



C A L I F O R N I A D E P A R T M E N T O F
Mental Health

1600 9th Street, Sacramento, CA 95814
(916) 654-2309

September 27, 2006

DMH INFORMATION NOTICE NO.: 06-10

TO: LOCAL MENTAL HEALTH DIRECTORS
LOCAL MENTAL HEALTH PROGRAM CHIEFS
LOCAL MENTAL HEALTH ADMINISTRATORS
COUNTY ADMINISTRATIVE OFFICERS
CHAIRPERSONS, LOCAL MENTAL HEALTH BOARDS

SUBJECT: ADMINISTRATIVE DAY RATES FOR FISCAL YEAR 2006-2007

This information notice is to notify you of the administrative day rates for Fiscal Year 2006-2007 for the Fee-for-Service/Medi-Cal (FFS/MC) hospitals only. The administrative day rate has changed from \$374.75 to \$388.35 effective August 1, 2006.

The Department of Mental Health (DMH) reimburses hospitals for Medi-Cal psychiatric inpatient services through either the Short-Doyle/Medi-Cal (SD/MC) claims reimbursement system or the Fee-for-Service/Medi-Cal (FFS/MC) claims reimbursement system administrated by Electronic Data Systems (EDS). The SD/MC claims reimbursement system is cost settled based on year end cost reports, whereas FFS/MC hospitals are reimbursed per diem rates that are not subject to cost settlement.

The rates for administrative day services are based on a rate established in accordance with Section 51542, Title 22, California Code of Regulations.

If you have any questions regarding the rate setting process, please contact Sharon Dorsey, Medi-Cal Operations Unit, at (916) 654-2528.

Sincerely,

original signed by:

STEPHEN W. MAYBERG, Ph.D.
Director

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cc: Rollin Ives, Deputy Director, Program Compliance
Robin Mandella, Chief, Cost Reporting/Financial Support
Harriett Kiyon, Chief, Financial Services