DATE: August 3, 2012

TO: Local Governmental Agency (LGA)
Medi-Cal Administrative Activities (MAA) and
Targeted Case Management (TCM) Coordinators

SUBJECT: LGA Claiming Reimbursement for Fiscal Year (FY) 2011-12
MAA/TCM Participation Fee

This Policy and Procedure Letter (PPL) is to advise LGAs that 22.44% of the LGA participation fee for FY 2011-12 may be claimed to the County-Based MAA (CMAA) Program. Specifically, the portion of the participation fee not used to pay Department of Health Care Services (DHCS) expenditures or compensation for the LGA Executive Committee and Host Entity is an allowable expenditure claimable for reimbursement.

LGAs seeking reimbursement for the participation fee for the first time must amend their CMAA Claiming Plan to include specific reference to the participation fee as a cost under the “MAA/TCM Coordination and Claims Administration” activity. The following reference is to be included in the LGA response to Question No.1, and must be submitted as an amendment to the CMAA Claiming Plan before or during the quarter in which the cost will be claimed: “Individually list each type of allowable MAA/TCM Coordination and Claims Administration performed . . .” (page 3-23 of the provider manual). These amendments are effective the quarter in which the amendment is submitted to DHCS. Failure to submit the required amendment to the CMAA Claiming Plan shall result in the prohibition to claim the participation fee for FY 2011-12 and subsequent fiscal years.

The LGA claimable amount shall be included in the invoice for the quarter in which the payment was made to the Host Entity. These costs must be claimed in Section 3 of the Direct Charges Worksheet on the CMAA invoice and identified as Participation Fees in the description column. The total amount of the fee paid is entered in the “Other Costs” column. A discount factor of 22.44 % for FY 2011-12 should be entered in the column labeled “Medi-Cal/Certified Time Factor.”
If you have questions, please contact Rick Record, Chief, Administrative Support Unit at (916) 552-9065 or Rick.Record@dhcs.ca.gov.

Sincerely,

ORIGINAL SIGNED BY GERI BAUCOM

Geri Baucom, Chief
Administrative Claiming, Local and Schools Services Branch

cc: Patrick Sutton, LGA MAA/TCM Consultant
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