



AGENDA

Local Health Authority Commission

June 10th, 2024

5:30 PM

512 W. Aten Rd.

Imperial, CA 92251

All supporting documentation is available for public review at <https://chpiv.org>

Committee Members	Representing	Present
Dr. Theodore Affue	LHA Commissioner – Imperial County Medical Society	
Dr. Bushra Ahmad	LHA Commissioner – County of Imperial – Chief Medical Officer	
Dr. Carlos Ramirez	LHA Commissioner – Unicare – CNO, COO	
Dr. Unnati Sampat	LHA Commissioner – MD, Imperial Valley Family Care Medical Group	
Dr. Allen Wu	LHA Commissioner – Inncare, Chief Medical Officer	
Christopher Bjornberg	LHA Commissioner-Chief Executive Office of PMHD	
Miguel Figueroa	LHA Commissioner – County of Imperial – Chief Executive Officer	
Paula Llanas	LHA Commissioner – County of Imperial – Director of Social Services	
Ryan E. Kelley	LHA Commissioner – County of Imperial – Board of Supervisors	
Pablo Velez	LHA Commissioner – ECRMC Chief Executive Officer	
Yvonne Bell	LHA Vice-Chair – Chief Executive Officer – Inncare	
Lee Hindman	LHA Chairperson – Joint Chambers of Commerce representing the public	

1. CALL TO ORDER

Lee Hindman, Chair

A. Roll Call

Donna Ponce, Commission Clerk

B. Approval of Agenda

1. Items to be pulled or added from the Information/Action/Closed Session Calendar
2. Approval of the order of the agenda

2. PUBLIC COMMENT

Lee Hindman, Chair

Public Comment is limited to items NOT listed on the agenda. This is an opportunity for members of the public to address the Commission on any matter within the Commission’s jurisdiction. Any action taken as a result of public comment shall be limited to the direction of staff. When addressing the Commission, state your name for the record prior to providing your comments. Please address the Commission as a whole, through the Chairperson. Individuals will be given three (3) minutes to address the board.



3. CLOSED SESSION

Pursuant to Welfare and Institutions Code § 14087.38 (n) Report Involving Trade Secret new product discussion (estimated date of disclosure, 01/2024)

- A. Update/Action on Contract with Health Net Community Solutions, Inc.
- B. Draft Bylaws Update-General Counsel Report (*Bill Smerdon, Legal Counsel*)
- C. Employee Benefits

4. RECONVENE OPEN SESSION

- A. Report on actions taken in closed session.

5. CONSENT AGENDA

All items appearing on the consent calendar are recommended for approval and will be acted upon by one motion, without discussion. Should any Commissioner or other person express their preference to consider an item separately, that item will be addressed at a time as determined by the Chair.

- A. Approval of Minutes from 5/13/2024
- B. Accept Monthly Financial Reports reviewed and accepted by the Finance Committee.
 - 1. April 2024 P&L Variance Report
 - 2. April 2024 Cash Transactions
 - 3. April 2024 Cash Reconciliation
 - 4. April 2024 Statement of Revenues, Expenses, and Changes in Net Position
 - 5. April 2024 Statement of Net Position
 - 6. April 2024 Statement of Revenues, Expenses, and Changes in Net Position (YTD)

6. ACTION

- A. Accept the 2023 Annual Audit presented by Moss Adam as reviewed and accepted by the Finance Committee.
- B. Discussion/Action on Resolution for removal of a signatory for First Foundation Bank.

7. INFORMATION

- A. Health Services Report (*Dr. Gordon Arakawa, CMO*)
- B. Financial Services Report (*Tony Godinez, Senior Manager of Accounting*)



- C. Compliance Report (*Elysse Tarabola, CCO*)
- D. Human Resources and Community Relations Report (*Michelle S. Ortiz-Trujillo, SDHRCR*)
- E. CEO Report (*Larry Lewis, CEO*)
- F. Other new or old business (*Lee Hindman, Chair*)
- G. Commissioner Remarks (*Lee Hindman, Chair*)

Adjournment



MINUTES

Local Health Authority Commission

May 13th, 2024

5:30 PM

512 W. Aten Rd.

Imperial, CA 92251

All supporting documentation is available for public review at <https://chpiv.org>

Committee Members	Representing	Present
Dr. Theodore Affue	LHA Commissioner – Imperial County Medical Society	✓ R
Dr. Bushra Ahmad	LHA Commissioner – County of Imperial – Chief Medical Officer	✓
Dr. Carlos Ramirez	LHA Commissioner – Unicare – CNO, COO	✓
Dr. Unnati Sampat	LHA Commissioner – MD, Imperial Valley Family Care Medical Group	A
Dr. Allen Wu	LHA Commissioner – Inncare, Chief Medical Officer	✓
Christopher Bjornberg	LHA Commissioner-Chief Executive Office of PMHD	A
Miguel Figueroa	LHA Commissioner – County of Imperial – Chief Executive Officer	A
Paula Llanas	LHA Commissioner – County of Imperial – Director of Social Services	✓
Ryan E. Kelley	LHA Commissioner – County of Imperial – Board of Supervisors	✓
Pablo Velez	LHA Commissioner – ECRMC Chief Executive Officer	✓
Yvonne Bell	LHA Vice-Chair – Chief Executive Officer – Inncare	✓
Lee Hindman	LHA Chairperson – Joint Chambers of Commerce representing the public	✓

1. CALL TO ORDER

Lee Hindman, Chair

Meeting called to order at 5:33 p.m.

A. Roll Call

Donna Ponce, Commission Clerk

Roll call taken and quorum confirmed. Attendance is as shown.

B. Approval of Agenda

1. Items to be pulled or added from the Information/Action/Closed Session Calendar

(Ramirez/Affue) To approve the agenda. Motion carried.

2. Approval of the order of the agenda

(Bell/Wu) To approve the order of the agenda. Motion carried.

2. PUBLIC COMMENT

Lee Hindman, Chair

Public Comment is limited to items NOT listed on the agenda. This is an opportunity for members of the public to address the Commission on any matter within the Commission’s jurisdiction. Any action taken as a result of public comment shall be limited to the direction of staff. When addressing the Commission, state your name for



the record prior to providing your comments. Please address the Commission as a whole, through the Chairperson. Individuals will be given three (3) minutes to address the board.

None.

3. CLOSED SESSION

Pursuant to Welfare and Institutions Code § 14087.38 (n) Report Involving Trade Secret new product discussion (estimated date of disclosure, 01/2024)

- A. Update/Action on Contract with Health Net Community Solutions, Inc.
- B. Draft Bylaws Update-General Counsel Report (*Bill Smerdon, Legal Counsel*)

4. RECONVENE OPEN SESSION

- A. Report on actions taken in closed session. *No action taken.*

5. CONSENT AGENDA

All items appearing on the consent calendar are recommended for approval and will be acted upon by one motion, without discussion. Should any Commissioner or other person express their preference to consider an item separately, that item will be addressed at a time as determined by the Chair.

