



BOARD OF SUPERVISORS
AGENDA LETTER

Agenda Number:

Clerk of the Board of Supervisors
105 E. Anapamu Street, Suite 407
Santa Barbara, CA 93101
(805) 568-2240

Department Name: Public Health
Department
Department No.: 041
For Agenda Of: September 18, 2012
Placement: Administrative
Estimated Tme:
Continued Item: No
If Yes, date from:
Vote Required: Majority

TO: Board of Supervisors
FROM: Department Takashi Wada, MD, MPH, Director & Health Officer
Director(s) Public Health Department
Contact Info: Dan Reid, MPA, Assistant Deputy Director, Public Health
Department
**SUBJECT: First Amendment for the CenCal Health Systems MIA Inpatient Claims
Adjudication Agreement**

County Counsel Concurrence

As to form: Yes

Other Concurrence: Risk Management

As to form: Yes

Recommended Actions:

That the Board of Supervisors consider recommendations as follows:

- a) Approve and authorize the Chair to execute the First Amendment to the Agreement for Claims Adjudication for the Medically Indigent Adult (MIA) Program with CenCal Health for the period of October 1, 2012 to June 30, 2014 for reimbursement for healthcare inpatient claims adjudication for services rendered to MIA patients at local hospitals for a maximum of \$3,200,000 for the term of the Agreement.
- b) Determine that these activities are exempt from California Environmental Quality Act review per CEQA Guideline Section 15061(b) (3), since it can be seen with certainty that there is no possibility that the activities may have a significant effect on the environment.

Summary Text:

This item is on the agenda to authorize the Chair to execute the First Amendment to the CencCal Health Agreement for Claims Adjudication for the MIA Program. This First Amendment modifies the sections related to retroactive eligibility for third party payers and delays the implementation of administration fees for this service until October 1, 2013.

Background:

This Agreement was approved by your Board on June 26, 2012. Immediately following that authorization, the State Department of Health Care Services (DHCS), Medi-Cal Administration implemented a new policy wherein all retroactive Medi-Cal eligibility claims are to be adjudicated by DHCS rather than through CenCal Health. This First Amendment incorporates the DHCS requirements and adjusts the initial process implementation and the claims administration fees. The initial program implementation has been delayed until October 1, 2012 in order to authorize these operational changes. The remaining Agreement maximums and terms and conditions remain unchanged.

Fiscal and Facilities Impacts:

Budgeted: Yes

Fiscal Analysis:

The cost for the administration for this service is estimated at approximately \$7,000 annually and will not start until October 1st of Fiscal Year 2013-14. This amount has been included as part of the PHD's Fiscal Year 2013-14 proposed budget.

Special Instructions:

Please return one (1) fully executed First Amendment and one Minute Order to PHD Contracts Unit, 300 North San Antonio Road, Bldg 8, Santa Barbara, CA 93110, Attn: Rose Davis.

Attachments:

First Amendment to the Agreement for Claims Adjudication for the Medically Indigent Adult (MIA) Program with CenCal Health

Authored by:

Dan Reid, Assistant Deputy Director, Primary Care and Family Health Division, 681-5173