Section 41-59-1
- 244 et seq.): (i) basic life support, (ii) advanced life support,
- 245 (iii) mileage, (iv) oxygen, (v) intravenous fluids, (vi)
- 246 disposable supplies, (vii) similar services.
- 247 (9) Legend and other drugs as may be determined by the
- 248 division. The division may implement a program of prior approval
- 249 for drugs to the extent permitted by law. Payment by the division
- 250 for covered multiple source drugs shall be limited to the lower of
- 251 the upper limits established and published by the Health Care
- 252 Financing Administration (HCFA) plus a dispensing fee of Four
- 253 Dollars and Ninety-one Cents (\$4.91), or the estimated acquisition
- 254 cost (EAC) as determined by the division plus a dispensing fee of
- 255 Four Dollars and Ninety-one Cents (\$4.91), or the providers' usual
- 256 and customary charge to the general public. The division shall
- 257 allow five (5) prescriptions per month for noninstitutionalized
- 258 Medicaid recipients; however, exceptions for up to ten (10)
- 259 prescriptions per month shall be allowed, with the approval of the
- 260 director.
- 261 Payment for other covered drugs, other than multiple source
- 262 drugs with HCFA upper limits, shall not exceed the lower of the

263 estimated acquisition cost as determined by the division plus a

264 dispensing fee of Four Dollars and Ninety-one Cents (\$4.91) or the

- 265 providers' usual and customary charge to the general public.
- 266 Payment for nonlegend or over-the-counter drugs covered on
- 267 the division's formulary shall be reimbursed at the lower of the
- 268 division's estimated shelf price or the providers' usual and
- 269 customary charge to the general public. No dispensing fee shall
- 270 be paid.
- The division shall develop and implement a program of payment
- 272 for additional pharmacist services, with payment to be based on
- 273 demonstrated savings, but in no case shall the total payment
- 274 exceed twice the amount of the dispensing fee.
- 275 As used in this paragraph (9), "estimated acquisition cost"
- 276 means the division's best estimate of what price providers
- 277 generally are paying for a drug in the package size that providers
- 278 buy most frequently. Product selection shall be made in
- 279 compliance with existing state law; however, the division may
- 280 reimburse as if the prescription had been filled under the generic
- 281 name. The division may provide otherwise in the case of specified
- 282 drugs when the consensus of competent medical advice is that
- 283 trademarked drugs are substantially more effective.
- 284 (10) Dental care that is an adjunct to treatment of an acute
- 285 medical or surgical condition; services of oral surgeons and
- 286 dentists in connection with surgery related to the jaw or any
- 287 structure contiguous to the jaw or the reduction of any fracture
- 288 of the jaw or any facial bone; and emergency dental extractions
- 289 and treatment related thereto. On July 1, 1999, all fees for
- 290 dental care and surgery under authority of this paragraph (10)
- 291 shall be increased to one hundred sixty percent (160%) of the
- 292 amount of the reimbursement rate that was in effect on June 30,
- 293 1999. It is the intent of the Legislature to encourage more
- 294 dentists to participate in the Medicaid program.
- 295 (11) Eyeglasses necessitated by reason of eye surgery, and

as prescribed by a physician skilled in diseases of the eye or an optometrist, whichever the patient may select, or one (1) pair every three (3) years as prescribed by a physician or an optometrist, whichever the patient may select.

300 (12) Intermediate care facility services.

301 The division shall make full payment to all 302 intermediate care facilities for the mentally retarded for each 303 day, not exceeding eighty-four (84) days per year, that a patient 304 is absent from the facility on home leave. Payment may be made 305 for the following home leave days in addition to the 306 eighty-four-day limitation: Christmas, the day before Christmas, 307 the day after Christmas, Thanksgiving, the day before Thanksgiving 308 and the day after Thanksgiving. However, before payment may be 309 made for more than eighteen (18) home leave days in a year for a 310 patient, the patient must have written authorization from a 311 physician stating that the patient is physically and mentally able 312 to be away from the facility on home leave. Such authorization 313 must be filed with the division before it will be effective, and 314 the authorization shall be effective for three (3) months from the date it is received by the division, unless it is revoked earlier 315 316 by the physician because of a change in the condition of the 317 patient.