- A. Approval of Minutes from 3/11/2024
- B. Accept Monthly Financial Reports reviewed and accepted by the Finance Committee.
 - 1. February & March 2024 P&L Variance Reports
 - 2. February & March 2024 Cash Transactions
 - 3. February & March 2024 Cash Reconciliation
 - 4. February & March 2024 Statement of Activity
 - 5. February & March 2024 Statement of Financial Position
 - 6. February & March 2024 Year-To-Date-Statement of Activity
- C. Approval of New and Updated Policies & Procedures (P&Ps)
 - 1. CMP-001: Writing and Processing P&Ps
 - 2. UM-003: Continuity of Care
 - 3. BH-001: Behavioral Health
 - 4. QM-001: Quality Management and Improvement
 - 5. CLM-001: Claims & Provider Dispute Resolution (PDR)
 - 6. BC-001: States of Emergency
 - 7. PNM-001: Standards of Network Accessibility and Timely Access to Care
 - 8. PNM-002: Provider Directory



- D. Approval for Delegation of Policy Review and Approval to Regulatory Compliance and Oversight Committee (RCOC)
- E. At-Risk Compensation Policy
(Ramirez/Wu) To approve consent agenda. Motion carried.

6. INFORMATION

A. Health Services Report *(Dr. Gordon Arakawa, CMO)*

Chief Medical Officer (CMO), Gordon Arakawa updated the commission on the following:

- *Meetings*
 - *Provider Advisory Group*
 - *Quality Improvement Health Equity Committee*
- *National Commission for Quality Assurance Accreditation*
- *Health Services Monitoring/Auditing Meetings*

B. Financial Services Report *(Mark Southworth, CFO)*

Chief Financial Officer (CFO), Mark Southworth updated the commission on the following:

- *March 2024 and April 2024 Financial Reports*
- *April 2024 and May 2024 Financial Issues Dashboard*

Vice Chair Bell asked regarding money pulled into a CD for investments and wanted to know if it has an impact on the sweep account. CFO, Mark Southworth responded that any money that goes into the investment account comes from the sweep account.

C. Compliance Report *(Elysse Tarabola, CCO)*

Chief Compliance Officer (CCO) Elysse Tarabola and Senior Director of Compliance (SDC) Chelsea Hardy updated the commission on the following:

- *Regulatory Compliance Oversight Committee (RCOC) of the Commission*
 - *Chair Hindman asked who oversaw the purchasing and the finance charge when it came to policies. CCO, Elysse Tarabola responded that CFO, Mark Southworth oversaw developing the policies which goes through a compliance review process. Commissioner Wu added that if there were any concerns or issues, he can be reached by email.*
- *Compliance Training*
 - *Chair Hindman and Commissioner Ahmad asked how often the Provider Directory is updated. CFO, Mark Southworth responded that it is updated daily.*
- *Policies and Procedures*
- *Pre-Delegation Audit*
- *Delegation Oversight Monitoring Program*



D. Human Resources and Community Relations Report (*Michelle S. Ortiz-Trujillo, HRCR*)
Senior Director of Human Resources and Community Relations (SDHRCR), Michelle Ortiz-Trujillo updated the commission of the following:

- *Community Advisory Committee*
 - *Minutes Attached (Review and Accept)*
 - *Next Meeting: June 6th, 2024, at Noon*
 - *CAC Selection Meeting scheduled for May 9th, 2024, at 2:00 p.m.*
Commissioner Ahmad asked what the process was to be a part of the CAC. Senior Director of Human Resources and Community Relations, Michelle Ortiz responded that any Medi-Cal member is welcome to be on the committee if they show up in person.
 - *Member Demographic Report*
- *Human Resources*
 - *Receptionist/Administrative Assistant position*

Commissioner Kelley shared that the University of California, Riverside has conducted a study on an antigen coming from algae blooms in the Salton Sea that is directly related to asthma symptoms in children in the Imperial Valley. He proceeded to say that a report will be released in about a week. There will be a summit on October 18th, 2024, at the UCR extension in Palm Desert. He added that this information is very important as it will impact the beneficiaries.

Commissioner Kelley also spoke on the Office of Environmental Health from Department of Toxicology which are conducting a study on the accumulative effect of health hazards in Imperial Valley. He added that this information is good to have due to a federal grant that will be available.

E. CEO Report (*Larry Lewis, CEO*)

CEO, Larry Lewis updated the commission on the following:

- *Facility improvements which include desert landscape, security system, shade installed in NW corner of building, new thermostats, parking lot lights, and office changes which includes new hire for Receptionist position, and staff office relocation. He also added that the Reach Air benefit has been added for employees and dependents.*
- *Local Health Plans of California*
 - *Coalition to Protect Access to Care*
 - *DHCS Next Waiver Planning*
 - *ECM Next Waiver Planning*
 - *Provider Rate Increase Implementation*
 - *Children Now & First 5-Warm Hand-Off Project Planning (PHM)*

F. Other new or old business (*Lee Hindman, Chair*) *None.*

G. Commissioner Remarks (*Lee Hindman, Chair*) *None.*

Adjournment: *Meeting adjourned at 6:27 p.m.*

IMPERIAL COUNTY LOCAL HEALTH AUTHORITY
dba Community Helath Plan of Imperial Valley
Year to Date P&L Variance
1/1/2024 to 4/30/2024

	April	April	April	Year To Date	
	Forecast	Actual	Variance	Variance	Explanation
REVENUE					
HN Settlements	-	-	-	(142)	
Premium	22,249,362	22,249,361	(1)	(3)	
Pass-Through	883,592	883,592	0	1	
Interest Income	100,347	91,621	(8,725)	(61,986)	Chase sweep issue affected February and March.
TOTAL REVENUE	23,233,300	23,224,574	(8,726)	(53,403)	
HEALTH CARE COSTS	22,465,472	22,465,472	(0)	(2)	
Gross Margin	767,827	759,102	(8,725)	(62,127)	
ADMINISTRATIVE EXPENSE					
Salaries	243,677	214,885	(28,793)	(86,246)	Three payroll disbursements in May.
Benefits and Bonus	79,468	74,071	(5,397)	(128,609)	The bonus has not been accrued.
Total Labor Costs	323,145	288,955	(34,190)	(214,855)	
Consulting, Audit, Legal, other Prof	10,508	25,047	14,538	91,343	
Office Occupancy	14,606	47,123	32,517	33,764	Addition of security system and landscape improvements.
Other Misc Admin	24,476	42,106	17,629	43,339	
Total Administrative Expense	372,736	403,230	30,494	(46,409)	
Non-Operating	-	-	-	-	
Excess Revenues from Operations	395,092	355,872	(39,220)	37,817	

