

## DEPARTMENT OF HEALTH SERVICES

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May 23, 1995

TO: All County Welfare Directors  
All County Administrative Officers  
All County Medi-Cal Program Specialists/Liaisons

Letter No.: 95-33

## MEDI-CAL PRESCRIPTION DRUG BENEFIT

This correspondence provides counties with the enclosed beneficiary notice that updates manufacturer and drug lists included in the December 15, 1994 beneficiary notice.

As a reminder, Welfare and Institutions Code Section 14105.335 requires drug companies to pay a ten percent supplemental rebate for each prescription drug reimbursed through the Medi-Cal program. The drug products of any manufacturer that fails to execute a contract or contract amendment for the rebates will be available to Medi-Cal beneficiaries through prior authorization.

Enclosed is a copy of this notice explaining the law. Please refer to the notice for an explanation of exceptions to the law. If you have any questions, please contact John Mendoza of the Medi-Cal Contracting Section at (916) 654-1525.

Sincerely,

ORIGINAL SIGNED BY

Frank S. Martucci, Chief  
Medi-Cal Eligibility Branch

Enclosure