

Provider Solvency Update

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Supervising Examiner

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Provider Solvency Unit

- Financial Survey Reviews
- Claims Settlement Practices Reviews
- Approve and monitor the Corrective Action Plan Process and approve Corrective Action Plans
- Claims and Provider Dispute Resolution Audits

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Risk Bearing Organization (RBO) Financial Reporting As of 6/30/12

185 Risk Bearing Organizations file survey reports :

Annual:

- All RBOs file Annual Survey Reports (based on audited financial statements)

Quarterly:

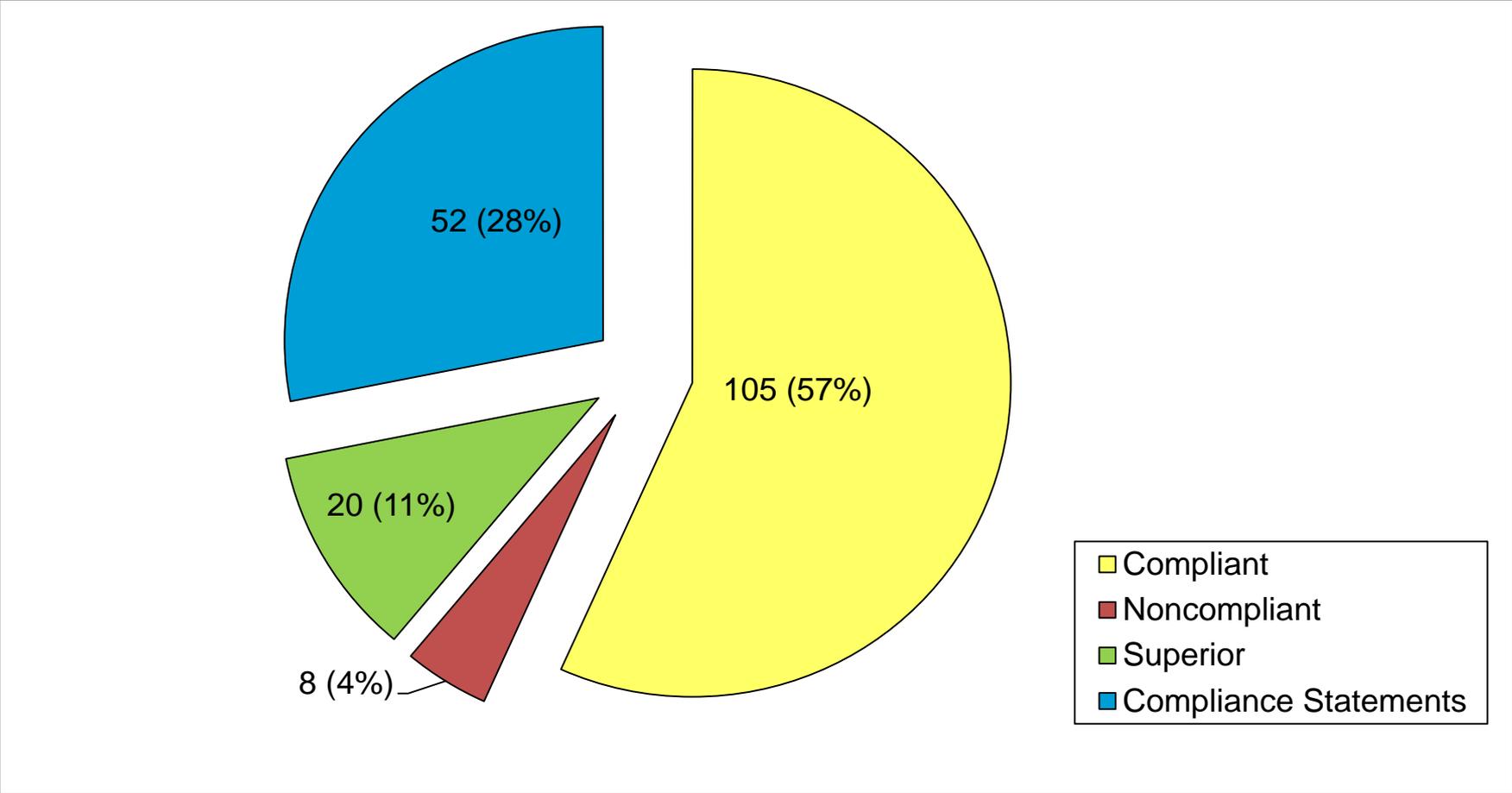
- 133 RBOs file Quarterly Survey Reports
- 52 RBOs file Compliance Statements