**Community Health Plan of Imperial Valley
April 2024 Cash Transactions**

Date	Account	Vendor	Memo/Description	Amount
Chase Checking				
04/01/2024	Chase Checking	JPMorgan Chase	Dividend Income - March 2024	\$ 15,060.16
04/05/2024	Chase Checking	360 Business Products	Chase Bill Pay - Invoice: OE-65833	-1,556.10
04/05/2024	Chase Checking	360 Business Products	Chase Bill Pay - Invoice: OE-65853	-362.65
04/05/2024	Chase Checking	Advance Service Inc.	Chase Bill Pay - Invoice: 41128	-700.00
04/05/2024	Chase Checking	Brawley Rotary Club	Chase Bill Pay - March 2024 Statement	-155.00
04/05/2024	Chase Checking	City of Imperial	Chase Bill Pay - Service Date: 02/24 - 03/24	-176.13
04/05/2024	Chase Checking	CLEANBC, LLC	Chase Bill Pay - Invoice: 006	-700.00
04/05/2024	Chase Checking	Great America Financial Services	Chase Bill Pay - Invoice: 36168056	-306.01
04/05/2024	Chase Checking	i.Access, Inc.	Chase Bill Pay - Invoice: WA2782403	-45.00
04/05/2024	Chase Checking	I.V. Termite & Pest Control	Chase Bill Pay - Invoice: March 2024 Statement	-200.00
04/05/2024	Chase Checking	Imperial Desert Landscape	Chase Check# 6660 - Landscape Quote (1/2 Installment)	-11,000.00
04/05/2024	Chase Checking	Imperial Irrigation District	Chase Bill Pay - Service Date: 02/24/24 - 03/25/24	-1,326.83
04/05/2024	Chase Checking	Kaz-Bros Design Shop	Chase Bill Pay - Invoice: 9427	-2,666.82
04/05/2024	Chase Checking	Law Office of William S. Smerdon	Chase Bill Pay - Invoice: 2500	-1,980.00
04/05/2024	Chase Checking	Nossaman LLP	Chase Bill Pay - Invoice: 560436	-213.30
04/05/2024	Chase Checking	Nossaman LLP	Chase Bill Pay - Invoice: 560442	-4,228.70
04/05/2024	Chase Checking	Republic Services	Chase Bill Pay - Pickup Service: 04/01 - 04/30	-141.17
04/05/2024	Chase Checking	Sparkletts	Chase Bill Pay - Invoice: 23907040032424	-89.91
04/05/2024	Chase Checking	State Compensation Insurance Fund	Chase Bill Pay - Invoice: 1002048090	-815.08
04/05/2024	Chase Checking	VDC Arellano 3 LLC	Chase Bill Pay - Invoice: VDC3-0967	-2,500.00
04/05/2024	Chase Checking	Vic's Air Conditioning & Electrical	Chase Bill Pay - Invoice: 97651	-2,617.00
04/12/2024	Chase Checking	Health Management Associates, Inc.	Chase Bill Pay - Invoice: 0000014	-3,295.00
04/12/2024	Chase Checking	i.Access, Inc.	Chase Bill Pay - Invoice: WA2782402	-45.00
04/12/2024	Chase Checking	Imperial Desert Landscape	Chase Check# 6661	-5,500.00
04/19/2024	Chase Checking	Great America Financial Services	Chase Bill Pay - Invoice: 36375485	-306.01
04/19/2024	Chase Checking	Imperial County Treasurer-Tax Collector	Chase Bill Pay - Assessment# 990-134-189-000 (1st Installment)	-914.55
04/19/2024	Chase Checking	Imperial County Treasurer-Tax Collector	Chase Bill Pay - Assessment# 991-134-189-000 (1st Installment)	-11,446.39
04/19/2024	Chase Checking	Mid Atlantic Trust Company	Chase Bill Pay - Invoice: 379910	-957.24
04/19/2024	Chase Checking	Shalom Events Professionals	Chase Bill Pay - Rental Statement	-129.00
04/19/2024	Chase Checking	Vic's Air Conditioning & Electrical	Chase Bill Pay - Invoice: 97801	-95.00
04/26/2024	Chase Checking	360 Business Products	Chase Bill Pay - Invoice: OE-QT-31813-1 / OE-QT-31813-2	-1,091.92
04/26/2024	Chase Checking	ADT Security Services	Chase Bill Pay - Installation Quote	-3,765.16
04/26/2024	Chase Checking	Advance Service Inc.	Chase Bill Pay - Invoice: 41245	-175.00
04/26/2024	Chase Checking	Imperial Desert Landscape	Chase Check# 6662 - Invoices: 24-059, 060, 061, 068, 069	-10,800.00
04/26/2024	Chase Checking	Liebert Cassidy Whitmore	Chase Bill Pay - Invoice: 264508	-3,230.00
04/26/2024	Chase Checking	Rotary Club of El Centro	Chase Bill Pay - Invoices: 9063 / 9093	-47.00
04/26/2024	Chase Checking	Sparkletts	Chase Bill Pay - Invoice: 23907040042124	-5.94
04/30/2024	Chase Checking	Smith-Kandal Insurance Agency	Refund on Policy	306.44
04/30/2024	Chase Checking	Department of Health Care Services	04/16 - Receipt	22,612,435.19
04/30/2024	Chase Checking	Department of Health Care Services	04/16 - Receipt	395,919.81
04/30/2024	Chase Checking	Department of Health Care Services	04/16 - Receipt	60,754.76
04/30/2024	Chase Checking	Department of Health Care Services	04/16 - Receipt	7,333.18
04/30/2024	Chase Checking	Department of Health Care Services	04/16 - Receipt	749.71
04/30/2024	Chase Checking	JPMorgan Chase	04/19 - Wire Transfer	449.86
04/30/2024	Chase Checking	Local Health Plans of California	Refund - Local Health Plans of California	40.99
04/30/2024	Chase Checking	Mid Atlantic Trust Company	04/05 - ACH Payment	-44,662.36
04/30/2024	Chase Checking	Mid Atlantic Trust Company	04/11 - ACH Payment	-6,969.68
04/30/2024	Chase Checking	Mid Atlantic Trust Company	04/25 - ACH Payment	-7,827.08
04/30/2024	Chase Checking	JPMorgan Chase	March Service Charges	-27.50
First Foundation Bank				
04/10/2024	FFB Payroll	First Foundation Credit Card	04/04 - ACH Payment	-10,782.44
04/30/2024	FFB Payroll	Pablo Velez	04/16 - Check# 10058	-100.00
04/30/2024	FFB Payroll	Paychex, Inc.	04/04 - TPS Taxes	-37,866.71
04/30/2024	FFB Payroll	Paychex, Inc.	04/04 - Payroll	-66,875.19
04/30/2024	FFB Payroll	Paychex, Inc.	04/05 - EIB Invoice	-49.48
04/30/2024	FFB Payroll	Blue Shield CA	04/18 - Insurance Payment	-14,555.31
04/30/2024	FFB Payroll	Paychex, Inc.	04/18 - TPS Taxes	-39,270.18
04/30/2024	FFB Payroll	Paychex, Inc.	04/18 - Payroll	-70,778.31
04/30/2024	FFB Payroll	Paychex, Inc.	04/19 - EIB Invoice	-49.48
04/30/2024	FFB Payroll	Blue Shield CA	04/22 - OAB Invoice	-49.50
04/30/2024	FFB Payroll	First Foundation Bank	04/03 - Wire Fee	-10.00
04/30/2024	FFB Payroll	First Foundation Bank	04/16 - Wire Fee	-10.00
04/30/2024	FFB Payroll	Paychex, Inc.	04/22 - TPS Taxes	105.76
04/30/2024	FFB Payroll	Pablo Velez	04/16 - Check# 10081	-100.00
J.P. Morgan Securities				
4/30/2024	J.P. Morgan Securities	J.P. Morgan Securities	Investment Income - April 2024	\$ 75,918.04

