



October 27, 2009

Dear LEA Provider,

Subject: Adjustment for inflation

For Local Educational Agency (LEA) services, excluding transportation, mileage and Targeted Case Management (TCM), the reimbursement rates have been adjusted for inflation effective July 1, 2008. For all LEA services, including transportation, mileage, and TCM, the Federal Medical Assistance Percentage (FMAP) has been adjusted for the following reasons:

The system updates were implemented on August 17, 2009, to increase reimbursement rates.

- For dates of service July 1, 2008 through September 30, 2008, LEAs will receive inflated rates for LEA services (excluding transportation, mileage and TCM) reimbursed at 50 percent FMAP.
- For dates of service on or after October 1, 2008, LEAs will be reimbursed for LEA services and for transportation, mileage and TCM at 61.59 percent FMAP.

For additional information, visit the LEA Program Web site at:

www.dhcs.ca.gov/provgovpart/Pages/default.aspx

EDS, an HP company, is adjusting the affected claims. These adjustments will appear on *Remittance Advice Details* (RADs) beginning October 15, 2009, with RAD code **0875: LEA providers retroactive rate adjustment**. Resubmits will display Claim Control Number (CCN) prefix **928077, 928078, 928079, 928277, 928278, 928279, 928577, 928578 or 928579**.

If you disagree with any of these adjustments, you may submit a *Claims Inquiry Form* (CIF) within six months of the new RAD date. For CIF completion instructions, please refer to the *CIF Completion* and *CIF Special Billing Instructions* sections in the appropriate Part 2 manual or on the Medi-Cal Web site (www.medi-cal.ca.gov).

If you have questions, please call the Telephone Service Center (TSC) at 1-800-541-5555 option 11, followed by option 18.

Sincerely,

A handwritten signature in black ink that reads "Nona Carpenter". The signature is written in a cursive, flowing style.

Nona Carpenter
Provider Relations Director

Reference Number: P12756

EDS, an HP company
3215 Prospect Park Drive
Rancho Cordova, CA 95670-6017