

By: Representative Moody

To: Public Health and
Welfare; Appropriations

COMMITTEE SUBSTITUTE
FOR
HOUSE BILL NO. 1664

1 AN ACT TO AMEND SECTION 43-13-117, MISSISSIPPI CODE OF 1972,
2 TO AUTHORIZE FUNDS THAT ARE TRANSFERRED TO A STATE AGENCY BY A
3 POLITICAL SUBDIVISION OR INSTRUMENTALITY OF THE STATE TO BE USED
4 AS MATCHING FUNDS TO PROVIDE HOME- AND COMMUNITY-BASED SERVICES
5 AND MENTAL HEALTH SERVICES UNDER THE MEDICAID PROGRAM; TO RATIFY,
6 APPROVE AND CONFIRM ANY SUCH TRANSFERS THAT WERE MADE BEFORE THE
7 EFFECTIVE DATE OF THIS ACT; AND FOR RELATED PURPOSES.

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

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

11 43-13-117. Medicaid as authorized by this article shall
12 include payment of part or all of the costs, at the discretion of
13 the division or its successor, with approval of the Governor, of
14 the following types of care and services rendered to eligible
15 applicants who * * * have been determined to be eligible for that
16 care and services, within the limits of state appropriations and
17 federal matching funds:

18 (1) Inpatient hospital services.

19 (a) The division shall allow thirty (30) days of
20 inpatient hospital care annually for all Medicaid recipients.
21 Precertification of inpatient days must be obtained as required by
22 the division. The division may allow unlimited days in
23 disproportionate hospitals as defined by the division for eligible
24 infants under the age of six (6) years.

25 (b) From and after July 1, 1994, the Executive
26 Director of the Division of Medicaid shall amend the Mississippi
27 Title XIX Inpatient Hospital Reimbursement Plan to remove the
28 occupancy rate penalty from the calculation of the Medicaid



29 Capital Cost Component utilized to determine total hospital costs
30 allocated to the Medicaid program.

31 (c) Hospitals will receive an additional payment
32 for the implantable programmable baclofen drug pump used to treat
33 spasticity which is implanted on an inpatient basis. The payment
34 pursuant to written invoice will be in addition to the facility's
35 per diem reimbursement and will represent a reduction of costs on
36 the facility's annual cost report, and shall not exceed Ten
37 Thousand Dollars (\$10,000.00) per year per recipient. This
38 paragraph (c) shall stand repealed on July 1, 2005.

39 (2) Outpatient hospital services. * * * Where the same
40 services are reimbursed as clinic services, the division may
41 revise the rate or methodology of outpatient reimbursement to
42 maintain consistency, efficiency, economy and quality of
43 care. * * *

44 (3) Laboratory and x-ray services.

45 (4) Nursing facility services.

46 (a) The division shall make full payment to
47 nursing facilities for each day, not exceeding fifty-two (52) days
48 per year, that a patient is absent from the facility on home
49 leave. Payment may be made for the following home leave days in
50 addition to the fifty-two-day limitation: Christmas, the day
51 before Christmas, the day after Christmas, Thanksgiving, the day
52 before Thanksgiving and the day after Thanksgiving.

53 (b) From and after July 1, 1997, the division
54 shall implement the integrated case-mix payment and quality
55 monitoring system, which includes the fair rental system for
56 property costs and in which recapture of depreciation is
57 eliminated. The division may reduce the payment for hospital
58 leave and therapeutic home leave days to the lower of the case-mix
59 category as computed for the resident on leave using the
60 assessment being utilized for payment at that point in time, or a
61 case-mix score of 1.000 for nursing facilities, and shall compute



62 case-mix scores of residents so that only services provided at the
63 nursing facility are considered in calculating a facility's per
64 diem.

