

Setting the Standard in Health Care Excellence

October 29, 2024

Board of Supervisors
County of Ventura
800 South Victoria Avenue
Ventura, California 93009

SUBJECT:

Approval of, and Authorization for the Health Care Agency Director or Designee to Sign, on behalf of the Ventura County Health Care Plan, the Fifth Amendment to the Hospital Services Agreement with Simi Valley Hospital and Health Care Services, Extending the Agreement and Adding a New Schedule of Reimbursement Exhibit, Effective January 1, 2025.

RECOMMENDATION:

That your Board approve and authorize the Health Care Agency Director or designee to sign, on behalf of the Ventura County Health Care Plan (VCHCP), the Fifth Amendment to the Hospital Services Agreement with Simi Valley Hospital and Health Care Services, which extends the Agreement through December 31, 2025, provides for one additional one-year extension, and adds a new schedule of reimbursement exhibit, effective January 1, 2025.

FISCAL IMPACT:

Mandatory: Yes
Authority: VCHCP Operational Performance
Funding Match Required: None
Impact on other Departments: None

Summary of Revenues and Costs:

	FY 2024-25	FY 2025-26
Revenues:	\$0	\$0
Costs:		
Direct	\$635,000	\$670,000
Indirect-Dept	\$0	\$0
Indirect-County CAP	\$0	\$0
Total Cost	\$635,000	\$670,000
Net County Cost	\$635,000	\$670,000
Recovered Indirect Costs	\$0	\$0

The appropriations needed for this agreement are included in the adopted budget of VCHCP for FY 2024-25.

CURRENT FISCAL YEAR BUDGET TABLE

Current FY 2024-25 Budget Projection for Ventura County Health Care Plan Fund E-510 Division 3390				
	Adopted Budget	Adjusted Budget	Estimate to Year-End	Estimated (Savings/Deficit)
Expenditures	\$ 90,583,114	\$ 90,583,114	\$ 90,583,114	\$ 0
Revenue	\$ 88,004,480	\$ 88,004,480	\$ 88,004,480	\$ 0
Operational Income/(Loss)	\$ (2,578,634)	\$ (2,578,634)	\$ (2,578,634)	\$ 0

*Includes interest and fixed assets

STRATEGIC PLAN PRIORITY:

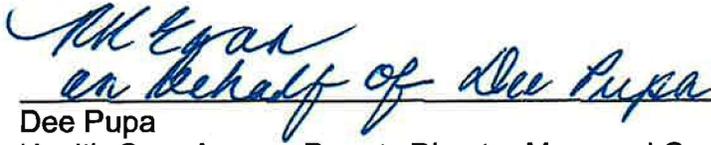
The item presented in this Board letter supports the Healthy, Safe, and Resilient Communities strategic priority of the County Strategic Plan as it supports the goal of providing equitable and timely access to quality healthcare.

DISCUSSION:

The Ventura County Health Care Plan (VCHCP) has contracts with Ventura County Medical Center (VCMC) and non-VCMC health care providers to obtain routine, elective, emergency, and specialized patient care services for its members. These contracts are needed to deliver adequate medical services to VCHCP members and to ensure geographical and timely access. The fifth amendment to the agreement with Simi Valley Hospital and Health Care Services extends the agreement through December 31, 2025 and provides for one additional one-year extension. The amendment also adds a new schedule of reimbursement exhibit. The reimbursement rates will increase by 5% for year 1 and 5% for year 2 on case and per diem payment rates. The stop-loss threshold amounts will increase by 6% for year 1 and 6% for year 2. At this time, there is no anticipated need for an increase in expenditures or appropriations.

The rate information for this amendment is exempt from disclosure under the Public Records Act (Gov. Code, Section 7926.205) and is redacted in the attached exhibit. An unredacted copy is available to Board members on request.

This letter has been reviewed by the County Executive Office, County Counsel and Auditor-Controller's office. If you have any questions regarding these recommendations, please contact Dee Pupa at (805) 981-5006.


 on behalf of Dee Pupa

 Dee Pupa
 Health Care Agency Deputy Director Managed Care
 Health Care Plan Administrator

BOARD OF SUPERVISORS
Simi Valley Hospital and Health Care Services
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Page 3 of 3



Theresa Cho, MD, MHA
Health Care Agency Director

Attachment: Exhibit 1 – Fifth Amendment to the Hospital Services Agreement with Simi Valley Hospital and Health Care Services