

State of Mississippi

Methods and Standards for Establishing Payment Rates – Other Types of Care

OPPS fee schedule rates are the same for both governmental and private providers of hospital outpatient services. The MS Medicaid OPPS fee schedule is set and updated each year as of July 1 and is effective for services provided on or after that date.

- c. Subject to documentation of medical necessity, in addition to any Medicaid covered service received during observation in an outpatient hospital setting, DOM will pay an hourly fee for each hour of observation exceeding seven (7) hours, up to a maximum of twenty-three (23) hours (i.e., the maximum payment will be sixteen (16) hours times the hourly fee). Documentation requirements for medical necessity regarding observation services can be found in the MS Administrative Code Title 23 Medicaid, Part 202 Hospital Services, Chapter 2 Outpatient Hospital, Rule 2.4: Outpatient (23-Hour) Observation Services as of April 1, 2012, located at www.medicaid.ms.gov/AdminCode.aspx. The hourly fee for observation is calculated based on the relative weight for the Medicare APC 8009 which corresponds with an extended assessment and management encounter multiplied by the current Jackson, MS Medicare conversion factor divided by the twenty-three (23) maximum payable hours. ~~Documentation requirements for medical necessity regarding observation services can be found in the MS Administrative Code Title 23 Medicaid, Part 202 Hospital Services, Chapter 2 Outpatient Hospital, Rule 2.4: Outpatient (23-Hour) Observation Services as of April 1, 2012, located at www.medicaid.ms.gov/AdminCode.aspx.~~ The MS Medicaid OPPS fee schedule is set and updated each year as of July 1 and is effective for services provided on or after that date. All fees are published on the agency's website at ~~<http://www.medicaid.ms.gov/FeeScheduleLists.aspx>~~ <https://medicaid.ms.gov/providers/fee-schedules-and-rates/#>.
- d. The total claim allowed amount will be the lower of the provider's allowed billed charges or the calculated Medicaid OPPS allowed amount.
- e. A MS Medicaid OPPS status indicator is assigned to each procedure code determining

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payment under Medicaid OPPS. The full list of MS Medicaid OPPS status indicators and definitions is found on Attachment 4.19-B, page 2a.6.

- f. Claims with more than one (1) significant procedure, assigned a MS Medicaid OPPS status indicator “T” or “MT”, are discounted. The line item with the highest allowed amount on the claim for certain significant procedures identified on the MS OPPS fee schedule

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Hospital Outpatient Drugs

- a. Drugs paid outside the Outpatient Prospective Payment System (OPPS)–/–Ambulatory Payment Classification (APC) rate will be reimbursed by a Medicare fee. If there is no Medicare fee the drug will be reimbursed using a MS Medicaid fee.
- b. The APC and the Medicare fees on the MS Medicaid OPPS fee schedule will be calculated based on the most recent final Medicare outpatient Addendum B and C published by the Centers for Medicare and Medicaid Services (CMS) as of April 1 of each year. The MS Medicaid OPPS fee schedule is effective July 1 with no retroactive adjustments.
- c. Chemotherapy drugs and concomitant non-chemotherapy drugs administered during the chemotherapy treatment billed on the same claim as the chemotherapy treatment will be paid a MS Medicaid specific fee. The MS Medicaid specific fee will be ~~calculated~~ the amount listed on using the Medicare Average Sales Price (ASP) plus six percent (6%) based on the most recent final Medicare Average Sales Price (ASP) Drug Pricing Files, titled Payment Allowance Limits for Medicare Part B, –published by CMS as of April 1 of each year. The ASP files are one-hundred six percent (106%) of the ASP calculated from data submitted by drug manufacturers. The MS Medicaid specific fee is effective July 1 with no retroactive adjustments.
- d. If there is no APC relative weight, Medicare payment rate, MS Medicaid fee or ASP for a drug, reimbursement is made at one-hundred percent (100%) of the provider's acquisition cost.
- e. All fees are published on the agency's website at ~~www.medicaid.ms.gov/FeeScheduleLists.aspx~~ https://medicaid.ms.gov/providers/fee-schedule-s-and-rates/#.

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- d. The total claim allowed amount will be the lower of the provider's allowed billed charges or the calculated Medicaid OPPS allowed amount.
- e. A MS Medicaid OPPS status indicator is assigned to each procedure code determining payment under Medicaid OPPS. The full list of MS Medicaid OPPS status indicators and definitions is found on Attachment 4.19-B, page 2a.6.
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