



AGENDA

Executive Committee

July 2nd, 2024

12:00 PM

512 W. Aten Rd.

Imperial, CA 92251

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

Committee Members	Representing	Present
Lee Hindman	LHA Chairperson – Joint Chambers of Commerce Nominee	
Yvonne Bell	LHA Vice-Chair & Finance Committee Vice-Chair – CEO, Inncare	
Dr. Carlos Ramirez	Finance Committee Chair – CEO/Consultant DCRC	
Dr. Unnati Sampat	LHA Commissioner – Imperial Valley Medical Society	
Dr. Allan Wu	LHA Commissioner – Inncare	

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. Employee Benefits
- B. Update/Action on Contract with Health Net Community Solutions, Inc.



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 6/5/2024
- B. Recommend to the Full Commission, the Acceptance of Monthly Financial Reports as reviewed and accepted by the Finance Committee.
 - 1. May 2024 P&L Variance Report
 - 2. May 2024 Cash Transactions
 - 3. May 2024 Cash Reconciliation
 - 4. May 2024 Statement of Revenues, Expenses, and Changes in Net Position
 - 5. May 2024 Statement of Net Position
 - 6. May 2024 Statement of Revenues, Expenses, and Changes in Net Position (YTD)

6. ACTION

- A. Recommend to the Full Commission Health Management Associates (HMA) Interim CFO Agreement

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, HRCR*)
- E. CEO Report (*Larry Lewis, CEO*)
- F. Other new or old business (*Lee Hindman, Chair*)
- G. Commissioner Remarks (*Lee Hindman, Chair*)

Adjournment



MINUTES

Executive Committee

June 5th, 2024

12:00 PM

512 W. Aten Rd.

Imperial, CA 92251

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

Committee Members	Representing	Present
Lee Hindman	LHA Chairperson – Joint Chambers of Commerce Nominee	✓
Yvonne Bell	LHA Vice-Chair & Finance Committee Vice-Chair – CEO, Inncare	A
Dr. Carlos Ramirez	Finance Committee Chair – CEO/Consultant DCRC	✓
Dr. Unnati Sampat	LHA Commissioner – Imperial Valley Medical Society	✓
Dr. Allan Wu	LHA Commissioner – Inncare	✓ R

1. CALL TO ORDER

Lee Hindman, Chair

A. Roll Call

Donna Ponce, Commission Clerk

Meeting called to order at 12:15 p.m.

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

(Ramirez/Sampat) Approved to move closed session items to the end and approved 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.

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.

CEO, Larry Lewis announced that former CFO, Mark Southworth has turned in his resignation and his last day of work was May 31st, 2024. He added that Tony Godinez, Senior Manager of Accounting, has taken over most of the draft work for the former CFO. CHPIV has engaged with a recruiting agency, Morgan Consulting, in search of a permanent replacement. In the meantime, HMA Consulting is assisting in seeking a fractional, or part time CFO, to assist.

- A. Approval of Minutes from 5/8/2024
- B. Recommend to the Full Commission, the Acceptance of Monthly Financial Reports as 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)

(Sampat/Ramirez) To approve the Consent Agenda. Motion carried.

6. ACTION

- A. Recommend to the Full Commission the 2023 Annual Audit presented by Moss Adam as reviewed and accepted by the Finance Committee.

(Ramirez/Sampat) To review and accept the 2023 Annual Audit by the Finance Committee. Motion carried.



7. INFORMATION

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

CMO, Dr. Gordon Arakawa updated the commission on the following:

- 1. Review of Health Net's Q2 QIHEC Materials*
- 2. National Commission for Quality Assurance Accreditation*
- 3. Meetings with Health Net Counterparts*

Chair Hindman asked if anyone has reached out to other organizations/contacts within the State to see if they have any advice/suggestions on ED and what is working for them. Commissioner Sampat responded that she is in the process of exploring it but has not heard anything yet. Commissioner Ramirez added that when he worked with Home Health and Hospice in San Diego, he took part in creating an ER Diversion program. Patients who visited the ER and needed to be admitted were part of a contract that allowed them to be cared for at home. He added that a good way to reduce utilization could be to implement a program for patients that visit the ER with minor issues that could possibly been seen at an Urgent Care Center.