- 318 (b) All state-owned intermediate care facilities for 319 the mentally retarded shall be reimbursed on a full reasonable 320 cost basis.
- 321 (c) The division is authorized to limit allowable
 322 management fees and home office costs to either three percent
 323 (3%), five percent (5%) or seven percent (7%) of other allowable
 324 costs, including allowable therapy costs and property costs, based
 325 on the types of management services provided, as follows:

A maximum of up to three percent (3%) shall be allowed where centralized managerial and administrative services are provided by the management company or home office. A maximum of up to five percent (5%) shall be allowed where centralized managerial and administrative services and limited professional and consultant services are provided.

A maximum of up to seven percent (7%) shall be allowed where a full spectrum of centralized managerial services, administrative services, professional services and consultant services are provided.

- 336 (13) Family planning services, including drugs, supplies and 337 devices, when such services are under the supervision of a 338 physician.
- 338 (14) Clinic services. Such diagnostic, preventive, 339 340 therapeutic, rehabilitative or palliative services furnished to an 341 outpatient by or under the supervision of a physician or dentist in a facility which is not a part of a hospital but which is 342 343 organized and operated to provide medical care to outpatients. 344 Clinic services shall include any services reimbursed as 345 outpatient hospital services which may be rendered in such a facility, including those that become so after July 1, 1991. 346 347 July 1, 1999, all fees for physicians' services reimbursed under authority of this paragraph (14) shall be reimbursed at ninety 348 349 percent (90%) of the rate established on January 1, 1999, and as 350 adjusted each January thereafter, under Medicare (Title XVIII of the Social Security Act, as amended), and which shall in no event 351 352 be less than seventy percent (70%) of the rate established on January 1, 1994. All fees for physicians' services that are 353 354 covered by both Medicare and Medicaid shall be reimbursed at ten percent (10%) of the adjusted Medicare payment established on 355 356 January 1, 1999, and as adjusted each January thereafter, under 357 Medicare (Title XVIII of the Social Security Act, as amended), and 358 which shall in no event be less than seven percent (7%) of the 359 adjusted Medicare payment established on January 1, 1994. On July 1, 1999, all fees for dentists' services reimbursed under 360

authority of this paragraph (14) shall be increased to one hundred

362 sixty percent (160%) of the amount of the reimbursement rate that 363 was in effect on June 30, 1999.

(15) Home- and community-based services, as provided under Title XIX of the federal Social Security Act, as amended, under waivers, subject to the availability of funds specifically appropriated therefor by the Legislature. Payment for such services shall be limited to individuals who would be eligible for and would otherwise require the level of care provided in a nursing facility. The home- and community-based services authorized under this paragraph shall be expanded over a five-year period beginning July 1, 1999. The division shall certify case management agencies to provide case management services and provide for home- and community-based services for eligible individuals under this paragraph. The home- and community-based services under this paragraph and the activities performed by certified case management agencies under this paragraph shall be funded using state funds that are provided from the appropriation to the Division of Medicaid and used to match federal funds.

management services provided by (a) an approved regional mental health/retardation 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/retardation center if determined necessary by the Department of Mental Health, using state funds which are provided from the appropriation to the State Department of Mental Health and used to match federal funds under a cooperative agreement between the division and the department, or (b) a facility which 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. Any such services provided by a facility described in paragraph (b) must have the prior approval of the division to be reimbursable under this

395 section. After June 30, 1997, mental health services provided by

396 regional mental health/retardation centers established under

397 Sections 41-19-31 through 41-19-39, or by hospitals as defined in

398 Section 41-9-3(a) and/or their subsidiaries and divisions, or by

399 psychiatric residential treatment facilities as defined in Section

400 43-11-1, or by another community mental health service provider

401 meeting the requirements of the Department of Mental Health to be

402 an approved mental health/retardation center if determined

403 necessary by the Department of Mental Health, shall not be

404 included in or provided under any capitated managed care pilot

405 program provided for under paragraph (24) of this section.

406 (17) Durable medical equipment services and medical

407 supplies. 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

410 1997.

