DHCS

TOBY DOUGLAS
DIRECTOR

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

EDMUND G. BROWN JR.
GOVERNOR

DATE: March 4, 2014

MHSUDS INFORMATION NOTICE NO.: 14-008

TO: COUNTY ALCOHOL AND DRUG PROGRAM ADMINISTRATORS
DRUG MEDI-CAL PROVIDERS

SUBJECT: DRUG MEDI-CAL CLAIMS WITH STATE GENERAL FUNDING

REFERENCE: SHORT-DOYLE/MEDI-CAL CLAIMS PROCESSING

This Information Notice provides information regarding Drug Medi-Cal (DMC) claims submitted for the expansion of services with any State General Fund (SGF) component.

Background

As part of the Affordable Care Act, and the implementation of SBX 1-1 Medi-Cal eligibility legislation, SGF is included as one of the payment components for specific services starting January 1, 2014. The affected DMC services with a SGF payment component are for the expansion of services for the previously named Day Care Rehabilitative (DCR) service now named Intensive Outpatient Treatment (IOT) and the new Non-Perinatal Residential service. The expanded IOT and new Non-Perinatal Residential service changes are pending approval of State Plan Amendments (SPA) 09-022 and 13-038 from the Centers for Medicare and Medicaid Services (CMS).

DMC Billing for the Expansion of Services

As noted above, CMS has not approved the expanded services, however, the Short Doyle Medi-Cal (SDMC) system has been programmed to accept and adjudicate claims for the expanded IOT and Non-Perinatal Residential services.

Post adjudication in the SDMC system, the approved claims are forwarded to the Short-Doyle Medi-Cal ADP Remediation Technology (SMART) system for payment processing.

Please note the following regarding payment of DMC claims for expanded services:

- For any claim file that contains a service associated with a SGF payment component, the entire claim file will be processed in SDMC; however, no

payment for the entire claim file can be made from the SMART system at this time. This is a because the State-County contracts for Fiscal Year 2013-14 have not been fully executed and CMS has not yet approved State Plan Amendments (SPA) 09-022 and 13-038;

- For any claim file that contains services associated with a Federal Financial Participation payment component only, including expanded services, the claim file will be processed for payment. The payment amount is at risk without CMS approval of SPAs 09-022 and 12-038; and
- Claims submitted for services prior to January 1, 2014, the file will be processed in the usual manner;

Questions regarding the content of this information notice or its enclosure may be directed to Francine Manas at (916) 322-4847or email SUDFMAB@dhcs.ca.gov.

Sincerely,

Karen Baylor, Ph.D., LMFT, Deputy Director
Mental Health and Substance Use Disorder Services

Enclosure

cc: Francine Manas, Staff Services Manager I
Fiscal Management & Accountability Branch
SUD Prevention, Treatment and Recovery Services Division
1700 K Street, MS 2621
P.O. Box 997413
Sacramento, CA 95899-7413