B. Financial Services Report (*Tony Godinez, Senior Manager of Accounting*)

Senior Manager of Accounting, Tony Godinez updated the commission on the following:

- 1. Finance Issues Dashboard*

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

CCO, Elysse Tarabola and Senior Director of Compliance, Chelsea Hardy, updated the commission on the following:

- 1. Delegation Oversight Monitoring Program*

Elysse explained that all data needed has been collected from Health Net to be able to monitor their performance in the high-risk areas. Part of the process is to make sure that the data submitted by Health Net is accurate and reflective in their system. Chair Hindman asked if the sample is expanded or rely on what Health Net is doing. Elysse responded that Health Net would have to reproduce their report to have another chance to pass their data delegation audit. Chelsea added that the quarterly review helps prepare and make sure that the data that Health Net provides when the audit comes around is accurate. Elysse added that the reports will be due to CHPIV the month following the end of the quarter. CFO, Dr. Gordan Arakawa clarified the validation of the data submitted by Health Net. Chair Hindman asked if data was submitted to Dr. Arakawa for review. Elysse responded that the data is indeed submitted to Dr. Arakawa and his team to select their own samples and review the quantitative clinical side of it.

D. Human Resources and Community Relations Report (*Michelle S. Ortiz-Trujillo, Senior Director of Human Resources and Community Relations (SDHRCR)*)

SDHRCR, Michelle Ortiz updated the commission on the following:

- 1. Human Resources*
 - a. Workplace Violence Prevention Training assigned to CHPIV team*
- 2. Community Relations*
 - b. Quarter 2-Community Advisory Committee (CAC) meeting to be held on June 6th, 2024*
- 3. Member Services*



- E. CEO Report (*Larry Lewis, CEO*) *None*
- F. Other new or old business (*Lee Hindman, Chair*) *None*
- G. Commissioner Remarks (*Lee Hindman, Chair*) *None*

Adjournment

The meeting was adjourned at 12:55 p.m.

IMPERIAL COUNTY LOCAL HEALTH AUTHORITY
dba Community Health Plan of Imperial Valley
Year to Date P&L Variance
1/1/2024 to 5/31/2024

	May	May	May	Year To Date	
	Forecast	Actual	Variance	Variance	Explanation
REVENUE					
HN Settlements	-	-	-	(142)	
Premium	22,249,362	23,553,944	1,304,582	1,304,579	Actual premium more than projected.
Pass-Through	883,592	404,583	(479,009)	(479,008)	Actual pass-through less than projected.
Profit Share Revenue		602,764	602,764	602,764	Actual profit share revenue more than projected.
TOTAL REVENUE	23,233,300	24,561,290	1,327,990	1,265,862	
HEALTH CARE COSTS	22,465,472	23,155,324	689,852	689,850	
Gross Margin	767,827	1,405,966	638,139	576,012	
ADMINISTRATIVE EXPENSE					
Salaries	235,344	355,425	120,081	33,835	
Benefits and Bonus	76,826	33,873	(42,953)	(171,562)	The bonus has not been accrued.
Total Labor Costs	312,170	389,298	77,128	(137,727)	
Consulting, Audit, Legal, other Prof	10,508	41,141	30,632	121,976	Increase in legal and recruiting/hiring fees.
Office Occupancy	14,606	17,602	2,996	36,760	
Other Misc Admin	21,976	29,404	7,427	50,766	
Total Administrative Expense	359,261	477,445	118,184	71,775	
Non-Operating Income					
Dividend & Investment Income	100,347	87,271	(13,075)	(75,061)	
Rental Income	-	5,800	5,800	5,800	
Total Non-Operating Income	100,347	93,071	(7,275)	(69,261)	
Excess Revenues from Operations	408,566	1,021,592	613,026	650,843	

