



DEPARTMENT OF HEALTH & HUMAN SERVICES

Centers for Medicare & Medicaid Services

FEB 18 2011

Region IX
Division of Medicaid & Children's Health Operations
90 Seventh Street, Suite 5-300 (5W)
San Francisco, CA 94103-6706

Toby Douglas, Director
California Department of Health Care Services
1501 Capitol Avenue, 6th Floor
MS: 0000
Sacramento, CA 95814

Dear Mr. Douglas:

Enclosed is an approved copy of California State Plan Amendment (SPA) Number 10-019, which establishes a Recovery Audit Contractor (RAC) program to contract with one or more Medi-Cal contractors for the purpose of identifying underpayments and overpayments of Medi-Cal claims. The SPA is effective December 1, 2010.

If you have any questions, please contact Kristin Curran at (415) 744-3579 or at kristin.curran@cms.hhs.gov.

Sincerely,

Gloria Nagle, Ph.D., M.P.A.
Associate Regional Administrator
Division of Medicaid & Children's Health Operations

Enclosure

cc: Joy Kraybill, Centers for Medicare and Medicaid Services
Mr. Charles Smith, California Department of Health Care Services
Kathryn Waje, California Department of Health Care Services