



A Tradition of Stewardship
A Commitment to Service

Agenda Date: 7/10/2018

Agenda Placement: 6C

NAPA COUNTY BOARD OF SUPERVISORS Board Agenda Letter

TO: Board of Supervisors

FROM: JoAnn Melgar for Mary Butler - Interim Director
Health & Human Services Administration

REPORT BY: JoAnn Melgar, Staff Services Analyst II - 707-253-4722

SUBJECT: Agreements related to Intergovernmental Transfer of Public Funds (IGT)

RECOMMENDATION

Interim Director of Health and Human Services requests approval of and authorization for the Chair to sign:

1. The Intergovernmental Agreement Regarding the Transfer of Public Funds with the California Department of Health Care Services (DHCS) for the term July 1, 2017 through December 31, 2020 for the transfer of \$1,810,882 to fund the non-federal share of Medi-Cal Managed Care actuarially sound capitation rates for the service period of July 1, 2017 through June 30, 2018; and
2. Amendment No. 6 to Agreement No. 170886B with Partnership HealthPlan of California for the term July 1, 2017 through June 30, 2020 to provide Medi-Cal managed care capitation rate increases as a result of intergovernmental transfers from Napa County to DHCS and to maintain the availability of health care services for Napa County beneficiaries.

EXECUTIVE SUMMARY

The purpose of today's requested actions is to obtain Board approval to:

1. Permit the transfer of \$1,810,882 to the California Department of Health Care Services (DHCS) for the service period of July 1, 2017 through June 30, 2018 to be used as local matching funds to obtain an equivalent amount of federal Medicaid revenue; and
2. Amend Napa County's existing agreement with Partnership HealthPlan of California (PHC) to permit PHC to pass through additional federal Medicaid matching funds to Napa County to enable the County to provide health care services to Napa County residents.

FISCAL IMPACT

Is there a Fiscal Impact?	Yes
Is it currently budgeted?	Yes
Where is it budgeted?	HHSA - HEALTH CARE ENHANCEMENT
Is it Mandatory or Discretionary?	Discretionary
Discretionary Justification:	This action is discretionary in that there is no mandate to participate in the Intergovernmental Transfer (IGT) process nor to accept additional federal Medicaid funds made available through the IGT process. However, approval of this action will provide \$1,810,882 for additional health care programs and activities benefitting Napa County residents in Fiscal Year 2019-2020.
Is the general fund affected?	No
Future fiscal impact:	The IGT process is expected to be available for use by counties to obtain additional federal Medicaid funding in future years.
Consequences if not approved:	If these actions are not approved, Napa County will lose the opportunity to obtain additional federal Medicaid funding of \$1,810,882 for Fiscal Year 2019-2020.
Additional Information:	

ENVIRONMENTAL IMPACT

ENVIRONMENTAL DETERMINATION: The proposed action is not a project as defined by 14 California Code of Regulations 15378 (State CEQA Guidelines) and therefore CEQA is not applicable.

BACKGROUND AND DISCUSSION

The Intergovernmental Transfer (IGT) process is a funding mechanism under Section 1903(w)(a) of the Social Security Act, which States and local governments utilize, under certain circumstances, to obtain additional federal matching dollars for Medicaid programs. These funds become available when the State claims federal funds for use in the California Medi-Cal system at a level that is less than the maximum allowable federal funding level. The difference between the maximum allowable federal funding level and the actual amount drawn down by the State is referred to as "headroom." This "headroom" of unused federal reimbursement is available to be drawn down by counties and other public entities through an IGT.

Partnership HealthPlan of California (PHC) is the county organized health system that provides managed health care services for low-income individuals and families eligible for Medi-Cal in Napa and several surrounding counties and is the fiscal intermediary facilitating the IGT process to increase federal Medicaid funding available to Napa County.

The Health and Human Services Agency (HHSA) has participated in the IGT process since Fiscal Year 2013-2014 and the funding has made possible new programs that improve access to services and address service gaps or shortfalls by enhancing, expanding or otherwise supporting health-related services that are not already funded under the Medi-Cal system for Napa County residents.

The specific uses to which the IGT proceeds may be put are subject to the requirements of the federal funder and the State as fiscal intermediary, and to programmatic guidelines established by PHC, which also functions as a fiscal intermediary. HHSA conducted a thorough program-based planning process to determine the most effective uses of the IGT funds and approved continued funding for the following IGT projects:

- | Assignment of HHSA mental health staff to a community-based early detection and intervention program for mental illness in young adults to link individuals not accepted into the program into mental health and/or other health and human services;
- | Partial restoration of capacity in HHSA's outpatient addiction treatment program in the wake of reductions occurring during the recession;
- | Enhancement of the behavioral health services provided to children of high-risk families participating in HHSA's Therapeutic Child and Family Center;
- | Promotion of partnerships between HHSA's Public Health programs and local community organizations to increase funding to those organizations;
- | Provide funding for Community Health Clinic Ole to expand and enhance the coordination of care at the County Campus Clinic;
- | Pilot a multidisciplinary care access unit at HHSA to provide assessment, navigation and referral services to HHSA clients who will benefit from an integrated approach to the coordination of multiple services;
- | Assign a half-time mental health counselor to the Napa County Sheriff's Office and a half-time mental health counselor to the Napa County Public Defender's Office to engage clients with mental health and alcohol and other drug services needs;
- | Provide additional support for the current agreement with Aldea, Inc. for Early Intervention Mental Health Services (EDAPT model);
- | Fund training, coaching and monitoring services to improve model adherence and effectiveness of Dialectical Behavior Therapy (DBT) used in mental health group settings; and Expansion of co-occurring treatment to individuals diagnosed with both mental health and substance use disorder in a residential setting.

SUPPORTING DOCUMENTS

None

CEO Recommendation: Approve

Reviewed By: Ben Guerrieri