Monthly:

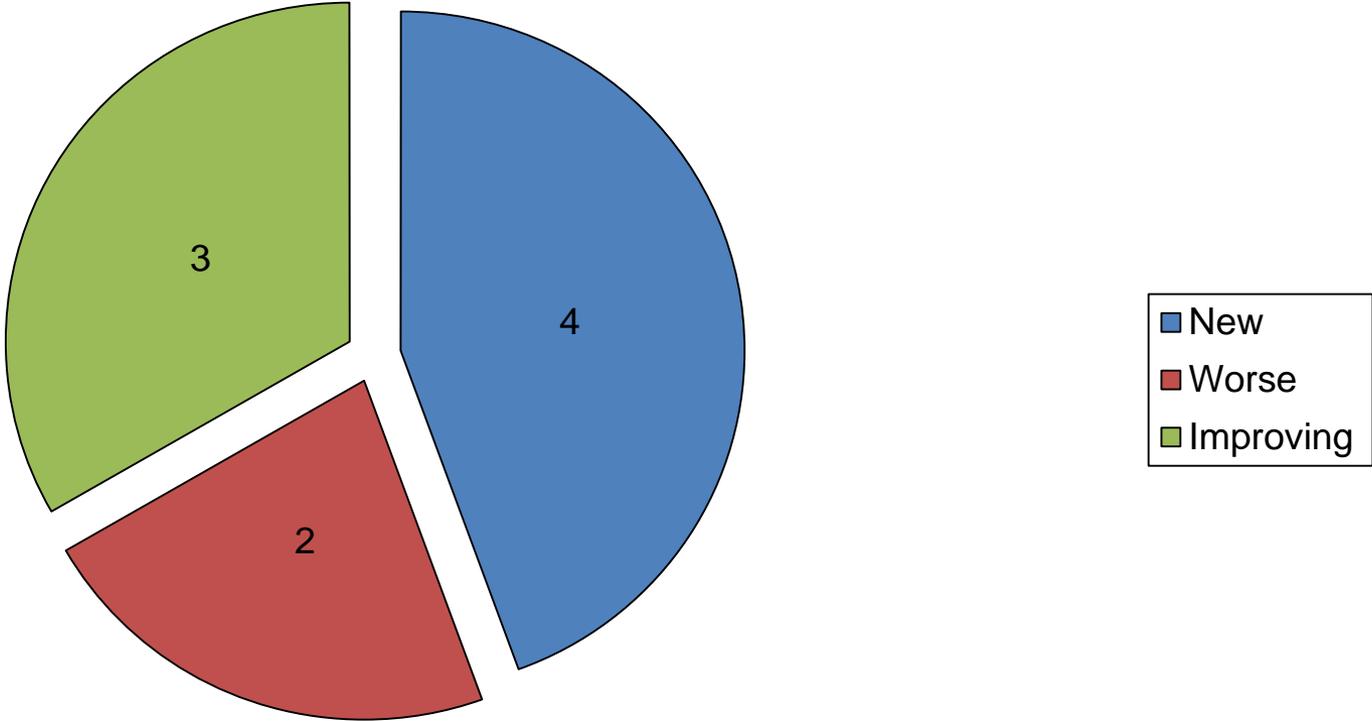
- 5 RBOs file monthly financial statements

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Status of All Risk Bearing Organizations at June 30, 2012



CAP Status



Based on June 30, 2012 Quarterly Financial Survey

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CAP Status from 6/30/2012 filings

❖ Of the 5 continuing CAPs:

- 3 improving (meeting their approved CAP milestones)
- 2 declining
 - 1 RBO submitted revised projections
 - 1 RBO recommended administrative action

