



Jennifer Kent
DIRECTOR

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



EDMUND G. BROWN JR.
GOVERNOR

DATE: May 18, 2017

MHSUDS INFORMATION NOTICE NO.: 17-018

TO: COUNTY BEHAVIORAL HEALTH DIRECTORS
COUNTY DRUG & ALCOHOL ADMINISTRATORS
COUNTY BEHAVIORAL HEALTH DIRECTORS ASSOCIATION OF CALIFORNIA
CALIFORNIA COUNCIL OF COMMUNITY BEHAVIORAL HEALTH AGENCIES
COALITION OF ALCOHOL AND DRUG ASSOCIATIONS
DRUG MEDI-CAL DIRECT CONTRACT PROVIDERS

SUBJECT: DRUG MEDI-CAL REIMBURSEMENT RATES FOR FISCAL YEAR 2017-18

PURPOSE

This Information Notice transmits the Fiscal Year (FY) 2017-18 reimbursement rates for Drug Medi-Cal (DMC) services, effective July 1, 2017 through June 30, 2018.

DISCUSSION

The Department of Health Care Services (DHCS) developed the reimbursement rates in accordance with Welfare and Institutions Code Sections 14021.51, 14021.6 and 14021.9. These rates reflect analyses of costs for DMC services. A component of the FY 2017-18 analyses included use of a cumulative 15.6 percent Implicit Price Deflator, as reported by the Department of Finance. The rates are applicable to DMC services provided under the DMC State Plan regulations. The rates also apply to Narcotic Treatment Program providers within the DMC Organized Delivery System Section 1115 Waiver.

For DMC billing for service dates on or after July 1, 2017, please refer to the following tables when populating the procedure and modifiers on the 837P electronic claim file of DMC claims submitted for adjudication.

Non-Perinatal Service Groups, Types and Billing Codes

Service Group	Service Type	Billing Codes		
		Procedure Code	Modifier	Modifier
IOT	Intensive Outpatient Treatment	H0015		
NAL	Naltrexone (NAL) generic	S5000	HG	
NAL	Naltrexone (NAL) brand name	S5001	HG	
NTP	NTP – Individual Counseling	H0004	HG	
NTP	NTP – Group Counseling	H0005	HG	
NTP	NTP - Methadone	H0020	HG	
ODF	ODF – Individual Counseling	H0004		
ODF	ODF – Group Counseling	H0005		

Perinatal Service Groups, Types and Billing Codes

Service Group	Service Type	Billing Codes		
		Procedure Code	Modifier	Modifier
IOT	Intensive Outpatient Treatment	H0015	HD	
NTP	NTP – Individual Counseling	H0004	HD	HG
NTP	NTP – Group Counseling	H0005	HD	HG
NTP	NTP - Methadone	H0020	HD	HG
ODF	ODF – Individual Counseling	H0004	HD	
ODF	ODF – Group Counseling	H0005	HD	
RES	Residential - Short-Term	H0018	HD	
RES	Residential – Long-Term	H0019	HD	

REFERENCES

Sections 51516.1, Title 22, California Code of Regulations
 Sections 14021.51, 14021.6 and 14021.9, Welfare and Institutions Code

HISTORY

Section 51516.1, Title 22, California Code of Regulations

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QUESTIONS/MAINTENANCE

Questions regarding the DMC rates may be directed to German Valencia at (916) 327-2740 or German.Valencia@dhcs.ca.gov.

EXHIBIT

Exhibit: Drug Medi-Cal Rates for Fiscal Year 2017-18

Additional copies of this notice and its exhibits may be downloaded from the DHCS website at: <http://www.dhcs.ca.gov/formsandpubs/Pages/MHSUDS-InfoNotices.aspx>

Sincerely,

Original signed by

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