**Community Health Plan of Imperial Valley
Cash Reconciliation - April 2024**

Chase Bank - Checking Account #3723

Bank Balance - April 2024	\$	16,327,071.51	
Add: Deposits in Transit		0.00	
Less: Outstanding Transactions		0.00	
CHPIV Balance - April 2024	\$	<u>16,327,071.51</u>	[A]

J.P. Morgan Securities - Bond Account #4427

Bank Balance - April 2024	\$	0.00	
Add: Deposits in Transit		0.00	
Less: Outstanding Transactions		0.00	
CHPIV Balance - April 2024	\$	<u>0.00</u>	[A]

First Foundation Bank - Restricted Deposit #4602

Bank Balance - April 2024	\$	300,000.00	
Add: Deposits in Transit		0.00	
Less: Outstanding Transactions		0.00	
CHPIV Balance - April 2024	\$	<u>300,000.00</u>	[A]

Chase Bank - Money Market Sweep #3723

Bank Balance - April 2024	\$	17,799,518.59	
Add: Deposits in Transit		0.00	
Less: Outstanding Transactions		0.00	
CHPIV Balance - April 2024	\$	<u>17,799,518.59</u>	[A]

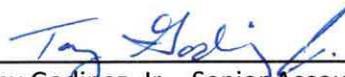
First Foundation Bank - Payroll Account #2698

Bank Balance - April 2024	\$	42,987.62	
Add: Deposits in Transit		0.00	
Less: Outstanding Transactions		0.00	
CHPIV Balance - April 2024	\$	<u>42,987.62</u>	[A]

Total Cash Reconciliation

QuickBooks - Cash (Current)	\$	34,169,577.72	
QuickBooks - Cash (Noncurrent)		<u>300,000.00</u>	
Total Cash Per QuickBooks		34,469,577.72	
Total Cash Per Reconciliation		<u>34,469,577.72</u>	[A]
Difference	\$	0.00	

NOTE: The County of Imperial fund has been closed.


Preparer: Tony Godinez, Jr. - Senior Accounting Manager


Approver: Mark Southworth - Chief Financial Officer

Community Health Plan of Imperial Valley
Statement of Revenues, Expenses, and Changes in Net Position
For April 2024

REVENUES

DHCS Premium	\$ 22,249,361
DHCS Pass-Through	883,592
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Total Operating Revenues	23,132,953

OPERATING EXPENSES

Medical Expenses	
Healthcare Capitation	21,581,880
Healthcare Pass-Through	883,592
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Total Medical Expenses	22,465,472

Administrative Expenses

Salaries, Wages, and Employee Benefits	288,955
Professional fees	32,987
Office Expenses & Administrative	26,861
Occupancy - Cleaning, Landscape, Rent, Utilities	37,705
Supplies & Services	7,305
Depreciation and Amortization	9,418
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Total Administrative Expenses	403,230

Total Operating Expenses	22,868,702
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OPERATING INCOME	<u>264,251</u>
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NON-OPERATING REVENUES

Dividend Income - Chase Money Market	15,703
Investment Income - J.P. Morgan Securities	75,918
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Total Non-Operating Revenues	91,621

Increase In Net Position	355,872
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NET POSITION, beginning of period	<u>16,733,444</u>
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NET POSITION, ending of period	<u>\$ 17,089,316</u>
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Community Health Plan of Imperial Valley
Statement of Net Position
As of April 30, 2024

ASSETS

Current Assets

Cash and Investments	
Chase - Checking	\$ 16,327,072
Chase - Money Market	17,799,519
First Foundation Bank - Payroll	42,988
Receivables	
Accounts Receivable	2,773
Dividend Receivable	15,703
Premium Receivable	19,912,393
Pass-Through Receivable	3,534,368
Profit Share Receivable	1,422,701
Other Current Assets	
Prepaid Expenses	15,857
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Total Current Assets	59,073,374

Noncurrent Assets

Restricted Deposit	
First Foundation Bank - Restricted	300,000
Capital Assets	
Buildings - Net	3,025,887
Computer Hardware & Office Equipment - Net	9,076
Improvements - Net	2,879
Intangible Assets - Net	22,534
Operating ROU Asset (Copier) - Net	8,727
<hr/>	
Total Noncurrent Assets	3,369,103
 Total Assets	 <u>\$ 62,442,477</u>

Community Health Plan of Imperial Valley
Statement of Net Position
As of April 30, 2024

LIABILITIES

CURRENT LIABILITIES

Payables	
Accounts Payable	\$ 40,375
Capitation Payable	41,699,897
Pass-Through Payable	3,534,368
Credit Card Payable	9,250

Other Current Liabilities	
Payroll Accrual	243
Short Term Lease Liability - Copier	2,159
Vacation Accrual	60,204

Total Current Assets	45,346,495
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NON-CURRENT LIABILITIES

Long Term Lease Liability - Copier	6,665
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Total Noncurrent Liabilities	6,665
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Total Liabilities	45,353,160
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NET POSITION

Net investment in Capital Assets	3,369,103
Restricted by Legislative Authority	300,000
Unrestricted	11,705,716
Net Revenue	1,714,498

Total Net Position	17,089,316
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Total Liabilities and Net Position	\$ 62,442,477
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Community Health Plan of Imperial Valley
Statement of Revenues, Expenses, and Changes in Net Position
As of April 30, 2024

REVENUES

DHCS Premium	\$ 88,997,444
DHCS Pass-Through	3,534,368
Health Net Contributions - 2023	134,859
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Total Operating Revenues	92,666,671

OPERATING EXPENSES

Medical Expenses	
Healthcare Capitation	86,327,520
Healthcare Pass-Through	3,534,368
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Total Medical Expenses	89,861,888

Administrative Expenses

Salaries, Wages, and Employee Benefits	977,506
Professional fees	144,811
Office Expenses & Administrative	80,174
Occupancy - Cleaning, Landscape, Rent, Utilities	55,308
Supplies & Services	21,118
Depreciation and Amortization	37,276
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Total Administrative Expenses	1,316,192

Total Operating Expenses	91,178,080
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OPERATING INCOME	<u>1,488,590.21</u>
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NON-OPERATING REVENUES

