

# *FINANCIAL SERVICES MEETING REPORT*

**Date & Time:** March 3, 2011

**Attendees:** Michael Beaton; Erin Ceccarelli; Connie Cessna; Linda Downs; Jana Drazich; Gary Ernst; Leda Frediani; Mike Geiss; Doug Gherkin; Marlene Gold; Kimberly Mayer; Michael Laffin; Michael Lucid; Steve Marshall; Janie McKenzie; Don Kingdon; Mark Ksenzulak; Jim Nissen; Jeff Nottke; Martin Polt; Ayore Riaunda; Tom Sherry; Adrienne Shilton; Lisa Snyder; Jessica Vollmer; Lori Walker; Donna Wigand. **DMH/Guests:** Stan Bajorin; Denise Blair; Bob Cutler; David Harner; Gary Renslo.

**Introductions/Announcements:**

- Introductions provided by those in attendance and on the phone.

**Additional Agenda Items:**

None at this time.

**Meeting Report:** The December meeting report was approved.

**Topics of General Discussion:**

- Update on claims payments to counties provided by DMH representatives including EPSDT, Managed Care and MHSA. FY 10-11 EPSDT SGF reimbursement ratios have not been adjusted and are set at FY 09-10 levels and not adjusted. Update on payment of FY 06/07 and 07/08 cost settlement payments to counties provided by DMH representative. DMH indicated that FFP disbursements would begin next week and State General Fund would require further information from counties to complete State General Fund payments. Discussion of concerns related to SGF payment timeframes held with DMH and members.
- Discussion of SB 90 payments which a member county identified was held. Spread sheet distributed by county indicating payment disbursements was reviewed by DMH. Audit settlement needs to be released.
- Update on State Budget Realignment proposal and FY 11/12 MHSA Redirection Proposal and DOF Letter provided by CMHDA and DMH representative. Discussion of DOF letter and potential impact and conference committee actions held with members by CMHDA and DMH representatives. According to DMH the DOF would be the administrator of the State MHS Fund in the future. Discussion of the future of AB 3632 in the proposal was discussed with members.
- State hospital bed contract and rates/reimbursement discussion held with members by DMH. DMH reviewed March 1, 2011 letter sent to LACMH with committee. Discussions of process for determining trial competency in the State hospitals held with members and DMH.
- MHSA Update and discussion provided by CMHDA representative including concerns regarding implementation of the MHSA Revenue and Expenditure and accounting for funds across fiscal years. CMHDA made a specific recommendation to address the problem identified. Concern that basis for reversion being the revenue and expenditure or final cost report and settlement was discussed from a n FFP offset and maximization

perspective. Discussion of state imposed 50% cap on prudent reserves deposits held with DMH representatives by CMHDA.

- Short Doyle 2 Updates provided by DMH representative including updates on system changes and action item lists. DMH representative indicated that all Medi/Medi edits are in place in Short Doyle 2. DMH representative indicated that they may be slowing the introduction of edits to allow for more extensive county testing. Update on 50-10 implementation provided by DMH representative. Discussion of information notice 11-04 and the policy and implementation issues held by CMHDA representative. CMHDA members asked to focus on implementation issues to assist DMH to understand the implementation questions that have been generated by the notice. DMH indicated that the answers to the county questions would be posted on MEDCCC.
- MED CCC, COTS, and ITWS updates provided by DMH representatives including production of electronic warrants.
- DMH/CMHDA Workgroup Update- provided by CMHDA, DHCS and DMH representatives. Discussion of CPE Protocol Workgroup held with DMH representatives and indications are that the draft is with DHCS.
- Cost Reporting Project Update provided by DMH representatives and there was discussion of the need to implement additional changes in FY 11/12 and not FY 10/11.
- County to County consultation held with Members.

**Next Meeting will be April 7 2011.**