



A Public Entity

INLAND EMPIRE HEALTH PLAN



**To:** IEHP Direct DME/Medical Supply Providers  
**From:** IEHP – Provider Relations  
**Date:** December 5, 2014  
**Subject:** **Assembly Bill 97 (AB97)**

---

---

In September of 2013, The Department of Health Care Services (DHCS) received approval from the Federal government to implement a ten percent (10%) rate payment reduction for specific Medi-Cal Providers, including Durable Medical Equipment (DME) Providers effective for dates of service October 1, 2013 forward.

In accordance with the implementation, Inland Empire Health Plan (IEHP) began implementing the ten percent (10%) rate payment reduction for services rendered by your organization on and after October 1, 2013 in accordance with AB97.

However, we have **GOOD NEWS!** Effective *January 1, 2015*, IEHP will no longer reduce your reimbursement by ten percent (10%).

Upon receipt of this notice, should you have any comments, concerns, or questions, please contact your IEHP Contracts Manager.