

COUNTY OF SAN MATEO Inter-Departmental Correspondence Health System



Date:February 24, 2016Board Meeting Date:April 26, 2016Special Notice / Hearing:NoneVote Required:Majority

To: Honorable Board of Supervisors

- From: Louise Rogers, Chief, Health System Chester J. Kunnappilly, MD, Interim Chief Executive Officer, San Mateo Medical Center
- **Subject:** Pledge Agreement with Lucile Packard Children's Hospital at Stanford for coordination of prenatal and obstetric/gynecological care for low-income populations

RECOMMENDATION:

Adopt a resolution authorizing a pledge agreement with Lucile Packard Children's Hospital at Stanford for labor, delivery, and pediatric services to certain County residents for the term of June 1, 2016, through May 31, 2018, in an amount not to exceed \$600,000, and authorizing acceptance of \$600,000 in grant funds pledged therein.

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.

On July 21, 2015, your Board approved a two-year memorandum of agreement (MOU) to reimburse SMMC for prenatal obstetric and gynecological care for the County's low-income population for the term June 1, 2014, through May 31, 2016. The MOU also covered various aspects of pediatric care.

DISCUSSION:

SMMC is asking your Board to approve acceptance of grant funds for the same services described above, in the amount of \$300,000 for Year 1 (June 1, 2016, through May 31, 2017) and \$300,000 for Year 2 (June 1, 2017, through May 31, 2018) and the execution of the associated pledge agreement.

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

The agreement and resolution 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 1,200 low-income pregnant county residents.

PERFORMANCE MEASURE:

Measure	FY 2014-15 Actual	FY 2015-16 Projected
Prenatal care provided for low-income	1,000 patients	1,200 patients
pregnant County residents		

FISCAL IMPACT:

The term of the agreement is June 1, 2016, through May 31, 2018, in the amount of \$600,000. Receipt of funds from LPCH in the amount of \$25,000 are included in the SMMC FY 2015-16 Adopted Budget. Similar arrangements will be made for future years. 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.