To: Medicaid

By: Representative McGee

COMMITTEE SUBSTITUTE FOR HOUSE BILL NO. 1026

AN ACT TO AMEND SECTION 43-13-115, MISSISSIPPI CODE OF 1972, TO ALLOW THE FAMILY PLANNING WAIVER PROGRAM UNDER THE MEDICAID PROGRAM TO BE CONDUCTED UNDER A WAIVER OR THE STATE PLAN; TO PROVIDE THAT CHILDREN IN STATE CUSTODY WHO ARE IN FOSTER CARE ON 5 THEIR EIGHTEENTH BIRTHDAY SHALL BE MEDICAID ELIGIBLE UNTIL THEIR TWENTY-SIXTH BIRTHDAY; TO PROVIDE THAT CHILDREN WHO HAVE AGED OUT 7 OF FOSTER CARE WHILE ON MEDICAID IN OTHER STATES SHALL QUALIFY UNTIL THEIR TWENTY-SIXTH BIRTHDAY; TO AMEND SECTION 43-13-117, MISSISSIPPI CODE OF 1972, TO DIRECT THE DIVISION OF MEDICAID TO 9 UPDATE THE CASE-MIX PAYMENT SYSTEM FAIR RENTAL REIMBURSEMENT 10 SYSTEM FOR NURSING FACILITY SERVICES AS NECESSARY TO MAINTAIN 11 12 COMPLIANCE WITH FEDERAL LAW; TO PROVIDE THAT THE DIVISION SHALL REIMBURSE AMBULANCE SERVICE PROVIDERS THAT PROVIDE AN ASSESSMENT, TRIAGE, TREATMENT OR TRANSPORTATION FOR ELIGIBLE MEDICAID 14 1.5 BENEFICIARIES TO AN ALTERNATIVE DESTINATION IN THIS STATE OR 16 PROVIDE AN ASSESSMENT OR TREAT ELIGIBLE MEDICAID BENEFICIARIES IN 17 PLACE; TO DELETE THE LEGISLATIVE INTENT FOR THE DIVISION TO 18 ENCOURAGE THE USE OF ALPHA HYDROXYPROGESTERONE CAPROATE TO PREVENT RECURRENT PRETERM BIRTHS; TO AUTHORIZE CONTRACEPTIVES TO BE 19 20 PRESCRIBED AND DISPENSED IN TWELVE-MONTH SUPPLY INCREMENTS UNDER 21 FAMILY PLANNING SERVICES; TO UPDATE AND CLARIFY LANGUAGE ABOUT THE 22 DIVISION'S TRANSITION FROM THE MEDICARE UPPER PAYMENTS LIMITS 23 (UPL) PROGRAM TO THE MISSISSIPPI HOSPITAL ACCESS PROGRAM (MHAP); 24 TO AUTHORIZE THE DIVISION TO ESTABLISH A MEDICARE UPPER PAYMENT 25 LIMITS PROGRAM FOR OTHER ELIGIBLE LICENSED PROVIDERS AS DETERMINED 26 BY THE DIVISION; TO PROVIDE THAT SUPPLEMENTAL PAYMENTS TO A 27 HOSPITAL SHALL NOT DECREASE BY MORE THAN FIVE PERCENT WHEN 28 COMPARED TO A HOSPITAL'S PRIOR YEAR PAYMENT; TO PROVIDE THAT THE 29 DIVISION SHALL NOT SUBSTANTIALLY CHANGE THE METHODOLOGIES USED TO 30 CALCULATE A HOSPITAL'S SUPPLEMENTAL PAYMENT; TO REOUIRE THAT 31 POPULATIONS ELIGIBLE FOR RECEIVING PERINATAL RISK MANAGEMENT 32 SERVICES FROM MANAGED CARE ORGANIZATIONS RECEIVE THE SERVICES FROM 33 THE MANAGED CARE ORGANIZATIONS INSTEAD OF USING THE SERVICES AT 34 THE STATE DEPARTMENT OF HEALTH; TO AUTHORIZE THE DIVISION TO

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- 35 REIMBURSE CERTIFIED COMMUNITY BEHAVIORAL HEALTH CENTERS IN A 36 MANNER DETERMINED BY THE DIVISION; TO EXTEND THE DATE OF THE 37 REPEALER ON MEDICAID REIMBURSEMENT FOR A BORDER CITY 38 UNIVERSITY-AFFILIATED PEDIATRIC TEACHING HOSPITAL; TO EXTEND THE 39 DATE OF THE REPEALER ON THIS SECTION; TO AMEND SECTION 43-13-145, 40 MISSISSIPPI CODE OF 1972, TO PROVIDE THAT A HOSPITAL ASSESSMENT 41 MAY EXCEED THE ASSESSMENT IN THE PREVIOUS QUARTER BY MORE THAN THE 42 SPECIFIED LIMIT WHEN SUCH INCREASE IS TO MAXIMIZE FEDERAL FUNDS 43 THAT ARE AVAILABLE TO REIMBURSE HOSPITALS FOR SERVICES PROVIDED 44 UNDER NEW PROGRAMS FOR HOSPITALS, INCREASED SUPPLEMENTAL PAYMENT 45 PROGRAMS FOR HOSPITALS OR TO ASSIST WITH STATE MATCHING FUNDS AS 46 AUTHORIZED BY THE LEGISLATURE; TO PROVIDE THAT STATE-OWNED ACUTE 47 CARE HOSPITAL SHALL SUBMIT AN INTERGOVERNMENTAL TRANSFER (IGT) TO 48 THE STATE OF MISSISSIPPI TO FUND THE NONFEDERAL SHARE OF THAT 49 HOSPITAL'S SUPPLEMENTAL PAYMENTS; TO PROVIDE THAT THE HOSPITAL'S 50 SUPPLEMENTAL PAYMENT SHALL NOT BE INCLUDED IN THE ASSESSMENT FOR 51 THE NONFEDERAL SHARE FOR WHICH OTHER HOSPITALS ARE ASSESSED; TO 52 EXTEND THE DATE OF THE REPEALER ON THIS SECTION; TO AMEND SECTION 53 43-13-305, MISSISSIPPI CODE OF 1972, TO PROVIDE THAT WHEN A 54 THIRD-PARTY PAYOR REQUIRES PRIOR AUTHORIZATION FOR AN ITEM OR 55 SERVICE FURNISHED TO A MEDICAID RECIPIENT, THE PAYOR SHALL ACCEPT 56 AUTHORIZATION PROVIDED BY THE DIVISION OF MEDICAID THAT THE ITEM 57 OR SERVICE IS COVERED UNDER THE STATE PLAN AS IF SUCH
- 60 BE IT ENACTED BY THE LEGISLATURE OF THE STATE OF MISSISSIPPI:

AUTHORIZATION WERE THE PRIOR AUTHORIZATION MADE BY THE THIRD-PARTY

61 **SECTION 1.** Section 43-13-115, Mississippi Code of 1972, is 62 amended as follows:

PAYOR FOR SUCH ITEM OR SERVICE; AND FOR RELATED PURPOSES.

- 43-13-115. Recipients of Medicaid shall be the following persons only:
- (1) Those who are qualified for public assistance
- 67 Security Act, as amended, including those statutorily deemed to be

grants under provisions of Title IV-A and E of the federal Social

- 68 IV-A and low income families and children under Section 1931 of
- 69 the federal Social Security Act. For the purposes of this
- 70 paragraph (1) and paragraphs (8), (17) and (18) of this section,
- 71 any reference to Title IV-A or to Part A of Title IV of the
- 72 federal Social Security Act, as amended, or the state plan under

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ST: Medicaid; make various technical amendments to the program.

- 73 Title IV-A or Part A of Title IV, shall be considered as a
- 74 reference to Title IV-A of the federal Social Security Act, as
- 75 amended, and the state plan under Title IV-A, including the income
- 76 and resource standards and methodologies under Title IV-A and the
- 77 state plan, as they existed on July 16, 1996. The Department of
- 78 Human Services shall determine Medicaid eligibility for children
- 79 receiving public assistance grants under Title IV-E. The division
- 80 shall determine eligibility for low income families under Section
- 81 1931 of the federal Social Security Act and shall redetermine
- 82 eligibility for those continuing under Title IV-A grants.
- 83 (2) Those qualified for Supplemental Security Income
- 84 (SSI) benefits under Title XVI of the federal Social Security Act,
- 85 as amended, and those who are deemed SSI eligible as contained in
- 86 federal statute. The eligibility of individuals covered in this
- 87 paragraph shall be determined by the Social Security
- 88 Administration and certified to the Division of Medicaid.
- 89 (3) Qualified pregnant women who would be eliqible for
- 90 Medicaid as a low income family member under Section 1931 of the
- 91 federal Social Security Act if her child were born. The
- 92 eligibility of the individuals covered under this paragraph shall
- 93 be determined by the division.
- 94 (4) [Deleted]
- 95 (5) A child born on or after October 1, 1984, to a
- 96 woman eligible for and receiving Medicaid under the state plan on
- 97 the date of the child's birth shall be deemed to have applied for

- 98 Medicaid and to have been found eligible for Medicaid under the
- 99 plan on the date of that birth, and will remain eligible for
- 100 Medicaid for a period of one (1) year so long as the child is a
- 101 member of the woman's household and the woman remains eligible for
- 102 Medicaid or would be eligible for Medicaid if pregnant. The
- 103 eligibility of individuals covered in this paragraph shall be
- 104 determined by the Division of Medicaid.
- 105 (6) Children certified by the State Department of Human
- 106 Services to the Division of Medicaid of whom the state and county
- 107 departments of human services have custody and financial
- 108 responsibility, and children who are in adoptions subsidized in
- 109 full or part by the Department of Human Services, including
- 110 special needs children in non-Title IV-E adoption assistance, who
- 111 are approvable under Title XIX of the Medicaid program. The
- 112 eligibility of the children covered under this paragraph shall be
- 113 determined by the State Department of Human Services.
- 114 (7) Persons certified by the Division of Medicaid who
- 115 are patients in a medical facility (nursing home, hospital,
- 116 tuberculosis sanatorium or institution for treatment of mental
- 117 diseases), and who, except for the fact that they are patients in
- 118 that medical facility, would qualify for grants under Title IV,
- 119 Supplementary Security Income (SSI) benefits under Title XVI or
- 120 state supplements, and those aged, blind and disabled persons who
- 121 would not be eligible for Supplemental Security Income (SSI)
- 122 benefits under Title XVI or state supplements if they were not

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- 124 the maximum standard set by the Division of Medicaid, which
- 125 standard shall not exceed that prescribed by federal regulation.
- 126 (8) Children under eighteen (18) years of age and
- 127 pregnant women (including those in intact families) who meet the
- 128 financial standards of the state plan approved under Title IV-A of
- 129 the federal Social Security Act, as amended. The eligibility of
- 130 children covered under this paragraph shall be determined by the
- 131 Division of Medicaid.
- 132 (9) Individuals who are:
- 133 (a) Children born after September 30, 1983, who
- 134 have not attained the age of nineteen (19), with family income
- 135 that does not exceed one hundred percent (100%) of the nonfarm
- 136 official poverty level;
- 137 (b) Pregnant women, infants and children who have
- 138 not attained the age of six (6), with family income that does not
- 139 exceed one hundred thirty-three percent (133%) of the federal
- 140 poverty level; and
- 141 (c) Pregnant women and infants who have not
- 142 attained the age of one (1), with family income that does not
- 143 exceed one hundred eighty-five percent (185%) of the federal
- 144 poverty level.
- The eligibility of individuals covered in (a), (b) and (c) of
- 146 this paragraph shall be determined by the division.

| 147 | (10) Certain disabled children age eighteen (18) or |
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| 148 | under who are living at home, who would be eligible, if in a |
| 149 | medical institution, for SSI or a state supplemental payment under |
| 150 | Title XVI of the federal Social Security Act, as amended, and |
| 151 | therefore for Medicaid under the plan, and for whom the state has |
| 152 | made a determination as required under Section 1902(e)(3)(b) of |
| 153 | the federal Social Security Act, as amended. The eligibility of |
| 154 | individuals under this paragraph shall be determined by the |
| 155 | Division of Medicaid. |
| 156 | (11) Until the end of the day on December 31, 2005, |
| 157 | individuals who are sixty-five (65) years of age or older or are |
| 158 | disabled as determined under Section 1614(a)(3) of the federal |
| 159 | Social Security Act, as amended, and whose income does not exceed |
| 160 | one hundred thirty-five percent (135%) of the nonfarm official |
| 161 | poverty level as defined by the Office of Management and Budget |
| 162 | and revised annually, and whose resources do not exceed those |
| 163 | established by the Division of Medicaid. The eligibility of |
| 164 | individuals covered under this paragraph shall be determined by |
| 165 | the Division of Medicaid. After December 31, 2005, only those |
| 166 | individuals covered under the 1115(c) Healthier Mississippi waiver |
| 167 | will be covered under this category. |
| 168 | Any individual who applied for Medicaid during the period |
| 169 | from July 1, 2004, through March 31, 2005, who otherwise would |
| 170 | have been eligible for coverage under this paragraph (11) if it |
| 171 | had been in effect at the time the individual submitted his or her |

| 172 | application | and i | s still | eliaible | for | coverage | under | this |
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- 173 paragraph (11) on March 31, 2005, shall be eligible for Medicaid
- 174 coverage under this paragraph (11) from March 31, 2005, through
- 175 December 31, 2005. The division shall give priority in processing
- 176 the applications for those individuals to determine their
- 177 eligibility under this paragraph (11).
- 178 (12) Individuals who are qualified Medicare
- 179 beneficiaries (QMB) entitled to Part A Medicare as defined under
- 180 Section 301, Public Law 100-360, known as the Medicare
- 181 Catastrophic Coverage Act of 1988, and whose income does not
- 182 exceed one hundred percent (100%) of the nonfarm official poverty
- 183 level as defined by the Office of Management and Budget and
- 184 revised annually.
- The eligibility of individuals covered under this paragraph
- 186 shall be determined by the Division of Medicaid, and those
- 187 individuals determined eligible shall receive Medicare
- 188 cost-sharing expenses only as more fully defined by the Medicare
- 189 Catastrophic Coverage Act of 1988 and the Balanced Budget Act of
- 190 1997.
- 191 (13) (a) Individuals who are entitled to Medicare Part
- 192 A as defined in Section 4501 of the Omnibus Budget Reconciliation
- 193 Act of 1990, and whose income does not exceed one hundred twenty
- 194 percent (120%) of the nonfarm official poverty level as defined by
- 195 the Office of Management and Budget and revised annually.