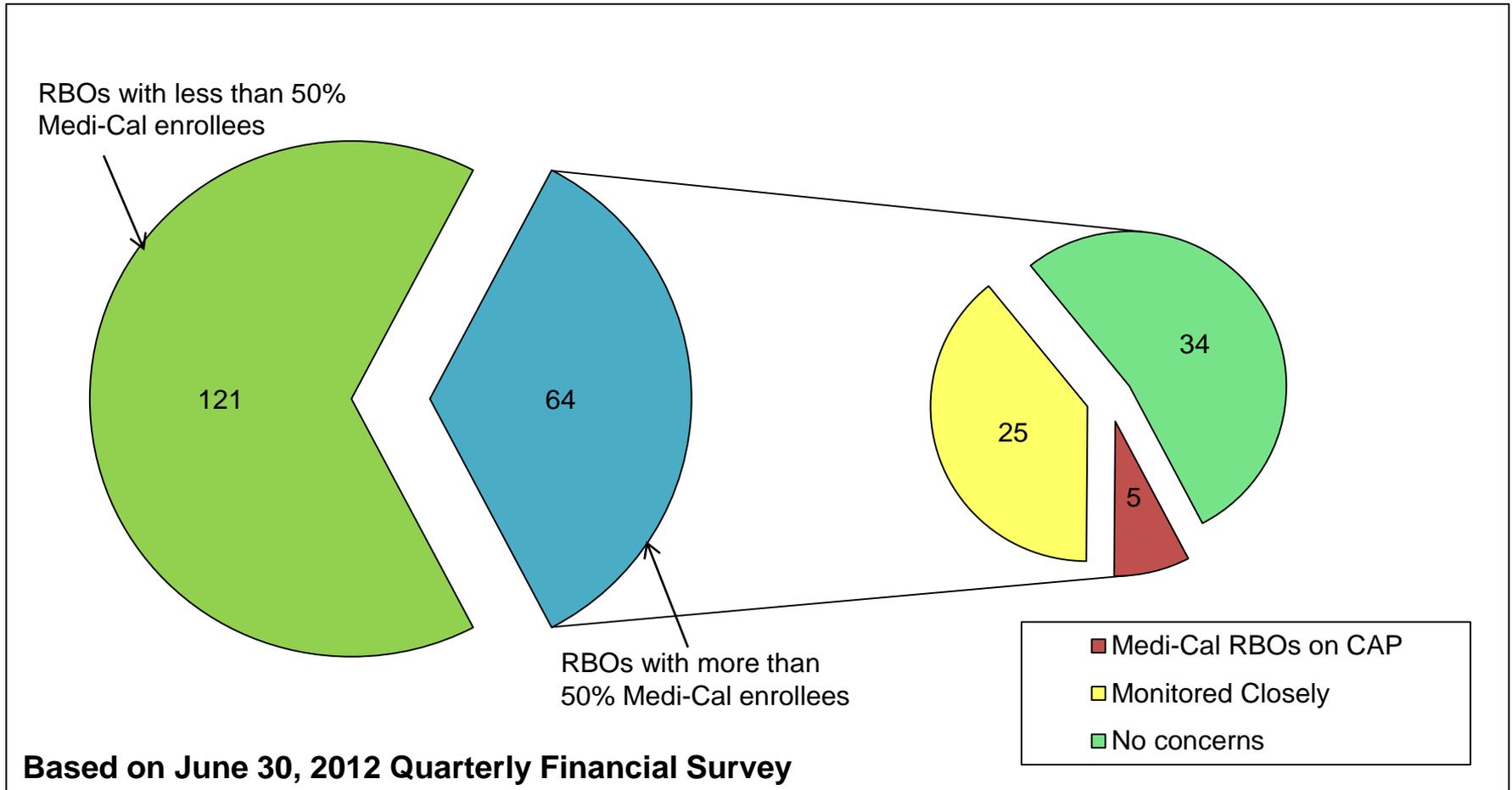
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Current CAP Status @ 9/30/12

- 3 RBOs are meeting the final CAP projections
- 1 RBO was not meeting the final CAP projections and was dedelegated
- 1 RBO completed their CAP successfully

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Status of RBOs with Greater than 50% Medi-Cal Enrollment





- Region 1**
 Butte
 Colusa
 Del Norte
 Glenn
 Humboldt
 Lake
 Lassen
 Mendocino
 Modoc
 Plumas
 Shasta
 Sierra
 Siskiyou
 Tehama
 Trinity
- Region 2**
 Alameda
 Amador
 Contra Costa
 El Dorado
 Marin
 Napa
 Nevada
 Placer
 Sacramento
 San Francisco
 San Joaquin
 San Mateo
 Santa Clara
 Solano
 Sutter
 Yolo
 Yuba

- Region 3**
 Alpine
 Calaveras
 Fresno
 Inyo
 Kings
 Madera
 Mariposa
 Merced
 Mono
 Monterey
 San Benito
 Stanislaus
 Tulare
 Tuolumne