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

68 (d) When a facility of a category that does not
69 require a certificate of need for construction and that could not
70 be eligible for Medicaid reimbursement is constructed to nursing
71 facility specifications for licensure and certification, and the
72 facility is subsequently converted to a nursing facility under a
73 certificate of need that authorizes conversion only and the
74 applicant for the certificate of need was assessed an application
75 review fee based on capital expenditures incurred in constructing
76 the facility, the division shall allow reimbursement for capital
77 expenditures necessary for construction of the facility that were
78 incurred within the twenty-four (24) consecutive calendar months
79 immediately preceding the date that the certificate of need
80 authorizing the conversion was issued, to the same extent that
81 reimbursement would be allowed for construction of a new nursing
82 facility under a certificate of need that authorizes that
83 construction. The reimbursement authorized in this subparagraph
84 (d) may be made only to facilities the construction of which was
85 completed after June 30, 1989. Before the division shall be
86 authorized to make the reimbursement authorized in this
87 subparagraph (d), the division first must have received approval
88 from the Health Care Financing Administration of the United States
89 Department of Health and Human Services of the change in the state
90 Medicaid plan providing for the reimbursement.

91 (e) The division shall develop and implement, not
92 later than January 1, 2001, a case-mix payment add-on determined
93 by time studies and other valid statistical data that will
94 reimburse a nursing facility for the additional cost of caring for



95 a resident who has a diagnosis of Alzheimer's or other related
96 dementia and exhibits symptoms that require special care. Any
97 such case-mix add-on payment shall be supported by a determination
98 of additional cost. The division shall also develop and implement
99 as part of the fair rental reimbursement system for nursing
100 facility beds, an Alzheimer's resident bed depreciation enhanced
101 reimbursement system that will provide an incentive to encourage
102 nursing facilities to convert or construct beds for residents with
103 Alzheimer's or other related dementia.

104 (f) The Division of Medicaid shall develop and
105 implement a referral process for long-term care alternatives for
106 Medicaid beneficiaries and applicants. No Medicaid beneficiary
107 shall be admitted to a Medicaid-certified nursing facility unless
108 a licensed physician certifies that nursing facility care is
109 appropriate for that person on a standardized form to be prepared
110 and provided to nursing facilities by the Division of Medicaid.
111 The physician shall forward a copy of that certification to the
112 Division of Medicaid within twenty-four (24) hours after it is
113 signed by the physician. Any physician who fails to forward the
114 certification to the Division of Medicaid within the time period
115 specified in this paragraph shall be ineligible for Medicaid
116 reimbursement for any physician's services performed for the
117 applicant. The Division of Medicaid shall determine, through an
118 assessment of the applicant conducted within two (2) business days
119 after receipt of the physician's certification, whether the
120 applicant also could live appropriately and cost-effectively at
121 home or in some other community-based setting if home- or
122 community-based services were available to the applicant. The
123 time limitation prescribed in this paragraph shall be waived in
124 cases of emergency. If the Division of Medicaid determines that a
125 home- or other community-based setting is appropriate and
126 cost-effective, the division shall:



127 (i) Advise the applicant or the applicant's
128 legal representative that a home- or other community-based setting
129 is appropriate;

130 (ii) Provide a proposed care plan and inform
131 the applicant or the applicant's legal representative regarding
132 the degree to which the services in the care plan are available in
133 a home- or in other community-based setting rather than nursing
134 facility care; and

135 (iii) Explain that the plan and services are
136 available only if the applicant or the applicant's legal
137 representative chooses a home- or community-based alternative to
138 nursing facility care, and that the applicant is free to choose
139 nursing facility care.

140 The Division of Medicaid may provide the services described
141 in this paragraph (f) directly or through contract with case
142 managers from the local Area Agencies on Aging, and shall
143 coordinate long-term care alternatives to avoid duplication with
144 hospital discharge planning procedures.

145 Placement in a nursing facility may not be denied by the
146 division if home- or community-based services that would be more
147 appropriate than nursing facility care are not actually available,
148 or if the applicant chooses not to receive the appropriate home-
149 or community-based services.

