

**SUBMITTAL TO THE BOARD OF SUPERVISORS
COUNTY OF RIVERSIDE, STATE OF CALIFORNIA**

625



FROM: Executive Office

SUBMITTAL DATE:

January 12, 2012

SUBJECT: Ratification of the contract between the County and Department of Health Care Services for the Low Income Health Plan.

RECOMMENDED MOTION: That the Board of Supervisors ratify and authorize the Chairman to sign the agreement between the County and the State Department of Health Care Services for implementation of Riverside County HealthCare Low Income Health Program.

BACKGROUND:

Health care reform is a collaborative effort between the Riverside County Executive Office, Riverside County Regional Medical Center (RCRMC), the Community Health Agency/Department of Public Health (DOPH), Department of Mental Health, Department of Public Social Services (DPSS) and the Office on Aging. In addition, Inland Empire Health Plan (IEHP) participates as a strategic partner and will provide administrative services on a contractual basis in support of the Low Income Health

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Debra Cournoyer

Debra Cournoyer, Principal Management Analyst

FINANCIAL DATA	Current F.Y. Total Cost:	\$8,947,480	In Current Year Budget:	Yes
	Current F.Y. Net County Cost:	\$ 8,947,480	Budget Adjustment:	No
	Annual Net County Cost FY:	\$17,894,960	For Fiscal Year:	11/12

SOURCE OF FUNDS: Federal LIHP

Positions To Be Deleted Per A-30

☐

Requires 4/5 Vote

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C.E.O. RECOMMENDATION:

APPROVE

BY:

Jay E. Orr
Jay E. Orr

County Executive Office Signature

FORM APPROVED COUNTY COUNSEL
BY: *B.T. Miller* 1/19/12
BEAUFORD T. MILLER, JR. DATE
Departmental Concurrence

ATTACHMENTS FILED
WITH THE CLERK OF THE BOARD

Dep't Recomm.: ☐ Consent ☒ Policy

Per Exec. Ofc.: ☐ Consent ☒ Policy

Prev. Agn. Ref.: 3.27 of 2/8/11, 3.15 of 6/28/11, 2.11 of 12/13/11

District: All

Agenda Number:

3.2

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BACKGROUND:

Program (LIHP) implementation. The Health Care Governance Committee was formed to ensure that the County has a financially viable model for an integrated, quality, responsive, patient-centered health care delivery system that meets the needs of county residents. The health care system will provide an array of services through an expanded network of contracted public and private partners.

LIHP is a two year program that is a component of the State's recently renewed Section 1115 Comprehensive Demonstration Project Waiver which expands health care coverage to low income, uninsured adults who are not eligible for MediCal or other public programs. Riverside County's LIHP, known as Riverside County HealthCare (RCHC) will provide a broad range of health care services to Riverside County residents who are: 1) between the ages of 19-64; 2) United States citizens or United State non-citizen nationals or qualified aliens as defined by Federal Law; 3) at or below 133% of the Federal Poverty Level; 4) not pregnant; and 5) are not eligible for Medi-Cal or Healthy Families. This Demonstration Project Waiver enables the County to shift the delivery model of health care from an episodic delivery system to a preventative care delivery system.

Currently, reimbursement for LIHP expenditures, which all counties will begin with, is a Certified Public Expenditure (CPE). The CPE method of reimbursement allows for a fifty percent federal match for medical and administrative expenditures for the LIHP program. The non-federal share will be incorporated within each department's budget and additional general fund support is not anticipated. At such time as an Intergovernmental Transfer (IGT) method of reimbursement is approved by the California Department of Health Care Services (DHCS) and Centers for Medicare and Medicaid (CMS), the County will have the opportunity to choose between the CPE and IGT methods of reimbursement. The IGT method of reimbursement is based on an actuarial sound capitation rate that has been developed for each county based on the individual county's program. Should the County choose the IGT method of reimbursement, the rate would be in effect back to the start date of the program. The County could choose either the IGT method or the CPE method for the second year of the program.

On February 8, 2011, Board of Supervisors agenda item 3.27, authorized submission of the LIHP application to the DHCS. The County received initial approval from DHCS on April 11, 2011. The approval by DHCS initiated the concurrent authorization and contract process, which continued until all program requirements were met and program terms were finalized. On June 28, 2011, Board of Supervisors agenda item 3.15; authorized the Assistant County Executive Officer to sign the contract between DHCS and the County.

On December 13, 2011 the Board was provided an update that the contract between DHCS and the County had been signed by the Assistant County Executive Officer. The contract was then forwarded to DHCS for signature. The contract, signed by Jalyne Callori Chief of the LIHP at DHCS, has been returned and it is requested that the Board ratify the contract.