| 196 | Eligibility | for | Medicaid | benefits | is | limited | to | full | payment | of |
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| 197 | Medicare Par | rt B | premiums | | | | | | | |

- 198 Individuals entitled to Part A of Medicare, with income above one hundred twenty percent (120%), but less than 199 200 one hundred thirty-five percent (135%) of the federal poverty 201 level, and not otherwise eligible for Medicaid. Eligibility for 202 Medicaid benefits is limited to full payment of Medicare Part B 203 premiums. The number of eligible individuals is limited by the 204 availability of the federal capped allocation at one hundred 205 percent (100%) of federal matching funds, as more fully defined in 206 the Balanced Budget Act of 1997.
- The eligibility of individuals covered under this paragraph shall be determined by the Division of Medicaid.
- 209 (14) [Deleted]
- 210 Disabled workers who are eligible to enroll in (15)211 Part A Medicare as required by Public Law 101-239, known as the 212 Omnibus Budget Reconciliation Act of 1989, and whose income does 213 not exceed two hundred percent (200%) of the federal poverty level 214 as determined in accordance with the Supplemental Security Income 215 (SSI) program. The eligibility of individuals covered under this 216 paragraph shall be determined by the Division of Medicaid and 217 those individuals shall be entitled to buy-in coverage of Medicare 218 Part A premiums only under the provisions of this paragraph (15).
- 219 (16) In accordance with the terms and conditions of 220 approved Title XIX waiver from the United States Department of

| 221 | Health and Human Services, persons provided home- and |
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| 222 | community-based services who are physically disabled and certified |
| 223 | by the Division of Medicaid as eligible due to applying the income |
| 224 | and deeming requirements as if they were institutionalized. |
| 225 | (17) In accordance with the terms of the federal |
| 226 | Personal Responsibility and Work Opportunity Reconciliation Act of |
| 227 | 1996 (Public Law 104-193), persons who become ineligible for |
| 228 | assistance under Title IV-A of the federal Social Security Act, as |
| 229 | amended, because of increased income from or hours of employment |
| 230 | of the caretaker relative or because of the expiration of the |
| 231 | applicable earned income disregards, who were eligible for |
| 232 | Medicaid for at least three (3) of the six (6) months preceding |
| 233 | the month in which the ineligibility begins, shall be eligible for |
| 234 | Medicaid for up to twelve (12) months. The eligibility of the |
| 235 | individuals covered under this paragraph shall be determined by |
| 236 | the division. |
| 237 | (18) Persons who become ineligible for assistance under |
| 238 | Title IV-A of the federal Social Security Act, as amended, as a |
| 239 | result, in whole or in part, of the collection or increased |
| 240 | collection of child or spousal support under Title IV-D of the |
| 241 | federal Social Security Act, as amended, who were eligible for |
| 242 | Medicaid for at least three (3) of the six (6) months immediately |
| 243 | preceding the month in which the ineligibility begins, shall be |
| 244 | eligible for Medicaid for an additional four (4) months beginning |
| 245 | with the month in which the ineligibility begins. The eligibility |

| 246 | of the | individual | s covered | under | this | paragraph | shall | be |
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| 247 | determ | ined by the | division | | | | | |

- 248 (19) Disabled workers, whose incomes are above the
 249 Medicaid eligibility limits, but below two hundred fifty percent
 250 (250%) of the federal poverty level, shall be allowed to purchase
 251 Medicaid coverage on a sliding fee scale developed by the Division
 252 of Medicaid.
- 253 (20) Medicaid eligible children under age eighteen (18)
 254 shall remain eligible for Medicaid benefits until the end of a
 255 period of twelve (12) months following an eligibility
 256 determination, or until such time that the individual exceeds age
 257 eighteen (18).
- 258 Women and men of * * * reproductive age whose (21)259 family income does not exceed one hundred eighty-five percent 260 (185%) of the federal poverty level. The eliqibility of 261 individuals covered under this paragraph (21) shall be determined 262 by the Division of Medicaid, and those individuals determined 263 eligible shall only receive family planning services covered under 264 Section 43-13-117(13) and not any other services covered under 265 Medicaid. However, any individual eligible under this paragraph 266 (21) who is also eligible under any other provision of this 267 section shall receive the benefits to which he or she is entitled 268 under that other provision, in addition to family planning

services covered under Section 43-13-117(13).

| 270 | The Division of Medicaid * * * \underline{may} apply to the United States |
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| 271 | Secretary of Health and Human Services for a federal waiver of the |
| 272 | applicable provisions of Title XIX of the federal Social Security |
| 273 | Act, as amended, and any other applicable provisions of federal |
| 274 | law as necessary to allow for the implementation of this paragraph |
| 275 | (21). * * * |
| 276 | (22) Persons who are workers with a potentially severe |
| 277 | disability, as determined by the division, shall be allowed to |
| 278 | purchase Medicaid coverage. The term "worker with a potentially |
| 279 | severe disability" means a person who is at least sixteen (16) |
| 280 | years of age but under sixty-five (65) years of age, who has a |
| 281 | physical or mental impairment that is reasonably expected to cause |
| 282 | the person to become blind or disabled as defined under Section |
| 283 | 1614(a) of the federal Social Security Act, as amended, if the |
| 284 | person does not receive items and services provided under |
| 285 | Medicaid. |
| 286 | The eligibility of persons under this paragraph (22) shall be |
| 287 | conducted as a demonstration project that is consistent with |
| 288 | Section 204 of the Ticket to Work and Work Incentives Improvement |
| 289 | Act of 1999, Public Law 106-170, for a certain number of persons |
| 290 | as specified by the division. The eligibility of individuals |

293 (23) Children certified by the Mississippi Department 294 of Human Services for whom the state and county departments of

covered under this paragraph (22) shall be determined by the

Division of Medicaid.

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| 295 | human services have custody and financial responsibility who are |
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| 296 | in foster care on their eighteenth birthday as reported by the |
| 297 | Mississippi Department of Human Services shall be certified |
| 298 | Medicaid eligible by the Division of Medicaid until their * * \star |
| 299 | twenty-sixth birthday. Children who have aged out of foster care |
| 300 | while on Medicaid in other states shall qualify until their |
| 301 | twenty-sixth birthday. |
| 302 | (24) Individuals who have not attained age sixty-five |
| 303 | (65), are not otherwise covered by creditable coverage as defined |
| | |

(65), are not otherwise covered by creditable coverage as defined in the Public Health Services Act, and have been screened for breast and cervical cancer under the Centers for Disease Control and Prevention Breast and Cervical Cancer Early Detection Program established under Title XV of the Public Health Service Act in accordance with the requirements of that act and who need treatment for breast or cervical cancer. Eligibility of individuals under this paragraph (24) shall be determined by the Division of Medicaid.

(25) The division shall apply to the Centers for Medicare and Medicaid Services (CMS) for any necessary waivers to provide services to individuals who are sixty-five (65) years of age or older or are disabled as determined under Section 1614(a)(3) of the federal Social Security Act, as amended, and whose income does not exceed one hundred thirty-five percent (135%) of the nonfarm official poverty level as defined by the Office of Management and Budget and revised annually, and whose

| 320 | resources do not exceed those established by the Division of |
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| 321 | Medicaid, and who are not otherwise covered by Medicare. Nothing |
| 322 | contained in this paragraph (25) shall entitle an individual to |
| 323 | benefits. The eligibility of individuals covered under this |
| 324 | paragraph shall be determined by the Division of Medicaid. |
| 325 | (26) The division shall apply to the Centers for |
| 326 | Medicare and Medicaid Services (CMS) for any necessary waivers to |
| 327 | provide services to individuals who are sixty-five (65) years of |
| 328 | age or older or are disabled as determined under Section |
| 329 | 1614(a)(3) of the federal Social Security Act, as amended, who are |
| 330 | end stage renal disease patients on dialysis, cancer patients on |
| 331 | chemotherapy or organ transplant recipients on antirejection |
| 332 | drugs, whose income does not exceed one hundred thirty-five |
| 333 | percent (135%) of the nonfarm official poverty level as defined by |
| 334 | the Office of Management and Budget and revised annually, and |
| 335 | whose resources do not exceed those established by the division. |
| 336 | Nothing contained in this paragraph (26) shall entitle an |
| 337 | individual to benefits. The eligibility of individuals covered |
| 338 | under this paragraph shall be determined by the Division of |
| 339 | Medicaid. |
| 340 | (27) Individuals who are entitled to Medicare Part D |
| 341 | and whose income does not exceed one hundred fifty percent (150%) |
| 342 | of the nonfarm official poverty level as defined by the Office of |
| 343 | Management and Budget and revised annually. Eligibility for |

| 344 | payment | of | the | Medica | are | Part | D | subsidy | under | this | paragraph | shall |
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| 345 | be deter | rmir | ned k | ov the | div | , isior | l. | | | | | |

- 346 (28) The division is authorized and directed to provide 347 up to twelve (12) months of continuous coverage postpartum for any 348 individual who qualifies for Medicaid coverage under this section 349 as a pregnant woman, to the extent allowable under federal law and 350 as determined by the division.
- 351 The division shall redetermine eligibility for all categories 352 of recipients described in each paragraph of this section not less 353 frequently than required by federal law.
- 354 **SECTION 2.** Section 43-13-117, Mississippi Code of 1972, is amended as follows:
- 356 43-13-117. (A) Medicaid as authorized by this article shall
 357 include payment of part or all of the costs, at the discretion of
 358 the division, with approval of the Governor and the Centers for
 359 Medicare and Medicaid Services, of the following types of care and
 360 services rendered to eligible applicants who have been determined
 361 to be eligible for that care and services, within the limits of
 362 state appropriations and federal matching funds:
- 363 (1) Inpatient hospital services.
- 364 (a) The division is authorized to implement an All 365 Patient Refined Diagnosis Related Groups (APR-DRG) reimbursement 366 methodology for inpatient hospital services.
- 367 (b) No service benefits or reimbursement
 368 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.

- 373 (2) Outpatient hospital services.
- 374 (a) Emergency services.
- 375 Other outpatient hospital services. (b) division shall allow benefits for other medically necessary 376 377 outpatient hospital services (such as chemotherapy, radiation, 378 surgery and therapy), including outpatient services in a clinic or 379 other facility that is not located inside the hospital, but that 380 has been designated as an outpatient facility by the hospital, and 381 that was in operation or under construction on July 1, 2009, 382 provided that the costs and charges associated with the operation 383 of the hospital clinic are included in the hospital's cost report. 384 In addition, the Medicare thirty-five-mile rule will apply to 385 those hospital clinics not located inside the hospital that are 386 constructed after July 1, 2009. Where the same services are 387 reimbursed as clinic services, the division may revise the rate or 388 methodology of outpatient reimbursement to maintain consistency, 389 efficiency, economy and quality of care.
- 390 (c) The division is authorized to implement an
 391 Ambulatory Payment Classification (APC) methodology for outpatient
 392 hospital services. The division shall give rural hospitals that
 393 have fifty (50) or fewer licensed beds the option to not be

| 394 | reimbursed for outpatient hospital services using the APC |
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| 395 | methodology, but reimbursement for outpatient hospital services |
| 396 | provided by those hospitals shall be based on one hundred one |
| 397 | percent (101%) of the rate established under Medicare for |
| 398 | outpatient hospital services. Those hospitals choosing to not be |
| 399 | reimbursed under the APC methodology shall remain under cost-based |
| 400 | 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.
- 406 (3) Laboratory and x-ray services.
- 407 (4) Nursing facility services.
- 108 (a) The division shall make full payment to
 109 nursing facilities for each day, not exceeding forty-two (42) days
 110 per year, that a patient is absent from the facility on home
 111 leave. Payment may be made for the following home leave days in
 112 addition to the forty-two-day limitation: Christmas, the day
 113 before Christmas, the day after Christmas, Thanksgiving, the day
 114 before Thanksgiving and the day after Thanksgiving.
- (b) From and after July 1, 1997, the division 416 shall implement the integrated case-mix payment and quality 417 monitoring system, which includes the fair rental system for 418 property costs and in which recapture of depreciation is

| 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 | 419 | eliminated. The division may reduce the payment for hospital |
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| 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 | 420 | leave and therapeutic home leave days to the lower of the case-mix |
| case-mix score of 1.000 for nursing facilities, and shall computed case-mix scores of residents so that only services provided at the | 421 | category as computed for the resident on leave using the |
| 424 case-mix scores of residents so that only services provided at the | 422 | assessment being utilized for payment at that point in time, or a |
| | 423 | case-mix score of 1.000 for nursing facilities, and shall compute |
| nursing facility are considered in calculating a facility's per | 424 | case-mix scores of residents so that only services provided at the |
| | 425 | nursing facility are considered in calculating a facility's per |

- 427 (c) From and after July 1, 1997, all state-owned 428 nursing facilities shall be reimbursed on a full reasonable cost 429 basis.
- (d) * * * The division shall update the case-mix

 payment system * * * and fair rental reimbursement system as

 necessary to maintain compliance with federal law. The division

 shall develop and implement a payment add-on to reimburse nursing

 facilities for ventilator-dependent resident services.
- 435 The division shall develop and implement, not 436 later than January 1, 2001, a case-mix payment add-on determined 437 by time studies and other valid statistical data that will 438 reimburse a nursing facility for the additional cost of caring for 439 a resident who has a diagnosis of Alzheimer's or other related 440 dementia and exhibits symptoms that require special care. Any such case-mix add-on payment shall be supported by a determination 441 442 of additional cost. The division shall also develop and implement as part of the fair rental reimbursement system for nursing 443

diem.

