

RESOLUTION NO. .

BOARD OF SUPERVISORS, COUNTY OF SAN MATEO, STATE OF CALIFORNIA

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**RESOLUTION AUTHORIZING AN AMENDMENT TO THE AGREEMENT WITH THE
SAN MATEO HEALTH COMMISSION, DOING BUSINESS AS THE HEALTH PLAN
OF SAN MATEO AND THE SAN MATEO MEDICAL CENTER TO CREATE A
SHARED SAVING AGREEMENT FOR THE TERM OF JANUARY 1, 2018 THROUGH
DECEMBER 31, 2018**

RESOLVED, by the Board of Supervisors of the County of San Mateo, State of California, that

WHEREAS, on September 9, 2008, this Board approved an agreement with the San Mateo Health Commission, doing business as the Health Plan of San Mateo (HPSM), for Primary Care Medical Services for eligible HPSM members receiving services at the San Mateo Medical Center (SMMC) for the term of January 1, 2008 through December 31, 2008; and

WHEREAS, pursuant to its terms, the agreement renews for subsequent terms, subject to each party's right to give notice to terminate it; and

WHEREAS, on March 26, 2014, this Board approved an amendment to the agreement to bring it into compliance with AB 85, which requires that payments for Medi-Cal expansion populations be made directly to county hospitals and clinic systems; and

WHEREAS, the parties wish to further amend the agreement to ensure compliance with the State's Medi-Cal 2020 section 1115 waiver, which requires that the agreement between SMMC and HPSM contain at least one financial arrangement

involving an “Alternative Payment Model,” which must include some contractual mechanism for sharing either risk or the savings from reducing the cost of patients’ care; and

WHEREAS, the parties have developed an amendment to the agreement that allows SMMC to accept a shared savings payment from the Plan if the total cost for HPSM to provide care to its members who are assigned to SMMC clinics is less than a benchmark percentage of the amount that HPSM receives from the Medi-Cal and Medicare programs for such patients during the 2018 calendar year; and that provides for the development of a strategic framework for transitioning to value-based care to share the financial risk and potential gains from effectively managing the medical costs associated with caring for patients assigned to SMMC; and

WHEREAS, this Board has been presented with a form of said amendment (2017-2), has examined and approved it as to both form and content, and desires to enter into it.

NOW, THEREFORE, IT IS HEREBY RESOLVED that the President of this Board of Supervisors be and is hereby authorized and directed to execute said agreement for and on behalf of the County of San Mateo, and the Clerk of the Board shall attest the President’s signature thereto.

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