DIVISION DESCRIPTIONS

Utilization Management Division (UMD)

UMD ensures that necessary and appropriate medical services are provided to Medi-Cal beneficiaries in the most cost-effective manner. It does so through strong utilization controls including review and approval of certain medical procedures, services and drugs provided to beneficiaries. The division oversees six Medi-Cal field offices and two pharmacy sections located throughout the state.

Primary and Rural Health Division (PRHD)

PRHD improves the health status of targeted population groups living in medically underserved urban and rural areas of California. PRHD’s nine programs provide accessible, comprehensive primary care services and other public health services for persons at risk, including the uninsured or indigent and those who would otherwise have limited or no access to services due to cultural or language barriers. Those programs are: Rural Health Services Development, Seasonal and Agricultural Workers, Indian Health, Expanded Access to Primary Care, Grants in Aid, State Office of Rural Health, Medicare Rural Hospital Flexibility/Critical Access Hospital, Small Rural Hospital Improvement and J-1 Visa Waiver Program. (http://www.prh.dhs.ca.gov)

Medi-Cal Managed Care Division (MMCD)

MMCD contracts with managed care organizations to provide coordinated health care services to approximately 3.3 million Medi-Cal beneficiaries in 24 counties. MMCD has three primary models of health care: Two-Plan, which operates in 12 counties; County Organized Health System, which operates in eight counties; and Geographic Managed Care, which operates in two counties. The division also contracts with a prepaid health plan in two additional counties, and with two specialty plans. MMCD has three branches: Plan Monitoring/Program Integrity, Policy and Financial Management and Plan Management. (http://www.dhs.ca.gov/mcs/mcmcd/default.htm)

Fiscal Intermediary and Contracts Oversight Division (FICOD)

FICOD ensures that fiscal intermediary contractors meet performance standards. It also approves approximately $246 million in administrative payments annually to medical and dental fiscal intermediaries, accounting for approximately $19 billion annually in health care benefits to providers. In addition, FICOD manages and oversees approximately $49 million in managed care beneficiary enrollment broker contracts. FICOD is responsible for six branches: Headquarters Management, Fiscal Intermediary-Information Technology Management, Fiscal

**Third Party Liability and Recovery Division (TPLRD)**

TPLRD ensures that the Medi-Cal program complies with state and federal laws and regulations regarding the legal liability of third parties to pay for health care services to beneficiaries. TPLRD is comprised of two branches - Estate Recovery and Other Health Coverage - and two sections - Cost Avoidance and Overpayment and Injury. The Estate Recovery Branch is responsible for collecting more than $79.5 million from the estates of certain deceased Medi-Cal beneficiaries. The Cost Avoidance Section pays Medicare premiums for approximately one million beneficiaries, resulting in a cost avoidance of approximately $3 billion per fiscal year. TPLRD also pays for private health care premiums of eligible beneficiaries and oversees the Workers' Compensation Recovery Program.

**Medi-Cal Pharmacy Benefits Division (PBD)**

PBD is responsible for DHCS' $4.2 billion Medi-Cal fee-for-service drug program. PBD contracts with drug and medical supply manufacturers and providers to ensure that they meet specific criteria, including safety, effectiveness and essential need, and that they eliminate the potential for misuse. In exchange for the ability to contract with Medi-Cal, manufacturers provide rebates to the program of more than $2 billion annually. California’s rebate program is considered one of the most aggressive in the country. PBD is also responsible for the Medi-Cal fee-for-service vision program that is budgeted at $50 million.

**Medi-Cal Eligibility Division (MED)**

MED ensures that Medi-Cal eligibility is determined accurately and on a timely basis by county public social services agencies. MED performs Medi-Cal quality control reviews of county compliance with state and federal eligibility requirements for program integrity. MED also works with the county welfare department consortiums and Information Technology Services Division to develop the business rules necessary to implement eligibility policy and maintain the records of beneficiaries in both the county systems and DHCS' Medi-Cal Eligibility Data System. In addition, MED determines eligibility for the Breast and Cervical Cancer Treatment Program and provides county public social service agencies policy direction via All County Welfare Directors Letters and Medi-Cal Eligibility Information Letters that implement Medi-Cal eligibility policies and procedures. MED is comprised of three branches - Policy A, Policy B and Policy C - and one section - Program Review.