Dividend Income - Chase Money Market	105,664
Investment Income - J.P. Morgan Securities	118,226
Interest Income - County of Imperial	2,018
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Total Non-Operating Revenues	225,907

Increase In Net Position	1,714,498
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NET POSITION, beginning of year	<u>15,374,819</u>
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NET POSITION, ending of period	<u>\$ 17,089,316</u>
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MOSSADAMS

Community Health Plan of Imperial Valley

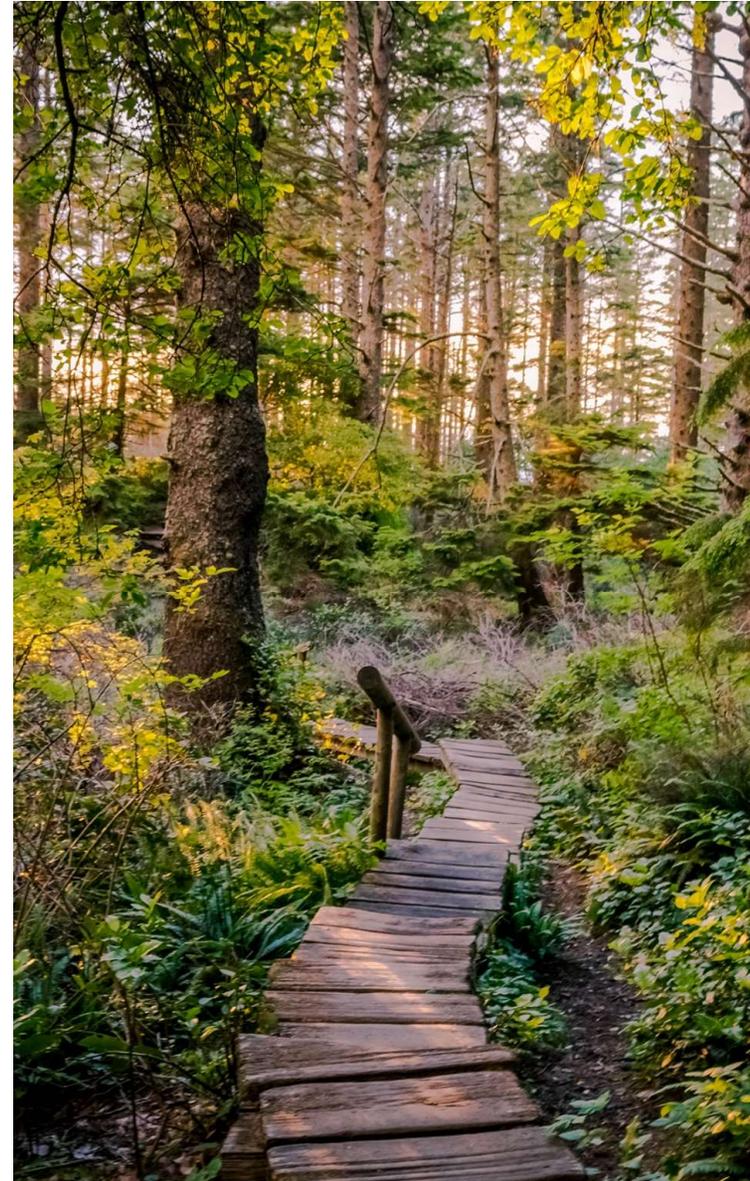
2023 AUDIT RESULTS

Discussion with Management
and the Audit Committee



Agenda

1. Your Service Team
2. Scope of Services
3. Summary of Audit Process
4. Significant Risks Identified
5. Matters to Be Communicated to the Governing Body
6. About Moss Adams
7. Executive Session



Your Service Team



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Other team members:

Nick Scott, *Assurance Senior*

Marilena Vassalli, *Assurance Staff*



Scope of Services

Relationships between Moss Adams and Community Health Plan of Imperial Valley (the Company):

Annual Audit



- Annual financial statement audit of Community Health Plan of Imperial Valley as of and for the year ended December 31, 2023.

Non-Attest Services



- Assist in drafting the financial statements and related footnotes as of and for the year ended December 31, 2023.



Summary of Audit Process

- Our audit was generally performed in accordance with our initial plan. When the results of a planned audit procedure did not provide sufficient evidence or our original plan was based on an incorrect understanding of a transaction, process, or accounting policy of the entity, we made the necessary adjustments to our audit plan to incorporate the procedures necessary to support our opinion on the financial statements.
- We have completed our testing of all significant account balances and classes of transactions.
- We plan to issue our independent auditor's report and the required internal control related matters letter on June 5, 2024.



Summary of Audit Process (continued)

- MD&A disclosures are required under GAAP for GASB reporters. It is not uncommon for GASB reporters to omit the MD&A disclosures if management determines that they are not relevant to the respective period. CHPIV management decided to omit the MD&A disclosures. We have included a supplementary paragraph in our audit report to note the omission and that our opinion on the financial statements is not affected by this missing information.
- We are planning on issuing an unmodified opinion in our independent auditor's report .



Significant Risks Identified

During the audit, we have identified the following significant risks:

Significant Risks	Procedures
Management Override of Controls	During journal entry testing, we will test the workflow of the users entering and posting journal entries to verify that manual adjustments are reviewed and approved. Additionally, we will perform required fraud inquiries with various levels of management and those charged with governance (TCWG).
Entity-Level Risks	Accounting for initial start up funding and costs. Establishing accounting policies and internal controls to prepare for full operations launch in 2024.



Matters to Be Communicated to the Governing Body

Our responsibility with regard to the financial statement audit under U.S. auditing standards:

We are responsible for forming and expressing an opinion about whether the financial statements that have been prepared by management, with your oversight, are prepared, in all material respects, in accordance with accounting principles generally accepted in the United States of America. Our audit of the financial statements does not relieve you or management of your responsibilities.



Matters to Be Communicated to the Governing Body

Our responsibility with regard to the financial statement audit under U.S. auditing standards:

We conducted our audit in accordance with auditing standards generally accepted in the United States of America (U.S. GAAS). As part of an audit conducted in accordance with U.S. GAAS, we exercise professional judgment and maintain professional skepticism throughout the audit.



Matters to Be Communicated to the Governing Body

Our responsibility with regard to the financial statement audit under U.S. auditing standards:

Our audit of the financial statements included obtaining an understanding of internal control relevant to the audit in order to design audit procedures that are appropriate in the circumstances, but not for the purpose of expressing an opinion on the effectiveness of the entity's internal control or to identify deficiencies in the design or operation of internal control. Accordingly, we considered the entity's internal control solely for the purpose of determining our audit procedures and not to provide assurance concerning such internal control.



Matters to Be Communicated to the Governing Body

Our responsibility with regard to the financial statement audit under U.S. auditing standards:

We are also responsible for communicating significant matters related to the financial statement audit that are, in our professional judgment, relevant to your responsibilities in overseeing the financial reporting process. However, we are not required to design procedures for the purpose of identifying other matters to communicate to you.



