STATE PLAN UNDER TITLE XIX OF THE SOCIAL SECURITY ACT

State: California

TIMELY PAYMENT OF CLAIMS – DEFINITION OF A CLAIM BY TYPE OF SERVICE

<table>
<thead>
<tr>
<th>Type of Service</th>
<th>Definition</th>
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</thead>
<tbody>
<tr>
<td>A. Pharmacy Services</td>
<td>A claim is defined as one line item of service</td>
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<tr>
<td>B. Long Term Care Facility Services</td>
<td>A claim is defined as one line item of service</td>
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<tr>
<td>C. Hospital Inpatient Services</td>
<td>A claim is defined as a bill for services</td>
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<td>D. Hospital Outpatient Services &amp; Other Institutional Outpatient Services</td>
<td>Commencing 12/1/79, a claim is defined as one line item of service</td>
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<tr>
<td>E. Physician Services and Other Medical Services</td>
<td>Through 2/29/80, a claim is defined as a bill for service. Commencing 3/1/80, a claim is defined as one line item of service</td>
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</tbody>
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