- Region 4**
 Kern
 San Luis Obispo
 Santa Barbara

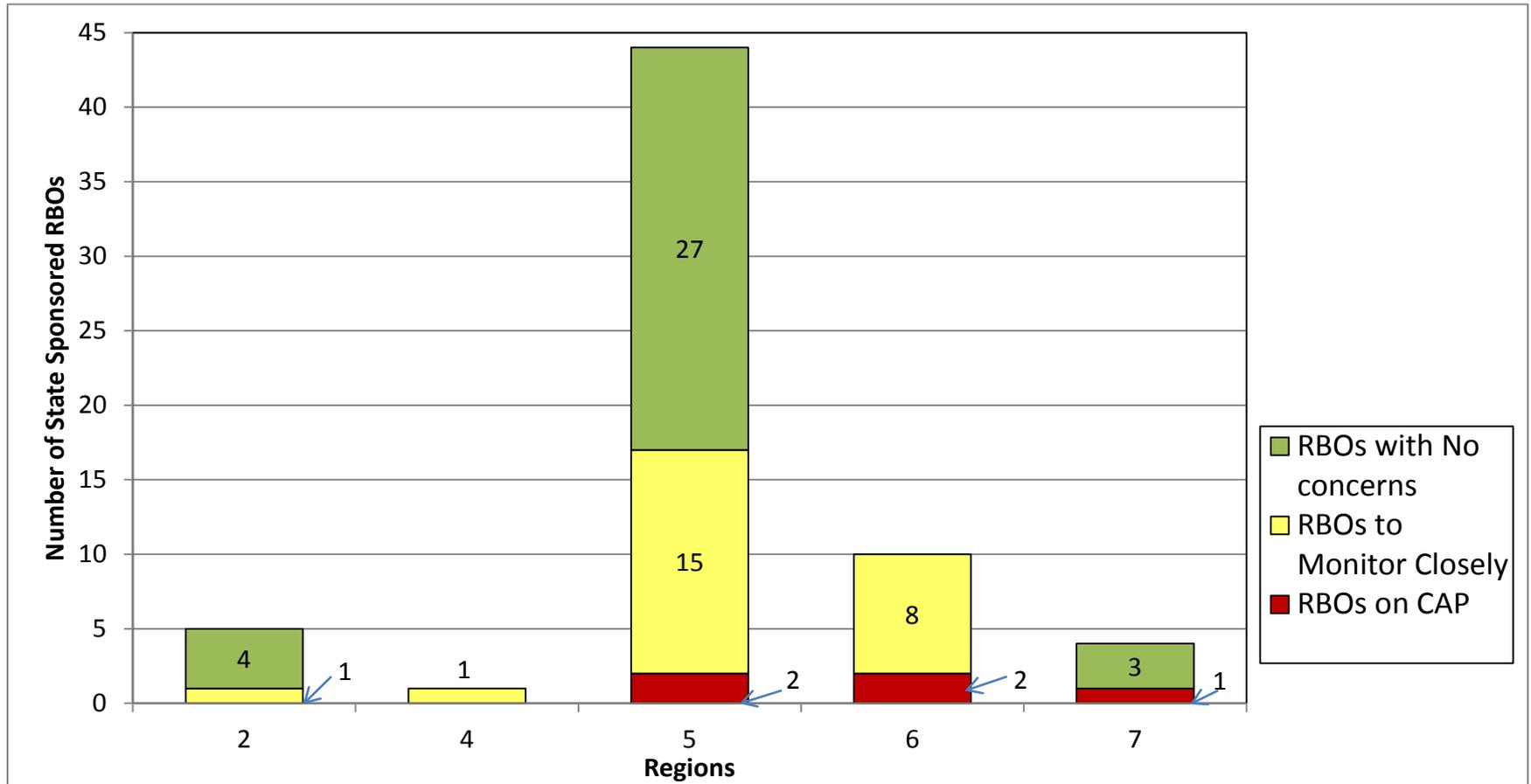
- Region 5**
 Los Angeles
 Orange
 Ventura