150 The division shall provide an opportunity for a fair hearing
151 under federal regulations to any applicant who is not given the
152 choice of home- or community-based services as an alternative to
153 institutional care.

154 The division shall make full payment for long-term care
155 alternative services.

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



160 (5) Periodic screening and diagnostic services for
161 individuals under age twenty-one (21) years as are needed to
162 identify physical and mental defects and to provide health care
163 treatment and other measures designed to correct or ameliorate
164 defects and physical and mental illness and conditions discovered
165 by the screening services regardless of whether these services are
166 included in the state plan. The division may include in its
167 periodic screening and diagnostic program those discretionary
168 services authorized under the federal regulations adopted to
169 implement Title XIX of the federal Social Security Act, as
170 amended. The division, in obtaining physical therapy services,
171 occupational therapy services, and services for individuals with
172 speech, hearing and language disorders, may enter into a
173 cooperative agreement with the State Department of Education for
174 the provision of those services to handicapped students by public
175 school districts using state funds that are provided from the
176 appropriation to the Department of Education to obtain federal
177 matching funds through the division. The division, in obtaining
178 medical and psychological evaluations for children in the custody
179 of the State Department of Human Services may enter into a
180 cooperative agreement with the State Department of Human Services
181 for the provision of those services using state funds that are
182 provided from the appropriation to the Department of Human
183 Services to obtain federal matching funds through the division.

184 On July 1, 1993, all fees for periodic screening and
185 diagnostic services under this paragraph (5) shall be increased by
186 twenty-five percent (25%) of the reimbursement rate in effect on
187 June 30, 1993.

188 (6) Physician's services. The division shall allow
189 twelve (12) physician visits annually. All fees for physicians'
190 services that are covered only by Medicaid shall be reimbursed at
191 ninety percent (90%) of the rate established on January 1, 1999,
192 and as adjusted each January thereafter, under Medicare (Title



193 XVIII of the Social Security Act, as amended), and which shall in
194 no event be less than seventy percent (70%) of the rate
195 established on January 1, 1994. All fees for physicians' services
196 that are covered by both Medicare and Medicaid shall be reimbursed
197 at ten percent (10%) of the adjusted Medicare payment established
198 on January 1, 1999, and as adjusted each January thereafter, under
199 Medicare (Title XVIII of the Social Security Act, as amended), and
200 which shall in no event be less than seventy percent (70%) of the
201 adjusted Medicare payment established on January 1, 1994.

202 (7) (a) Home health services for eligible persons, not
203 to exceed in cost the prevailing cost of nursing facility
204 services, not to exceed sixty (60) visits per year. All home
205 health visits must be precertified as required by the division.

206 (b) Repealed.

207 (8) Emergency medical transportation services. On
208 January 1, 1994, emergency medical transportation services shall
209 be reimbursed at seventy percent (70%) of the rate established
210 under Medicare (Title XVIII of the Social Security Act, as
211 amended). "Emergency medical transportation services" shall mean,
212 but shall not be limited to, the following services by a properly
213 permitted ambulance operated by a properly licensed provider in
214 accordance with the Emergency Medical Services Act of 1974
215 (Section 41-59-1 et seq.): (i) basic life support, (ii) advanced
216 life support, (iii) mileage, (iv) oxygen, (v) intravenous fluids,
217 (vi) disposable supplies, (vii) similar services.

218 (9) Legend and other drugs as may be determined by the
219 division. The division may implement a program of prior approval
220 for drugs to the extent permitted by law. Payment by the division
221 for covered multiple source drugs shall be limited to the lower of
222 the upper limits established and published by the Centers for
223 Medicare and Medicaid Services (CMS) plus a dispensing fee of Four
224 Dollars and Ninety-one Cents (\$4.91), or the estimated acquisition
225 cost (EAC) as determined by the division plus a dispensing fee of



226 Four Dollars and Ninety-one Cents (\$4.91), or the providers' usual
227 and customary charge to the general public. The division shall
228 allow ten (10) prescriptions per month for noninstitutionalized
229 Medicaid recipients.

