



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



EDMUND G. BROWN JR.
GOVERNOR

DATE: May 16, 2016

MHSUDS INFORMATION NOTICE NO.: 16-021

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
CALIFORNIA ASSOCIATION OF ALCOHOL & DRUG PROGRAM EXECUTIVES, INC.

SUBJECT: DRUG MEDI-CAL (DMC) REIMBURSEMENT RATES FOR FISCAL YEAR (FY) 2016-17

PURPOSE

This Information Notice transmits the FY 2016-17 reimbursement rates for DMC services, effective July 1, 2016 through June 30, 2017.

DISCUSSION

These rates, effective July 1, 2016, were developed in accordance with Welfare and Institutions Code Sections 14021.51, 14021.6 and 14021.9. For FY 2016-17, the cumulative growth in the Implicit Price Deflator used to develop the rates was 13.0 percent, as reported by the Department of Finance. These rates reflect the Department of Health Care Services' (DHCS) analysis of costs for DMC services.

These rates are applicable to DMC services provided under current DMC regulations and do not necessarily apply to any services that would be provided by counties participating in the proposed Medicaid DMC Organized Delivery System Section 1115 Waiver.

For billing DMC services for service dates on or after July 1, 2016, 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	Service Type	Billing Codes		
		Procedure	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	Service Type	Billing Codes		
		Procedure	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

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HISTORY

Section 51516.1, Title 22, California Code of Regulations

QUESTIONS/MAINTENANCE

Questions regarding the DMC rates may be directed to Elsa Murphy, at (916) 445-6930 or Elsa.Murphy@dhcs.ca.gov.

EXHIBIT

Exhibit: Drug Medi-Cal Rates for Fiscal Year 2016-17

Sincerely,

Original signed by

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