**Provider Enrollment Division (PED)**

PED is responsible for the timely enrollment of fee-for-service medical providers into the Medi-Cal program. It ensures that all applicants meet requirements for licensing and participation standards defined by federal and state statutes and regulations. Currently, there are approximately 150,000 providers actively enrolled in Medi-Cal, and PED receives approximately 25,000 applications from providers each year. PED is also actively involved in Medi-Cal anti-fraud efforts that are aimed at preventing fraud, waste and abuse in the Medi-Cal program, which includes the re-enrollment of current providers to ensure they continue to meet the program’s standards of participation. In addition, PED is responsible for updating and
maintaining the Provider Master File database that is used in the claims payment process.
(http://www.dhcs.ca.gov/ProvGovPart/Pages/HowtoEnrollasaProvider.aspx)

**Systems of Care Division (SCD)**

SCD creates effective and efficient comprehensive systems of care for vulnerable populations with chronic conditions to better improve their health care options and reduce health care costs. SCD is comprised of two major branches: Medical Case Management (MCM) and Children’s Medical Services (CMS). MCM is designed to provide coordinated care for Medi-Cal fee-for-service patients who are chronically or catastrophically ill. The program currently has more than 1,800 active cases open. CMS is responsible for administering seven programs: California Children’s Services, serving 162,000 clients; Medical Therapy, serving 27,000 clients; High-Risk Infant Follow-Up; Child Health and Disability Prevention, serving two million children; Genetically Handicapped Persons, serving 1,500 clients; Newborn Hearing Screening, which screened 425,000 infants in 2006; and Health Care Program for Children in Foster Care Programs.

**Medi-Cal Benefits, Waiver Analysis and Rates Division (MCBWARD)**

MCBWARD determines what benefits Medi-Cal beneficiaries receive, what the charges will be for services and reimbursement rates for the 150,000 Medi-Cal providers. MCBWARD consists of one section - Waiver Analysis - and two branches - Rate Development and Medi-Cal Benefits. Waiver Analysis is the primary liaison with the federal Centers for Medicare & Medicaid Services and provides policy consultation and technical assistance to programs that operate waivers. MCBWARD is also responsible for two Disease Management Programs, one for HIV/AIDS and one for six chronic diseases, in Los Angeles and Alameda counties.

**Long-Term Care Division (LTCD)**

LTCD provides Medi-Cal-eligible frail seniors and persons with disabilities with services that allow them to live in their own homes or community-based settings instead of being cared for in hospitals, nursing homes, intermediate care facilities for the developmentally disabled or institutions for mental disease. LTCD has many program waivers that target specific subpopulations of Medi-Cal recipients, including the Nursing Facility/Acute Hospital Waiver, In-Home Operations Waiver, Assisted Living Waiver Pilot Project, In-Home Supportive Services Plus Waiver, Developmental Services Waiver, Multi-Purpose Senior Services Program and Senior Care Action Network Health Plan. LTCD authorizes private duty nursing and pediatric day health care services for approximately 3,000 Medi-Cal beneficiaries under the Early and Periodic Screening, Diagnosis and Treatment (EPSDT) supplemental services benefit. Also, LTCD has a federal Money Follows the Person grant ($130 million in federal funds over the next four years) to transition 2,000 Medi-Cal-eligible residents from long-term care institutions back to community living arrangements. Furthermore, LTCD manages and oversees the California Partnership for Long-Term Care, a federally recognized program that provides, through five selected insurance companies and CALPERS, high quality long-term care insurance policies to middle-income Californians. (http://www.dhs.ca.gov/director/OLTC/default.htm)