230 Payment for other covered drugs, other than multiple source
231 drugs with CMS upper limits, shall not exceed the lower of the
232 estimated acquisition cost as determined by the division plus a
233 dispensing fee of Four Dollars and Ninety-one Cents (\$4.91) or the
234 providers' usual and customary charge to the general public.

235 Payment for nonlegend or over-the-counter drugs covered on
236 the division's formulary shall be reimbursed at the lower of the
237 division's estimated shelf price or the providers' usual and
238 customary charge to the general public. No dispensing fee shall
239 be paid.

240 The division shall develop and implement a program of payment
241 for additional pharmacist services, with payment to be based on
242 demonstrated savings, but in no case shall the total payment
243 exceed twice the amount of the dispensing fee.

244 As used in this paragraph (9), "estimated acquisition cost"
245 means the division's best estimate of what price providers
246 generally are paying for a drug in the package size that providers
247 buy most frequently. Product selection shall be made in
248 compliance with existing state law; however, the division may
249 reimburse as if the prescription had been filled under the generic
250 name. The division may provide otherwise in the case of specified
251 drugs when the consensus of competent medical advice is that
252 trademarked drugs are substantially more effective.

253 (10) Dental care that is an adjunct to treatment of an
254 acute medical or surgical condition; services of oral surgeons and
255 dentists in connection with surgery related to the jaw or any
256 structure contiguous to the jaw or the reduction of any fracture
257 of the jaw or any facial bone; and emergency dental extractions
258 and treatment related thereto. On July 1, 1999, all fees for



259 dental care and surgery under authority of this paragraph (10)
260 shall be increased to one hundred sixty percent (160%) of the
261 amount of the reimbursement rate that was in effect on June 30,
262 1999. It is the intent of the Legislature to encourage more
263 dentists to participate in the Medicaid program.

264 (11) Eyeglasses necessitated by reason of eye surgery,
265 and as prescribed by a physician skilled in diseases of the eye or
266 an optometrist, whichever the patient may select, or one (1) pair
267 every three (3) years as prescribed by a physician or an
268 optometrist, whichever the patient may select.

269 (12) Intermediate care facility services.

270 (a) The division shall make full payment to all
271 intermediate care facilities for the mentally retarded for each
272 day, not exceeding eighty-four (84) days per year, that a patient
273 is absent from the facility on home leave. Payment may be made
274 for the following home leave days in addition to the
275 eighty-four-day limitation: Christmas, the day before Christmas,
276 the day after Christmas, Thanksgiving, the day before Thanksgiving
277 and the day after Thanksgiving.

278 (b) All state-owned intermediate care facilities
279 for the mentally retarded shall be reimbursed on a full reasonable
280 cost basis.

281 (13) Family planning services, including drugs,
282 supplies and devices, when those services are under the
283 supervision of a physician.

284 (14) Clinic services. Such diagnostic, preventive,
285 therapeutic, rehabilitative or palliative services furnished to an
286 outpatient by or under the supervision of a physician or dentist
287 in a facility that is not a part of a hospital but that is
288 organized and operated to provide medical care to outpatients.
289 Clinic services shall include any services reimbursed as
290 outpatient hospital services that may be rendered in such a
291 facility, including those that become so after July 1, 1991. On



292 July 1, 1999, all fees for physicians' services reimbursed under
293 authority of this paragraph (14) shall be reimbursed at ninety
294 percent (90%) of the rate established on January 1, 1999, and as
295 adjusted each January thereafter, under Medicare (Title XVIII of
296 the Social Security Act, as amended), and which shall in no event
297 be less than seventy percent (70%) of the rate established on
298 January 1, 1994. All fees for physicians' services that are
299 covered by both Medicare and Medicaid shall be reimbursed at ten
300 percent (10%) of the adjusted Medicare payment established on
301 January 1, 1999, and as adjusted each January thereafter, under
302 Medicare (Title XVIII of the Social Security Act, as amended), and
303 which shall in no event be less than seventy percent (70%) of the
304 adjusted Medicare payment established on January 1, 1994. On July
305 1, 1999, all fees for dentists' services reimbursed under
306 authority of this paragraph (14) shall be increased to one hundred
307 sixty percent (160%) of the amount of the reimbursement rate that
308 was in effect on June 30, 1999.