- Region 6**
 Riverside
 San Bernardino

- Region 7**
 Imperial
 San Diego

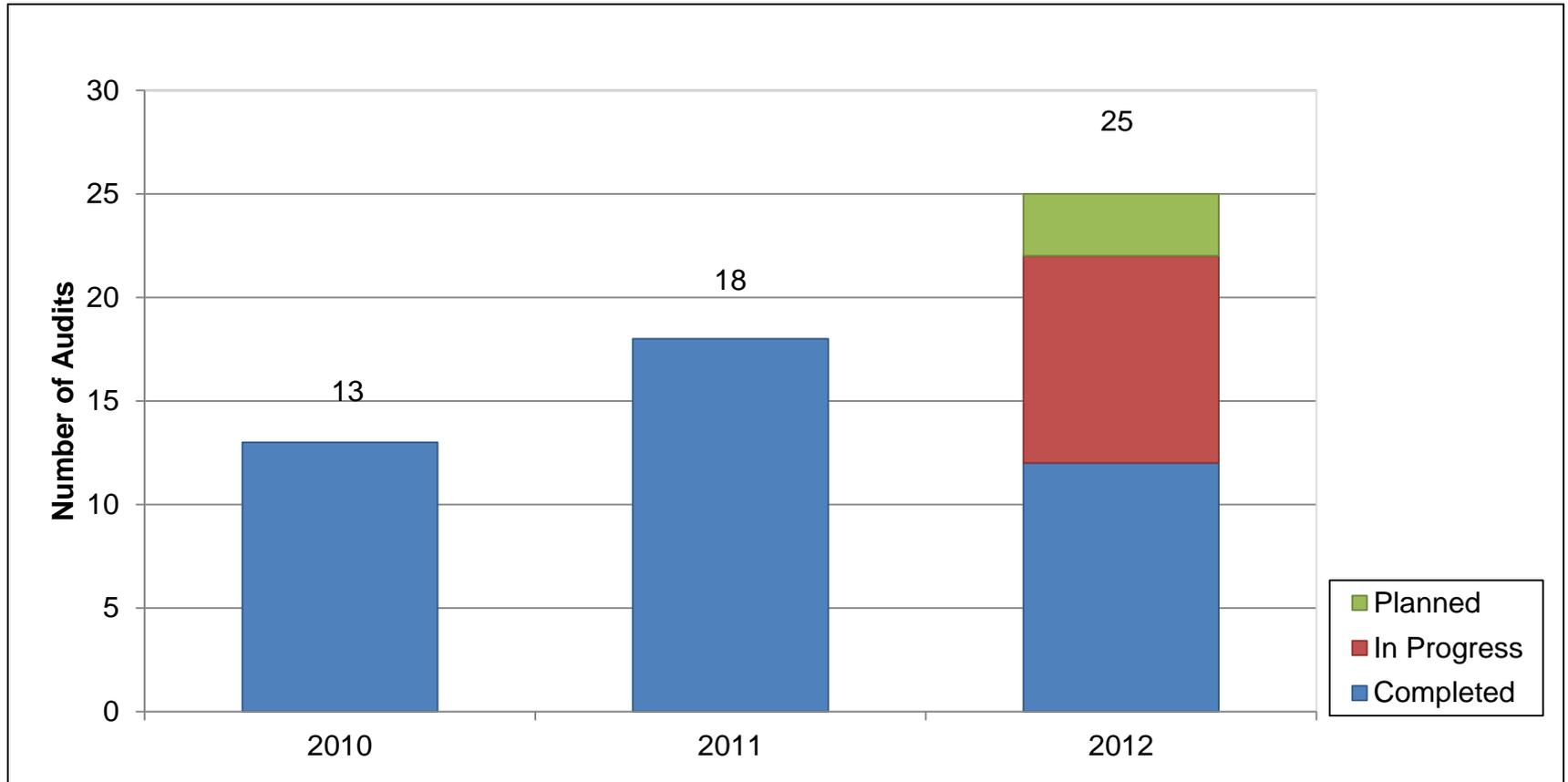
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Performance of State Sponsored RBOs by region



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RBO Audits



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Common RBO Audits Findings

- Interest/penalty is not included or is incorrectly calculated on late claims and PDR
- Holding claims payment checks
- Claims are not paid accurately and/or processed within 45 working days
- Claim not date stamped correctly at time of receipt
- Claims are not forwarded within 10 working days
- Claims/PDR are not acknowledged timely

RBO Deficiencies Identified in DMHC Claims Audit for 2012

Types of Deficiencies	RBO#1	RBO#2	RBO#3	RBO#4	RBO#5	RBO#6	RBO#7	RBO#8	RBO#9	Total
Claims/PDR not paid accurately			1	1		1			1	4
Interest/penalty not included or incorrectly	1	1	1	1	1	1	1	1	1	9
Holding claims checks								1		1
Claim/PDR date stamped incorrectly	1				1	1				3
Claims not forwarded within 10 working days					1					1
Claims/PDR not acknowledged timely					1					1

Questions?

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