**Office of Health Insurance Portability and Accountability Act (HIPAA) Compliance (OHC)**

OHC is responsible for leadership and oversight related to the implementation and maintenance efforts of all HIPAA-impacted program areas within DHCS. OHC also provides HIPAA compliance support to the California Department of Public Health (CDPH) through an
interagency agreement. Federal HIPAA legislation passed in 1996 established national standards for electronic health care transactions and national identifiers (specific automated code identification mechanisms) for providers, health plans and employers. It also addressed the security and privacy of health data and was adopted to improve the efficiency and effectiveness of the nations’ health care system by encouraging the widespread use of electronic data interchange in health care. An operating budget of approximately $63 million is used to fund HIPAA projects throughout DHCS and CDPH, primarily for the Medi-Cal program’s fiscal intermediaries. (http://hipaa.dhs.ca.gov)

Office of Civil Rights (OCR)

OCR is responsible for overseeing the enforcement of various federal and state civil rights laws and implementing regulations and executive orders pertaining to employment and services by DHCS and its contractors to ensure nondiscrimination in the access and delivery of health care services provided or administered by DHCS. OCR provides departmental guidance, coordination, monitoring, training and enforcement of issues relating to DHCS employees through the Internal Equal Employment Opportunity Program (Title VII), External Civil Rights Compliance Program (Title VI) and Reasonable Accommodation Program (RA). Also, OCR coordinates and develops technical, prevention and sensitivity awareness training that deals with Equal Employment Opportunity and disability issues and resolves complaints of discrimination via counseling, informal reviews, investigations and mediations filed by DHCS applicants and employees.

Office of Public Affairs (OPA)

OPA is responsible for overall communications and outreach activities designed to engage the general public as well as a wide variety of health care, community, business, academic, legislative and other groups, including the media, intergovernmental organizations and public advocacy groups, in DHCS’ agenda. OPA develops and executes public affairs strategies to support the goals and objectives of DHCS and serves as the central channel for information to DHCS’ various stakeholders, the public and the media. (http://www.dhcs.ca.gov/formsandpubs/publications/opa/Pages/default.aspx)

Audits & Investigations (A&I)

A&I ensures the fiscal integrity, efficiency and quality of internal and external programs. As part of its mission, A&I promotes sound management of public funds, performs specific audits of DHCS operations and medical and financial audits of Medi-Cal and public health providers, conducts investigations of suspected violations of Medi-Cal laws and regulations, aggressively identifies public funds spent inefficiently or illegally for recovery, uses the insights gained through audit and investigative activities to provide technical assistance to departmental programs and to external organizations working with DHCS and has the lead responsibility for DHCS’ Medi-Cal anti-fraud program. (http://www.dhs.ca.gov/ane)

Office of Women's Health (OWH)

OWH was created in 1993 by Governor's Executive Order W-57-93 and in 1994 was permanently established in statute. OWH guides women's health policy in an effective and comprehensive fashion to promote health and reduce the burden of preventable disease and injury among the women and girls of California. OWH observes May as Women's Health Month
to raise awareness of health issues that affect the lives of women and girls. (http://www.dhs.ca.gov/director/owh)

**Legislative and Governmental Affairs (LGA)**

LGA facilitates, coordinates and advocates for the development and enactment of legislation in the interest of public health and health care. As a key player in carrying out DHCS’ mission to protect and advance the health of all Californians, LGA assists in the development and refinement of the state’s health care laws. (http://www.dhcs.ca.gov/Pages/LGA.aspx)

**Information Technology Services Division (ITSD)**

ITSD provides a secure, reliable information technology environment to support the program and administrative objectives of DHCS, CDPH and the California Health and Human Services Agency. ITSD establishes policy and ensures compliance with state and federal laws and regulations regarding the use of information technology (IT) and the safeguarding of electronic information; supports a complex portfolio of program applications, the largest of which is the Medi-Cal Eligibility Data System; provides quality application and data services to DHCS programs; facilitates the successful completion of IT projects undertaken by DHCS and CDPH; and manages the design, installation upgrade and support of a complex infrastructure including servers, desktops, network devices, messaging systems, Web sites, Web applications and databases.

