

Setting the Standard in Health Care Excellence

November 9, 2021

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, Amendments to Two Small Group Subscriber Agreements to Extend the Agreements through Calendar Year 2022.**

**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 attached amendments to two (2) small group subscriber agreements to extend the agreements through calendar year 2022.

**FISCAL IMPACT:**

Mandatory:	No
Authority:	VCHCP Operational Performance
Funding Match Required:	None
Impact on other Departments:	None

Summary of Annual Revenues and Costs under these Agreements:

	<u>FY 2021-22</u>	<u>FY 2022-23</u>
REVENUE	\$188,000	\$188,000
DIRECT COSTS:	\$404,000	\$404,000
INDIRECT COSTS:	None	None
Net revenue <cost>	-\$216,000	-\$216,000

The appropriations and revenue needed for the small group product offering and subscriber agreements are already included in the adopted budget of VCHCP.

**CURRENT FISCAL YEAR BUDGET TABLE**

<b>FY 2021-22 Current Budget for Ventura County Health Care Plan Fund E-510 Division 3390</b>				
	<b>Adopted Budget</b>	<b>Adjusted Budget</b>	<b>Projected Actual</b>	<b>Estimated Savings/(Deficit)</b>
<b>Expenditures</b>	\$ 92,165,503	\$ 92,165,503	\$ 92,165,503	\$ 0
<b>Revenue</b>	\$ 93,524,324	\$ 93,524,324	\$ 93,524,324	\$ 0
<b>Operational Income/(Loss)</b>	\$ 1,358,821	\$ 1,358,821	\$ 1,358,821	\$ 0

\*includes interest and fixed assets

**DISCUSSION:**

The Ventura County Health Care Plan (VCHCP) operates as a Knox-Keene licensed health plan established to operate within the County of Ventura. Current authority allows VCHCP to offer health coverage to County employees, retirees, and their dependents. VCHCP is also authorized to offer small group plans to Ventura County Medical Center contracted physician groups and their employees who provide services at County affiliated clinics.

The current small group plan agreements are set to expire as of December 31, 2021. The amendments presented to your Board will allow the agreements to renew to cover calendar year 2022 with an expiration date of December 31, 2022. There is a 9% increase in premium rates for 2022, due to a combination of medical inflation and historical medical claims data.

As a result of the clinic integration and the migration from small group coverage to the county employee product, small group enrollment is currently 35.

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.

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

  
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 Barry L. Zimmerman  
 Health Care Agency Director

**BOARD OF SUPERVISORS**  
**Small Group Subscriber Amendments**  
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**Attachments:**

**Exhibit 1 – Oceanview Medical Specialists, a Medical Corporation, Amendment One**  
**Exhibit 2 – Ventura Faculty Associates, Inc., Amendment One**  
**Exhibit 3 – 2022 Small Group Rates**