



News Release

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STATEMENT BY DHCS DIRECTOR ON SETTLEMENT WITH SENIOR CARE ACTION NETWORK FOR OVERBILLING MEDI-CAL

SACRAMENTO – California Department of Health Care Services (DHCS) Director Toby Douglas today issued the following statement regarding the negotiated \$319.85 million Medi-Cal portion of a \$323.67 million settlement with Senior Care Action Network (SCAN), Inc.

The agreement settles allegations of overpayment by the Medi-Cal program to SCAN for health care services that SCAN provided to long-term care Medi-Cal beneficiaries. It also resolves the state of California's allegation that SCAN failed to provide contractually required financial information to DHCS, thereby impairing the department's ability of revising capitation rates for SCAN.

"This settlement is a victory for the Medi-Cal beneficiaries we serve. Using the scarce resources available in the most efficient way possible is a top priority for the state. We will continue our ongoing efforts to strengthen programs that protect the integrity of Medi-Cal."

"This settlement would not have been possible without the collaborative efforts of the U.S. Department of Justice, Office of the U.S. Attorney, Central District of California; California Department of Justice; and U.S. Department of Health and Human Services. We thank our partners for their ongoing work to protect the Medi-Cal program, which serves nearly eight million people statewide."

Please click [here](#) to view the California Department of Justice's news release on the settlement.

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