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.

448 (f) The division shall develop and implement an
449 assessment process for long-term care services. The division may
450 provide the assessment and related functions directly or through
451 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.

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

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

that are covered only by Medicaid shall be reimbursed at ninety percent (90%) of the rate established on January 1, 2018, and as may be adjusted each July thereafter, under Medicare. The division may provide for a reimbursement rate for physician's services of up to one hundred percent (100%) of the rate established under Medicare for physician's services that are provided after the normal working hours of the physician, as determined in accordance with regulations of the division. The division may reimburse eligible providers, as determined by the division, for certain primary care services at one hundred percent (100%) of the rate established under Medicare. The division shall

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.

497 (7) (a) Home health services for eligible persons, not 498 to exceed in cost the prevailing cost of nursing facility 499 services. All home health visits must be precertified as required 500 by the division. In addition to physicians, certified registered 501 nurse practitioners, physician assistants and clinical nurse 502 specialists are authorized to prescribe or order home health services and plans of care, sign home health plans of care, 503 504 certify and recertify eligibility for home health services and 505 conduct the required initial face-to-face visit with the recipient 506 of the services.

507 (b) [Repealed]

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determined by the division. The division shall reimburse ambulance service providers that provide an assessment, triage, treatment or transportation for eligible Medicaid beneficiaries to an alternative destination in this state or provide an assessment or treat eligible Medicaid beneficiaries in place. The reimbursement rate for an ambulance service provider that provides an assessment, triage, treatment or transportation for an eligible Medicaid beneficiary to an alternative destination in this state shall be at a rate or methodology as determined by the division. The division shall consult with the Mississippi Ambulance Alliance

| 519 | in determining the initial rate or methodology, and the division |
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| 520 | shall give due consideration to the CMS Emergency Triage, Treat, |
| 521 | and Transport (ET3) Model and shall give due consideration of the |
| 522 | inclusion in the Transforming Reimbursement for Emergency |
| 523 | Ambulance Transportation program. As used in this paragraph (8): |
| 524 | (a) "Alternative destination" means a lower-acuity |
| 525 | facility that provides medical services, including (i) an urgent |
| 526 | care center; (ii) a Federally Qualified Community Health Clinic; |
| 527 | (iv) a behavioral or mental health care facility, including a |
| 528 | crisis stabilization unit and a diversion center; and (v) any |
| 529 | other facilities as determined by the division with due |
| 530 | consideration of the CMS ET3 Model. |
| 531 | (b) "Alternative destination" does not include a: (i) |
| 532 | critical access hospital; (ii) dialysis center; (iii) hospital; |
| 533 | (iv) private residence; or (v) skilled nursing facility. |
| 534 | (c) "Ambulance service provider" means a person or |
| 535 | entity that provides ambulance transportation and emergency |
| 536 | medical services to a patient for which a permit is required under |
| 537 | Section 41-59-9. |
| 538 | (9) Prescription drugs and other covered drugs and |
| 539 | services as determined by the division. |
| 540 | The division shall establish a mandatory preferred drug list. |
| 541 | Drugs not on the mandatory preferred drug list shall be made |
| 542 | available by utilizing prior authorization procedures established |
| 543 | by the division. |
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| The division may seek to establish relationships with other |
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| 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 |
| regulation, the division may seek to establish relationships with |
| and negotiate with other countries to facilitate the acquisition |
| of prescription drugs to include single-source and innovator |
| multiple-source drugs or generic drugs, if that will lower the |
| acquisition costs of those prescription drugs. |

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

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

Drugs prescribed for a resident of a psychiatric residential treatment facility must be provided in true unit doses when available. The division may require that drugs not covered by Medicare Part D for a resident of a long-term care facility be provided in true unit doses when available. Those drugs that were originally billed to the division but are not used by a resident in any of those facilities shall be returned to the billing pharmacy for credit to the division, in accordance with the guidelines of the State Board of Pharmacy and any requirements of federal law and regulation. Drugs shall be dispensed to a

| 569 | recipient and only one (1) dispensing fee per month may be |
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| 570 | charged. The division shall develop a methodology for reimbursing |
| 571 | for restocked drugs, which shall include a restock fee as |
| 572 | determined by the division not exceeding Seven Dollars and |
| 573 | Eighty-two Cents (\$7.82). |
| 574 | Except for those specific maintenance drugs approved by the |
| 575 | executive director, the division shall not reimburse for any |
| 576 | portion of a prescription that exceeds a thirty-one-day supply of |
| 577 | the drug based on the daily dosage. |
| 578 | The division is authorized to develop and implement a program |
| 579 | of payment for additional pharmacist services as determined by the |
| 580 | division. |
| 581 | All claims for drugs for dually eligible Medicare/Medicaid |
| 582 | beneficiaries that are paid for by Medicare must be submitted to |
| 583 | Medicare for payment before they may be processed by the |
| 584 | division's online payment system. |
| 585 | The division shall develop a pharmacy policy in which drugs |
| 586 | in tamper-resistant packaging that are prescribed for a resident |
| 587 | of a nursing facility but are not dispensed to the resident shall |
| 588 | be returned to the pharmacy and not billed to Medicaid, in |
| 589 | accordance with guidelines of the State Board of Pharmacy. |
| 590 | The division shall develop and implement a method or methods |
| 591 | by which the division will provide on a regular basis to Medicaid |
| 592 | providers who are authorized to prescribe drugs, information about |
| 593 | the costs to the Medicaid program of single-source drugs and |

| 595 | that may be prescribed as alternatives to those single-source |
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| 596 | drugs and innovator multiple-source drugs and the costs to the |
| 597 | Medicaid program of those alternative drugs. |
| 598 | Notwithstanding any law or regulation, information obtained |
| 599 | or maintained by the division regarding the prescription drug |
| 600 | program, including trade secrets and manufacturer or labeler |
| 601 | pricing, is confidential and not subject to disclosure except to |
| 602 | other state agencies. |
| 603 | The dispensing fee for each new or refill prescription, |
| 604 | including nonlegend or over-the-counter drugs covered by the |
| 605 | division, shall be not less than Three Dollars and Ninety-one |
| 606 | Cents (\$3.91), as determined by the division. |
| 607 | The division shall not reimburse for single-source or |
| 608 | innovator multiple-source drugs if there are equally effective |
| 609 | generic equivalents available and if the generic equivalents are |
| 610 | the least expensive. |
| 611 | It is the intent of the Legislature that the pharmacists |
| 612 | providers be reimbursed for the reasonable costs of filling and |
| 613 | dispensing prescriptions for Medicaid beneficiaries. |
| 614 | The division shall allow certain drugs, including |
| 615 | physician-administered drugs, and implantable drug system devices, |
| 616 | and medical supplies, with limited distribution or limited access |

for beneficiaries and administered in an appropriate clinical

innovator multiple-source drugs, and information about other drugs

setting, to be reimbursed as either a medical claim or pharmacy claim, as determined by the division.

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621 (10) Dental and orthodontic services to be determined 622 by the division.

623 The division shall increase the amount of the reimbursement 624 rate for diagnostic and preventative dental services for each of the fiscal years 2022, 2023 and 2024 by five percent (5%) above 625 626 the amount of the reimbursement rate for the previous fiscal year. The division shall increase the amount of the reimbursement rate 627 628 for restorative dental services for each of the fiscal years 2023, 629 2024 and 2025 by five percent (5%) above the amount of the 630 reimbursement rate for the previous fiscal year. It is the intent 631 of the Legislature that the reimbursement rate revision for 632 preventative dental services will be an incentive to increase the number of dentists who actively provide Medicaid services. 633 634 dental services reimbursement rate revision shall be known as the 635 "James Russell Dumas Medicaid Dental Services Incentive Program." 636 The Medical Care Advisory Committee, assisted by the Division 637 of Medicaid, shall annually determine the effect of this incentive 638 by evaluating the number of dentists who are Medicaid providers, 639 the number who and the degree to which they are actively billing 640 Medicaid, the geographic trends of where dentists are offering 641 what types of Medicaid services and other statistics pertinent to

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the goals of this legislative intent. This data shall annually be

| 643 | presented | to | the (| Chair | of | the | Senate | Medicaid | Committee | and | the |
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| 644 | Chair of t | he | House | e Medi | icai | ld Co | ommittee | e . | | | |

- The division shall include dental services as a necessary component of overall health services provided to children who are eligible for services.
- 648 Eyeglasses for all Medicaid beneficiaries who have 649 (a) had surgery on the eyeball or ocular muscle that results in a 650 vision change for which eyeglasses or a change in eyeglasses is 651 medically indicated within six (6) months of the surgery and is in 652 accordance with policies established by the division, or (b) one 653 (1) pair every five (5) years and in accordance with policies 654 established by the division. In either instance, the eyeglasses 655 must be prescribed by a physician skilled in diseases of the eye 656 or an optometrist, whichever the beneficiary may select.
- 657 (12) Intermediate care facility services.
- 658 (a) The division shall make full payment to all 659 intermediate care facilities for individuals with intellectual 660 disabilities for each day, not exceeding sixty-three (63) days per 661 year, that a patient is absent from the facility on home leave. 662 Payment may be made for the following home leave days in addition 663 to the sixty-three-day limitation: Christmas, the day before Christmas, the day after Christmas, Thanksgiving, the day before 664 665 Thanksgiving and the day after Thanksgiving.

| (b) All state-owned intermediate care facilities |
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| for individuals with intellectual disabilities shall be reimbursed |
| on a full reasonable cost basis. |
| (c) Effective January 1, 2015, the division shall |
| update the fair rental reimbursement system for intermediate care |
| facilities for individuals with intellectual disabilities. |
| (13) Family planning services, including drugs, |
| supplies and devices, when those services are under the |
| supervision of a physician or nurse practitioner. Contraceptives |
| may be prescribed and dispensed in twelve-month supply increments. |
| (14) Clinic services. Preventive, diagnostic, |
| therapeutic, rehabilitative or palliative services that are |
| furnished by a facility that is not part of a hospital but is |
| organized and operated to provide medical care to outpatients. |
| Clinic services include, but are not limited to: |
| (a) Services provided by ambulatory surgical |
| centers (ACSs) as defined in Section 41-75-1(a); and |
| (b) Dialysis center services. |
| (15) Home- and community-based services for the elderly |
| and disabled, as provided under Title XIX of the federal Social |
| Security Act, as amended, under waivers, subject to the |
| availability of funds specifically appropriated for that purpose |
| by the Legislature. |
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(16) Mental health services. Certain services provided

by a psychiatrist shall be reimbursed at up to one hundred percent

| 691 | (100%) of the Medicare rate. Approved therapeutic and case |
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| 692 | management services (a) provided by an approved regional mental |
| 693 | health/intellectual disability center established under Sections |
| 694 | 41-19-31 through 41-19-39, or by another community mental health |
| 695 | service provider meeting the requirements of the Department of |
| 696 | Mental Health to be an approved mental health/intellectual |
| 697 | disability center if determined necessary by the Department of |
| 698 | Mental Health, using state funds that are provided in the |
| 699 | appropriation to the division to match federal funds, or (b) |
| 700 | provided by a facility that is certified by the State Department |
| 701 | of Mental Health to provide therapeutic and case management |
| 702 | services, to be reimbursed on a fee for service basis, or (c) |
| 703 | provided in the community by a facility or program operated by the |
| 704 | Department of Mental Health. Any such services provided by a |
| 705 | facility described in subparagraph (b) must have the prior |
| 706 | approval of the division to be reimbursable under this section. |
| 707 | (17) Durable medical equipment services and medical |
| 708 | supplies. Precertification of durable medical equipment and |
| 709 | medical supplies must be obtained as required by the division. |
| 710 | The Division of Medicaid may require durable medical equipment |
| 711 | providers to obtain a surety bond in the amount and to the |
| 712 | specifications as established by the Balanced Budget Act of 1997. |
| 713 | A maximum dollar amount of reimbursement for noninvasive |
| 714 | ventilators or ventilation treatments properly ordered and being |
| 715 | used in an appropriate care setting shall not be set by any health |

| 716 | maintenance organization, coordinated care organization, |
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| 717 | provider-sponsored health plan, or other organization paid for |
| 718 | services on a capitated basis by the division under any managed |
| 719 | care program or coordinated care program implemented by the |
| 720 | division under this section. Reimbursement by these organizations |
| 721 | to durable medical equipment suppliers for home use of noninvasive |
| 722 | and invasive ventilators shall be on a continuous monthly payment |
| 723 | basis for the duration of medical need throughout a patient's |
| 724 | valid prescription period. |
| 725 | (18) (a) Notwithstanding any other provision of this |
| 726 | section to the contrary, as provided in the Medicaid state plan |
| 727 | amendment or amendments as defined in Section $43-13-145(10)$, the |
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728 division shall make additional reimbursement to hospitals that 729 serve a disproportionate share of low-income patients and that 730 meet the federal requirements for those payments as provided in 731 Section 1923 of the federal Social Security Act and any applicable 732 regulations. It is the intent of the Legislature that the 733 division shall draw down all available federal funds allotted to 734 the state for disproportionate share hospitals. However, from and 735 after January 1, 1999, public hospitals participating in the 736 Medicaid disproportionate share program may be required to 737 participate in an intergovernmental transfer program as provided 738 in Section 1903 of the federal Social Security Act and any 739 applicable regulations.

