



BOARD OF DIRECTORS

STEVE BRANDAU
NATHAN MAGSIG
BUDDY MENDES
LARRY MICARI
BRIAN PACHECO
AMY SHUKLIAN
PETE VANDER POEL

**Meeting Location:
County of Tulare
Board of Supervisors Chambers
2800 W. Burrel Avenue
Visalia, CA 93291**

AGENDA DATE: August 25, 2023

ITEM NUMBER: Item 13

SUBJECT: Receive Update on SJVIA’s Direct Agreement with Community Medical Centers (CMC) and Community Health Providers (CHP) and Ratify SJVIA Manager Decision to Cease Claims Payment Under the Direct Agreement, Effective July 31, 2023, and to Move Forward with CMC/CHP Claims Payment, Effective August 1, 2023, Under Anthem’s Contract with CMC/CHP; Additionally, authorize SJVIA Manager to Send Letter to CMC and CHP Memorializing Decision and Requesting Direct Agreement Between SJVIA and CMC/CHP be Placed on Hold Should the SJVIA Require Claims be Paid Under the Direct Agreement in the Future (A)

REQUEST(S): That the Board receive update on SJVIA’s direct agreement with CMC/CHP and ratify SJVIA manager decision to cease claims payment under the direct agreement, effective July 31, 2023, and move forward with CMC/CHP claims payment effective August 1, 2023 under Anthem’s contract with CMC/CHP. Additionally, authorize SJVIA Manager to send letter to CMC and CHP memorializing decision and requesting direct agreement between SJVIA and CMC/CHP be placed on hold should the SJVIA require claims be paid under the direct agreement in the future.

DESCRIPTION:

At the May 5, 2023 Board meeting, the SJVIA Board approved ratification of the SJVIA Manager’s execution of a direct contract with Community Medical Center (CMC) and Community Health Providers (CHP), retroactive to January

AGENDA: San Joaquin Valley Insurance Authority

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1, 2023. This was necessitated due to the loss of the Anthem and CMC/CHP network provider contract.


On June 30, 2023 Anthem announced that they agreed to a multi-year contract with CMC retroactive to January 1, 2023. It was determined that the SJVIA was unable to retro the Anthem/CMC contract back to January 1, 2023. As a result, the SJVIA Manager made the decision to cease claims payment under the direct agreement, effective July 31, 2023, and move forward with CMC/CHP claims payment effective August 1, 2023 under Anthem's contract with CMC/CHP.

Additionally, the SJVIA Manager will prepare a letter to send to CMC and CHP memorializing this decision and requesting the direct agreement between SJVIA and CMC/CHP be placed on hold should the SJVIA require claims be paid under the direct agreement in the future.

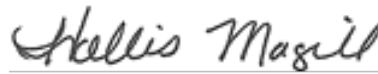
FISCAL IMPACT/FINANCING:

None. Informational item.

ADMINISTRATIVE SIGN-OFF:



Lupe Garza
SJVIA Manager



Hollis Magill
SJVIA Assistant Manager