September 5, 2001

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

SUBJECT: TCM FEDERAL MEDICAL ASSISTANCE PERCENTAGE (FMAP) INCREASE

The purpose of this letter is to advise LGAs that the FMAP will change effective October 1, 2001. The FMAP is used to calculate the maximum federal share for reimbursement to the LGA.

The FMAP has increased to 51.40 percent, effective for TCM services rendered from October 1, 2001 through September 30, 2002. The following chart identifies the FMAP from October 1, 1999 forward:

<table>
<thead>
<tr>
<th>DATES OF SERVICE</th>
<th>FMAP</th>
</tr>
</thead>
<tbody>
<tr>
<td>October 1, 1999 - September 30, 2000</td>
<td>51.67 percent</td>
</tr>
<tr>
<td>October 1, 2000 - September 30, 2001</td>
<td>51.25 percent</td>
</tr>
<tr>
<td>October 1, 2001 - September 30, 2002</td>
<td>51.40 percent</td>
</tr>
</tbody>
</table>

This increase in the FMAP does not change how an LGA submits TCM claims. The Administrative Claiming Policy and Systems Unit will calculate the federal share for reimbursement based on the prevailing FMAP for the date of service. The change in FMAP applies only to TCM claims and does not affect the federal financial participation for the MAA program.

If you have any questions, please contact Ms. Elizabeth Touhey, Chief of the Administrative Claiming Policy and Systems Unit, at (916) 657-0716 or by e-mail at etouhey@dhs.ca.gov.

Sincerely,

Original signed by P. Morrison

Patricia L. Morrison, Chief
Administrative Claiming and Support Section

cc: See Next Page
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Targeted Case Management (TCM) Coordinators
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