PPL No. 03-006

TO: Local Governmental Agencies (LGA)
Targeted Case Management (TCM) Coordinators

SUBJECT: TCM FEDERAL MEDICAL ASSISTANCE PERCENTAGE (FMAP) INCREASE

The purpose of this letter is to advise LGAs that the FMAP changed retroactive to April 2003. The FMAP is used to calculate the maximum federal share for reimbursement to the LGA. The FMAP has increased to 54.35 percent, effective for TCM services rendered from April 1, 2003, through September 30, 2003. All invoices paid since April 1, 2003 will be adjusted, and the LGA will receive a check by program for the amount. Continue to process invoices normally.

The FMAP will decrease to 52.95 percent, effective for TCM services rendered from October 1, 2003 to June 30, 2004. The following chart identifies the FMAP from October 1, 2000 forward:

<table>
<thead>
<tr>
<th>DATES OF SERVICE</th>
<th>FMAP</th>
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</thead>
<tbody>
<tr>
<td>October 1, 2000-September 30, 2001</td>
<td>51.25 percent</td>
</tr>
<tr>
<td>October 1, 2001-September 30, 2002</td>
<td>51.40 percent</td>
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<tr>
<td>October 1, 2002-March 31, 2003</td>
<td>50.00 percent</td>
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<tr>
<td>April 1, 2003 – September 30, 2003</td>
<td>54.35 percent</td>
</tr>
<tr>
<td>October 1, 2003 – June 30, 2004</td>
<td>52.95 percent</td>
</tr>
</tbody>
</table>

This increase in the FMAP does not change how an LGA submits TCM claims. The Local and Schools Services Unit (LSSU) will calculate the federal share for reimbursement based on the prevailing FMAP for the date of service. The change in FMAP applies only to TCM claims and does not affect the federal financial participation for the Medi-Cal Administrative Activities (MAA) program.
If you have any questions, please contact Ms. Elizabeth Touhey, Chief of the LSSU, at (916) 657-0716 or by e-mail at etouhey@dhs.ca.gov.

Sincerely,

Original Signed by Mary Lamar-Wiley

Ms. Mary Lamar-Wiley, Acting Chief
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