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

TOBY DOUGLAS
Director

EDMUND G. BROWN JR.
Governor

May 30, 2013

County Alcohol and Drug Program Administrators
Director's Advisory Council
DMC Certified Providers
DMC Direct Contract Providers
Strategic Local Government Services, LLC

PROPOSED DRUG MEDI-CAL RATES FOR FISCAL YEAR 2013-2014

PURPOSE

This bulletin transmits the proposed Fiscal Year (FY) 2013-2014 reimbursement rates for Drug Medi-Cal (DMC) services. The proposed rates and subsequent claim payments are contingent upon legislative action and approval of the FY 2013-2014 Budget Act. The rates will be effective July 1, 2013 through June 30, 2014.

While counties and direct contract providers may submit DMC claims based on the proposed FY 2013-2014 rates, the Department of Health Care Services (DHCS) may not be able to issue payments for any services provided in FY 2013-2014 until the Budget Act is signed.

DISCUSSION

Each year, the State develops new reimbursement rates for DMC services. These rates are developed in accordance with the Welfare and Institutions Code, Sections 14021.51, 14021.6 and 14021.9. For FY 2013-2014, the cumulative growth in the Implicit Price Deflator used to develop the proposed rates was 8.7 percent, as reported by the Department of Finance.

These rates reflect the analysis of costs for the non-NTP dosing DMC treatment modalities. Costs are determined through the annual cost report settlement process.

The Exhibit displays the proposed reimbursement rates for FY 2013-2014.

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REFERENCES

Sections 14021.51, 14021.6 and 14021.9, Welfare and Institutions Code
Sections 51516.1, Title 22, California Code of Regulations

HISTORY

Section 51516.1, Title 22, California Code of Regulations

QUESTIONS/MAINTENANCE

Questions regarding the DMC rates may be directed to Jim Jacobson at (916) 445-5539 or Jim.Jacobson@dhcs.ca.gov.

This publication of DMC rates is also available on the DHCS website at: http://www.dhcs.ca.gov/formsandpubs/Pages/ADPBulletinsLtrs.aspx

EXHIBIT

Exhibit: Proposed Drug Medi-Cal Rates for Fiscal Year 2013-2014

Sincerely,

Vanessa M. Baird, Deputy Director
Mental Health and Substance Use Disorder Services

cc: Marjorie McKisson, Assistant Division Chief
Drug Medi-Cal Division
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