309 (15) Home- and community-based services, as provided
310 under Title XIX of the federal Social Security Act, as amended,
311 under waivers, subject to the availability of funds specifically
312 appropriated therefor by the Legislature and/or funds transferred
313 to a state agency by a political subdivision or instrumentality of
314 the state. Payment for those services shall be limited to
315 individuals who would be eligible for and would otherwise require
316 the level of care provided in a nursing facility. The home- and
317 community-based services authorized under this paragraph shall be
318 expanded over a five-year period beginning July 1, 1999. The
319 division shall certify case management agencies to provide case
320 management services and provide for home- and community-based
321 services for eligible individuals under this paragraph. The home-
322 and community-based services under this paragraph and the
323 activities performed by certified case management agencies under
324 this paragraph shall be funded using state funds that are provided



325 from the appropriation to the Division of Medicaid and/or funds
326 transferred to a state agency by a political subdivision or
327 instrumentality of the state and used to match federal funds.

328 (16) Mental health services. Approved therapeutic and
329 case management services provided by (a) an approved regional
330 mental health/retardation center established under Sections
331 41-19-31 through 41-19-39, or by another community mental health
332 service provider meeting the requirements of the Department of
333 Mental Health to be an approved mental health/retardation center
334 if determined necessary by the Department of Mental Health, using
335 state funds that are provided from the appropriation to the State
336 Department of Mental Health and/or funds transferred to a state
337 agency by a political subdivision or instrumentality of the state
338 and used to match federal funds under a cooperative agreement
339 between the division and the department, or (b) a facility that is
340 certified by the State Department of Mental Health to provide
341 therapeutic and case management services, to be reimbursed on a
342 fee for service basis. Any such services provided by a facility
343 described in paragraph (b) must have the prior approval of the
344 division to be reimbursable under this section. After June 30,
345 1997, mental health services provided by regional mental
346 health/retardation centers established under Sections 41-19-31
347 through 41-19-39, or by hospitals as defined in Section 41-9-3(a)
348 and/or their subsidiaries and divisions, or by psychiatric
349 residential treatment facilities as defined in Section 43-11-1, or
350 by another community mental health service provider meeting the
351 requirements of the Department of Mental Health to be an approved
352 mental health/retardation center if determined necessary by the
353 Department of Mental Health, shall not be included in or provided
354 under any capitated managed care pilot program provided for under
355 paragraph (24) of this section.

356 (17) Durable medical equipment services and medical
357 supplies. Precertification of durable medical equipment and



358 medical supplies must be obtained as required by the division.
359 The Division of Medicaid may require durable medical equipment
360 providers to obtain a surety bond in the amount and to the
361 specifications as established by the Balanced Budget Act of 1997.

362 (18) (a) Notwithstanding any other provision of this
363 section to the contrary, the division shall make additional
364 reimbursement to hospitals that serve a disproportionate share of
365 low-income patients and that meet the federal requirements for
366 those payments as provided in Section 1923 of the federal Social
367 Security Act and any applicable regulations. However, from and
368 after January 1, 2000, no public hospital shall participate in the
369 Medicaid disproportionate share program unless the public hospital
370 participates in an intergovernmental transfer program as provided
371 in Section 1903 of the federal Social Security Act and any
372 applicable regulations. Administration and support for
373 participating hospitals shall be provided by the Mississippi
374 Hospital Association.