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

Date	Account	Vendor	Memo/Description	Amount
Chase Checking				
05/03/2024	Chase Checking	JPMorgan Chase	Dividend Income - Apr 2024	\$ 15,703.16
05/03/2024	Chase Checking	Centene Corporation	May 2024 Rental Income	5,800.00
05/03/2024	Chase Checking	Centene Corporation	05/01/24 - Centene Payment	-22,384,873.00
05/03/2024	Chase Checking	Mid Atlantic Trust Company	05/01/24 - Mid Atlantic Payment	-17,641.62
05/03/2024	Chase Checking	JPMorgan Chase	Apr 2024 Service Charges	-1,808.92
05/03/2024	Chase Checking	360 Business Products	Chase Bill Pay - Invoice	-405.66
05/03/2024	Chase Checking	Brawley Rotary Club	Chase Bill Pay - Invoice	-160.00
05/03/2024	Chase Checking	City of Imperial	Chase Bill Pay - Invoice	-193.92
05/03/2024	Chase Checking	i.Access, Inc.	Chase Bill Pay - Invoice	-45.00
05/03/2024	Chase Checking	Imperial Irrigation District	Chase Bill Pay - Invoice	-1,426.53
05/03/2024	Chase Checking	I.V. Termite & Pest Control	Chase Bill Pay - Invoice	-120.00
05/03/2024	Chase Checking	Kaz-Bros Design Shop	Chase Bill Pay - Invoice	-301.68
05/03/2024	Chase Checking	Law Office of William S. Smerdon	Chase Bill Pay - Invoice	-1,457.50
05/03/2024	Chase Checking	Nossaman LLP	Chase Bill Pay - Invoice	-13,609.30
05/03/2024	Chase Checking	Quench USA	Chase Bill Pay - Invoice	-453.43
05/03/2024	Chase Checking	City of Imperial	Chase Bill Pay - Invoice	-141.17
05/03/2024	Chase Checking	VDC Arellano 3 LLC	Chase Bill Pay - Invoice	-2,500.00
05/03/2024	Chase Checking	Vic's Air Conditioning & Electrical	Chase Bill Pay - Invoice	-4,885.07
05/10/2024	Chase Checking	Mid Atlantic Trust Company	Chase Bill Pay - Invoice	-9,243.90
05/10/2024	Chase Checking	360 Business Products	Chase Bill Pay - Invoice# OE-QT-31813-3	-300.49
05/10/2024	Chase Checking	CLEANBC, LLC	Chase Bill Pay - Invoice# 007	-700.00
05/10/2024	Chase Checking	Conveyor Group	Chase Bill Pay - Invoice# 11110	-7,940.00
05/10/2024	Chase Checking	Health Management Associates, Inc.	Chase Bill Pay - Invoice# 0000015	-6,750.00
05/10/2024	Chase Checking	Department of Health Care Services	Chase Bill Pay - Invoice# 0001	-90.00
05/17/2024	Chase Checking	Department of Health Care Services	05/14 Receipt - DHCS	22,312,479.97
05/17/2024	Chase Checking	Department of Health Care Services	05/14 Receipt - DHCS	397,640.18
05/17/2024	Chase Checking	Department of Health Care Services	05/14 Receipt - DHCS	59,229.68
05/17/2024	Chase Checking	Department of Health Care Services	05/14 Receipt - DHCS	7,490.52
05/17/2024	Chase Checking	Department of Health Care Services	05/14 Receipt - DHCS	897.00
05/17/2024	Chase Checking	360 Business Products	Chase Bill Pay - Invoice# OE-65543-1	-99.87
05/17/2024	Chase Checking	ADT Security Services	Chase Bill Pay - Invoice# 9199UE00	-355.58
05/17/2024	Chase Checking	AM Copiers Inc.	Chase Bill Pay - Invoice# IN5019	-193.03
05/17/2024	Chase Checking	Brawley Chamber of Commerce	Chase Bill Pay - Invoice# 22967	-75.00
05/17/2024	Chase Checking	Employee: Donna Ponce	Chase Check# 6666 - Ponce, Donna Payroll	-98.85
05/17/2024	Chase Checking	Imperial Desert Landscape	Chase Check# 6665 - Invoice# 24-089	-2,650.00