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411 (18) Notwithstanding any other provision of this section to

412 the contrary, the division shall make additional reimbursement to

413 hospitals which serve a disproportionate share of low-income

414 patients and which meet the federal requirements for such payments

415 as provided in Section 1923 of the federal Social Security Act and

416 any applicable regulations.

417 (19) (a) Perinatal risk management services. The division

418 shall promulgate regulations to be effective from and after

419 October 1, 1988, to establish a comprehensive perinatal system for

420 risk assessment of all pregnant and infant Medicaid recipients and

421 for management, education and follow-up for those who are

422 determined to be at risk. Services to be performed include case

423 management, nutrition assessment/counseling, psychosocial

424 assessment/counseling and health education. The division shall

425 set reimbursement rates for providers in conjunction with the

426 State Department of Health.

427 (b) Early intervention system services. The division

428 shall cooperate with the State Department of Health, acting as

429 lead agency, in the development and implementation of a statewide

- 430 system of delivery of early intervention services, pursuant to
- 431 Part H of the Individuals with Disabilities Education Act (IDEA).
- The State Department of Health shall certify annually in writing
- 433 to the director of the division the dollar amount of state early
- 434 intervention funds available which shall be utilized as a
- 435 certified match for Medicaid matching funds. Those funds then
- 436 shall be used to provide expanded targeted case management
- 437 services for Medicaid eligible children with special needs who are
- 438 eligible for the state's early intervention system.
- 439 Qualifications for persons providing service coordination shall be
- 440 determined by the State Department of Health and the Division of
- 441 Medicaid.
- 442 (20) Home- and community-based services for physically
- 443 disabled approved services as allowed by a waiver from the United
- 444 States Department of Health and Human Services for home- and
- 445 community-based services for physically disabled people using
- 446 state funds which are provided from the appropriation to the State
- 447 Department of Rehabilitation Services and used to match federal
- 448 funds under a cooperative agreement between the division and the
- 449 department, provided that funds for these services are
- 450 specifically appropriated to the Department of Rehabilitation
- 451 Services.
- 452 (21) Nurse practitioner services. Services furnished by a
- 453 registered nurse who is licensed and certified by the Mississippi
- 454 Board of Nursing as a nurse practitioner including, but not
- 455 limited to, nurse anesthetists, nurse midwives, family nurse
- 456 practitioners, family planning nurse practitioners, pediatric
- 457 nurse practitioners, obstetrics-gynecology nurse practitioners and
- 458 neonatal nurse practitioners, under regulations adopted by the
- 459 division. Reimbursement for such services shall not exceed ninety
- 460 percent (90%) of the reimbursement rate for comparable services

- 461 rendered by a physician.
- 462 (22) Ambulatory services delivered in federally qualified
- 463 health centers and in clinics of the local health departments of
- 464 the State Department of Health for individuals eligible for
- 465 medical assistance under this article based on reasonable costs as
- 466 determined by the division.
- 467 (23) Inpatient psychiatric services. Inpatient psychiatric
- 468 services to be determined by the division for recipients under age
- 469 twenty-one (21) which are provided under the direction of a
- 470 physician in an inpatient program in a licensed acute care
- 471 psychiatric facility or in a licensed psychiatric residential
- 472 treatment facility, before the recipient reaches age twenty-one
- 473 (21) or, if the recipient was receiving the services immediately
- 474 before he reached age twenty-one (21), before the earlier of the
- 475 date he no longer requires the services or the date he reaches age
- 476 twenty-two (22), as provided by federal regulations. Recipients
- 477 shall be allowed forty-five (45) days per year of psychiatric
- 478 services provided in acute care psychiatric facilities, and shall
- 479 be allowed unlimited days of psychiatric services provided in
- 480 licensed psychiatric residential treatment facilities. The
- 481 division is authorized to limit allowable management fees and home
- 482 office costs to either three percent (3%), five percent (5%) or
- 483 seven percent (7%) of other allowable costs, including allowable
- 484 therapy costs and property costs, based on the types of management
- 485 services provided, as follows:
- A maximum of up to three percent (3%) shall be allowed where
- 487 centralized managerial and administrative services are provided by
- 488 the management company or home office.
- A maximum of up to five percent (5%) shall be allowed where
- 490 centralized managerial and administrative services and limited
- 491 professional and consultant services are provided.
- A maximum of up to seven percent (7%) shall be allowed where
- 493 a full spectrum of centralized managerial services, administrative