Matters to Be Communicated to the Governing Body

MATTERS TO BE COMMUNICATED

Significant Accounting Practices

Our views about qualitative aspects of the entity's significant accounting practices, including accounting policies, accounting estimates, and financial statement disclosures.

MOSS ADAMS COMMENTS

The quality of the entity's accounting policies and underlying estimates are discussed throughout this presentation. There were no changes in the entity's approach to applying the critical accounting policies.

As discussed in Note 2 to the financial statements, the Company adopted Government Accounting Standards Board No. 96, Subscription-based Information Technology Arrangements (SBITAs), as of January 1, 2023. The adoption of the standard did not have a material impact to the financial statements.



Matters to Be Communicated to the Governing Body

MATTERS TO BE COMMUNICATED

Significant Unusual Transactions

MOSS ADAMS COMMENTS

No significant unusual transactions were identified during our audit of the entity's financial statements.



Matters to Be Communicated to the Governing Body

MATTERS TO BE COMMUNICATED

Significant Difficulties Encountered During the Audit

We are to inform those charged with governance of any significant difficulties encountered in performing the audit. Examples of difficulties may include significant delays by management, an unreasonably brief time to complete the audit, unreasonable management restrictions encountered by the audit or or an unexpected extensive effort required to obtain sufficient appropriate audit evidence.

MOSS ADAMS COMMENTS

As previously communicated, there were significant delays by management in receiving the support required to complete our audit.



Matters to Be Communicated to the Governing Body

MATTERS TO BE COMMUNICATED

Disagreements With Management

Disagreements with management, whether or not satisfactorily resolved, about matters that individually or in the aggregate could be significant to the entity's financial statements, or the auditor's report.



MOSS ADAMS COMMENTS

There were no disagreements with management.



Matters to Be Communicated to the Governing Body

MATTERS TO BE COMMUNICATED

Circumstances that affect the form and content of the auditor's report



MOSS ADAMS COMMENTS

There were no circumstances that affected the form and content of the auditor's report.



Matters to Be Communicated to the Governing Body

MATTERS TO BE COMMUNICATED

Other findings or issues arising from the audit that are, in the auditor's professional judgment, significant and relevant to those charged with governance regarding their oversight of the financial reporting process

MOSS ADAMS COMMENTS

There were no other findings or issues arising from the audit to report.



Matters to Be Communicated to the Governing Body

MATTERS TO BE COMMUNICATED

Uncorrected Misstatements

MOSS ADAMS COMMENTS

Uncorrected misstatements, or matters underlying those uncorrected misstatements, as of and for the year ended December 31, 2023 could potentially cause future-period financial statements to be materially misstated, even though we have concluded that the uncorrected misstatements are immaterial to the financial statements, including disclosures, under audit.

We proposed an adjustment of \$66,844 to reduce interest income recorded in current year for the portion related to prior year. We concur with management's assessment that the proposed adjustment is immaterial to the financial statements taken as a whole.



Matters to Be Communicated to the Governing Body

MATTERS TO BE COMMUNICATED

Material, Corrected Misstatements

Material, corrected misstatements that were brought to the attention of management as a result of audit procedures.



MOSS ADAMS COMMENTS

Material misstatements identified as a result of our audit are presented on the subsequent slide.



Audit Adjustments

	Total Assets Increase (Decrease)	Total Liabilities Increase (Decrease)	Total Net Assets Increase (Decrease)	Change in Net Assets Increase (Decrease)
To record FY22 profit share revenue in the proper period.	\$ -	\$ -	\$ 1,947,414	\$ (1,947,414)
To record FY 23 profit share revenue in proper period	1,422,701	-	-	1,422,701
Total impact of corrected adjustments	<u>\$ 1,422,701</u>	<u>\$ -</u>	<u>\$ 1,947,414</u>	<u>\$ (524,713)</u>



Matters to Be Communicated to the Governing Body

MATTERS TO BE COMMUNICATED

Representations Requested of Management

We requested certain representations from management that are included in the management representation letter dated June 5, 2024.

A full copy of the management representation letter is available upon request.

June 5, 2024

Moss Adams LLP
1224 State Street, Suite B
El Centro, CA 92243

We are providing this letter in connection with your audit of the financial statements of Community Health Plan of Imperial Valley ("CHPIV"), which comprise the statement of net position, Statement of revenues, expenses, and changes in net position, and statement of cash flows as of December 31, 2023 and for the years then ended and the related notes to the financial statements for the purpose of expressing an opinion as to whether the financial statements are presented fairly, in all material respects, in accordance with accounting principles generally accepted in the United States (U.S. GAAP). Certain representations in this letter are described as being limited to matters that are material. Items are considered material, regardless of size, if they involve an omission or misstatement of accounting information that, in the light of surrounding circumstances, makes it probable that the judgment of a reasonable person relying on the information would be changed or influenced by the omission or misstatement.

Except where otherwise stated below, immaterial matters less than \$34,500 collectively are not considered to be exceptions that require disclosure for the purpose of the following representations. This amount is not necessarily indicative of amounts that would require adjustment to or disclosure in the financial statements.

We confirm that, [to the best of our knowledge and belief, having made such inquiries as we considered necessary for the purpose of appropriately informing ourselves] as of June 5, 2024,

Financial Statements

1. We have fulfilled our responsibilities, as set out in the terms of the audit engagement letter dated September 9, 2023, for the preparation and fair presentation of the financial statements in accordance with U.S. GAAP.



Matters to Be Communicated to the Governing Body

MATTERS TO BE COMMUNICATED

Management's Consultation with other Accountants

When we are aware that management has consulted with other accountants about significant auditing or accounting matters, we discuss with those charged with governance our views about the matters that were the subject of such consultation.

MOSS ADAMS COMMENTS

We are not aware of instances where management consulted with other accountants about significant auditing or accounting matters.



Matters to Be Communicated to the Governing Body

MATTERS TO BE COMMUNICATED

Significant issues arising from the audit that were discussed, or the subject of correspondence with management



MOSS ADAMS COMMENTS

No significant issues arose during the audit that have not been addressed elsewhere in this presentation.



