



DAVID MAXWELL-JOLLY
Director

State of California—Health and Human Services Agency
Department of Health Care Services



ARNOLD SCHWARZENEGGER
Governor

May 19, 2009

PPL No. 09-013

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

SUBJECT: **TCM FMAP Increase**

This Policy and Procedure Letter (PPL) is to advise LGAs that, as a result of the Americans Recovery and Reinvestment Act signed into law on February 17, 2009, the Federal Medical Assistance Percentage (FMAP) has increased from 50% to 61.59%, retroactive to dates of service of October 1, 2008. Also, please be advised that the FMAP may change from quarter to quarter, due to the state's unemployment rate and subsequent recalculations every quarter, until December 31, 2010. The Department of Health Care Services (DHCS) expects the rate to stay the same for the current fiscal year.

If you have questions regarding this PPL, please contact Mr. Bob Baxter, Chief, PP&PD Unit, at Bob.Baxter@dhcs.ca.gov or by telephone at (916) 552-9618.

Sincerely,

ORIGINAL SIGNED BY BOB BAXTER FOR

Elizabeth Touhey, Chief
Administrative Claiming Local and
Schools Services Branch

cc: Ms. Cathleen Gentry
MAA/TCM Consultant
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