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

Jennifer Kent
DIRECTOR

EDMUND G. BROWN JR.
GOVERNOR

SEP 29 2016

Ms. Henrietta Sam-Louie
Associate Regional IX Administrator
Division of Medicaid and Children's Health Operations
Centers for Medicare & Medicaid Services
San Francisco Regional Office
90 Seventh Street, Suite 5-300 (5W)
San Francisco, CA 94103-6707

Dear Ms. Sam-Louie:

The Department of Health Care Services (DHCS) is submitting the enclosed State Plan Amendment (SPA) 16-039 to update the geographic area offering Targeted Case Management (TCM) services for the "Medically Fragile Individuals" TCM group. The effective date of the SPA 16-039 will be July 1, 2016.

The revisions were made based on Los Angeles County's request to participate in and Butte, Fresno, Marin, Merced, San Francisco, San Joaquin, Santa Barbara, Tulare, and Yolo Counties' request to not participate in "Medically Fragile Individuals" TCM group.

If you have any questions or concerns regarding the proposed provisions, please contact John Mendoza, Chief, Safety Net Financing Division, (916) 552-9130.

Sincerely,

Original Signed

Mari Cantwell
Chief Deputy Director
Health Care Programs
State Medicaid Director

Enclosures

cc: John Mendoza, Chief
Safety Net Financing Division

cc: Michelle Kristoff, Chief
Medi-Cal Administrative Claiming Section

DEPARTMENT OF HEALTH AND HUMAN SERVICES
CENTERS FOR MEDICARE & MEDICAID SERVICES

FORM APPROVED
OMB No. 0938-0193

TRANSMITTAL AND NOTICE OF APPROVAL OF STATE PLAN MATERIAL
FOR: CENTERS FOR MEDICARE & MEDICAID SERVICES

1. TRANSMITTAL NUMBER: 1 6 — 0 3 9

2. STATE: California

3. PROGRAM IDENTIFICATION: TITLE XIX OF THE SOCIAL SECURITY ACT (MEDICAID)

TO: REGIONAL ADMINISTRATOR
CENTERS FOR MEDICARE & MEDICAID SERVICES
DEPARTMENT OF HEALTH AND HUMAN SERVICES

4. PROPOSED EFFECTIVE DATE: July 1, 2016

5. TYPE OF PLAN MATERIAL *(Check One)*

☐ NEW STATE PLAN ☐ AMENDMENT TO BE CONSIDERED AS NEW PLAN ☒ AMENDMENT

COMPLETE BLOCKS 6 THRU 10 IF THIS IS AN AMENDMENT *(Separate transmittal for each amendment)*

6. FEDERAL STATUTE/REGULATION CITATION
Section 1915(g)(1) Social Security Act

7. FEDERAL BUDGET IMPACT
a. FFY 2016/2017 $ 258,555
b. FFY 2017/2018 $ 347,326

8. PAGE NUMBER OF THE PLAN SECTION OR ATTACHMENT
Supplement 1b To Attachment 3.1-A Page 1

9. PAGE NUMBER OF THE SUPERSEDED PLAN SECTION OR ATTACHMENT *(If Applicable)*
Supplement 1b To Attachment 3.1-A Page 1

10. SUBJECT OF AMENDMENT
Targeted Case management - Medically Fragile Individuals

11. GOVERNOR'S REVIEW *(Check One)*

☐ GOVERNOR'S OFFICE REPORTED NO COMMENT
☐ COMMENTS OF GOVERNOR'S OFFICE ENCLOSED
☐ NO REPLY RECEIVED WITHIN 45 DAYS OF SUBMITTAL
☒ OTHER, AS SPECIFIED

Original Signed

13. TYPED NAME
Mari Cantwell

14. TITLE
State Medicaid Director

15. DATE SUBMITTED
SEP 29 2016

16. RETURN TO
Department of Health Care Services
Attn: State Plan Coordinator
1501 Capitol Avenue, Suite 71.3.26
P.O. Box 997417
Sacramento, CA 95899-7417

