

ADDENDUM A: MCIP Administrative Costs

The Medi-Cal County Inmate Program (MCIP) agreement is a one-year contract giving counties the option to participate on an annual basis. However, the agreement for SFY 2016-17, will be for services between April 2017-June 2017. Timelines for SFY 2016-17 and SFY 2017-18 have been revised; please see below.

The methodology for calculating each county's nonfederal share of administrative costs was developed by DHCS, in consultation with the California State Association of Counties, County Health Executives Association of California, California Association of Public Hospitals and Health Systems, and the California State Sheriffs' Association. For SFY 2016-17 and SFY 2017-18 the nonfederal share of administrative costs allocated to each county will be based on the following:

- 30% of the total administrative costs will be distributed evenly to participating counties over 50,000 in population. *
- 70% of the total administrative costs will be allocated to participating counties pro-rata based on population. *

**Population data will be obtained from the California Department of Finance, Demographic Estimates*

DHCS will invoice participating counties for the nonfederal share of administrative costs six months after the close of the SFY based on calculated administrative costs per the methodology above, not exceeding the estimated amounts in the MCIP agreements.

Timeline:

- **November 10, 2016** – DHCS sent the MCIP agreements to all counties for the SFY 2016-17.
- **December 21, 2016** – DHCS will send the MCIP agreement for SFY 2017-18 and County Participation Forms for SFY 2016-17 and SFY 2017-18 to all counties. Counties will certify participation or non-participation in the MCIP in order for DHCS to calculate the administrative costs for participating counties.
- **January 9, 2017** – All Counties will submit their County Participation Form for SFY 2016-17 and SFY 2017-18.
- **January 13, 2017** – DHCS will send out the nonfederal share of the administrative costs to participating Counties.
- **February 15, 2017** – Participating Counties will submit the signed MCIP agreement for SFY 2016-17 and SFY 2017-18 to DHCS.
- **April 1, 2017** – DHCS will ensure agreements are in place for counties participating SFY 2016-17.
- **May 1, 2017** – DHCS will ensure agreements are in place for counties participating SFY 2017-18.