05/17/2024	Chase Checking	KY Cakes	Chase Check# 6664 - Invoice# 0002	-30.00
05/17/2024	Chase Checking	Vic's Air Conditioning & Electrical	Chase Bill Pay - Invoice# 98059	-9,180.00
05/24/2024	Chase Checking	Mid Atlantic Trust Company	05/24/24 - Mid Atlantic Payment	-9,243.90
05/24/2024	Chase Checking	ADT Security Services	Chase Bill Pay - May Statement	-138.26
05/24/2024	Chase Checking	Air Med Care Network	Chase Check# 6667 - Agreement	-1,500.00
05/24/2024	Chase Checking	Economic Group Pension Services	Chase Bill Pay - Invoice# 189075	-535.00
05/24/2024	Chase Checking	Morgan Consulting	Chase Bill Pay - Invoice# 3475	-16,333.00
05/24/2024	Chase Checking	State Compensation Insurance Fund	Chase Bill Pay - Invoice# 1002048091	-815.08
05/24/2024	Chase Checking	State Compensation Insurance Fund	Chase Bill Pay - Invoice# 1002048092	-815.08
05/24/2024	Chase Checking	Technology Depo	Chase Bill Pay - Invoice# 13789	-120.16
05/24/2024	Chase Checking	Technology Depo	Chase Bill Pay - Invoice# 13898	-497.95
05/31/2024	Chase Checking	Centene Corporation	05/31/24 - Centene Payment	-22,103,856.00
05/31/2024	Chase Checking	Department of Managed Health Care	Chase Bill Pay - Invoice# 23-10630	-346.08
05/31/2024	Chase Checking	Great America Financial Services	Chase Bill Pay - Invoice# 36588034	-336.61
05/31/2024	Chase Checking	Imperial Irrigation District	Chase Bill Pay - Service Date 04/24/24 - 05/22/24	-1,570.04
05/31/2024	Chase Checking	KY Cakes	Chase Check# 6668 - Invoice# 0003 & 0004	-95.00
05/31/2024	Chase Checking	Republic Services	Chase Bill Pay - Pickup Service 06/01/24 - 06/30/24	-141.17
05/31/2024	Chase Checking	VDC Arellano 3 LLC	Chase Bill Pay - Invoice# VDC3-1004	-2,500.00
First Foundation Bank				
05/31/2024	FFB Payroll	First Foundation Bank	05/01/24 - Wire Fee	-10.00
05/31/2024	FFB Payroll	Paychex, Inc.	05/02/24 - Paychex TPS Taxes	-39,353.96
05/31/2024	FFB Payroll	Paychex, Inc.	05/02/24 - Paychex Payroll	-72,274.38
05/31/2024	FFB Payroll	Paychex, Inc.	05/03/24 - EIB Invoice	-65.73
05/31/2024	FFB Payroll	First Foundation Credit Card	05/03/24 - Credit Card Payment	-9,429.83
05/31/2024	FFB Payroll	Paychex, Inc.	05/16/24 - Paychex TPS Taxes	-39,218.48
05/31/2024	FFB Payroll	Paychex, Inc.	05/16/24 - Paychex Payroll	-71,273.42
05/31/2024	FFB Payroll	Paychex, Inc.	05/17/24 - EIB Invoice	-69.29
05/31/2024	FFB Payroll	Paychex, Inc.	05/20/24 - OAB Invoice	-49.50
05/31/2024	FFB Payroll	First Foundation Credit Card	05/30/24 - Credit Card Payment	-13,944.91
05/31/2024	FFB Payroll	Blue Shield CA	05/30/24 - Health Ins Payment	-14,555.31
05/31/2024	FFB Payroll	Paychex, Inc.	05/30/24 - Paychex TPS Taxes	-38,306.50
05/31/2024	FFB Payroll	Paychex, Inc.	05/30/24 - Paychex Payroll	-76,444.73
05/31/2024	FFB Payroll	Paychex, Inc.	05/30/24 - EIB Invoice	-70.45
05/31/2024	FFB Payroll	First Foundation Bank	05/15/24 - Wire Fee	-10.00
05/31/2024	FFB Payroll	First Foundation Bank	05/29/24 - Wire Fee	-10.00
05/31/2024	FFB Payroll	Pablo Velez	05/28/24 - Check# 10158	-200.00
J.P. Morgan Securities				
05/31/2024	J.P. Morgan Securities	J.P. Morgan Securities	Investment Income - May 2024	75,918.04
05/31/2024	J.P. Morgan Securities	J.P. Morgan Securities	Bank Fee - May 2024 (Bond Portfolio)	\$ -1,744.80

