Revised: HCFA-AT-84-2 (BERC)   01-84

State/Territory: California

<table>
<thead>
<tr>
<th>Citation</th>
<th>4.23 Use of Contracts</th>
</tr>
</thead>
<tbody>
<tr>
<td>42 CFR 434.4</td>
<td>The Medicaid agency has contracts of the type(s) listed in 42 CFR Part 434. All contracts meet the requirements of 42 CFR Part 434.</td>
</tr>
<tr>
<td>48 FR 54013</td>
<td>Not applicable. The State has no such contracts.</td>
</tr>
</tbody>
</table>

42 CFR Part 438

The Medicaid agency has contracts of the type(s) listed in 42 CFR Part 438. All contracts meet the requirements of 42 CFR Part 438. Risk contracts are procured through an open, competitive procurement process that is consistent with 45 CFR Part 74. The risk contract is with (check all that apply):

- X a Managed Care Organization that meets the definition of 1903(m) of the Act and 42 CFR 438.2
- X a Prepaid Inpatient Health Plan that meets the definition of 42 CFR 438.2
- X a Prepaid Ambulatory Health Plan that meets the definition of 42 CFR 438.2.
- X Not applicable.

Contracts with Local Initiatives (LIs) have a sole source exemption approved by Centers for Medicare & Medicaid Services (CMS) through December 31, 2008. After this date the State must determine if there is interest in competing for any of the LI contracts. If the State determines that there is interest, the State must conduct an open and free competitive reprocurement to have new contracts awarded and operational by the end of the five-year exemption period.

TN # 03-037
Supersedes TN # 84-17

Effective Date AUG 15 2003
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