Matters to Be Communicated to the Governing Body

MATTERS TO BE COMMUNICATED

AU-C 265, *Communicating Internal Control Related Matters Identified in an Audit*

MOSS ADAMS COMMENTS

MATERIAL WEAKNESS

- *Financial close and reporting*
- *Formal documentation of policies, procedures, and accounting conclusions*
- *QuickBooks*
- *Segregation of duties*
- *Legal document review*

SIGNIFICANT DEFICIENCIES

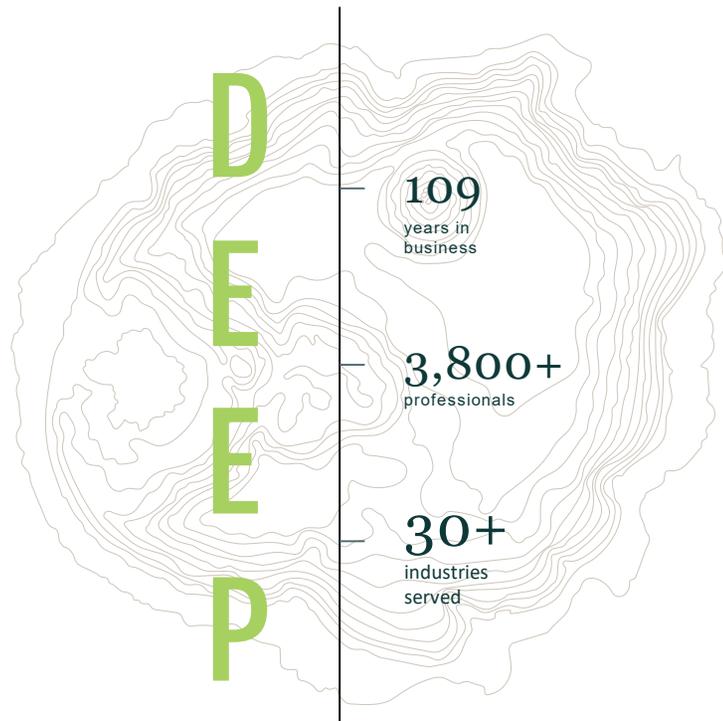
None noted



About Moss Adams

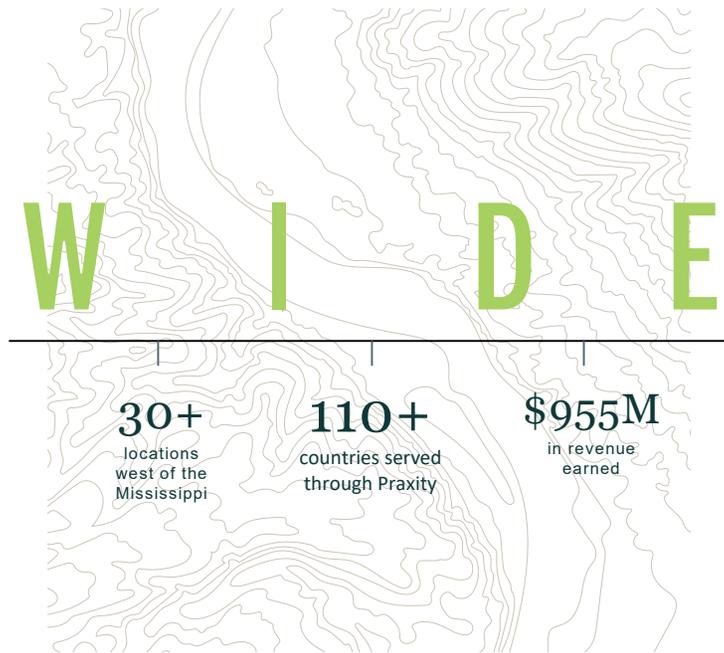


Our Expertise



*Crater Lake—
A monument to perseverance, North America's
deepest lake filled to 1,949 feet over 720 years.*

Our Reach



*Grand Canyon—
At 277 miles long and up to 18 miles
wide, this icon serves as a testament
to determination and time.*

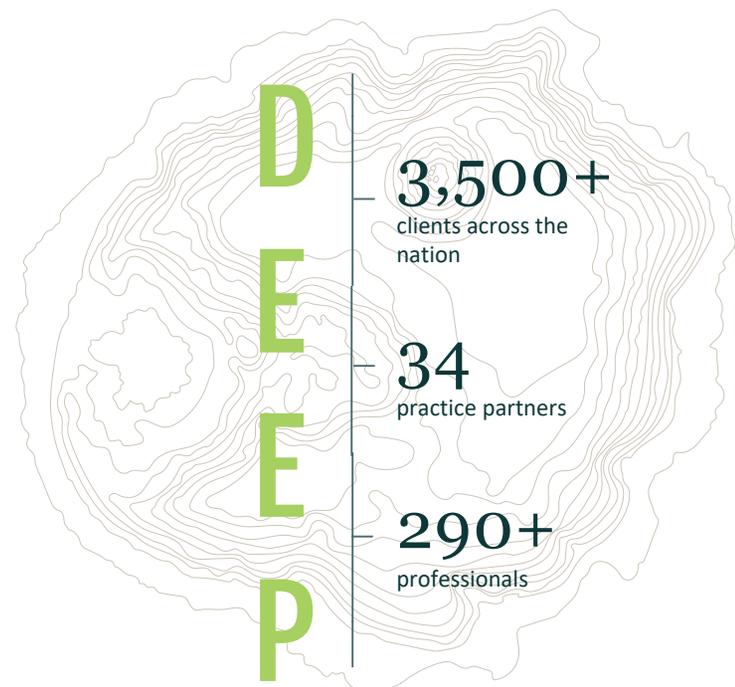


Health Care Industry Experience

Our health care professionals dedicate their careers to serving the industry.

We cover the full spectrum of health care including:

- Hospitals and health systems
- Independent practice associations
- Medical groups
- Community health centers
- Behavioral health organizations
- Long-term care
- Surgery centers
- Knox-Keene licensed health plans
- Health care ancillary services



*Crater Lake—
A monument to perseverance, North
America's deepest lake filled to 1,949 feet over
720 years.*



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2024 Executive Health Care Conference

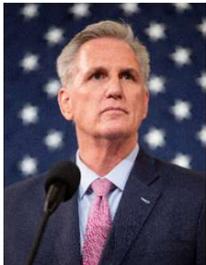
November 6-8, 2024

Point-Counterpoint Political Keynotes for 2024:



Val Demings

- U.S. Representative (D-FL, 2017-2023)
- First Female Police Chief for the City of Orlando, FL
- Served on House Committees on Judiciary, Intelligence, Homeland Security, and Oversight and Government Reform



Kevin McCarthy

- 55th Speaker of the House (R, CA)
- Fastest Rising Minority Leader in California State Assembly History
- Secured \$2T in Deficit Reduction
- Created the Select Committee on the Chinese Communist Party

Nov. 6-8, 2024 | Las Vegas, NV
Red Rock Casino, Resort & Spa

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Register early for the best rates!

Join C-suite professionals from across the health care ecosystem to discuss the state of the industry and prepare leaders for 2025.



Executive Session





**THANK
YOU**



**RESOLUTION OF THE IMPERIAL COUNTY LOCAL HEALTH AUTHORITY
AUTHORIZING REMOVAL OF A SIGNATORY**

RESOLUTION NO. _____

WHEREAS the Local Health Authority (“LHA”) Commission is committed to the entity’s autonomous operation pursuant to section 8.03.070 of the Codified Ordinances of the County of Imperial and within section 14087.38 of the Welfare and Institutions Code.

WHEREAS, on June 10th, 2024, the LHA Commission voted to give direction to LHA staff to update authorized signatories for banking transactions with First Foundation Bank.