| 740 | (b) (i) 1. The division may establish a Medicare |
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| 741 | Upper Payment Limits Program, as defined in Section 1902(a)(30) of |
| 742 | the federal Social Security Act and any applicable federal |
| 743 | regulations, or an allowable delivery system or provider payment |
| 744 | initiative authorized under 42 CFR 438.6(c), for hospitals, |
| 745 | nursing facilities * * * and $\underline{,}$ physicians $\underline{\text{and other eligible}}$ |
| 746 | licensed providers as determined by the division who are employed |
| 747 | or contracted by hospitals. |
| 748 | 2. The division shall establish a |
| 749 | Medicaid Supplemental Payment Program, as permitted by the federal |
| 750 | Social Security Act and a comparable allowable delivery system or |
| 751 | provider payment initiative authorized under 42 CFR 438.6(c), for |
| 752 | emergency ambulance transportation providers in accordance with |
| 753 | this subsection (A)(18)(b). |
| 754 | (ii) The division shall assess each hospital, |
| 755 | nursing facility, and emergency ambulance transportation provider |
| 756 | for the sole purpose of financing the state portion of the |
| 757 | Medicare Upper Payment Limits Program or other program(s) |
| 758 | authorized under this subsection (A)(18)(b). The hospital |
| 759 | assessment shall be as provided in Section 43-13-145(4)(a), and |
| 760 | the nursing facility and the emergency ambulance transportation |
| 761 | assessments, if established, shall be based on Medicaid |
| 762 | utilization or other appropriate method, as determined by the |
| 763 | division, consistent with federal regulations. The assessments |
| 764 | will remain in effect as long as the state participates in the |
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| 765 | Medicare Upper Payment Limits Program or other program(s) |
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| 766 | authorized under this subsection (A)(18)(b). In addition to the |
| 767 | hospital assessment provided in Section 43-13-145(4)(a), hospitals |
| 768 | with physicians and other eligible licensed providers as |
| 769 | determined by the division participating in the Medicare Upper |
| 770 | Payment Limits Program or other program(s) authorized under this |
| 771 | subsection (A)(18)(b) shall be required to participate in an |
| 772 | intergovernmental transfer or assessment, as determined by the |
| 773 | division, for the purpose of financing the state portion of the |
| 774 | physician UPL payments or other payment(s) authorized under this |
| 775 | subsection (A)(18)(b). |
| 776 | (iii) Subject to approval by the Centers for |
| 777 | Medicare and Medicaid Services (CMS) and the provisions of this |
| 778 | subsection (A)(18)(b), the division shall make additional |
| 779 | reimbursement to hospitals, nursing facilities, and emergency |
| 780 | ambulance transportation providers for the Medicare Upper Payment |
| 781 | Limits Program or other program(s) authorized under this |
| 782 | subsection (A)(18)(b), and, if the program is established for |
| 783 | physicians and other eligible licensed providers as determined by |
| 784 | the division, shall make additional reimbursement for physicians |
| 785 | and other eligible licensed providers as determined by the |
| 786 | division, as defined in Section 1902(a)(30) of the federal Social |
| 787 | Security Act and any applicable federal regulations, provided the |
| 788 | assessment in this subsection (A)(18)(b) is in effect. |

| 789 | (iv) \star \star The division is authorized to |
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| 790 | develop and implement an alternative fee-for-service Upper Payment |
| 791 | Limits model in accordance with federal laws and regulations if |
| 792 | necessary to preserve supplemental funding. * * * |
| 793 | (v) 1. To preserve and improve access to |
| 794 | ambulance transportation provider services, the division shall |
| 795 | seek CMS approval to make ambulance service access payments as set |
| 796 | forth in this subsection (A)(18)(b) for all covered emergency |
| 797 | ambulance services rendered on or after July 1, 2022, and shall |
| 798 | make such ambulance service access payments for all covered |
| 799 | services rendered on or after the effective date of CMS approval. |
| 800 | 2. The division shall calculate the |
| 801 | ambulance service access payment amount as the balance of the |
| 802 | portion of the Medical Care Fund related to ambulance |
| 803 | transportation service provider assessments plus any federal |
| 804 | matching funds earned on the balance, up to, but not to exceed, |
| 805 | the upper payment limit gap for all emergency ambulance service |
| 806 | providers. |
| 807 | 3. a. Except for ambulance services |
| 808 | exempt from the assessment provided in this paragraph (18)(b), all |
| 809 | ambulance transportation service providers shall be eligible for |
| 810 | ambulance service access payments each state fiscal year as set |
| 811 | forth in this paragraph (18)(b). |
| 812 | b. In addition to any other funds |
| 813 | paid to ambulance transportation service providers for emergency |
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| 814 | medical services provided to Medicaid beneficiaries, each eligible |
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| 815 | ambulance transportation service provider shall receive ambulance |
| 816 | service access payments each state fiscal year equal to the |
| 817 | ambulance transportation service provider's upper payment limit |
| 818 | gap. Subject to approval by the Centers for Medicare and Medicaid |
| 819 | Services, ambulance service access payments shall be made no less |
| 820 | than on a quarterly basis. |
| 821 | c. As used in this paragraph |
| 822 | (18)(b)(v), the term "upper payment limit gap" means the |
| 823 | difference between the total amount that the ambulance |
| 824 | transportation service provider received from Medicaid and the |
| 825 | average amount that the ambulance transportation service provider |
| 826 | would have received from commercial insurers for those services |
| 827 | reimbursed by Medicaid. |
| 828 | 4. An ambulance service access payment |
| 829 | shall not be used to offset any other payment by the division for |
| 830 | emergency or nonemergency services to Medicaid beneficiaries. |
| 831 | (c) (i) * * * The division shall, subject to |
| 832 | approval by the Centers for Medicare and Medicaid Services (CMS), |
| 833 | establish, implement and operate a Mississippi Hospital Access |
| 834 | Program (MHAP) for the purpose of protecting patient access to |
| 835 | hospital care through hospital inpatient reimbursement programs |
| 836 | provided in this section designed to maintain total hospital |
| 837 | reimbursement for inpatient services rendered by in-state |
| 838 | hospitals and the out-of-state hospital that is authorized by |

| 839 | federal law to submit intergovernmental transfers (IGTs) to the |
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| 840 | State of Mississippi and is classified as Level I trauma center |
| 841 | located in a county contiguous to the state line at the maximum |
| 842 | levels permissible under applicable federal statutes and |
| 843 | regulations * * *. |
| 844 | (ii) Subject to approval by the Centers for |
| 845 | Medicare and Medicaid Services (CMS), the MHAP shall provide |
| 846 | increased inpatient capitation (PMPM) payments to managed care |
| 847 | entities contracting with the division pursuant to subsection (H) |
| 848 | of this section to support availability of hospital services or |
| 849 | such other payments permissible under federal law necessary to |
| 850 | accomplish the intent of this subsection. |
| 851 | * * * |
| 852 | (iv) The division shall assess each hospital |
| 853 | as provided in Section 43-13-145(4)(a) for the purpose of |
| 854 | financing the state portion of the MHAP, supplemental payments and |
| 855 | such other purposes as specified in Section 43-13-145. The |
| 856 | assessment will remain in effect as long as the MHAP and |
| 857 | supplemental payments are in effect. |
| 858 | (v) Supplemental payments to a hospital shall |
| 859 | not decrease by more than five percent (5%) when compared to a |
| 360 | hospital's prior year payment and the division shall not |
| 861 | substantially change the methodologies used to calculate a |
| 362 | hospital's supplemental payment. Nothing in this subparagraph (v) |

| 863 | shall be | const | rued | to : | prohibit | an | increase | in | total | funding |
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| 864 | availabl | e for | hospi | tal | suppleme | enta | al pavment | נמ : | rograms | 5. |

- 865 Perinatal risk management services. (19)(a) division shall promulgate regulations to be effective from and 866 867 after October 1, 1988, to establish a comprehensive perinatal 868 system for risk assessment of all pregnant and infant Medicaid 869 recipients and for management, education and follow-up for those 870 who are determined to be at risk. Services to be performed 871 include case management, nutrition assessment/counseling, psychosocial assessment/counseling and health education. 872 873 division shall contract with the State Department of Health to 874 provide services within this paragraph (Perinatal High Risk 875 Management/Infant Services System (PHRM/ISS)) for any eligible 876 beneficiary that cannot receive these services under a different 877 The State Department of Health shall be reimbursed on a program. 878 full reasonable cost basis for services provided under this 879 subparagraph (a). Any program authorized under subsection (H) of 880 this section shall develop a perinatal risk management services 881 program in consultation with the division and the State Department 882 of Health or shall contract with the State Department of Health 883 for these services, and the programs shall begin providing these 884 services no later than January 1, 2025.
- (b) Early intervention system services. The
 division shall cooperate with the State Department of Health,
 acting as lead agency, in the development and implementation of a

888 statewide system of delivery of early intervention services, under Part C of the Individuals with Disabilities Education Act (IDEA). 889 890 The State Department of Health shall certify annually in writing 891 to the executive director of the division the dollar amount of 892 state early intervention funds available that will be utilized as 893 a certified match for Medicaid matching funds. Those funds then 894 shall be used to provide expanded targeted case management 895 services for Medicaid eligible children with special needs who are 896 eligible for the state's early intervention system. 897 Qualifications for persons providing service coordination shall be 898 determined by the State Department of Health and the Division of 899 Medicaid.

- disabled approved services as allowed by a waiver from the United States Department of Health and Human Services for home- and community-based services for physically disabled people using state funds that are provided from the appropriation to the State Department of Rehabilitation Services 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 Rehabilitation Services.
- 910 (21) Nurse practitioner services. Services furnished 911 by a registered nurse who is licensed and certified by the 912 Mississippi Board of Nursing as a nurse practitioner, including,

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913 but not limited to, nurse anesthetists, nurse midwives, family 914 nurse practitioners, family planning nurse practitioners, pediatric nurse practitioners, obstetrics-gynecology nurse 915 916 practitioners and neonatal nurse practitioners, under regulations 917 adopted by the division. Reimbursement for those services shall 918 not exceed ninety percent (90%) of the reimbursement rate for comparable services rendered by a physician. The division may 919 920 provide for a reimbursement rate for nurse practitioner services 921 of up to one hundred percent (100%) of the reimbursement rate for comparable services rendered by a physician for nurse practitioner 922 923 services that are provided after the normal working hours of the 924 nurse practitioner, as determined in accordance with regulations 925 of the division.

qualified health centers, rural health centers and clinics of the local health departments of the State Department of Health for individuals eligible for Medicaid under this article based on reasonable costs as determined by the division. Federally qualified health centers shall be reimbursed by the Medicaid prospective payment system as approved by the Centers for Medicare and Medicaid Services. The division shall recognize federally qualified health centers (FQHCs), rural health clinics (RHCs) and community mental health centers (CMHCs) as both an originating and distant site provider for the purposes of telehealth reimbursement. The division is further authorized and directed to

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938 reimburse FQHCs, RHCs and CMHCs for both distant site and 939 originating site services when such services are appropriately 940 provided by the same organization.

941 (23) Inpatient psychiatric services.

942 (a) Inpatient psychiatric services to be 943 determined by the division for recipients under age twenty-one 944 (21) that are provided under the direction of a physician in an 945 inpatient program in a licensed acute care psychiatric facility or 946 in a licensed psychiatric residential treatment facility, before 947 the recipient reaches age twenty-one (21) or, if the recipient was 948 receiving the services immediately before he or she reached age 949 twenty-one (21), before the earlier of the date he or she no 950 longer requires the services or the date he or she reaches age 951 twenty-two (22), as provided by federal regulations. From and 952 after January 1, 2015, the division shall update the fair rental 953 reimbursement system for psychiatric residential treatment 954 facilities. Precertification of inpatient days and residential 955 treatment days must be obtained as required by the division. From 956 and after July 1, 2009, all state-owned and state-operated 957 facilities that provide inpatient psychiatric services to persons 958 under age twenty-one (21) who are eligible for Medicaid 959 reimbursement shall be reimbursed for those services on a full reasonable cost basis. 960

961 (b) The division may reimburse for services 962 provided by a licensed freestanding psychiatric hospital to

| 963 | Medicaid | recipients | over | the a | ge of | twenty | -on | e (21) | in a | method |
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| 964 | and manne | r consister | nt wit | h the | provi | isions | of | Section | 43-1 | 3-117.5. |

- 965 (24) * * * Certified community behavioral health

 966 centers (CCBHCs). The division may reimburse CCBHCs in a manner

 967 determined by the division.
- 968 (25) [Deleted]
- 969 Hospice care. As used in this paragraph, the term (26)970 "hospice care" means a coordinated program of active professional 971 medical attention within the home and outpatient and inpatient care that treats the terminally ill patient and family as a unit, 972 973 employing a medically directed interdisciplinary team. 974 program provides relief of severe pain or other physical symptoms 975 and supportive care to meet the special needs arising out of 976 physical, psychological, spiritual, social and economic stresses 977 that are experienced during the final stages of illness and during 978 dying and bereavement and meets the Medicare requirements for 979 participation as a hospice as provided in federal regulations.
- 980 (27) Group health plan premiums and cost-sharing if it 981 is cost-effective as defined by the United States Secretary of 982 Health and Human Services.
- 983 (28) Other health insurance premiums that are
 984 cost-effective as defined by the United States Secretary of Health
 985 and Human Services. Medicare eligible must have Medicare Part B
 986 before other insurance premiums can be paid.