375 (b) The division shall establish a Medicare Upper
376 Payment Limits Program as defined in Section 1902(a)(30) of the
377 federal Social Security Act and any applicable federal
378 regulations. The division shall assess each hospital for the sole
379 purpose of financing the state portion of the Medicare Upper
380 Payment Limits Program. This assessment shall be based on
381 Medicaid utilization, or other appropriate method consistent with
382 federal regulations, and will remain in effect as long as the
383 state participates in the Medicare Upper Payment Limits Program.
384 The division shall make additional reimbursement to hospitals for
385 the Medicare Upper Payment Limits as defined in Section
386 1902(a)(30) of the federal Social Security Act and any applicable
387 federal regulations. This paragraph (b) shall stand repealed from
388 and after July 1, 2005.

389 (c) The division shall contract with the
390 Mississippi Hospital Association to provide administrative support



391 for the operation of the disproportionate share hospital program
392 and the Medicare Upper Payment Limits Program. This paragraph (c)
393 shall stand repealed from and after July 1, 2005.

394 (19) (a) Perinatal risk management services. The
395 division shall promulgate regulations to be effective from and
396 after October 1, 1988, to establish a comprehensive perinatal
397 system for risk assessment of all pregnant and infant Medicaid
398 recipients and for management, education and follow-up for those
399 who are determined to be at risk. Services to be performed
400 include case management, nutrition assessment/counseling,
401 psychosocial assessment/counseling and health education. The
402 division shall set reimbursement rates for providers in
403 conjunction with the State Department of Health.

404 (b) Early intervention system services. The
405 division shall cooperate with the State Department of Health,
406 acting as lead agency, in the development and implementation of a
407 statewide system of delivery of early intervention services,
408 pursuant to Part H of the Individuals with Disabilities Education
409 Act (IDEA). The State Department of Health shall certify annually
410 in writing to the executive director of the division the dollar
411 amount of state early intervention funds available that will be
412 utilized as a certified match for Medicaid matching funds. Those
413 funds then shall be used to provide expanded targeted case
414 management services for Medicaid eligible children with special
415 needs who are eligible for the state's early intervention system.
416 Qualifications for persons providing service coordination shall be
417 determined by the State Department of Health and the Division of
418 Medicaid.

419 (20) Home- and community-based services for physically
420 disabled approved services as allowed by a waiver from the United
421 States Department of Health and Human Services for home- and
422 community-based services for physically disabled people using
423 state funds that are provided from the appropriation to the State



424 Department of Rehabilitation Services and used to match federal
425 funds under a cooperative agreement between the division and the
426 department, provided that funds for these services are
427 specifically appropriated to the Department of Rehabilitation
428 Services.

429 (21) Nurse practitioner services. Services furnished
430 by a registered nurse who is licensed and certified by the
431 Mississippi Board of Nursing as a nurse practitioner including,
432 but not limited to, nurse anesthetists, nurse midwives, family
433 nurse practitioners, family planning nurse practitioners,
434 pediatric nurse practitioners, obstetrics-gynecology nurse
435 practitioners and neonatal nurse practitioners, under regulations
436 adopted by the division. Reimbursement for those services shall
437 not exceed ninety percent (90%) of the reimbursement rate for
438 comparable services rendered by a physician.

439 (22) Ambulatory services delivered in federally
440 qualified health centers and in clinics of the local health
441 departments of the State Department of Health for individuals
442 eligible for medical assistance under this article based on
443 reasonable costs as determined by the division.

444 (23) Inpatient psychiatric services. Inpatient
445 psychiatric services to be determined by the division for
446 recipients under age twenty-one (21) that are provided under the
447 direction of a physician in an inpatient program in a licensed
448 acute care psychiatric facility or in a licensed psychiatric
449 residential treatment facility, before the recipient reaches age
450 twenty-one (21) or, if the recipient was receiving the services
451 immediately before he reached age twenty-one (21), before the
452 earlier of the date he no longer requires the services or the date
453 he reaches age twenty-two (22), as provided by federal
454 regulations. Precertification of inpatient days and residential
455 treatment days must be obtained as required by the division.