- 494 services, professional services and consultant services are 495 provided.
- 496 (24) Managed care services in a program to be developed by 497 the division by a public or private provider.
- 498 (a) Notwithstanding any other provision in this article 499 to the contrary, the division shall establish rates of 500 reimbursement to providers rendering care and services authorized 501 under this paragraph (24), and may revise such rates of 502 reimbursement without amendment to this section by the Legislature 503 for the purpose of achieving effective and accessible health
- services, and for responsible containment of costs.

 (b) The managed care services under this paragraph (24)
- 506 shall include, but not be limited to, one (1) module of capitated 507 managed care in a rural area, and one (1) module of capitated 508 managed care in an urban area; however, the capitated managed care 509 program operated by the division shall not be implemented, 510 conducted or expanded into any county or part of any county other than the following counties: Covington, Forrest, Hancock, 511 512 Harrison, Lamar, Lauderdale, Pearl River, Perry, Warren and Washington. From and after passage of this act, Medicaid 513 514 eligibility is guaranteed up to six (6) months for individuals

enrolled in a Medicaid managed care program. This subparagraph

- 516 (b) shall stand repealed on July 1, 2002.
- 517 (25) Birthing center services.
- Hospice care. As used in this paragraph, the term 518 519 "hospice care" means a coordinated program of active professional 520 medical attention within the home and outpatient and inpatient 521 care which treats the terminally ill patient and family as a unit, 522 employing a medically directed interdisciplinary team. program provides relief of severe pain or other physical symptoms 523 524 and supportive care to meet the special needs arising out of physical, psychological, spiritual, social and economic stresses 525 526 which are experienced during the final stages of illness and

- 527 during dying and bereavement and meets the Medicare requirements
- 528 for participation as a hospice as provided in federal regulations.
- 529 (27) Group health plan premiums and cost sharing if it is
- 530 cost effective as defined by the Secretary of Health and Human
- 531 Services.
- 532 (28) Other health insurance premiums which are cost
- 533 effective as defined by the Secretary of Health and Human
- 534 Services. Medicare eligible must have Medicare Part B before
- 535 other insurance premiums can be paid.
- 536 (29) The Division of Medicaid may apply for a waiver from
- 537 the Department of Health and Human Services for home- and
- 538 community-based services for developmentally disabled people using
- 539 state funds which are provided from the appropriation to the State
- 540 Department of Mental Health and used to match federal funds under
- 541 a cooperative agreement between the division and the department,
- 542 provided that funds for these services are specifically
- 543 appropriated to the Department of Mental Health.
- 544 (30) Pediatric skilled nursing services for eligible persons
- 545 under twenty-one (21) years of age.
- 546 (31) Targeted case management services for children with
- 547 special needs, under waivers from the United States Department of
- 548 Health and Human Services, using state funds that are provided
- 549 from the appropriation to the Mississippi Department of Human
- 550 Services and used to match federal funds under a cooperative
- 551 agreement between the division and the department.
- 552 (32) Care and services provided in Christian Science
- 553 Sanatoria operated by or listed and certified by The First Church
- of Christ Scientist, Boston, Massachusetts, rendered in connection
- 555 with treatment by prayer or spiritual means to the extent that
- 556 such services are subject to reimbursement under Section 1903 of
- 557 the Social Security Act.
- 558 (33) Podiatrist services.
- 559 (34) The division shall make application to the United

