

SANTA BARBARA COUNTY BOARD AGENDA LETTER



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

Agenda Number:
Prepared on: 6/30/06
Department Name: Public Health
Department No.: 041
Agenda Date: 7/18/06
Placement: Administrative
Estimate Time:
Continued Item: NO
If Yes, date from:

TO: Board of Supervisors

FROM: Michele Mickiewicz, MPH, Interim Director
Public Health Department

STAFF CONTACT: Nancy Leidelmeijer
681-5188

SUBJECT: Amendments to Agreement with California Department of Health for
Medi-Cal Administrative Claiming (MAA) for Fiscal Years 2003-08.

Recommendation(s):

That the Board of Supervisors:

- A) Approve and authorize the Chair to execute an amendment (A2) to the Agreement with the State of California Health Services Department for Medi-Cal Administrative Activities (MAA) allowable for Federal financial participation (FFP), to extend the contract period by two years to end June 30, 2008 and to increase the contract amount by \$5,100,000 for the additional two fiscal years.
- B) Approve and authorize the Chair to execute an amendment (A3) to the Agreement with the State of California Health Services Department for Medi-Cal Administrative Activities (MAA) allowable for Federal financial participation (FFP), to increase the contract amount by \$700,000 from \$850,000 to \$1,200,000 for the period of July 1, 2004 through June 30, 2005, and from \$950,000 to \$1,300,000 for the period of July 1, 2005 through June 30, 2006.
- C) Authorize the Director of Public Health to approve further amendments to the proposed contract, provided that any such amendments do not exceed ten percent (10%) of the contract dollar amount of 2.5 million for FY 2006-07.

Alignment with Board Strategic Plan:

The recommendation(s) are primarily aligned with Goal No. 2.: Ensure a Safe and Healthy Community in which to live, work and visit.

Executive Summary and Discussion:

The Medi-Cal Administrative Activities Agreement established the responsibilities and mutual objectives of Santa Barbara County and the State Department of Health Services (SDHS) related to the provision of MAA for eligible Medi-Cal beneficiaries.

The administrative purpose of this Agreement is to permit the County to claim monies for services that the Public Health Department has provided in order to meet service requirements or mandates. Amendment A2 extends the agreement by two years for the provision of MAA services. Amendment A3 will permit the County to access additional revenues for services provided to Medi-Cal beneficiaries in the 2004-05 and 2005-06 fiscal years. The costs of providing these services were incurred in fiscal year 2004-05 and 2005-06. The revenues for 2004-05 have been accrued and the revenues for fiscal year 2005-06 will be accrued.

Mandates and Service Levels:

Authorizing the MAA amendment does not alter programs or service levels; rather, it is an additional revenue source that supports various other mandates by accessing Federal funds in circumstances where State funds have not been appropriated. Programs for which FFP is claimed through this Agreement operate under various mandates (Title 42, USC, Section 1396 et seq. and Welfare and Institutions (W&I) Code, Division 9, Part 3, Chapter 7 (commencing with Section 14000) and service level requirements in the Public Health Department.

Fiscal and Facilities Impacts:

There will be no use of General Fund or Public Health Department Special Revenue funds to support this program for Fiscal Years 2006-08. The revenues for MAA are used to reimburse the Public Health Department in support of Administrative Services provided to Medi-Cal clients.

The revenues for MAA were incorporated in the FY 2004-05 and FY 2005-06 budget for the Public Health Department. The revenues for FY 2004-05 were accrued in the subsequent fiscal year; the revenues for FY 2005-06 will be accrued in the next fiscal year. Currently MAA claims will be paid up to the original contract amount of \$850,000 for FY 2004-05 and \$950,000 for FY 2005-06. Amendment A3 will allow PHD to be reimbursed for all actual MAA costs incurred during fiscal years 2004-05 and 2005-06. This recommended action does not alter requirements for facilities in any way.

Special Instructions:

Please return **seven (7) executed originals of Amendment A2 and seven (7) executed originals of Amendment A3** along with a copy of the minute order to PHD Contracts Unit, 300 North San Antonio Road, Building 8, Santa Barbara, CA 93110 **Attn: Margaret Granger (805) 681 5367.**

Concurrence: None required.