WHEREAS, on June 10th, 2024, resolved that Mark Southworth, former Chief Financial Officer (CFO), previously authorized to sign on behalf of LHA, is hereby removed as a signatory.

NOW, THEREFORE, the LHA resolves as follows:

- (1) The Recitals set forth above are true and correct and incorporated into this Resolution by this reference.
- (2) The authorized signer’s privilege is conveyed to those that hold the position of
 - a. Larry Lewis, Chief Executive Officer
 - b. Lee H Hindman, LHA Chair
 - c. Yvonne Bell, LHA Co-Chair
- (3) The staff of LHA are hereby authorized and directed to take all actions necessary to carry out the intent and purpose of this Resolution.
- (4) This Resolution shall take effect immediately upon its adoption.

PASSED AND ADOPTED by the Local Health Authority, County of Imperial, State of California, this _____ day of _____ 2023, by the following roll call vote:

_____.

Lee Hindman, Chair

ATTEST:

Yvonne Bell, Co-Chair



Health Services Report

1. Review of Health Net's Q2 QIHEC Materials
2. National Commission for Quality Assurance Accreditation
 - a. File Review
 - b. Applications
3. Meetings with Health Net Counterparts
 - a. Program Descriptions
 - b. Process Improvement Projects
 - c. Data Access for CalAIM-Providing Access Transforming Health (CalAIM-PATH) Work

**Imperial County Local Health Authority
Finance Committee Governance Dashboard
June 2024**

Risk	Urgency	Issue	Date Added	Description	Status Date	Status
		Financial Audit	3/1/2024	Moss Adams annual financial audit for CY2023. Planned to be finished in April.	6/5/2024	The audit has been concluded and Moss Adams will give an exit presentation .



Human Resources | Community Relations | Member Services

1. Human Resources

- a. Workplace Violence Prevention Training was assigned to the CHPIV Team

Definition of Workplace Violence: As per Labor Code section 6401.9, “workplace violence” includes any act of violence or threat of violence that occurs in a place of employment. This encompasses physical force, threats, or actions that result in injury, psychological trauma, or stress for employees, regardless of whether an actual injury occurs.

- b. Enhancing Benefits Request

2. Community Relations

- a. Building connections with CBO’s
- b. Community Advisory Committee Q2 06-06-2024
- c. Selection Committee Meeting Minutes

3. Member Services

- a. Monitoring Program
- b. Community Feedback



Q2 Community Advisory Committee Meeting

June 6, 2024 Agenda

CHAIR Michelle S. Ortiz-Trujillo	MEETING TIME 12:00–1:30 p.m.	LOCATION / ZOOM LINK / DIAL-IN # In-Person: 512 W. Aten Rd. Imperial, CA 92251 Virtual Only: https://centene.zoom.us/j/95797897645?pwd=aEhWMnZlQXJ2cmE5dmIMOE5xHjU9DUT09 (669) 444-9171 or (646) 931-3860 MEETING ID: 957 9789 7645
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COMMUNITY ADVISORY COMMITTEE PURPOSE STATEMENT
 The purpose of the Community Advisory Committees is to empower members to bring their voices to the table to ensure CHPIV is actively driving interventions and solutions to build more equitable care. The CAC advocates for CHPIV members by ensuring that CHPIV is responsive to their diverse health care needs.

TIME	TOPIC	PRESENTER
12:00 – 12:10	Welcome, Introductions, and Review Agenda and Meeting Purpose	Michelle S. Ortiz-Trujillo, CHPIV
12:10 – 12:20	Committee Recommendation Tracker	Sydney Turner, Health Net
12:20 – 12:40	Community Resources/Information: <ul style="list-style-type: none"> Volunteers of America 	Mario Jimenez, Care Manager – ECM
12:40 – 1:00	Member Communications Field Testing	Armine Kelechian, Health Net
1:00 – 1:20	Accessibility of Services	Manjula Miyashiro, Health Net
1:20 – 1:30	Community Sharing and Open Forum <ul style="list-style-type: none"> Committee members are encouraged to share any community events or feedback for the health plan. 	Committee and Public Attendees
1:30	Next steps / Meeting wrap	Michelle S. Ortiz-Trujillo, CHPIV



CAC Selection Committee

March 9, 2024

ATTENDEES

FQHCs or Indian Health Service (IHS) –

- Mercedes Martinez: El Centro Regional Medical Center - Director of Education, Quality, Research, & Population Health
- Denise Pasillas: El Centro Regional Medical Center – Community Health Worker

Behavioral Health –

- Brenda Sanchez: Imperial County Behavioral Health Services - Deputy Director
- Dr. Bushra Ahmad: Imperial County Behavioral Health Services - Medical Director

Regional Center –

- Joab Gonzalez: San Diego Regional Center – Program Manager

Local Education Authorities –

- Lauren Wren: Imperial County Office of Education - Safety and Wellness Coordinator

Dental –

Home & Community Based Services –

- Dr. Carlos Ramirez: Rose Crest Assisted Living – Administrator

Community Based Organizations –

- Isabel Andrade: Imperial Valley Food Bank – Outreach Manager

CHPIV ATTENDEES

Michelle Stephanie Ortiz-Trujillo - Senior Director of Human Resources & Community Relations

HEALTH NET ATTENDEES

Sydney Turney – Director, Public Policy

Ayleen Dimailig – Program Manager, Community Advisory Committee

AGENDA ITEM	DISCUSSION
Welcome, Agenda, Selection process review	CAC Selection Committee was welcomed by CHPIV and Health Net staff then selection process was reviewed.
CHPIV Selection	<p>County Partners & Local Government Agencies</p> <ol style="list-style-type: none"> 1. Imperial County Public Health 2. Imperial County Behavioral Health 3. Back Up: San Diego Regional Center <p>Healthcare Services Providers</p> <ol style="list-style-type: none"> 1. InnerCare 2. El Centro Regional Medical Center 3. Backup: Pioneers Memorial Healthcare District 4. 2nd Backup: El Centro Post Acute

CAC Selection Committee

March 9, 2024

	<p>Community Based Organizations</p> <ol style="list-style-type: none">1. Imperial Valley Food Bank2. UCSD Moores Cancer Center3. Backup: Project Food Box4. 2nd Backup: Volunteers of America <p>Community Advocates</p> <ol style="list-style-type: none">1. Disability Rights of California2. Imperial Valley Equity & Justice Coalition <p>Medi-Cal Members</p> <ul style="list-style-type: none">✓ Majority Approved
Next Steps and Closing	CHPIV will contact selected entities and Medi-Cal members to complete 2-year agreement. CAC Members and any additional members will be reviewed with CAC Selection Committee.

NEXT MEETING –

CAC Selection Committee to convene again in 2025.



CEO Report

1. CFO Resignation
 - Interim Fractional CFO-HMA
 - Morgan Consulting-Recruiter
2. Facility Update
 - Offices Changes
 - Air Conditioner Replacement