FOR REGIONAL OFFICE USE ONLY

17. DATE RECEIVED

18. DATE APPROVED

PLAN APPROVED - ONE COPY ATTACHED

19. EFFECTIVE DATE OF APPROVED MATERIAL

20. SIGNATURE OF REGIONAL OFFICIAL

21. TYPED NAME

22. TITLE

23. REMARKS
Updated Geographic Area where Targeted Case Management services will be offered.

STATE PLAN UNDER TITLE XIX OF THE SOCIAL SECURITY ACT
State/Territory: CALIFORNIA

TARGETED CASE MANAGEMENT SERVICES
MEDICALLY FRAGILE INDIVIDUALS

Target Group (42 Code of Federal Regulations 441.18(a)(8)(i) and 441.18(a)(9)):
Medi-Cal eligible individuals, 18 years or older, who are medically fragile, and have multiple diagnoses. Such individuals must also be:

a) At high risk for medical compromise due to one of the following conditions:
   i) Failure to take advantage of necessary health care services, or
   ii) Noncompliance with their prescribed medical regime, or
   iii) An inability to coordinate multiple medical, social and other services due to the existence of an unstable medical condition in need of stabilization, or
   iv) An inability to understand medical directions because of comprehension barriers, or
   v) A lack of community support system to assist in appropriate follow-up care at home, or
   vi) Substance abuse, or
   vii) A victim of abuse, neglect or violence; and
b) In need of assistance in accessing necessary medical, social, educational, or other services, when comprehensive case management is not being provided elsewhere.

X Target group includes individuals transitioning to a community setting. Case management services will be made available for up to 180 consecutive days of a covered stay in a medical institution. The target group does not include individuals between ages 22 and 64 who are served in Institutions for Mental Disease or individuals who are inmates of public institutions. (State Medicaid Directors Letter (SMDL), July 25, 2000).

For those individuals in this target group, who may receive case management services under a waiver program, case management services shall not be duplicated, in accordance with Section 1915(g) of the Social Security Act. This target group excludes persons enrolled in a Home and Community-Based Services waiver program from receipt of Targeted Case Management (TCM) Services.

There shall be a county-wide system to ensure coordination among TCM providers of case management services provided to Medi-Cal beneficiaries who are eligible to receive case management services from two or more programs.

Areas of State in which services will be provided (§1915(g)(1) of the Act):
__ Entire State.
X Only in the following geographic areas: Counties of Alameda, Amador, Contra Costa, El Dorado, Humboldt, Imperial, Kern, Kings, Lake, Los Angeles, Madera, Mendocino, Monterey, Napa, Orange, Placer, Riverside, Sacramento, San Diego, San Luis Obispo, San Mateo, Santa Clara, Santa Cruz, Solano, Sonoma, Stanislaus, Tuolumne, Ventura, Yuba, City of Berkeley, and City of Long Beach.

Comparability of Services (§§1902(a)(10)(B) and 1915(g)(1))
__ Services are provided in accordance with Section 1902(a)(10)(B) of the Act.
X Services are not comparable in amount, duration, and scope (§1915(g)(1)).

SPA Impact Form

State/Title/Plan Number: California/Medically Fragile Individuals/16-039

Federal Fiscal Impact:

a. FFY 2016/2017	$258,555
b. FFY 2017/2018	$347,326

Number of People Affected by Enhanced Coverage, Benefits or Retained Eligibility: 0

Number of Potential Newly Eligible People: Undetermined
or
Eligibility Simplification: No

Number of People Losing Medicaid Eligibility: Undetermined

Reduces Benefits: No

Provider Payment Increase: No

Delivery System Innovation: No
(Examples: adding new provider types to provide a covered service, managed care delivery systems or other similar type plans.)

Comments/Remarks:

Sate Plan Amendment (SPA) 16-039 will amend the State Plan to add Los Angeles County and delete Butte, Fresno, Marin, Merced, San Francisco, San Joaquin, Santa Barbara, Tulare, and Yolo Counties as geographic areas of the State in which Targeted Case Management (TCM) services will be provided (§1915(g)(1) of the Social Security Act). In the current approved SPA, TN No. 15-027, these Counties were/were not included as a providers of TCM Services to Medi-Cal beneficiaries that are eligible to be serviced under Target Population: Medically Fragile Individuals. Therefore, revisions were made to add/delete the above referenced Counties.

SPA 16-039 will amend 15-027 SUPPLEMENT 1b TO ATTACHMENT 3.1-A Page 1

DHCS Contact: John Mendoza, Chief, Safety Net Financing Division, (916) 552-9130.

Date: July 1, 2016