



**COUNTY OF SAN MATEO**  
Inter-Departmental Correspondence  
Health System



**Date:** June 8, 2015  
**Board Meeting Date:** July 21, 2015  
**Special Notice / Hearing:** None  
**Vote Required:** Majority

**To:** Honorable Board of Supervisors

**From:** Louise Rogers, Chief, Health System  
Susan Ehrlich, MD, MPP, Chief Executive Officer, San Mateo Medical Center

**Subject:** Memorandum of agreement with Lucile Packard Children's Hospital at Stanford and the Health Plan of San Mateo for coordination of prenatal and obstetric/gynecological care for low income populations

**RECOMMENDATION:**

Adopt a resolution authorizing a memorandum of agreement with Lucile Packard Children's Hospital at Stanford, the San Mateo Health Commission dba the Health Plan of San Mateo, and San Mateo County for labor, delivery, and pediatric services to certain County residents for the term of June 1, 2014, through May 31, 2016, in an amount provided by Lucile Packard Children's Hospital at Stanford, not to exceed \$600,000.

**BACKGROUND:**

Since June 2012, Lucile Salter Packard Children's Hospital at Stanford (LPCH) has been reimbursing the County, through San Mateo Medical Center (SMMC), for coordination and management of prenatal care access and delivery outcomes for the low-income population served by the parties.

**DISCUSSION:**

On May 20, 2015, LPCH approved a two-year memorandum of agreement (agreement) to reimburse SMMC for prenatal obstetric and gynecological care for the County's low income population. The agreement also covers various aspects of pediatric care.

We are asking your Board to approve: SMMC's acceptance of \$300,000 for the Year 1 period of June 1, 2014, through May 31, 2015, the acceptance of \$300,000 for the Year 2 period of June 1, 2015, through May 31, 2016, and the execution of this agreement. There has been a delay in sending this agreement to your Board due to the protracted negotiations over the agreement's terms between HPSM, LPCH, and SMMC.

The resolution contains the County's standard provisions allowing amendment of the County's fiscal obligation by a maximum of \$25,000 (in aggregate).

The resolution and agreement have been reviewed and approved by County Counsel as to form.

Acceptance of these funds contributes to the Shared Vision 2025 outcome of a Healthy Community by providing prenatal care to women who reside in San Mateo County through collaboration with LPCH. It is anticipated that the County, through SMMC, and LPCH will provide prenatal care under this agreement for approximately 1200 low-income pregnant county residents.

**PERFORMANCE MEASURE:**

<b>Measure</b>	<b>FY 2014-15 Actual</b>	<b>FY 2015-16 Projected</b>
Prenatal care provided for low-income pregnant County residents	1000 patients	1200 patients

**FISCAL IMPACT:**

The term of the agreement is June 1, 2014, through May 31, 2016, in the amount of \$600,000. Receipt of funds from LPCH in the amount of \$300,000 were included in the SMMC FY 2014-15 adopted budget. The amount of \$300,000 is included in the SMMC FY 2015-16 Adopted Budget. Since this is a reverse agreement to the County, there is no net county cost.

Expenses at SMMC are covered by fees for services or third-party payors whenever possible. The portion of expenses for services provided to the medically indigent or to those covered by programs that do not meet the full costs of care is covered by contributions such as this from LPCH and the county's General Fund contribution to SMMC.