**Safety Net Finance Division (SNFD)**

SNFD is comprised of two sections and two branches: Inpatient Contract and Monitoring Section; Hospital/Uninsured Care Demonstration Section; Administrative Claiming Local and School Services Branch; and the Disproportionate Share Hospital (DSH) Financing and Non-Contract Hospital Recoupment Branch. The Inpatient Contract and Monitoring Section is responsible for contracts/amendments and payments for Selective Provider Contracting Program hospitals, approving bond debt service payments for the Construction Renovation Reimbursement Program, reviewing staffing requirements for subacute care facilities and approving payments for various supplemental programs and federal fund flow-through to other state agencies. The Hospital/Uninsured Care Demonstration Section is responsible for the Medi-Cal Hospital/Uninsured Care demonstration project, which is a hospital financing waiver that pays more than $6.5 billion annually in federal funds to California’s safety net hospitals. As part of the demonstration project, the Health Care Coverage Initiative allows the expansion of health care services to eligible low-income, uninsured Californians in 10 counties. The DSH Financing and Non-Contract Hospital Recoupment Branch reimburses certain hospitals $1.265 billion in federal funds annually for uncompensated care costs for providing services to low-income, uninsured and undocumented persons and recovers about $2 million annually in overpayments to hospitals. Finally, the Administrative Claiming Local and School Services Branch provides federal reimbursement to counties and schools for administrative activities necessary for the proper and efficient administration of the State Medicaid Plan. This section also provides federal reimbursement to counties for targeted case management and certain medically necessary school-based services provided to Medi-Cal beneficiaries.

**Office of Multicultural Health (OMH)**
OMH was created in 1993 by Executive Order W-58-93 and in 1999 was permanently established in statute. OMH serves as DHCS’ focal point for improved planning and coordination of activities and programs related to racial and ethnic populations in California. OMH has five principal functions: strategic planning to implement and achieve DHCS’ goals and objectives; policy analysis on health issues related to California’s diverse populations; communication and liaison with internal and external groups; training and technical assistance; and identification and assistance in obtaining funds for related health issues. 

(http://www.dhs.ca.gov/director/omh)

**Office of Clinical Preventive Medicine (OCPM)**

OCPM works to help integrate preventive care into the medical delivery system and serves as a principal point of communication and coordination between public health programs in CDPH and medical care programs in DHCS.  (http://www.dhs.ca.gov/ps/ocpm/default.htm)

**Administration Division**

Administration Division staff work to direct an array of central support services to achieve DHCS program and operations objectives and provide management information and business control functions for the directorate. To help ensure that the most efficient level of service is achieved within available DHCS resources, the Administration Division: streamlines and simplifies policies and procedures, stressing collaboration and improved communication with program staff; ensures fiscal accountability of programs by overseeing the financial management of DHCS, including budget development, defense and oversight; provides responsive and reliable employee support and personnel management systems; and evaluates business processes with attention to improvements in department-wide support functions on an ongoing basis.  

(http://www.dhcs.ca.gov/services/admin/Pages/default.aspx)

**Office of Legal Services (OLS)**

OLS provides legal counsel necessary to administer a department with approximately 3,500 employees, providing legal support services to health programs regulated by DHCS, including the Medi-Cal, Child Health and Disability Prevention and California Children's Services programs. Also, OLS staff routinely respond to questions from the Governor's Office and Legislature regarding the delivery and financing of health care to Californians. OLS administers the Privacy Office and houses the Office of Regulations, which is responsible for ensuring the consistency and accuracy of all regulations promulgated and imposed by DHCS.