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

Chase Bank - Checking Account #3723

Bank Balance - May 2024	\$	200,000.00	
Add: Deposits in Transit		0.00	
Less: Outstanding Transactions		(1,500.00)	
CHPIV Balance - May 2024	\$	<u>198,500.00</u>	[A]

J.P. Morgan Securities - Bond Account #4427

Bank Balance - May 2024	\$	8,683,445.84	
Add: Deposits in Transit		0.00	
Less: Outstanding Transactions		0.00	
CHPIV Balance - May 2024	\$	<u>8,683,445.84</u>	[A]

First Foundation Bank - Restricted Deposit #4602

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

Chase Bank - Money Market Sweep #3723

Bank Balance - May 2024	\$	3,142,157.49	
Add: Deposits in Transit		0.00	
Less: Outstanding Transactions		0.00	
CHPIV Balance - May 2024	\$	<u>3,142,157.49</u>	[A]

First Foundation Bank - Payroll Account #2698

Bank Balance - May 2024	\$	30,701.13	
Add: Deposits in Transit		0.00	
Less: Outstanding Transactions		0.00	
CHPIV Balance - May 2024	\$	<u>30,701.13</u>	[A]

Total Cash Reconciliation

QuickBooks - Cash (Current)	\$	12,054,804.46	
QuickBooks - Cash (Noncurrent)		<u>300,000.00</u>	
Total Cash Per QuickBooks		12,354,804.46	
Total Cash Per Reconciliation		<u>12,354,804.46</u>	[A]
Difference	\$	-	

NOTE: The County of Imperial fund has been closed.

Tony Godinez, Jr.
Preparer: Tony Godinez, Jr. - Senior Accounting Manager

Larry Lewis, CEO
Approver: Larry Lewis - Chief Executive Officer

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

REVENUES

DHCS Premium	\$ 23,553,944
DHCS Pass-Through	404,583
Profit Share Revenue	602,764
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Total Operating Revenues	24,561,290

OPERATING EXPENSES

Medical Expenses	
Healthcare Capitation	22,750,742
Healthcare Pass-Through	404,583
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Total Medical Expenses	23,155,324

Administrative Expenses

Salaries, Wages, and Employee Benefits	390,798
Professional fees	41,141
Office Expenses & Administrative	27,053
Occupancy - Cleaning, Landscape, Rent, Utilities	8,031
Supplies & Services	851
Depreciation and Amortization	9,571
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Total Administrative Expenses	477,445

Total Operating Expenses	23,632,770
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OPERATING INCOME	928,521
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NON-OPERATING REVENUES

Dividend Income - Chase Money Market	17,681
Investment Income - J.P. Morgan Securities	69,590
Rental Income - HealthNet Office Space	5,800
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Total Non-Operating Revenues	93,071