456 (24) Managed care services in a program to be developed
457 by the division by a public or private provider. If managed care
458 services are provided by the division to Medicaid recipients, and
459 those managed care services are operated, managed and controlled
460 by and under the authority of the division, the division shall be
461 responsible for educating the Medicaid recipients who are
462 participants in the managed care program regarding the manner in
463 which the participants should seek health care under the program.
464 Notwithstanding any other provision in this article to the
465 contrary, the division shall establish rates of reimbursement to
466 providers rendering care and services authorized under this
467 paragraph (24), and may revise those rates of reimbursement
468 without amendment to this section by the Legislature for the
469 purpose of achieving effective and accessible health services, and
470 for responsible containment of costs.

471 (25) Birthing center services.

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

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

486 (28) Other health insurance premiums that are cost
487 effective as defined by the Secretary of Health and Human



488 Services. Medicare eligible must have Medicare Part B before
489 other insurance premiums can be paid.

490 (29) The Division of Medicaid may apply for a waiver
491 from the Department of Health and Human Services for home- and
492 community-based services for developmentally disabled people using
493 state funds that are provided from the appropriation to the State
494 Department of Mental Health and used to match federal funds under
495 a cooperative agreement between the division and the department,
496 provided that funds for these services are specifically
497 appropriated to the Department of Mental Health.

498 (30) Pediatric skilled nursing services for eligible
499 persons under twenty-one (21) years of age.

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

506 (32) Care and services provided in Christian Science
507 Sanatoria operated by or listed and certified by The First Church
508 of Christ Scientist, Boston, Massachusetts, rendered in connection
509 with treatment by prayer or spiritual means to the extent that
510 those services are subject to reimbursement under Section 1903 of
511 the Social Security Act.

512 (33) Podiatrist services.

513 (34) The division shall make application to the United
514 States Health Care Financing Administration for a waiver to
515 develop a program of services to personal care and assisted living
516 homes in Mississippi. This waiver shall be completed by December
517 1, 1999.

518 (35) Services and activities authorized in Sections
519 43-27-101 and 43-27-103, using state funds that are provided from
520 the appropriation to the State Department of Human Services and



521 used to match federal funds under a cooperative agreement between
522 the division and the department.

523 (36) Nonemergency transportation services for
524 Medicaid-eligible persons, to be provided by the Division of
525 Medicaid. The division may contract with additional entities to
526 administer nonemergency transportation services as it deems
527 necessary. All providers shall have a valid driver's license,
528 vehicle inspection sticker, valid vehicle license tags and a
529 standard liability insurance policy covering the vehicle.

530 (37) [Deleted]

531 (38) Chiropractic services: a chiropractor's manual
532 manipulation of the spine to correct a subluxation, if x-ray
533 demonstrates that a subluxation exists and if the subluxation has
534 resulted in a neuromusculoskeletal condition for which
535 manipulation is appropriate treatment. Reimbursement for
536 chiropractic services shall not exceed Seven Hundred Dollars
537 (\$700.00) per year per recipient.

538 (39) Dually eligible Medicare/Medicaid beneficiaries.
539 The division shall pay the Medicare deductible and ten percent
540 (10%) coinsurance amounts for services available under Medicare
541 for the duration and scope of services otherwise available under
542 the Medicaid program.

543 (40) [Deleted]

544 (41) Services provided by the State Department of
545 Rehabilitation Services for the care and rehabilitation of persons
546 with spinal cord injuries or traumatic brain injuries, as allowed
547 under waivers from the United States Department of Health and
548 Human Services, using up to seventy-five percent (75%) of the
549 funds that are appropriated to the Department of Rehabilitation
550 Services from the Spinal Cord and Head Injury Trust Fund
551 established under Section 37-33-261 and used to match federal
552 funds under a cooperative agreement between the division and the
553 department.