| (29) The Division of Medicald may apply for a waiver |
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| 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.
- 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.
- 1007 (32) Care and services provided in Christian Science
 1008 Sanatoria listed and certified by the Commission for Accreditation
 1009 of Christian Science Nursing Organizations/Facilities, Inc.,
 1010 rendered in connection with treatment by prayer or spiritual means

| 1011 | to the extent that those services are subject to reimbursement |
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| 1012 | under Section 1903 of the federal Social Security Act. |
| 1013 | (33) Podiatrist services. |

- 1014 (34) Assisted living services as provided through
 1015 home- and community-based services under Title XIX of the federal
 1016 Social Security Act, as amended, subject to the availability of
 1017 funds specifically appropriated for that purpose by the
 1018 Legislature.
- 1019 (35) Services and activities authorized in Sections
 1020 43-27-101 and 43-27-103, using state funds that are provided from
 1021 the appropriation to the Mississippi Department of Human Services
 1022 and used to match federal funds under a cooperative agreement
 1023 between the division and the department.
- 1024 Nonemergency transportation services for 1025 Medicaid-eligible persons as determined by the division. The PEER 1026 Committee shall conduct a performance evaluation of the 1027 nonemergency transportation program to evaluate the administration of the program and the providers of transportation services to 1028 1029 determine the most cost-effective ways of providing nonemergency 1030 transportation services to the patients served under the program. 1031 The performance evaluation shall be completed and provided to the 1032 members of the Senate Medicaid Committee and the House Medicaid Committee not later than January 1, 2019, and every two (2) years 1033 1034 thereafter.
- 1035 (37) [Deleted]

| 1036 | (38) Chiropractic services. A chiropractor's manual |
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| 1037 | manipulation of the spine to correct a subluxation, if x-ray |
| 1038 | demonstrates that a subluxation exists and if the subluxation has |
| 1039 | resulted in a neuromusculoskeletal condition for which |
| 1040 | manipulation is appropriate treatment, and related spinal x-rays |
| 1041 | performed to document these conditions. Reimbursement for |
| 1042 | chiropractic services shall not exceed Seven Hundred Dollars |
| 1043 | (\$700.00) per year per beneficiary. |

1044 (39) Dually eligible Medicare/Medicaid beneficiaries. 1045 The division shall pay the Medicare deductible and coinsurance 1046 amounts for services available under Medicare, as determined by 1047 the division. From and after July 1, 2009, the division shall 1048 reimburse crossover claims for inpatient hospital services and crossover claims covered under Medicare Part B in the same manner 1049 that was in effect on January 1, 2008, unless specifically 1050 1051 authorized by the Legislature to change this method.

(40) [Deleted]

(41) Services provided by the State Department of Rehabilitation Services for the care and rehabilitation of persons with spinal cord injuries or traumatic brain injuries, as allowed under waivers from the United States Department of Health and Human Services, using up to seventy-five percent (75%) of the funds that are appropriated to the Department of Rehabilitation Services from the Spinal Cord and Head Injury Trust Fund established under Section 37-33-261 and used to match federal

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| L061 | funds | under | а | cooperative | agreement | between | the | division | and | the |
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| L062 | depart | tment. | | | | | | | | |

- 1063 (42) [Deleted]
- 1064 (43) The division shall provide reimbursement,

 1065 according to a payment schedule developed by the division, for

 1066 smoking cessation medications for pregnant women during their

 1067 pregnancy and other Medicaid-eligible women who are of

 1068 child-bearing age.
- 1069 (44) Nursing facility services for the severely 1070 disabled.
- 1071 (a) Severe disabilities include, but are not 1072 limited to, spinal cord injuries, closed-head injuries and 1073 ventilator-dependent patients.
- 1074 (b) Those services must be provided in a long-term
 1075 care nursing facility dedicated to the care and treatment of
 1076 persons with severe disabilities.
- 1077 Physician assistant services. Services furnished (45)by a physician assistant who is licensed by the State Board of 1078 1079 Medical Licensure and is practicing with physician supervision 1080 under regulations adopted by the board, under regulations adopted 1081 by the division. Reimbursement for those services shall not 1082 exceed ninety percent (90%) of the reimbursement rate for comparable services rendered by a physician. The division may 1083 1084 provide for a reimbursement rate for physician assistant services of up to one hundred percent (100%) or the reimbursement rate for 1085

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.

- 1090 The division shall make application to the federal 1091 Centers for Medicare and Medicaid Services (CMS) for a waiver to develop and provide services for children with serious emotional 1092 1093 disturbances as defined in Section 43-14-1(1), which may include 1094 home- and community-based services, case management services or 1095 managed care services through mental health providers certified by the Department of Mental Health. The division may implement and 1096 1097 provide services under this waivered program only if funds for 1098 these services are specifically appropriated for this purpose by the Legislature, or if funds are voluntarily provided by affected 1099 1100 agencies.
- 1101 (47) (a) The division may develop and implement
 1102 disease management programs for individuals with high-cost chronic
 1103 diseases and conditions, including the use of grants, waivers,
 1104 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.
- 1110 (48) Pediatric long-term acute care hospital services.

| 1111 | (a) Pediatric long-term acute care hospital |
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| 1112 | services means services provided to eligible persons under |
| 1113 | twenty-one (21) years of age by a freestanding Medicare-certified |
| 1114 | hospital that has an average length of inpatient stay greater than |
| 1115 | twenty-five (25) days and that is primarily engaged in providing |
| 1116 | chronic or long-term medical care to persons under twenty-one (21) |
| 1117 | years of age. |
| 1118 | (b) The services under this paragraph (48) shall |
| 1119 | be reimbursed as a separate category of hospital services. |
| 1120 | (49) The division may establish copayments and/or |
| 1121 | coinsurance for any Medicaid services for which copayments and/or |
| 1122 | coinsurance are allowable under federal law or regulation. |
| 1123 | (50) Services provided by the State Department of |
| 1124 | Rehabilitation Services for the care and rehabilitation of persons |
| 1125 | who are deaf and blind, as allowed under waivers from the United |
| 1126 | States Department of Health and Human Services to provide home- |
| 1127 | and community-based services using state funds that are provided |
| 1128 | from the appropriation to the State Department of Rehabilitation |
| 1129 | Services or if funds are voluntarily provided by another agency. |

1130 Upon determination of Medicaid eligibility and in (51)1131 association with annual redetermination of Medicaid eligibility, 1132 beneficiaries shall be encouraged to undertake a physical examination that will establish a base-line level of health and 1133 1134 identification of a usual and customary source of care (a medical 1135 home) to aid utilization of disease management tools.

| 1136 | physical examination and utilization of these disease management |
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| 1137 | tools shall be consistent with current United States Preventive |
| 1138 | Services Task Force or other recognized authority recommendations. |

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

the division may pay enhanced reimbursement fees related to trauma care, as determined by the division in conjunction with the State Department of Health, using funds appropriated to the State Department of Health for trauma care and services and used to match federal funds under a cooperative agreement between the division and the State Department of Health. The division, in conjunction with the State Department of Health, may use grants, waivers, demonstrations, enhanced reimbursements, Upper Payment Limits Programs, supplemental payments, or other projects as necessary in the development and implementation of this reimbursement program.

- 1154 (53) Targeted case management services for high-cost 1155 beneficiaries may be developed by the division for all services 1156 under this section.
- 1157 (54) [Deleted]

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1158 (55) Therapy services. The plan of care for therapy
1159 services may be developed to cover a period of treatment for up to
1160 six (6) months, but in no event shall the plan of care exceed a

| 1161 | six-month period of treatment. The projected period of treatment |
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| 1162 | must be indicated on the initial plan of care and must be updated |
| 1163 | with each subsequent revised plan of care. Based on medical |
| 1164 | necessity, the division shall approve certification periods for |
| 1165 | less than or up to six (6) months, but in no event shall the |
| 1166 | certification period exceed the period of treatment indicated on |
| 1167 | the plan of care. The appeal process for any reduction in therapy |
| 1168 | services shall be consistent with the appeal process in federal |
| 1169 | regulations. |
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- 1170 (56) Prescribed pediatric extended care centers

 1171 services for medically dependent or technologically dependent

 1172 children with complex medical conditions that require continual

 1173 care as prescribed by the child's attending physician, as

 1174 determined by the division.
- 1175 No Medicaid benefit shall restrict coverage for 1176 medically appropriate treatment prescribed by a physician and 1177 agreed to by a fully informed individual, or if the individual lacks legal capacity to consent by a person who has legal 1178 1179 authority to consent on his or her behalf, based on an 1180 individual's diagnosis with a terminal condition. As used in this paragraph (57), "terminal condition" means any aggressive 1181 1182 malignancy, chronic end-stage cardiovascular or cerebral vascular disease, or any other disease, illness or condition which a 1183 1184 physician diagnoses as terminal.

| 1185 | (58) Treatment services for persons with opioid |
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| 1186 | dependency or other highly addictive substance use disorders. The |
| 1187 | division is authorized to reimburse eligible providers for |
| 1188 | treatment of opioid dependency and other highly addictive |
| 1189 | substance use disorders, as determined by the division. Treatment |
| 1190 | related to these conditions shall not count against any physician |
| 1191 | visit limit imposed under this section. |

- 1192 (59) The division shall allow beneficiaries between the
 1193 ages of ten (10) and eighteen (18) years to receive vaccines
 1194 through a pharmacy venue. The division and the State Department
 1195 of Health shall coordinate and notify OB-GYN providers that the
 1196 Vaccines for Children program is available to providers free of
 1197 charge.
- 1198 (60) Border city university-affiliated pediatric 1199 teaching hospital.
- 1200 Payments may only be made to a border city 1201 university-affiliated pediatric teaching hospital if the Centers 1202 for Medicare and Medicaid Services (CMS) approve an increase in 1203 the annual request for the provider payment initiative authorized 1204 under 42 CFR Section 438.6(c) in an amount equal to or greater 1205 than the estimated annual payment to be made to the border city 1206 university-affiliated pediatric teaching hospital. The estimate 1207 shall be based on the hospital's prior year Mississippi managed 1208 care utilization.

| 1209 | (b) As used in this paragraph (60), the term |
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| 1210 | "border city university-affiliated pediatric teaching hospital" |
| 1211 | means an out-of-state hospital located within a city bordering the |
| 1212 | eastern bank of the Mississippi River and the State of Mississippi |
| 1213 | that submits to the division a copy of a current and effective |
| 1214 | affiliation agreement with an accredited university and other |
| 1215 | documentation establishing that the hospital is |
| 1216 | university-affiliated, is licensed and designated as a pediatric |
| 1217 | hospital or pediatric primary hospital within its home state, |
| 1218 | maintains at least five (5) different pediatric specialty training |
| 1219 | programs, and maintains at least one hundred (100) operated beds |
| 1220 | dedicated exclusively for the treatment of patients under the age |
| 1221 | of twenty-one (21) years. |
| 1222 | (c) The cost of providing services to Mississippi |
| 1223 | Medicaid beneficiaries under the age of twenty-one (21) years who |
| 1224 | are treated by a border city university-affiliated pediatric |
| 1225 | teaching hospital shall not exceed the cost of providing the same |
| 1226 | services to individuals in hospitals in the state. |
| 1227 | (d) It is the intent of the Legislature that |
| 1228 | payments shall not result in any in-state hospital receiving |

1232 (e) This paragraph (60) shall stand repealed on 1233 July 1, * * * 2028.

payments lower than they would otherwise receive if not for the

payments made to any border city university-affiliated pediatric

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teaching hospital.

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| 1234 | (B) Planning and development districts participating in the |
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| 1235 | home- and community-based services program for the elderly and |
| 1236 | disabled as case management providers shall be reimbursed for case |
| 1237 | management services at the maximum rate approved by the Centers |
| 1238 | for Medicare and Medicaid Services (CMS). |

- (C) The division may pay to those providers who participate in and accept patient referrals from the division's emergency room redirection program a percentage, as determined by the division, of savings achieved according to the performance measures and reduction of costs required of that program. Federally qualified health centers may participate in the emergency room redirection program, and the division may pay those centers a percentage of any savings to the Medicaid program achieved by the centers' accepting patient referrals through the program, as provided in this subsection (C).
- 1249 (D) (1) As used in this subsection (D), the following terms
 1250 shall be defined as provided in this paragraph, except as
 1251 otherwise provided in this subsection:
- 1252 (a) "Committees" means the Medicaid Committees of
 1253 the House of Representatives and the Senate, and "committee" means
 1254 either one of those committees.
- 1255 (b) "Rate change" means an increase, decrease or
 1256 other change in the payments or rates of reimbursement, or a
 1257 change in any payment methodology that results in an increase,
 1258 decrease or other change in the payments or rates of

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reimbursement, to any Medicaid provider that renders any services authorized to be provided to Medicaid recipients under this article.

