

**RESOLUTION NO. \_\_\_\_\_**

**BOARD OF SUPERVISORS, COUNTY OF SAN MATEO, STATE OF CALIFORNIA**

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**RESOLUTION AUTHORIZING BOTH THE WITHDRAWAL OF THE TERMINATION OF MEDI-CAL AGREEMENTS BETWEEN THE COUNTY OF SAN MATEO AND THE HEALTH PLAN OF SAN MATEO AND AUTHORIZING THE COUNTY MANAGER TO RESCIND THE NOTICE OF WITHDRAWAL FOR ANY OF THREE CONSECUTIVE NINETY DAY PERIODS**

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**WHEREAS**, the Health Plan is authorized to negotiate and enter into contracts with providers of Medi-Cal services to residents of the County of San Mateo; and

**WHEREAS**, in its capacity as a health care provider, the County of San Mateo has entered into Medi-Cal agreements with the Health Plan of San Mateo, whereby the San Mateo Medical Center provides in-patient and out-patient hospital services, primary care services, specialty care services, and pharmacy services to members of the Health Plan of San Mateo; and

**WHEREAS**, the Medi-Cal service agreements between the County of San Mateo and the Health Plan of San Mateo require the county to give the Health Plan 90 days notice of termination of the Medi-Cal hospital agreement, and 60 days notice of termination of the primary care, specialty care and pharmacy agreements; and

**WHEREAS**, the San Mateo Medical Center had determined that because of its contract arrangements with the Health Plan of San Mateo, it was ineligible for SB 1255 and AB 915 federal supplemental funding that it would have otherwise received but for its participation in the Health Plan; and

**WHEREAS**, as a result of the losses in the above-referenced funding, on March 23, 2004, the Board of Supervisors approved a resolution authorizing termination of the County's agreement with the Health Plan of San Mateo to provide services through the San Mateo Medical Center for Health Plan members, effective July 1, 2004, on the condition that the termination would be rescinded if the Health Plan of San Mateo and the County of San Mateo were able to agree to a means of compensating the County of San Mateo for the loss in revenue resulting from the contract arrangement;

**WHEREAS**, partly due to the Governor's May Revise proposing a 3% rate increase for the state's five County Organized Health Systems, including the Health Plan of San Mateo, the Health Plan of San Mateo Health Commission voted to provide an additional \$3.4 million dollars in revenue to the San Mateo Medical Center for Fiscal Year 2004-2005, which provides a partial remedy for the San Mateo Medical Center funding shortfall while the County of San Mateo and the Health Commission continue to work with the state and federal governments to ensure San Mateo Medical Center gains full access to the funding provided by the SB 1255 and AB 915 programs.

**NOW THEREFORE, IT IS HEREBY DETERMINED AND ORDERED** that the County of San Mateo's notice of termination of the Medi-Cal contracts with the Health Plan of San Mateo is hereby withdrawn, on the condition that the County Manager, in his discretion, may rescind this withdrawal at any time during three consecutive 90 day periods beginning July 1, 2004.

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