554 (42) Notwithstanding any other provision in this
555 article to the contrary, the division may develop a population
556 health management program for women and children health services
557 through the age of two (2) years. This program is primarily for
558 obstetrical care associated with low birth weight and pre-term
559 babies. In order to effect cost savings, the division may develop
560 a revised payment methodology that may include at-risk capitated
561 payments.

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

567 (44) Nursing facility services for the severely
568 disabled.

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

572 (b) Those services must be provided in a long-term
573 care nursing facility dedicated to the care and treatment of
574 persons with severe disabilities, and shall be reimbursed as a
575 separate category of nursing facilities.

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

583 (46) The division shall make application to the federal
584 Centers for Medicare and Medicaid Services (CMS) for a waiver to
585 develop and provide services for children with serious emotional
586 disturbances as defined in Section 43-14-1(1), which may include



587 home- and community-based services, case management services or
588 managed care services through mental health providers certified by
589 the Department of Mental Health. The division may implement and
590 provide services under this waived program only if funds for
591 these services are specifically appropriated for this purpose by
592 the Legislature, or if funds are voluntarily provided by affected
593 agencies.

594 Notwithstanding any provision of this article, except as
595 authorized in the following paragraph and in Section 43-13-139,
596 neither (a) the limitations on quantity or frequency of use of or
597 the fees or charges for any of the care or services available to
598 recipients under this section, nor (b) the payments or rates of
599 reimbursement to providers rendering care or services authorized
600 under this section to recipients, may be increased, decreased or
601 otherwise changed from the levels in effect on July 1, 1999,
602 unless they are authorized by an amendment to this section by the
603 Legislature. However, the restriction in this paragraph shall not
604 prevent the division from changing the payments or rates of
605 reimbursement to providers without an amendment to this section
606 whenever those changes are required by federal law or regulation,
607 or whenever those changes are necessary to correct administrative
608 errors or omissions in calculating those payments or rates of
609 reimbursement.

610 Notwithstanding any provision of this article, no new groups
611 or categories of recipients and new types of care and services may
612 be added without enabling legislation from the Mississippi
613 Legislature, except that the division may authorize those changes
614 without enabling legislation when the addition of recipients or
615 services is ordered by a court of proper authority. The executive
616 director shall keep the Governor advised on a timely basis of the
617 funds available for expenditure and the projected expenditures.
618 If current or projected expenditures of the division can be
619 reasonably anticipated to exceed the amounts appropriated for any



620 fiscal year, the Governor, after consultation with the executive
621 director, shall discontinue any or all of the payment of the types
622 of care and services as provided in this section that are deemed
623 to be optional services under Title XIX of the federal Social
624 Security Act, as amended, for any period necessary to not exceed
625 appropriated funds, and when necessary shall institute any other
626 cost containment measures on any program or programs authorized
627 under the article to the extent allowed under the federal law
628 governing that program or programs, it being the intent of the
629 Legislature that expenditures during any fiscal year shall not
630 exceed the amounts appropriated for that fiscal year.

631 Notwithstanding any other provision of this article, it shall
632 be the duty of each nursing facility, intermediate care facility
633 for the mentally retarded, psychiatric residential treatment
634 facility, and nursing facility for the severely disabled that is
635 participating in the Medicaid program to keep and maintain books,
636 documents, and other records as prescribed by the Division of
637 Medicaid in substantiation of its cost reports for a period of
638 three (3) years after the date of submission to the Division of
639 Medicaid of an original cost report, or three (3) years after the
640 date of submission to the Division of Medicaid of an amended cost
641 report.

642 **SECTION 2.** Any transfer of funds made to a state agency by a
643 political subdivision or instrumentality of the state before the
644 effective date of House Bill No. 1644, 2002 Regular Session, which
645 funds were used to match federal funds to provide services under
646 paragraph (15) or (16) of Section 43-13-117, is ratified, approved
647 and confirmed.

648 **SECTION 3.** This act shall take effect and be in force from
649 and after its passage.

