

HEALTH COMMISSION
CITY AND COUNTY OF SAN FRANCISCO
RESOLUTION NO. 50-94

**APPROVING A MEDI-CAL MANAGED CARE CONTRACT BETWEEN
THE DEPARTMENT OF PUBLIC HEALTH AND PACIFICARE**

WHEREAS, the Medi-Cal reimbursement method for health care services is shifting from fee-for-service to managed care and capitation; and,

WHEREAS, this shift will require providers to contract with health maintenance organizations so that Medi-Cal beneficiaries can be enrolled into health plans; and,

WHEREAS, active solicitation of Medi-Cal beneficiaries into managed care plans has already begun; and,

WHEREAS, patients are continuing to seek services at Health Department facilities even though they have enrolled in a health plan and the Department, therefore, cannot be reimbursed for their care; and,

WHEREAS, PacifiCare is a health maintenance organization that is entering into a contract with the State for Medi-Cal managed care and is also submitting an application to be the Mainstream Plan when the state's "Two-Plan Model" is implemented; and,

WHEREAS, PacifiCare is one of the largest health maintenance organizations in the country, and has a highly regarded and successful marketing program; and,

WHEREAS, two contracts have been negotiated with PacifiCare, one with the Department of Public Health and the other with the University of California, through the San Francisco General Hospital Clinical Practice Group; and,

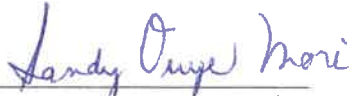
WHEREAS, these contracts set forth the rights, obligations, and risks for PacifiCare, the Department of Public Health, and the University of California; and,

WHEREAS, the Department of Public Health needs an opportunity to provide services under an at-risk contract now so that it is prepared to fully participate in Medi-Cal managed care when the "Two-Plan Model" is implemented; now, therefore, be it

RESOLVED, that the San Francisco Health Commission approves the Medi-Cal managed care contract with PacifiCare and also urges the Board of Supervisors and the Mayor to approve this contract.

HEALTH COMMISSION
CITY AND COUNTY OF SAN FRANCISCO
RESOLUTION NO. 50-94 (Cont'd.)

I hereby certify that the foregoing resolution was adopted by the Health Commission at its meeting of Tuesday, November 15, 1994.



Sandy Ouye Mori
Executive Secretary to
the Health Commission