- 1262 Whenever the Division of Medicaid proposes a rate (2)1263 change, the division shall give notice to the chairmen of the 1264 committees at least thirty (30) calendar days before the proposed rate change is scheduled to take effect. The division shall 1265 1266 furnish the chairmen with a concise summary of each proposed rate 1267 change along with the notice, and shall furnish the chairmen with 1268 a copy of any proposed rate change upon request. The division 1269 also shall provide a summary and copy of any proposed rate change 1270 to any other member of the Legislature upon request.
- 1271 If the chairman of either committee or both (3) 1272 chairmen jointly object to the proposed rate change or any part 1273 thereof, the chairman or chairmen shall notify the division and 1274 provide the reasons for their objection in writing not later than 1275 seven (7) calendar days after receipt of the notice from the 1276 division. The chairman or chairmen may make written 1277 recommendations to the division for changes to be made to a 1278 proposed rate change.
- (4) (a) The chairman of either committee or both

 chairmen jointly may hold a committee meeting to review a proposed

 rate change. If either chairman or both chairmen decide to hold a

 meeting, they shall notify the division of their intention in

 writing within seven (7) calendar days after receipt of the notice

| 1284 | from the division, an | d shall set the date | and time for the meeting |
|------|-----------------------|-----------------------|--------------------------|
| 1285 | in their notice to th | e division, which sha | ll not be later than |
| 1286 | fourteen (14) calenda | r days after receipt | of the notice from the |
| 1287 | division. | | |

- 1288 After the committee meeting, the committee or 1289 committees may object to the proposed rate change or any part 1290 The committee or committees shall notify the division thereof. 1291 and the reasons for their objection in writing not later than 1292 seven (7) calendar days after the meeting. The committee or 1293 committees may make written recommendations to the division for 1294 changes to be made to a proposed rate change.
- 1295 (5) If both chairmen notify the division in writing
 1296 within seven (7) calendar days after receipt of the notice from
 1297 the division that they do not object to the proposed rate change
 1298 and will not be holding a meeting to review the proposed rate
 1299 change, the proposed rate change will take effect on the original
 1300 date as scheduled by the division or on such other date as
 1301 specified by the division.
- (6) (a) If there are any objections to a proposed rate change or any part thereof from either or both of the chairmen or the committees, the division may withdraw the proposed rate change, make any of the recommended changes to the proposed rate change, or not make any changes to the proposed rate change.
- 1307 (b) If the division does not make any changes to 1308 the proposed rate change, it shall notify the chairmen of that

| L309 | fact in writing, and the proposed rate change shall take effect on |
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| L310 | the original date as scheduled by the division or on such other |
| L311 | date as specified by the division. |

- 1312 (c) If the division makes any changes to the
 1313 proposed rate change, the division shall notify the chairmen of
 1314 its actions in writing, and the revised proposed rate change shall
 1315 take effect on the date as specified by the division.
- 1316 (7) Nothing in this subsection (D) shall be construed
 1317 as giving the chairmen or the committees any authority to veto,
 1318 nullify or revise any rate change proposed by the division. The
 1319 authority of the chairmen or the committees under this subsection
 1320 shall be limited to reviewing, making objections to and making
 1321 recommendations for changes to rate changes proposed by the
 1322 division.
 - (E) Notwithstanding any provision of this article, no new groups or categories of recipients and new types of care and services may be added without enabling legislation from the Mississippi Legislature, except that the division may authorize those changes without enabling legislation when the addition of recipients or services is ordered by a court of proper authority.
- (F) The executive director shall keep the Governor advised on a timely basis of the funds available for expenditure and the projected expenditures. Notwithstanding any other provisions of this article, if current or projected expenditures of the division are reasonably anticipated to exceed the amount of funds

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| 1334 | appropriated to the division for any fiscal year, the Governor, |
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| 1335 | after consultation with the executive director, shall take all |
| 1336 | appropriate measures to reduce costs, which may include, but are |
| 1337 | not limited to: |
| 1338 | (1) Reducing or discontinuing any or all services that |
| 1339 | are deemed to be optional under Title XIX of the Social Security |
| 1340 | Act; |
| 1341 | (2) Reducing reimbursement rates for any or all service |
| 1342 | types; |
| 1343 | (3) Imposing additional assessments on health care |
| 1344 | providers; or |
| 1345 | (4) Any additional cost-containment measures deemed |
| 1346 | appropriate by the Governor. |
| 1347 | To the extent allowed under federal law, any reduction to |
| 1348 | services or reimbursement rates under this subsection (F) shall be |
| 1349 | accompanied by a reduction, to the fullest allowable amount, to |
| 1350 | the profit margin and administrative fee portions of capitated |
| 1351 | payments to organizations described in paragraph (1) of subsection |
| 1352 | (H). |
| 1353 | Beginning in fiscal year 2010 and in fiscal years thereafter, |
| 1354 | when Medicaid expenditures are projected to exceed funds available |
| 1355 | for the fiscal year, the division shall submit the expected |
| 1356 | shortfall information to the PEER Committee not later than |
| 1357 | December 1 of the year in which the shortfall is projected to |

occur. PEER shall review the computations of the division and

report its findings to the Legislative Budget Office not later than January 7 in any year.

- 1361 (G) Notwithstanding any other provision of this article, it
 1362 shall be the duty of each provider participating in the Medicaid
 1363 program to keep and maintain books, documents and other records as
 1364 prescribed by the Division of Medicaid in accordance with federal
 1365 laws and regulations.
- 1366 Notwithstanding any other provision of this (H) (1)1367 article, the division is authorized to implement (a) a managed 1368 care program, (b) a coordinated care program, (c) a coordinated 1369 care organization program, (d) a health maintenance organization 1370 program, (e) a patient-centered medical home program, (f) an 1371 accountable care organization program, (g) provider-sponsored health plan, or (h) any combination of the above programs. 1372 1373 condition for the approval of any program under this subsection 1374 (H)(1), the division shall require that no managed care program, 1375 coordinated care program, coordinated care organization program, health maintenance organization program, or provider-sponsored 1376 1377 health plan may:
- 1378 (a) Pay providers at a rate that is less than the
 1379 Medicaid All Patient Refined Diagnosis Related Groups (APR-DRG)
 1380 reimbursement rate;
- 1381 (b) Override the medical decisions of hospital
 1382 physicians or staff regarding patients admitted to a hospital for
 1383 an emergency medical condition as defined by 42 US Code Section

1384 1395dd. This restriction (b) does not prohibit the retrospective 1385 review of the appropriateness of the determination that an 1386 emergency medical condition exists by chart review or coding 1387 algorithm, nor does it prohibit prior authorization for 1388 nonemergency hospital admissions;

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

utilization review program for medical services, transportation services and prescription drugs that is more stringent than the prior authorization processes used by the division in its administration of the Medicaid program. Not later than December 2, 2021, the contractors that are receiving capitated payments under a managed care delivery system established under this subsection (H) shall submit a report to the Chairmen of the House and Senate Medicaid Committees on the status of the prior authorization and utilization review program for medical services,

| 1409 | transportation services and prescription drugs that is required to |
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| 1410 | be implemented under this subparagraph (d); |
| 1411 | (e) [Deleted] |
| 1412 | (f) Implement a preferred drug list that is more |
| 1413 | stringent than the mandatory preferred drug list established by |
| 1414 | the division under subsection (A)(9) of this section; |
| 1415 | (g) Implement a policy which denies beneficiaries |
| 1416 | with hemophilia access to the federally funded hemophilia |
| 1417 | treatment centers as part of the Medicaid Managed Care network of |
| 1418 | providers. |
| 1419 | Each health maintenance organization, coordinated care |
| 1420 | organization, provider-sponsored health plan, or other |
| 1421 | organization paid for services on a capitated basis by the |
| 1422 | division under any managed care program or coordinated care |
| 1423 | program implemented by the division under this section shall use a |
| 1424 | clear set of level of care guidelines in the determination of |
| 1425 | medical necessity and in all utilization management practices, |
| 1426 | including the prior authorization process, concurrent reviews, |
| 1427 | retrospective reviews and payments, that are consistent with |
| 1428 | widely accepted professional standards of care. Organizations |
| 1429 | participating in a managed care program or coordinated care |
| 1430 | program implemented by the division may not use any additional |
| 1431 | criteria that would result in denial of care that would be |
| 1432 | determined appropriate and, therefore, medically necessary under |
| 1433 | those levels of care guidelines. |

| 1434 | (2) Notwithstanding any provision of this section, the |
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| 1435 | recipients eligible for enrollment into a Medicaid Managed Care |
| 1436 | Program authorized under this subsection (H) may include only |
| 1437 | those categories of recipients eligible for participation in the |
| 1438 | Medicaid Managed Care Program as of January 1, 2021, the |
| 1439 | Children's Health Insurance Program (CHIP), and the CMS-approved |
| 1440 | Section 1115 demonstration waivers in operation as of January 1, |
| 1441 | 2021. No expansion of Medicaid Managed Care Program contracts may |
| 1442 | be implemented by the division without enabling legislation from |
| 1443 | the Mississippi Legislature. |

- (3) (a) Any contractors receiving capitated payments under a managed care delivery system established in this section shall provide to the Legislature and the division statistical data to be shared with provider groups in order to improve patient access, appropriate utilization, cost savings and health outcomes not later than October 1 of each year. Additionally, each contractor shall disclose to the Chairmen of the Senate and House Medicaid Committees the administrative expenses costs for the prior calendar year, and the number of full-equivalent employees located in the State of Mississippi dedicated to the Medicaid and CHIP lines of business as of June 30 of the current year.
- 1455 The division and the contractors participating (b) in the managed care program, a coordinated care program or a 1456 provider-sponsored health plan shall be subject to annual program 1457 reviews or audits performed by the Office of the State Auditor, 1458

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| 1459 | the PEER Committee, the Department of Insurance and/or independent |
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| 1460 | third parties. |
| 1461 | (c) Those reviews shall include, but not be |
| 1462 | limited to, at least two (2) of the following items: |
| 1463 | (i) The financial benefit to the State of |
| 1464 | Mississippi of the managed care program, |
| 1465 | (ii) The difference between the premiums paid |
| 1466 | to the managed care contractors and the payments made by those |
| 1467 | contractors to health care providers, |
| 1468 | (iii) Compliance with performance measures |
| 1469 | required under the contracts, |
| 1470 | (iv) Administrative expense allocation |
| 1471 | methodologies, |
| 1472 | (v) Whether nonprovider payments assigned as |
| 1473 | medical expenses are appropriate, |
| 1474 | (vi) Capitated arrangements with related |
| 1475 | party subcontractors, |
| 1476 | (vii) Reasonableness of corporate |
| 1477 | allocations, |
| 1478 | (viii) Value-added benefits and the extent to |
| 1479 | which they are used, |
| 1480 | (ix) The effectiveness of subcontractor |
| 1481 | oversight, including subcontractor review, |
| 1482 | (x) Whether health care outcomes have been |
| 1483 | improved, and |
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| 1484 | | | (> | ĸi) | The | most | common | claim | denial | codes | to |
|------|-----------|------|---------|-----|------|-------|--------|-------|--------|-------|----|
| 1485 | determine | t.he | reasons | for | t.he | denia | als. | | | | |

1486 The audit reports shall be considered public documents and 1487 shall be posted in their entirety on the division's website.

- 1488 (4)All health maintenance organizations, coordinated 1489 care organizations, provider-sponsored health plans, or other organizations paid for services on a capitated basis by the 1490 1491 division under any managed care program or coordinated care 1492 program implemented by the division under this section shall 1493 reimburse all providers in those organizations at rates no lower 1494 than those provided under this section for beneficiaries who are 1495 not participating in those programs.
 - (5) No health maintenance organization, coordinated care organization, provider-sponsored health plan, or other organization paid for services on a capitated basis by the division under any managed care program or coordinated care program implemented by the division under this section shall require its providers or beneficiaries to use any pharmacy that ships, mails or delivers prescription drugs or legend drugs or devices.
- (6) (a) Not later than December 1, 2021, the

 contractors who are receiving capitated payments under a managed

 care delivery system established under this subsection (H) shall

 develop and implement a uniform credentialing process for

 providers. Under that uniform credentialing process, a provider

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| 1509 | who meets the criteria for credentialing will be credentialed with |
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| 1510 | all of those contractors and no such provider will have to be |
| 1511 | separately credentialed by any individual contractor in order to |
| 1512 | receive reimbursement from the contractor. Not later than |
| 1513 | December 2, 2021, those contractors shall submit a report to the |
| 1514 | Chairmen of the House and Senate Medicaid Committees on the status |
| 1515 | of the uniform credentialing process for providers that is |
| 1516 | required under this subparagraph (a). |

- 1517 If those contractors have not implemented a (b) 1518 uniform credentialing process as described in subparagraph (a) by 1519 December 1, 2021, the division shall develop and implement, not later than July 1, 2022, a single, consolidated credentialing 1520 1521 process by which all providers will be credentialed. Under the division's single, consolidated credentialing process, no such 1522 1523 contractor shall require its providers to be separately 1524 credentialed by the contractor in order to receive reimbursement 1525 from the contractor, but those contractors shall recognize the 1526 credentialing of the providers by the division's credentialing 1527 process.
- (c) The division shall require a uniform provider credentialing application that shall be used in the credentialing process that is established under subparagraph (a) or (b). If the contractor or division, as applicable, has not approved or denied the provider credentialing application within sixty (60) days of receipt of the completed application that includes all required

| 1534 | information necessary for credentialing, then the contractor or |
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| 1535 | division, upon receipt of a written request from the applicant and |
| 1536 | within five (5) business days of its receipt, shall issue a |
| 1537 | temporary provider credential/enrollment to the applicant if the |
| 1538 | applicant has a valid Mississippi professional or occupational |
| 1539 | license to provide the health care services to which the |
| 1540 | credential/enrollment would apply. The contractor or the division |
| 1541 | shall not issue a temporary credential/enrollment if the applicant |
| 1542 | has reported on the application a history of medical or other |
| 1543 | professional or occupational malpractice claims, a history of |
| 1544 | substance abuse or mental health issues, a criminal record, or a |
| 1545 | history of medical or other licensing board, state or federal |
| 1546 | disciplinary action, including any suspension from participation |
| 1547 | in a federal or state program. The temporary |
| 1548 | credential/enrollment shall be effective upon issuance and shall |
| 1549 | remain in effect until the provider's credentialing/enrollment |
| 1550 | application is approved or denied by the contractor or division. |
| 1551 | The contractor or division shall render a final decision regarding |
| 1552 | credentialing/enrollment of the provider within sixty (60) days |
| 1553 | from the date that the temporary provider credential/enrollment is |
| 1554 | issued to the applicant. |
| 1555 | (d) If the contractor or division does not render |
| 1556 | a final decision regarding credentialing/enrollment of the |
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provider within the time required in subparagraph (c), the

provider shall be deemed to be credentialed by and enrolled with

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1559 all of the contractors and eligible to receive reimbursement from 1560 the contractors.

