



COUNTY OF NEVADA HEALTH & HUMAN SERVICES AGENCY

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NEVADA COUNTY BOARD OF SUPERVISORS Board Agenda Memo

MEETING DATE: August 8, 2023

TO: Honorable Board of Supervisors

FROM: Ryan Gruver, Director of Health and Human Services Agency

SUBJECT: Resolution executing Amendment No. 1 to the contract with the Department of Health Care Services that pertains to the Rate Range Intergovernmental Transfer (“IGT”): an agreement whereby Nevada County retroactively receives federal financial participation Medi-Cal funds to cover unreimbursed costs for previously provided, mandated services. This amendment represents the final invoice information with revised capitation rates from the original estimate. It is required by the Department of Health Care Services.

RECOMMENDATION: Approve the attached Resolution.

FUNDING: This amendment makes immaterial updates to the previously used estimated capitation rates. Reconciliation will be done as part of the calendar year 2022 IGT invoicing process. There are no county general fund dollars required in the Agreement.

BACKGROUND:

On November 9, 2021, per Resolution No. 21-457, the Nevada County Board of Supervisors approved execution of Contract #21-10199 for Nevada County to participate in the IGT. IGTs allow California counties that are covered by Medi-Cal managed care plans to secure federal matching funds to cover unreimbursed costs for services provided to Medi-Cal recipients. Nevada County participated in its first IGT in 16/17. The process is as follows: the local government entity transfers funds to the Department of Health Care Services (“DHCS”); DHCS uses the funds to draw down unused federal matching funds to pay the County’s managed care plan partner. The managed care plan then pays the County the proceeds that the initial IGT fund transfer made possible. Because the transfer is matched with federal funds, the participating government provider

receives the amount of the transfer plus new funds, less administrative fees from the managed care plan. There is also an administrative fee charged by DHCS.

Through the IGT the County was be able to secure additional funds to cover costs that were previously subsidized by local government resources. Funds recovered through the IGT mechanism are discretionary as long as they are spent on health-related services.

It is recommended that the Board approve the attached resolution that authorizes Amendment No. 1 to Contract #21-10199 for Nevada County to participate in the IGT for the service period of January 1, 2021 through December 31, 2021.

Item Initiated and Approved by: Ryan Gruver, Director of Health and Human Services
Agency