February 8, 2007

PPL No. 07-001

TO: LOCAL GOVERNMENTAL AGENCY (LGA) COORDINATORS FOR TARGETED CASE MANAGEMENT (TCM)

SUBJECT: TCM FEDERAL MEDICAL ASSISTANCE PERCENTAGE

This letter is to advise the Local Governmental Agencies (LGA) that the Federal Medical Assistance Percentages (FMAP) rates effective July 1, 2007, will continue at 50.00 percent. Effective rates are for services provided on or after July 1, 2007, the start of state fiscal year (FY) 2007-08, and will continue through September 30, 2008. Please refer to PPL 06-004 for current FY 06-07 FMAP rates.

The following chart identifies the FMAP from July 1, 2007 forward:

<table>
<thead>
<tr>
<th>DATES OF SERVICE</th>
<th>FMAP</th>
</tr>
</thead>
<tbody>
<tr>
<td>July 1, 2007 – September 30, 2007</td>
<td>50.00 percent</td>
</tr>
<tr>
<td>October 1, 2007 – September 30, 2008</td>
<td>50.00 percent</td>
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</tbody>
</table>

The continuation of this percentage in the FMAP does not change how the LGA submits Targeted Case Management (TCM) invoices. The California Department of Health Services’ (CDHS) TCM staff will calculate the federal share for reimbursement based on the prevailing FMAP for the date of service. The FMAP percentage applies only to TCM invoices and does not affect the federal financial participation for the Medi-Cal Administrative Activities (MAA) program.
If you have any questions, please contact Fred Chow, Chief of the Program Planning and Policy Data Unit, at (916) 552-9618 or fchow@dhs.ca.gov.

Sincerely,

ORIGINAL SIGNED BY ELIZABETH TOUHEY

Elizabeth Touhey, Chief
Administrative Claiming, Local
and Schools Services Section

cc: Ms. Cathleen Gentry
LGA MAA/TCM Consultant
455 Pine Avenue
Half Moon Bay, CA 94109