- 560 States Health Care Financing Administration for a waiver to
- 561 develop a program of services to personal care and assisted living
- 562 homes in Mississippi. This waiver shall be completed by December
- 563 1, 1999.
- 564 (35) Services and activities authorized in Sections
- 43-27-101 and 43-27-103, using state funds that are provided from
- 566 the appropriation to the State Department of Human Services and
- 567 used to match federal funds under a cooperative agreement between
- 568 the division and the department.
- 569 (36) Nonemergency transportation services for
- 570 Medicaid-eligible persons, to be provided by the Division of
- 571 Medicaid. The division may contract with additional entities to
- 572 administer nonemergency transportation services as it deems
- 573 necessary. All providers shall have a valid driver's license,
- 574 vehicle inspection sticker, valid vehicle license tags and a
- 575 standard liability insurance policy covering the vehicle.
- 576 (37) Targeted case management services for individuals with
- 577 chronic diseases, with expanded eligibility to cover services to
- 578 uninsured recipients, on a pilot program basis. This paragraph
- 579 (37) shall be contingent upon continued receipt of special funds
- 580 from the Health Care Financing Authority and private foundations
- 581 who have granted funds for planning these services. No funding
- 582 for these services shall be provided from state general funds.
- 583 (38) Chiropractic services: a chiropractor's manual
- 584 manipulation of the spine to correct a subluxation, if x-ray
- 585 demonstrates that a subluxation exists and if the subluxation has
- 586 resulted in a neuromusculoskeletal condition for which
- 587 manipulation is appropriate treatment. Reimbursement for
- 588 chiropractic services shall not exceed Seven Hundred Dollars
- 589 (\$700.00) per year per recipient.
- 590 (39) Dually eligible Medicare/Medicaid beneficiaries. The
- 591 division shall pay Medicare deductible and ten percent (10%)
- 592 coinsurance amounts for services available under Medicare for the

593 duration and scope of services otherwise available under the 594 Medicaid program.

- 595 (40) The division shall prepare an application for a waiver 596 to provide prescription drug benefits to as many Mississippians as 597 permitted under Title XIX of the Social Security Act.
- (41) Services provided by the State Department of 598 599 Rehabilitation Services for the care and rehabilitation of persons with spinal cord injuries or traumatic brain injuries, as allowed 600 601 under waivers from the United States Department of Health and 602 Human Services, using up to seventy-five percent (75%) of the 603 funds that are appropriated to the Department of Rehabilitation 604 Services from the Spinal Cord and Head Injury Trust Fund established under Section 37-33-261 and used to match federal 605 606 funds under a cooperative agreement between the division and the 607 department.

608 Notwithstanding any provision of this article, except as 609 authorized in the following paragraph and in Section 43-13-139, neither (a) the limitations on quantity or frequency of use of or 610 611 the fees or charges for any of the care or services available to 612 recipients under this section, nor (b) the payments or rates of 613 reimbursement to providers rendering care or services authorized under this section to recipients, may be increased, decreased or 614 615 otherwise changed from the levels in effect on July 1, 1999, 616 unless such is authorized by an amendment to this section by the Legislature. However, the restriction in this paragraph shall not 617 618 prevent the division from changing the payments or rates of 619 reimbursement to providers without an amendment to this section whenever such changes are required by federal law or regulation, 620 621 or whenever such changes are necessary to correct administrative 622 errors or omissions in calculating such payments or rates of 623 reimbursement.

Notwithstanding any provision of this article, no new groups or categories of recipients and new types of care and services may 626 be added without enabling legislation from the Mississippi Legislature, except that the division may authorize such changes 627 628 without enabling legislation when such addition of recipients or services is ordered by a court of proper authority. The director 629 630 shall keep the Governor advised on a timely basis of the funds available for expenditure and the projected expenditures. In the 631 632 event current or projected expenditures can be reasonably anticipated to exceed the amounts appropriated for any fiscal 633 634 year, the Governor, after consultation with the director, shall 635 discontinue any or all of the payment of the types of care and services as provided herein which are deemed to be optional 636 637 services under Title XIX of the federal Social Security Act, as 638 amended, for any period necessary to not exceed appropriated 639 funds, and when necessary shall institute any other cost 640 containment measures on any program or programs authorized under 641 the article to the extent allowed under the federal law governing 642 such program or programs, it being the intent of the Legislature that expenditures during any fiscal year shall not exceed the 643 644 amounts appropriated for such fiscal year. SECTION 2. This act shall take effect and be in force from 645 646 and after its passage.