



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 No.:** 041  
**For Agenda Of:** February 12, 2019  
**Placement:** Administrative  
**Estimated Tme:**  
**Continued Item:** No  
**If Yes, date from:**  
**Vote Required:** Majority

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**TO:** Board of Supervisors  
**FROM:** Department Van Do-Reynoso, MPH, PhD, Director  
Director: Public Health Department  
Contact Info: Dana Gamble, Assistant Deputy Director. 681-5171  
**SUBJECT:** CenCal Health Medi-Cal Physician Services Provider Agreement Eighth Amendment

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**County Counsel Concurrence**

As to form: Yes

**Auditor-Controller Concurrence**

As to form: Yes

**Other Concurrence:** Risk Management  
Approved: Yes

**Recommended Actions:**

That the Board of Supervisors consider the following:

- a) Approve, ratify, and authorize the Chair to execute an Eighth Amendment to the Physician Services Provider Agreement, Federally Qualified Health Center with CenCal Health (Attachment A) to extend the current terms and conditions of the Agreement for a period of three (3) years through December 31, 2021.
- b) Determine that this action is not a "Project" with the meaning of the California Environmental Quality Act ("CEQA") and is exempt per CEQA Guideline section 15378(b)(5), since the recommended action is an organizational or administrative activity of the government that will not result in direct or indirect physical change in the environment.

**Summary Text:**

This item is on the Agenda for execution of an Eighth Amendment to the Provider Agreement between CenCal Health and the County (Attachment A). CenCal Health Systems is authorized as the local Medi-Cal fiscal intermediary for Santa Barbara and San Luis Obispo counties. This Eighth Amendment extends the current terms and conditions of the agreement effective January 1, 2019 through December 31, 2021 and makes administrative changes to comply with the Federally Qualified Health Centers (FQHC) Rural Health Clinics (RHC) and Indian Health Services-Memorandum of Agreement (HIS-MOA) HIPAA code conversion implemented by the Department of Health Care Services in October 2017. This code conversion eliminated billing with two-digit local procedure codes and required use of national procedure codes and modifiers that comply with HIPAA requirements.

**Background:**

This Agreement allows the Public Health Department (PHD) to provide and be reimbursed for the services that it provides to its assigned CenCal Health Medi-Cal Managed Care Plan members which constitute approximately 66% of its patient service volume. Through CenCal’s network of five ambulatory care and three homeless shelter-based clinics countywide, the PHD is CenCal’s largest Santa Barbara County primary care provider, with approximately 22,900 assigned members. In addition, PHD’s clinics provide a range of specialty services to CenCal members.

The proposed Amendment extends the Agreement through December 31, 2022 and clarifies the wording of “non-capitated” services to add clarity to how the existing process is described. The Eighth Amendment also clarifies that services provided under the Childrens’ Health and Disability Prevention (CHDP) Program are included in the standard capitation; which is a clarification and not a change in current process or terms of the Agreement.

**Performance Measure:**

N/A

**Fiscal and Facilities Impacts:**

Budgeted: Yes

**Fiscal Analysis:**

CenCal Medi-Cal Managed Care Plan capitation revenue in the amount of \$5,428,800 is included in the PHD’s adopted FY 2018-19 budget. There are no additional Fiscal Impacts as a result of this action as only the agreement term has been extended.

**Key Contract Risks**

N/A

**Staffing Impacts:**

**Legal Positions:**  
0

**FTEs:**  
0

**Special Instructions:**

Please execute two (2) original Eighth Amendments with CenCal Health and retain one (1) original Eighth Amendment and one (1) Minute Order for pick up by the department. Please email the PHD Contracts Unit at [phdcu@sbcphd.org](mailto:phdcu@sbcphd.org), when available for pick up.

**Attachments:**

- A. CenCal Health Medi-Cal Providers Agreement Eighth Amendment
- B. CenCal Health Medi-Cal Providers Agreement Seventh Amendment
- C. CenCal Health Medi-Cal Providers Agreement Sixth Amendment
- D. CenCal Health Medi-Cal Providers Agreement Fifth Amendment
- E. CenCal Health Medi-Cal Providers Agreement Fourth Amendment
- F. CenCal Health Medi-Cal Providers Agreement Third Amendment
- G. CenCal Health Medi-Cal Providers Agreement Second Amendment
- H. CenCal Health Medi-Cal Providers Agreement First Amendment
- I. CenCal Health Medi-Cal Providers Agreement

**Authored by:**

Dana Gamble, Assistant Deputy Director, Public Health Department