



**NOTICE OF TERMINATION
WITHDRAWAL OF PROPOSED RULE**

**STATE OF MISSISSIPPI
OFFICE OF THE GOVERNOR
DIVISION OF MEDICAID**

Miss. Division of Medicaid
c/o Ginnie McCardle, Staff Officer
Walter Sillers Building
550 High St.
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Jackson, MS 39201
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<http://www.dom.state.ms.us>

Date Rule Proposed: July 11, 2008

Name of proposed rule being terminated:

SPA2008-019 Reimbursement to Providers of Early and Periodic, Screening, Diagnosis, and Treatment Services

Explanation of the purpose of the proposed rule and the reason(s) for proposing the rule:

Pursuant to Miss Code Ann. § 43-13-117 (1972 as amended), if current or projected expenditures of the Division are reasonably anticipated to exceed the amount of funds appropriated to the Division for any fiscal year, the Governor shall discontinue any or all of the payment of the types of care and services provided under this section that are deemed to be optional services and when necessary, shall institute any other cost containment measures on any program or programs authorized under the article to the extent allowed under the federal laws governing that program. Therefore, this State Plan Amendment reflects necessary cost containment measures to assure Medicaid operates within expected revenues as described. This State Plan Amendment will affect providers of Early and Periodic, Screening, Diagnosis, and Treatment Services.

Reason(s) for terminating the proposed rule:

After additional deliberations, the agency has determined that the proposed rule should be withdrawn in consideration of other options.

Date Proposed Rule Terminated: July 31, 2008

Executive Director

Signature and Title of Person Submitting Rule for Filing

State of Mississippi

METHODS AND STANDARDS FOR ESTABLISHING PAYMENT RATES-OTHER TYPES OF CARE

Early and Periodic Screening, Diagnosis, and Treatment and Extended EPSDT Services.

- (4) Interperiodic Dental Screens: Between periodic screens, coverage is provided for other medically necessary services. Payment for problem focused evaluation will be reimbursed using the Healthcare Common Procedure Coding System (HCPCS) codes as provided by the Centers for Medicare and Medicaid based on a statewide fixed fee schedule authorized by MS State Legislation. These reimbursement rates will be paid to dentists only.
- b) High-Risk Assessment-Reimbursement is based on 75% of the current Medicaid allowable for an antepartum visit. These reimbursement rates will be paid to Perinatal High Risk Management (PHRM) providers only.

The Division of Medicaid, as required by state law, shall reduce the rate of reimbursement to providers for any service by ten percent (10%) of the allowed amount for that service.

State of Mississippi
METHODS AND STANDARDS FOR ESTABLISHING PAYMENT RATES - OTHER TYPES OF CARE

Targeted Case Management

1. Targeted Case Management for High-Risk Pregnant Women – The case management fee is a negotiated rate of payment. Potential providers indicated participation was contingent upon establishing a fee that allowed them to recover the cost of providing the services recognizing the additional effort required to initialize each case. The rate will be evaluated annually.
2. Targeted Case Management for High-Risk Infants – The case management fee is based upon the current negotiated fee of:

\$12.00 for open and ongoing EPSDT case management contracts

\$6.00 for closure of EPSDT case management
3. All services – In the case of a public agency, reimbursement determined to be in excess of cost will be recouped by means of a rate adjustment for the next year.

The Division of Medicaid, as required by state law, shall reduce the rate of reimbursement to providers for any service by ten percent (10%) of the allowed amount for that service.

TN No. 2008-19
Supersedes
TN No. 2002-06

Date Received _____
Date Approved _____
Date Effective August 6, 2008

State of Mississippi
METHODS AND STANDARDS FOR ESTABLISHING PAYMENT RATES - OTHER TYPES OF CARE

Extended Services for Pregnant Women

1. Reimbursement – Reimbursement will be on a fee-for-service basis, billed monthly on the HCFA-1500 form. Payments will be the lesser of the charge or the established fee.

The established fees were based on like procedures and services currently paid in the Medicaid Program.

Examples are:

- a. In-home visits pay the rate of the visits in the home by a physician plus estimated travel costs.
 - b. High-risk assessment reimbursement is based on physician office visits reimbursement, currently in Mississippi
2. All Services – In the case of a public agency, reimbursement determined to be in excess of cost will be recouped by means of a rate adjustment for the next year.

The Division of Medicaid, as required by state law, shall reduce the rate of reimbursement to providers for any service by ten percent (10%) of the allowed amount for that service.

TN No. 2008-19
Supercedes
TN No. 2002-06

Date Received _____
Date Approved _____
Date Effective August 6, 2008

State of Mississippi
METHODS AND STANDARDS FOR ESTABLISHING PAYMENT RATES - OTHER TYPES OF CARE

Respiratory Care Services for EPSDT recipients, if medically necessary, reimbursed on a fee for service scale.

The Division of Medicaid, as required by state law, shall reduce the rate of reimbursement to providers for any service by ten percent (10%) of the allowed amount for that service.

TN No. 2008-19
Supercedes
TN No. 2002-06

Date Received _____
Date Approved _____
Date Effective August 6, 2008

Notice of Proposed Rule Adoption

State of Mississippi Office of the Governor Division of Medicaid

Economic Impact Statement For Providers of Early and Periodic Screening, Diagnosis and Treatment Services

The Executive Director of Medicaid is required by law to recommend expenditure containments when expenditures are expected to exceed funds available for any fiscal year. Medicaid is facing a \$90,000,000 shortfall in state revenues for FY2009; therefore, certain cost containment measures have been identified as necessary to balance Medicaid's budget. These measures include reducing certain non-institutional providers an additional 5% reduction in reimbursement in addition to the 5% reduction as outlined in Miss. Code Ann. § 43-13-117 (1972 as amended).

It is estimated that it will cost the Division of Medicaid approximately \$5,000 to enforce the increased reduction in payments to providers. This includes system changes and staff time.

An estimate of the total economic impact for providers of Early and Periodic Screening, Diagnosis and Treatment providers, including small business providers, is noted in the chart below. The total economic impact for providers in State FY 2009 is equal to the sum of federal and state savings noted in the chart below. The Division of Medicaid estimated the impact utilizing the actual and estimated expenditures for the same services for FY2008.

FFY2008 Federal Savings	FFY2008 State Share Savings	FFY2009 Federal Savings	FFY2009 State Share Savings
\$ 134,745.88	\$ 41,877.37	\$ 803,706.48	\$ 256,033.08

The Division of Medicaid is facing a \$90,000,000 shortfall in state revenues for FY2009. If this cost containment measure is not enacted, there will not be sufficient revenues to reimburse providers for the entire year.

State law limits cost containment measures that may be taken and precludes the Governor from changing eligibility or benefits; therefore, the only option is to reduce expenditures is to reduce payment.