- 1561 Each contractor that is receiving capitated (a) 1562 payments under a managed care delivery system established under 1563 this subsection (H) shall provide to each provider for whom the 1564 contractor has denied the coverage of a procedure that was ordered or requested by the provider for or on behalf of a patient, a 1565 1566 letter that provides a detailed explanation of the reasons for the 1567 denial of coverage of the procedure and the name and the credentials of the person who denied the coverage. The letter 1568 1569 shall be sent to the provider in electronic format.
 - (b) After a contractor that is receiving capitated payments under a managed care delivery system established under this subsection (H) has denied coverage for a claim submitted by a provider, the contractor shall issue to the provider within sixty (60) days a final ruling of denial of the claim that allows the provider to have a state fair hearing and/or agency appeal with the division. If a contractor does not issue a final ruling of denial within sixty (60) days as required by this subparagraph (b), the provider's claim shall be deemed to be automatically approved and the contractor shall pay the amount of the claim to the provider.
- (c) After a contractor has issued a final ruling
 of denial of a claim submitted by a provider, the division shall
 conduct a state fair hearing and/or agency appeal on the matter of

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the disputed claim between the contractor and the provider within sixty (60) days, and shall render a decision on the matter within thirty (30) days after the date of the hearing and/or appeal.

- (8) It is the intention of the Legislature that the division evaluate the feasibility of using a single vendor to administer pharmacy benefits provided under a managed care delivery system established under this subsection (H). Providers of pharmacy benefits shall cooperate with the division in any transition to a carve-out of pharmacy benefits under managed care.
- (9) The division shall evaluate the feasibility of using a single vendor to administer dental benefits provided under a managed care delivery system established in this subsection (H). Providers of dental benefits shall cooperate with the division in any transition to a carve-out of dental benefits under managed care.
- (10) It is the intent of the Legislature that any 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

1609 December 1, 2021, any contractors receiving capitated payments 1610 under a managed care delivery system established under this subsection (H) shall provide to the Chairmen of the House and 1611 1612 Senate Medicaid Committees and House and Senate Public Health 1613 Committees a report of LARC utilization for State Fiscal Years 1614 2018 through 2020 as well as any programs, initiatives, or efforts made by the contractors and providers to increase LARC 1615 1616 utilization. This report shall be updated annually to include 1617 information for subsequent state fiscal years.

The division is authorized to make not more than 1618 (12)1619 one (1) emergency extension of the contracts that are in effect on 1620 July 1, 2021, with contractors who are receiving capitated 1621 payments under a managed care delivery system established under this subsection (H), as provided in this paragraph (12). 1622 1623 maximum period of any such extension shall be one (1) year, and under any such extensions, the contractors shall be subject to all 1624 1625 of the provisions of this subsection (H). The extended contracts shall be revised to incorporate any provisions of this subsection 1626 1627 (H).

1628 (I) [Deleted]

(J) There shall be no cuts in inpatient and outpatient
hospital payments, or allowable days or volumes, as long as the
hospital assessment provided in Section 43-13-145 is in effect.

This subsection (J) shall not apply to decreases in payments that
are a result of: reduced hospital admissions, audits or payments

under the APR-DRG or APC models, or a managed care program or similar model described in subsection (H) of this section.

- (K) In the negotiation and execution of such contracts involving services performed by actuarial firms, the Executive Director of the Division of Medicaid may negotiate a limitation on liability to the state of prospective contractors.
- The Division of Medicaid shall reimburse for services 1640 (L) 1641 provided to eligible Medicaid beneficiaries by a licensed birthing 1642 center in a method and manner to be determined by the division in accordance with federal laws and federal regulations. 1643 1644 division shall seek any necessary waivers, make any required 1645 amendments to its State Plan or revise any contracts authorized 1646 under subsection (H) of this section as necessary to provide the services authorized under this subsection. As used in this 1647 subsection, the term "birthing centers" shall have the meaning as 1648 1649 defined in Section 41-77-1(a), which is a publicly or privately 1650 owned facility, place or institution constructed, renovated, 1651 leased or otherwise established where nonemergency births are 1652 planned to occur away from the mother's usual residence following 1653 a documented period of prenatal care for a normal uncomplicated 1654 pregnancy which has been determined to be low risk through a 1655 formal risk-scoring examination.
- 1656 (M) This section shall stand repealed on July 1, * * * 2028.

 1657 SECTION 3. Section 43-13-145, Mississippi Code of 1972, is

 1658 amended as follows:

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| 1659 | 43-13-145. (1) (a) Upon each nursing facility licensed by |
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| 1660 | the State of Mississippi, there is levied an assessment in an |
| 1661 | amount set by the division, equal to the maximum rate allowed by |
| 1662 | federal law or regulation, for each licensed and occupied bed of |
| 1663 | the facility. |
| 1664 | (b) A nursing facility is exempt from the assessment |
| 1665 | levied under this subsection if the facility is operated under the |
| 1666 | direction and control of: |
| 1667 | (i) The United States Veterans Administration or |
| 1668 | other agency or department of the United States government; or |
| 1669 | (ii) The State Veterans Affairs Board. |
| 1670 | (2) (a) Upon each intermediate care facility for |
| 1671 | individuals with intellectual disabilities licensed by the State |
| 1672 | of Mississippi, there is levied an assessment in an amount set by |
| 1673 | the division, equal to the maximum rate allowed by federal law or |
| 1674 | regulation, for each licensed and occupied bed of the facility. |
| 1675 | (b) An intermediate care facility for individuals with |
| 1676 | intellectual disabilities is exempt from the assessment levied |
| 1677 | under this subsection if the facility is operated under the |
| 1678 | direction and control of: |
| 1679 | (i) The United States Veterans Administration or |
| 1680 | other agency or department of the United States government; |
| 1681 | (ii) The State Veterans Affairs Board; or |
| 1682 | (iii) The University of Mississippi Medical |
| 1683 | Center. |

| 1684 | (3) (a) Upon each psychiatric residential treatment |
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| 1685 | facility licensed by the State of Mississippi, there is levied an |
| 1686 | assessment in an amount set by the division, equal to the maximum |
| 1687 | rate allowed by federal law or regulation, for each licensed and |
| 1688 | occupied bed of the facility. |

- 1689 (b) A psychiatric residential treatment facility is
 1690 exempt from the assessment levied under this subsection if the
 1691 facility is operated under the direction and control of:
- 1692 (i) The United States Veterans Administration or 1693 other agency or department of the United States government;
- 1694 (ii) The University of Mississippi Medical Center; 1695 or
- 1696 (iii) A state agency or a state facility that
 1697 either provides its own state match through intergovernmental
 1698 transfer or certification of funds to the division.
- 1699 (4) Hospital assessment.
- 1700 Subject to and upon fulfillment of the (a) (i) requirements and conditions of paragraph (f) below, and 1701 1702 notwithstanding any other provisions of this section, an annual 1703 assessment on each hospital licensed in the state is imposed on 1704 each non-Medicare hospital inpatient day as defined below at a 1705 rate that is determined by dividing the sum prescribed in this subparagraph (i), plus the nonfederal share necessary to maximize 1706 1707 the Disproportionate Share Hospital (DSH) and Medicare Upper Payment Limits (UPL) Program payments and hospital access payments 1708

| 1709 | and such other supplemental payments as may be developed pursuant |
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| 1710 | to Section 43-13-117(A)(18), by the total number of non-Medicare |
| 1711 | hospital inpatient days as defined below for all licensed |
| 1712 | Mississippi hospitals, except as provided in paragraph (d) below. |
| 1713 | If the state-matching funds percentage for the Mississippi |
| 1714 | Medicaid program is sixteen percent (16%) or less, the sum used in |
| 1715 | the formula under this subparagraph (i) shall be Seventy-four |
| 1716 | Million Dollars (\$74,000,000.00). If the state-matching funds |
| 1717 | percentage for the Mississippi Medicaid program is twenty-four |
| 1718 | percent (24%) or higher, the sum used in the formula under this |
| 1719 | subparagraph (i) shall be One Hundred Four Million Dollars |
| 1720 | (\$104,000,000.00). If the state-matching funds percentage for the |
| 1721 | Mississippi Medicaid program is between sixteen percent (16%) and |
| 1722 | twenty-four percent (24%), the sum used in the formula under this |
| 1723 | subparagraph (i) shall be a pro rata amount determined as follows: |
| 1724 | the current state-matching funds percentage rate minus sixteen |
| 1725 | percent (16%) divided by eight percent (8%) multiplied by Thirty |
| 1726 | Million Dollars (\$30,000,000.00) and add that amount to |
| 1727 | Seventy-four Million Dollars (\$74,000,000.00). However, no |
| 1728 | assessment in a quarter under this subparagraph (i) may exceed the |
| 1729 | assessment in the previous quarter by more than Three Million |
| 1730 | Seven Hundred Fifty Thousand Dollars (\$3,750,000.00) (which would |
| 1731 | be Fifteen Million Dollars (\$15,000,000.00) on an annualized |
| 1732 | basis), unless such increase is to maximize federal funds that are |
| 1733 | available to reimburse hospitals for services provided under new |

| 1734 | programs for hospitals, increased supplemental payment programs |
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| 1735 | for hospitals or to assist with state matching funds as authorized |
| 1736 | by the Legislature. The division shall publish the state-matching |
| 1737 | funds percentage rate applicable to the Mississippi Medicaid |
| 1738 | program on the tenth day of the first month of each quarter and |
| 1739 | the assessment determined under the formula prescribed above shall |
| 1740 | be applicable in the quarter following any adjustment in that |
| 1741 | state-matching funds percentage rate. The division shall notify |
| 1742 | each hospital licensed in the state as to any projected increases |
| 1743 | or decreases in the assessment determined under this subparagraph |
| 1744 | (i). However, if the Centers for Medicare and Medicaid Services |
| 1745 | (CMS) does not approve the provision in Section 43-13-117(39) |
| 1746 | requiring the division to reimburse crossover claims for inpatient |
| 1747 | hospital services and crossover claims covered under Medicare Part |
| 1748 | B for dually eligible beneficiaries in the same manner that was in |
| 1749 | effect on January 1, 2008, the sum that otherwise would have been |
| 1750 | used in the formula under this subparagraph (i) shall be reduced |
| 1751 | by Seven Million Dollars (\$7,000,000.00). |
| 1752 | (ii) In addition to the assessment provided under |
| 1753 | subparagraph (i), an additional annual assessment on each hospital |
| 1754 | licensed in the state is imposed on each non-Medicare hospital |
| 1755 | inpatient day as defined below at a rate that is determined by |
| 1756 | dividing twenty-five percent (25%) of any provider reductions in |
| 1757 | the Medicaid program as authorized in Section 43-13-117(F) for |
| 1758 | that fiscal year up to the following maximum amount, plus the |

| L759 | nonfederal share necessary to maximize the Disproportionate Share |
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| L760 | Hospital (DSH) and inpatient Medicare Upper Payment Limits (UPL) |
| L761 | Program payments and inpatient hospital access payments, by the |
| L762 | total number of non-Medicare hospital inpatient days as defined |
| L763 | below for all licensed Mississippi hospitals: in fiscal year |
| L764 | 2010, the maximum amount shall be Twenty-four Million Dollars |
| L765 | (\$24,000,000.00); in fiscal year 2011, the maximum amount shall be |
| L766 | Thirty-two Million Dollars (\$32,000,000.00); and in fiscal year |
| L767 | 2012 and thereafter, the maximum amount shall be Forty Million |
| L768 | Dollars (\$40,000,000.00). Any such deficit in the Medicaid |
| L769 | program shall be reviewed by the PEER Committee as provided in |
| L770 | Section 43-13-117(F). |
| L771 | (iii) In addition to the assessments provided in |
| L772 | subparagraphs (i) and (ii), an additional annual assessment on |
| L773 | each hospital licensed in the state is imposed pursuant to the |
| L774 | provisions of Section 43-13-117(F) if the cost-containment |
| L775 | measures described therein have been implemented and there are |
| L776 | insufficient funds in the Health Care Trust Fund to reconcile any |
| L777 | remaining deficit in any fiscal year. If the Governor institutes |
| L778 | any other additional cost-containment measures on any program or |
| L779 | programs authorized under the Medicaid program pursuant to Section |
| L780 | 43-13-117(F), hospitals shall be responsible for twenty-five |
| L781 | percent (25%) of any such additional imposed provider cuts, which |
| L782 | shall be in the form of an additional assessment not to exceed the |
| L783 | twenty-five percent (25%) of provider expenditure reductions. |

| 1784 | Such additional assessment shall be imposed on each non-Medicare |
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| 1785 | hospital inpatient day in the same manner as assessments are |
| 1786 | imposed under subparagraphs (i) and (ii). |
| 1787 | (b) Definitions. |
| 1788 | (i) [Deleted] |
| 1789 | (ii) For purposes of this subsection (4): |
| 1790 | 1. "Non-Medicare hospital inpatient day" |
| 1791 | means total hospital inpatient days including subcomponent days |
| 1792 | less Medicare inpatient days including subcomponent days from the |
| 1793 | hospital's most recent Medicare cost report for the second |
| 1794 | calendar year preceding the beginning of the state fiscal year, or |
| 1795 | file with CMS per the CMS HCRIS database, or cost report submitted |
| 1796 | to the Division if the HCRIS database is not available to the |
| 1797 | division, as of June 1 of each year. |
| 1798 | a. Total hospital inpatient days shall |
| 1799 | be the sum of Worksheet S-3, Part 1, column 8 row 14, column 8 row |
| 1800 | 16, and column 8 row 17, excluding column 8 rows 5 and 6. |
| 1801 | b. Hospital Medicare inpatient days |
| 1802 | shall be the sum of Worksheet S-3, Part 1, column 6 row 14, column |
| 1803 | 6 row 16.00, and column 6 row 17, excluding column 6 rows 5 and 6. |
| 1804 | c. Inpatient days shall not include |
| 1805 | residential treatment or long-term care days. |
| 1806 | 2. "Subcomponent inpatient day" means the |
| 1807 | number of days of care charged to a beneficiary for inpatient |
| 1808 | hospital rehabilitation and psychiatric care services in units of |

| 1809 | full days. A day begins at midnight and ends twenty-four (24) |
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| 1810 | hours later. A part of a day, including the day of admission and |
| 1811 | day on which a patient returns from leave of absence, counts as a |
| 1812 | full day. However, the day of discharge, death, or a day on which |
| 1813 | a patient begins a leave of absence is not counted as a day unless |
| 1814 | discharge or death occur on the day of admission. If admission |
| 1815 | and discharge or death occur on the same day, the day is |
| 1816 | considered a day of admission and counts as one (1) subcomponent |
| 1817 | inpatient day. |

