

**DEPARTMENT OF HEALTH SERVICES**

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SACRAMENTO, CA 94234-7320



November 15, 1991  
Letter No.: 91-106

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

SUBJECT: OTHER HEALTH COVERAGE (OHC)

REFERENCE: ALL COUNTY WELFARE DIRECTORS LETTERS 87-44 AND 88-92

The Department of Health Services (DHS) will be conducting a data match with the Defense Enrollment Eligibility Reporting System (DEERS) to identify Medi-Cal beneficiaries currently insured with CHAMPUS coverage. As a result of the data match, DHS will update the Medi-Cal Eligibility Data Systems (MEDS) with a cost avoidance OHC code "C". We expect to begin coding Medi-Cal cards for the November 1991 month of eligibility.

Affected beneficiaries will be sent a letter explaining cost avoidance and informing them that their providers must bill the OHC prior to billing Medi-Cal. If this coverage extends to a dependent(s), beneficiaries are now instructed to complete an enclosed Health Insurance Questionnaire for all covered dependents and return the questionnaire to the Department. Beneficiaries are also instructed to contact their County Welfare Department or the State at 1-800-952-5294 in the event they no longer have the coverage now identified on their Medi-Cal card. If the beneficiary informs the county that he/she no longer has the cost avoidance coverage, the override procedures described in ACWDL 87-44 must be used to remove the cost avoidance code from MEDS. If the beneficiary's coverage is now with an insurance carrier other than CHAMPUS, refer to the procedures in ACWDL 88-92 for the appropriate coding of his/her Medi-Cal card. Counties will receive the OHC Indicator Change Report (RCV 139-BR002) listing the beneficiaries coded as a result of the match. Counties are not required to update their records to match MEDS. Because other health coverage information is printed on share of cost forms (MC 177), counties should update their MC 177 share of cost records to alert providers to a beneficiary's cost avoidance coverage prior to their rendering services.

If you have any questions regarding MEDS input, contact your MEDS liaison. All other questions should be directed to Michael Jimenez of the Health Insurance Unit at (916) 739-3262.

Sincerely,

ORIGINAL SIGNED BY

Frank S. Martucci, Chief  
Medi-Cal Eligibility Branch

Enclosure

### IMPORTANT MEDI-CAL INFORMATION

MEDI-CAL IS EXPANDING ITS PROGRAM FOR USING PRIVATE HEALTH INSURANCE. THIS PROGRAM IS CALLED COST AVOIDANCE AND IT MEANS THAT IF YOU HAVE PRIVATE HEALTH INSURANCE, MEDI-CAL WILL NOT PAY FOR MEDICAL SERVICES COVERED BY YOUR INSURANCE. HOWEVER, YOU WILL STILL BE ABLE TO USE YOUR MEDI-CAL CARD FOR MEDI-CAL COVERED SERVICES THAT YOUR PRIVATE HEALTH INSURANCE DOES NOT COVER.

OUR RECORDS INDICATE THAT YOU HAVE PRIVATE HEALTH INSURANCE WITH CHAMPUS. BEGINNING WITH YOUR NOVEMBER 1991 MEDI-CAL CARD, A "C" WILL BE PLACED IN THE OTHER COVERAGE FIELD ON YOUR MEDI-CAL CARD TO INDICATE THIS COVERAGE.

EFFECTIVE NOVEMBER 1, 1991, YOUR PROVIDERS OF SERVICE WILL HAVE TO BILL YOUR PRIVATE HEALTH INSURANCE FIRST. IF YOUR INSURANCE COMPANY DENIES PAYMENT, YOUR PROVIDER MAY THEN BILL MEDI-CAL.

IF THIS PRIVATE HEALTH INSURANCE COVERAGE EXTENDS TO A DEPENDENT, PLEASE COMPLETE THE ENCLOSED HEALTH INSURANCE QUESTIONNAIRE FOR ALL COVERED DEPENDENTS AND RETURN IT TO THE DEPARTMENT IN THE ENCLOSED POSTAGE PAID ENVELOPE.

IF YOU HAVE ANY QUESTION ON SPECIFIC USE OF YOUR MILITARY HEALTH CARE OR CHAMPUS INSURANCE, YOU SHOULD CALL 1-800-334-4162.

IF YOU DO NOT HAVE PRIVATE HEALTH INSURANCE WITH THE PLAN THAT WE HAVE CODED ON YOUR CARD, CONTACT YOUR COUNTY WELFARE DEPARTMENT OR CALL 1-800-952-5294.

### IMPORTANTE INFORMACION DE MEDI-CAL

MEDI-CAL ESTA EXTENDIENDO SU PROGRAMA PARA USAR EL SEGURO PRIVADO DE SALUD. ESTE PROGRAMA SE LLAMA EVASION DEL COSTO (COST AVOIDANCE) Y SIGNIFICA QUE SI UD. TIENE SEGURO PRIVADO DE SALUD, MEDI-CAL NO PAGARA POR LOS SERVICIOS MEDICOS CUBIERTOS POR SU SEGURO. SIN EMBARGO, UD. TODAVIA PODRA USAR SU TARJETA DE MEDI-CAL POR LOS SERVICIOS CUBIERTOS POR MEDI-CAL QUE SU SEGURO PRIVADO DE SALUD NO CUBRE.

NUESTROS REGISTROS MUESTRAN QUE UD. TIENE SEGURO PRIVADO DE SALUD CON CHAMPUS. COMENZANDO CON SU TARJETA DE MEDI-CAL DE NOVIEMBRE DE 1991, UNA CLAVE "C" SERA PUESTA EN LA PARTE DE LA OTRA COBERTURA DE SALUD EN SU TARJETA DE MEDI-CAL PARA INDICAR ESTA COBERTURA.

A PARTIR DEL 1º DE NOVIEMBRE DE 1991, SUS PROVEEDORES DEL SERVICIO TENDRAN QUE COBRARLE PRIMERO A SU SEGURO PRIVADO DE SALUD. SI SU COMPAÑIA DE SEGUROS NO QUIERE PAGAR, ENTONCES SU PROVEEDOR PUEDE COBRARLE A MEDI-CAL.

SI ESTA COBERTURA DEL SEGURO PRIVADO DE SALUD INCLUYE A UN DEPENDIENTE, POR FAVOR COMPLETE EL CUESTIONARIO DEL SEGURO DE SALUD INCLUSO PARA TODOS LOS DEPENDIENTES CUBIERTOS Y DEVUELVALO AL DEPARTAMENTO EN EL SOBRE CON ESTAMPILLAS QUE INCLUIMOS.

SI UD. TIENE PREGUNTAS SOBRE USOS ESPECIFICOS DE SU SEGURO DE CUIDADO PARA LA SALUD MILITAR O CHAMPUS, UD. DEBE LLAMAR AL TELEFONO 1-800-334-4162.

SI UD. NO TIENE SEGURO PRIVADO DE SALUD CON EL PLAN QUE HEMOS CODIFICADO EN SU TARJETA, PONGASE EN CONTACTO CON SU DEPARTAMENTO DE BIENESTAR DEL CONDADO O DEBE LLAMAR AL TELEFONO 1-800-952-5294.