DEPARTMENT OF BENEFIT PAYMENTS

March 18, 1974



ALL-COUNTY LETTER NO. 74-48

TO: ALL COUNTY WELFARE DIRECTORS

FOSTER CARE ELIGIBILITY FOR MENTALLY RETARDED CHILDREN

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This follows up the November 14, 1973 letter to all counties concerning the above mentioned subject. Counties have raised questions on Item 5 in that letter which reads as follows:

MR children in (N) type facilities and convalescent homes are eligible for Medi-Cal payments for this type of care.

I would like to further clarify this statement by explaining that these children are eligible for Medi-Cal benefits only in the same sense as all recipients of a categorical aid. A Medi-Cal payment only covers the costs of health services reimbursable under the Medi-Cal Program for recipients in (N) type facilities not the costs of care or maintenance. The costs of board and care should be claimed as a BHI assistance payment while the costs of medical expenses should be claimed, where possible, as Medi-Cal costs.

This should be distinguished from payments for MR children in convalescent homes where the total cost of care is reimbursable as a Medi-Cal payment since a convalescent home is considered a medical type institution.

Further questions on this may be directed to the AFDC Program Operations Bureau (916) 445-4458.

Sincerely.

DENNIS O. FLATT Deputy Director Payment Operations

cc: CWDA