

DEPARTMENT OF ALCOHOL AND DRUG PROGRAMS

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**ADP BULLETIN**

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| Title | | Issue Date: June 29, 1999 Expiration Date: Until Notified | Issue No. 99-23 |
| Revised Proposed Drug Medi-Cal Rates for Fiscal Year 1999-00 | | | |
| Deputy Director Approval | Function []Information Management []Quality Assurance []Service Delivery [X]Fiscal []Administration | Supersedes Bulletin/ADP Letter No. #99-16 | |
| GLORIA J. MERK, II Program Operations Division | | | |

PURPOSE

The purpose of this bulletin is to transmit the **revised** proposed FY 1999-00 reimbursement rates for Drug Medi-Cal (DMC) services. These rates will be published in emergency regulations in Section 51516.1 of Title 22, California Code of Regulations and will replace those currently in Title 22. The Department anticipates a July 1, 1999, effective date for these new rates.

DISCUSSION

Effective July 1, 1997, changes to the Title 22 regulations were made to implement AB 2071 and establish new reimbursement rates for DMC services. Statutory authorities require the Department to update these rates every year for the period July 1 to June 30. [Exhibit 1](#) includes the **revised** proposed reimbursement rates for FY 1999-00, which reflect input from the Rate Development Work Group and the Department's analysis of costs and utilization of the various DMC services.

The rate revision is specific to the LAAM rate. The LAAM rate identified in [ADP Bulletin #99-16](#) dated May 17, 1999, was \$19.27. The revised rate is \$19.20. This revision is made because incorrect data was used in determining the \$19.27 rate.

Final reimbursement for all non-Narcotic Treatment program services via the cost report will be based on the lower of the provider's usual and customary charge to the general public for the same or similar service, or the provider's allowable cost of rendering the service, or the statewide maximum allowance. For Narcotic Treatment program services, the final reimbursements via the cost report will be based on the lower of the provider's usual and customary charge to the general public for the same or similar service or the uniform statewide monthly and daily reimbursement rate.

REFERENCES

Section 51516.1, Title 22, California Code of Regulations

Section 14021.5, Welfare and Institutions Code

Section 11758.42, Health and Safety Code

HISTORY

Section 51516.1 of Title 22, California Code of Regulations, effective July 1, 1997

QUESTIONS/MAINTENANCE

Questions concerning the proposed DMC rates should be directed to the Fiscal Management Branch at (916) 323-2043. Questions regarding the proposed regulations should be directed to the Program and Fiscal Policy Branch at (916) 322-6680.

EXHIBITS

1. [Revised Proposed Drug Medi-Cal Rates for Fiscal Year 1999-00](#)

DISTRIBUTION

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