Increase In Net Position	1,021,592
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NET POSITION, beginning of period	17,089,316
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NET POSITION, ending of period	\$ 18,110,908
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Community Health Plan of Imperial Valley
Statement of Net Position
As of May 31, 2024

ASSETS

Current Assets

Cash and Investments	
Chase - Checking	\$ 198,500
Chase - Money Market	3,142,157
JPMorgan Securities	8,683,446
First Foundation Bank	30,701
Receivables	
Accounts Receivable	2,028,239
Dividend Receivable	17,681
Premium Receivable	24,222,967
Pass-Through Receivable	404,583
Other Current Assets	
Prepaid Expenses	11,696
Total Current Assets	38,739,970

Noncurrent Assets

Restricted Deposit	
First Foundation Bank - Restricted	300,000
Capital Assets	
Buildings - Net	3,017,339
Computer Hardware & Office Equipment - Net	8,908
Improvements - Net	21,061
Intangible Assets - Net	22,139
Operating ROU Asset (Copier) - Net	8,445
Total Noncurrent Assets	3,377,892
Total Assets	<u>\$ 42,117,862</u>

Community Health Plan of Imperial Valley
Statement of Net Position
As of May 31, 2024

LIABILITIES

CURRENT LIABILITIES

Payables

Accounts Payable	\$ 36,681
Capitation Payable	23,496,278
Pass-Through Payable	404,583
Credit Card Payable	650

Other Current Liabilities

Short Term Lease Liability - Copier	3,283
Vacation Accrual	60,204

Total Current Assets **24,001,678**

NON-CURRENT LIABILITIES

Long Term Lease Liability - Copier	5,276
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Total Noncurrent Liabilities **5,276**

Total Liabilities **24,006,954**

NET POSITION

Net investment in Capital Assets	3,377,892
Restricted by Legislative Authority	300,000
Unrestricted	12,287,616
Net Revenue	2,145,400

Total Net Position **18,110,908**

Total Liabilities and Net Position **\$ 42,117,862**

Community Health Plan of Imperial Valley
Statement of Revenues, Expenses, and Changes in Net Position
As of May 31, 2024

REVENUES

DHCS Premium	\$ 112,551,388
DHCS Pass-Through	3,938,951
Profit Share Revenue	602,764
Health Net Contributions	134,859
Total Operating Revenues	117,227,961

OPERATING EXPENSES

Medical Expenses	
Healthcare Capitation	109,078,262
Healthcare Pass-Through	3,938,951
Total Medical Expenses	113,017,212

Administrative Expenses

Salaries, Wages, and Employee Benefits	1,368,305
Professional fees	185,952
Office Expenses & Administrative	107,226
Occupancy - Cleaning, Landscape, Rent, Utilities	63,339
Supplies & Services	21,969
Depreciation and Amortization	46,847
Total Administrative Expenses	1,793,638

Total Operating Expenses	114,810,850
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OPERATING INCOME	<u>2,417,110.81</u>
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NON-OPERATING REVENUES

Dividend Income - Chase Money Market	123,345
Investment Income - J.P. Morgan Securities	187,817
Interest Income - County of Imperial	2,018
Rental Income - HealthNet Office Space	5,800
Total Non-Operating Revenues	318,979

Increase In Net Position	2,736,090
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NET POSITION, beginning of year	<u>15,374,819</u>
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NET POSITION, ending of period	<u>\$ 18,110,908</u>
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Health Services Report

1. Q2 QIHEC
2. National Commission for Quality Assurance (NCQA) Accreditation
3. Meetings with Health Net Counterparts



Local Health Authority Commission

Executive Summary: CHPIV Compliance Department Update July 2024

Delegation Oversight Monitoring Program - 2024 Quarter 1

The CHPIV Delegation Oversight Monitoring Program is currently evaluating Health Net’s performance across various delegated functions for 2024 Quarter 1 (January through March). Performance metrics are classified into four categories based on data accuracy and availability: compliant (green), at risk (yellow), non-compliant (red), and not reportable (grey).