- 1818 The assessment provided in this subsection is 1819 intended to satisfy and not be in addition to the assessment and 1820 intergovernmental transfers provided in Section 43-13-117(A)(18). 1821 Nothing in this section shall be construed to authorize any state agency, division or department, or county, municipality or other 1822 1823 local governmental unit to license for revenue, levy or impose any 1824 other tax, fee or assessment upon hospitals in this state not 1825 authorized by a specific statute.
- 1826 (d) Hospitals operated by the United States Department
 1827 of Veterans Affairs and state-operated facilities that provide
 1828 only inpatient and outpatient psychiatric services shall not be
 1829 subject to the hospital assessment provided in this subsection.
- 1830 (e) Multihospital systems, closure, merger, change of 1831 ownership and new hospitals.
- 1832 (i) If a hospital conducts, operates or maintains
 1833 more than one (1) hospital licensed by the State Department of

| 1834 | Health, the provider shall pay the hospital assessment for each |
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| 1835 | hospital separately. |
| 1836 | (ii) Notwithstanding any other provision in this |
| 1837 | section, if a hospital subject to this assessment operates or |
| 1838 | conducts business only for a portion of a fiscal year, the |
| 1839 | assessment for the state fiscal year shall be adjusted by |
| 1840 | multiplying the assessment by a fraction, the numerator of which |
| 1841 | is the number of days in the year during which the hospital |
| 1842 | operates, and the denominator of which is three hundred sixty-five |
| 1843 | (365). Immediately upon ceasing to operate, the hospital shall |
| 1844 | pay the assessment for the year as so adjusted (to the extent not |
| 1845 | previously paid). |
| 1846 | (iii) The division shall determine the tax for new |
| 1847 | hospitals and hospitals that undergo a change of ownership in |
| 1848 | accordance with this section, using the best available |
| 1849 | information, as determined by the division. |
| 1850 | (f) Applicability. |
| 1851 | The hospital assessment imposed by this subsection shall not |
| 1852 | take effect and/or shall cease to be imposed if: |
| 1853 | (i) The assessment is determined to be an |
| 1854 | impermissible tax under Title XIX of the Social Security Act; or |
| 1855 | (ii) CMS revokes its approval of the division's |
| 1856 | 2009 Medicaid State Plan Amendment for the methodology for DSH |
| 1857 | payments to hospitals under Section 43-13-117(A)(18). |

- (5) Each health care facility that is subject to the provisions of this section shall keep and preserve such suitable books and records as may be necessary to determine the amount of assessment for which it is liable under this section. The books and records shall be kept and preserved for a period of not less than five (5) years, during which time those books and records shall be open for examination during business hours by the division, the Department of Revenue, the Office of the Attorney General and the State Department of Health.
- 1867 (6) [Deleted]

- 1868 (7) All assessments collected under this section shall be
 1869 deposited in the Medical Care Fund created by Section 43-13-143.
- 1870 (8) The assessment levied under this section shall be in
 1871 addition to any other assessments, taxes or fees levied by law,
 1872 and the assessment shall constitute a debt due the State of
 1873 Mississippi from the time the assessment is due until it is paid.
 - (9) (a) If a health care facility that is liable for payment of an assessment levied by the division does not pay the assessment when it is due, the division shall give written notice to the health care facility demanding payment of the assessment within ten (10) days from the date of delivery of the notice. If the health care facility fails or refuses to pay the assessment after receiving the notice and demand from the division, the division shall withhold from any Medicaid reimbursement payments that are due to the health care facility the amount of the unpaid

1883 assessment and a penalty of ten percent (10%) of the amount of the 1884 assessment, plus the legal rate of interest until the assessment is paid in full. If the health care facility does not participate 1885 1886 in the Medicaid program, the division shall turn over to the 1887 Office of the Attorney General the collection of the unpaid 1888 assessment by civil action. In any such civil action, the Office of the Attorney General shall collect the amount of the unpaid 1889 1890 assessment and a penalty of ten percent (10%) of the amount of the 1891 assessment, plus the legal rate of interest until the assessment 1892 is paid in full.

(b) As an additional or alternative method for collecting unpaid assessments levied by the division, if a health care facility fails or refuses to pay the assessment after receiving notice and demand from the division, the division may file a notice of a tax lien with the chancery clerk of the county in which the health care facility is located, for the amount of the unpaid assessment and a penalty of ten percent (10%) of the amount of the assessment, plus the legal rate of interest until the assessment is paid in full. Immediately upon receipt of notice of the tax lien for the assessment, the chancery clerk shall forward the notice to the circuit clerk who shall enter the notice of the tax lien as a judgment upon the judgment roll and show in the appropriate columns the name of the health care facility as judgment debtor, the name of the division as judgment creditor, the amount of the unpaid assessment, and the date and

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| 1908 | time of enrollment. The judgment shall be valid as against |
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| 1909 | mortgagees, pledgees, entrusters, purchasers, judgment creditors |
| 1910 | and other persons from the time of filing with the clerk. The |
| 1911 | amount of the judgment shall be a debt due the State of |
| 1912 | Mississippi and remain a lien upon the tangible property of the |
| 1913 | health care facility until the judgment is satisfied. The |
| 1914 | judgment shall be the equivalent of any enrolled judgment of a |
| 1915 | court of record and shall serve as authority for the issuance of |
| 1916 | writs of execution, writs of attachment or other remedial writs. |
| 1917 | (10) (a) To further the provisions of Section |
| 1918 | 43-13-117(A)(18), the Division of Medicaid shall submit to the |
| 1919 | Centers for Medicare and Medicaid Services (CMS) any documents |
| 1920 | regarding the hospital assessment established under subsection (4) |
| 1921 | of this section. In addition to defining the assessment |
| 1922 | established in subsection (4) of this section if necessary, the |
| 1923 | documents shall describe any supplement payment programs and/or |
| 1924 | payment methodologies as authorized in Section 43-13-117(A)(18) if |
| 1925 | necessary. |
| 1926 | (b) All hospitals satisfying the minimum federal DSH |
| 1927 | eligibility requirements (Section 1923(d) of the Social Security |
| 1928 | Act) may, subject to OBRA 1993 payment limitations, receive a DSH |
| 1929 | payment. This DSH payment shall expend the balance of the federal |
| 1930 | DSH allotment and associated state share not utilized in DSH |
| 1931 | payments to state-owned institutions for treatment of mental |

diseases. The payment to each hospital shall be calculated by

- 1933 applying a uniform percentage to the uninsured costs of each
- 1934 eligible hospital, excluding state-owned institutions for
- 1935 treatment of mental diseases; however, that percentage for a
- 1936 state-owned teaching hospital located in Hinds County shall be
- 1937 multiplied by a factor of two (2).
- 1938 (11) The division shall implement DSH and supplemental
- 1939 payment calculation methodologies that result in the maximization
- 1940 of available federal funds.
- 1941 (12) The DSH payments shall be paid on or before December
- 1942 31, March 31, and June 30 of each fiscal year, in increments of
- 1943 one-third (1/3) of the total calculated DSH amounts. Supplemental
- 1944 payments developed pursuant to Section 43-13-117(A)(18) shall be
- 1945 paid monthly.
- 1946 (13) Payment.
- 1947 (a) The hospital assessment as described in subsection
- 1948 (4) for the nonfederal share necessary to maximize the Medicare
- 1949 Upper Payments Limits (UPL) Program payments and hospital access
- 1950 payments and such other supplemental payments as may be developed
- 1951 pursuant to Section 43-3-117(A)(18) shall be assessed and
- 1952 collected monthly no later than the fifteenth calendar day of each
- 1953 month.
- 1954 (b) The hospital assessment as described in subsection
- 1955 (4) for the nonfederal share necessary to maximize the
- 1956 Disproportionate Share Hospital (DSH) payments shall be assessed
- 1957 and collected on December 15, March 15 and June 15.

| 1958 | (c) The annual hospital assessment and any additional |
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| 1959 | hospital assessment as described in subsection (4) shall be |
| 1960 | assessed and collected on September 15 and on the 15th of each |
| 1961 | month from December through June |

- 1962 (14) If for any reason any part of the plan for annual DSH
 1963 and supplemental payment programs to hospitals provided under
 1964 subsection (10) of this section and/or developed pursuant to
 1965 Section 43-13-117(A)(18) is not approved by CMS, the remainder of
 1966 the plan shall remain in full force and effect.
- 1967 (15) Nothing in this section shall prevent the Division of
 1968 Medicaid from facilitating participation in Medicaid supplemental
 1969 hospital payment programs by a hospital located in a county
 1970 contiguous to the State of Mississippi that is also authorized by
 1971 federal law to submit intergovernmental transfers (IGTs) to the
 1972 State of Mississippi to fund the state share of the hospital's
 1973 supplemental and/or MHAP payments.
 - state-owned acute care hospital shall submit an intergovernmental transfer (IGT) to the State of Mississippi to fund the nonfederal share of that hospital's supplemental payments. The IGT shall be assessed and collected similar to the schedule described in subsection (13) of this section and that hospital's supplemental payment shall not be included in the assessment for the nonfederal share for which other hospitals are assessed.

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1982 (* * $\frac{17}{1983}$) This section shall stand repealed on July 1983 1, * * 2028.

1984 **SECTION 4.** Section 43-13-305, Mississippi Code of 1972, is 1985 amended as follows:

43-13-305. By accepting Medicaid from the Division of (1)Medicaid in the Office of the Governor, the recipient shall, to the extent of the payment of medical expenses by the Division of Medicaid, be deemed to have made an assignment to the Division of Medicaid of any and all rights and interests in any third-party benefits, hospitalization or indemnity contract or any cause of action, past, present or future, against any person, firm or corporation for Medicaid benefits provided to the recipient by the Division of Medicaid for injuries, disease or sickness caused or suffered under circumstances creating a cause of action in favor of the recipient against any such person, firm or corporation as set out in Section 43-13-125. The recipient shall be deemed, without the necessity of signing any document, to have appointed the Division of Medicaid as his or her true and lawful attorney-in-fact in his or her name, place and stead in collecting any and all amounts due and owing for medical expenses paid by the Division of Medicaid against such person, firm or corporation.

2003 (2) Whenever a provider of medical services or the Division 2004 of Medicaid submits claims to an insurer on behalf of a Medicaid 2005 recipient for whom an assignment of rights has been received, or 2006 whose rights have been assigned by the operation of law, the

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| insurer must respond within sixty (60) days of receipt of a claim |
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| by forwarding payment or issuing a notice of denial directly to |
| the submitter of the claim. The failure of the insuring entity to |
| comply with the provisions of this section shall subject the |
| insuring entity to recourse by the Division of Medicaid in |
| accordance with the provision of Section 43-13-315. <u>In the case</u> |
| of a responsible insurer, other than the insurers exempted under |
| federal law, that requires prior authorization for an item or |
| service furnished to a recipient, the insurer shall accept |
| authorization provided by the Division of Medicaid that the item |
| or service is covered under the state plan (or waiver of such |
| plan) for such recipient, as if such authorization were the prior |
| authorization made by the insurer for such item or service. The |
| Division of Medicaid shall be authorized to endorse any and all, |
| including, but not limited to, multi-payee checks, drafts, money |
| orders or other negotiable instruments representing Medicaid |
| payment recoveries that are received by the Division of Medicaid. |
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(3) Court orders or agreements for medical support shall direct such payments to the Division of Medicaid, which shall be authorized to endorse any and all checks, drafts, money orders or other negotiable instruments representing medical support payments which are received. Any designated medical support funds received by the State Department of Human Services or through its local county departments shall be paid over to the Division of Medicaid. When medical support for a Medicaid recipient is available through

| 2032 | an absent parent or custodial parent, the insuring entity shall |
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| 2033 | direct the medical support payment(s) to the provider of medical |
| 2034 | services or to the Division of Medicaid. |

2035 **SECTION 5.** This act shall take effect and be in force from 2036 and after July 1, 2024, and shall stand repealed on June 30, 2024.