

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

### **BOARD OF DIRECTORS**

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

**AGENDA DATE:** December 8, 2023

**ITEM NUMBER:** Item 13

**SUBJECT:** Receive Update on Anthem Network Contracts

With Trinity Health and UC Health (I)

**REQUEST(S):** That the Board of Directors receive update on

Anthem network contracts with Trinity Health

and UC Health.

### **DESCRIPTION:**

At the end of September 2023, Anthem provided notice that they were in active negotiations with two network providers with a possible term date of January 1, 2024. The two networks are Trinity Health and UC Health.

## **Trinity Health**

Trinity is negotiating a national-level contract with Anthem that spans across hospital systems in five states. Trinity Health has extended the termination date to January 31, 2024; however, Trinity has advised that they are not agreeable to holding claims; therefore, if an agreement is not reached by January 31, 2024, claims will be processed as non-network. Due to the size and complexity of the contract, Anthem anticipates a lengthy contract negotiation period.

### **UC Health**

Anthem and UC Health have agreed to a 60-day contract termination extension, meaning termination is pushed out to March 1, 2024. Both Anthem and UC Health are committed to reach an agreement before this date.

**AGENDA**: San Joaquin Valley Insurance Authority

**DATE:** December 8, 2023

# Trinity Health & UC Health Claims

Claims Paid During Last 12 Months (as of October 2023)	Trinity Health		UC Health (Medical Center)					
	St. Agnes	Fresno Surgical Hospital	Ronald Reagan UCLA	Santa Monica UCLA	UC Davis	UC Irvine	UC San Diego	UC SF
County of Fresno								
Number of Claimaints	480	76	6	< 5	< 5	< 5	< 5	19
Amount Paid	\$2.4 million	\$580,000	\$70,000	\$91,000	\$170,000	\$3,000	\$150,000	\$400,000
County of Tulare								
Number of Claimaints	41	16	8	< 5	< 5	< 5	n/a	12
Amount Paid	\$300,000	\$200,000	\$59,000	\$62,000	\$2,000	\$2,000	\$0	\$100,000

## Key Points:

- Community Medical Centers/Providers are not impacted (current CMC contract expires December 31, 2025)
- Continuation of Care Coverage
  - o If a member has surgery scheduled, in the middle of medical treatment (for example chemotherapy), or is pregnant, they can request a Continuation of Care coverage
  - Continuation of Care is not available if a member wants to go for a wellness preventive visit; in this example the member should push back their visit three months or seek services from an innetwork provider

### Alternative In-Network Hospitals:

- California Hospital Medical Center
- Cedars-Sinai Medical Center
- Children's Hospital of Orange County
- Clovis Community Hospital
- Community Medical Center Fresno
- Fresno Heart And Surgical Hospital
- Garden Grove Hospital and Medical Center
- Good Samaritan Hospital
- Marina Del Rey Hospital
- Mercy General Hospital
- Providence St Jude Medical Center
- Shriners Hospitals for Children Sacramento
- Sutter Davis Hospital
- Valley Children's Hospital
- Valley Presbyterian Hospital

### FISCAL IMPACT/FINANCING:

None.

**AGENDA**: San Joaquin Valley Insurance Authority

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# **ADMINISTRATIVE SIGN-OFF:**

Lupe Garza

SJVIA Manager

Hollis Magill

SJVIA Assistant Manager