The evaluation process depends on the integrity of data logs. Logs identified as invalid, inaccurate, or containing discrepancies necessitate resubmission by Health Net. Such issues are typically identified during data validation audits, which involve live webinars that examine Health Net's systems and data sources to ensure data point accuracy. Only logs that successfully pass these audits are used for performance measurement.

As of now, the only logs that have passed data validation and have been deemed accurate are Appeals and Grievances. These areas have achieved 100% timeliness in the acknowledgment, decisions, and member notifications for appeals; and 98% and 100% timeliness in acknowledgment and resolution of grievances, respectively. However, the process for overturned appeals needs improvement, with a current compliance rate of 80%.

To provide more context, the table below summarizes data log issues that were identified, which has required multiple resubmissions for all areas.

Area	Data Log Issues	Data Validation Audit Status	Next Steps
Appeals	<ul style="list-style-type: none"> Noncompliance with report specifications Time discrepancies (effectuation time reported prior to decision time) 	Pass	Scores final.
Claims	<ul style="list-style-type: none"> Noncompliance with report specifications Incorrectly reporting RA/EOB generation date instead of mail date Inability to report claims acknowledgement date 	Revalidation Pending	Pending log resubmission on 7/1/2024
Continuity of Care	<ul style="list-style-type: none"> Missing CoC Determination Letter Mailed Date Misclassification of urgent cases as non-urgent) 	Revalidation Pending	Pending revalidation on revised log on 6/27/2024
Grievances	<ul style="list-style-type: none"> Date/time discrepancies (Resolution dates/times prior to decision dates/time) 	Corrected	Scores final.
Member Services - ID Card	<ul style="list-style-type: none"> 7k+ cases reported effective date several months later than the member ID card mailed date Incorrect inclusion of reissued ID cards for existing members 	Revalidation Pending	Pending log resubmission on 6/25/2024



Local Health Authority Commission

Executive Summary: CHPIV Compliance Department Update July 2024

Area	Data Log Issues	Data Validation Audit Status	Next Steps
Provider Dispute Resolution (PDR)	<ul style="list-style-type: none"> • Noncompliance with report specifications • Cases reported prior to CHPIV go-live • Incorrect reporting RA/EOB generation date instead of mail date • Using claims data instead of claims data (Adjusted claim number and not the PDR tracking number, Original claim submission type and not the PDR submission type, Claim payment/processing date and not the PDR decision date) 	Revalidation Pending	Pending log resubmission on 7/1/2024
Utilization Management	<ul style="list-style-type: none"> • Noncompliance with report specifications • Time discrepancies (Columns are not consistently reflecting either CST or PST) 	Revalidation Pending	Pending log resubmission on 6/25/2024

A final scorecard will be released once all data logs pass data validation and KPI scores are recalculated using accurate data. Further, we will be able to show claims payment timeliness scores specifically for Pioneer Memorial Hospital and El Centro Regional Medical Center, as requested by the Regulatory Compliance Oversight Committee of the Commission.

We acknowledge the delay in delivering the first preliminary scorecard for Q1 (January - March) data. This delay occurred because it was Health Net's first submission of this type of report, which includes a more comprehensive set of data points than previously required. This significant implementation and best practice monitoring process took considerable time and effort to develop. Despite the slight delay, it is a remarkable achievement that we've come this far. Moving forward, we anticipate receiving data from Health Net by the 20th of each month, which will enable us to release scorecards more promptly.



Human Resources | Community Relations | Member Services

1. Human Resources

- a. Workplace Violence Prevention Training has been completed.

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.

2. Community Relations

- a. Building connections with CBO’s
- b. Community Advisory Committee Q3 06-06-2024
- c. Selection Committee Meeting Minutes
- d. Imperial Valley FoodBank Volunteers Presentation



CEO Report

1. CFO Recruitment Update
2. Facilities Update