

HEALTH COMMISSION
CITY AND COUNTY OF SAN FRANCISCO
RESOLUTION NO. 22-96

**AUTHORIZING THE DIRECTOR OF PUBLIC HEALTH TO EXECUTE
AN AGREEMENT, INCLUDING BINDING ARBITRATION WITH BLUE CROSS
OF CALIFORNIA, TO RECEIVE FULL COST REIMBURSEMENT FOR CERTAIN
SERVICES PROVIDED TO MEDI-CAL BENEFICIARIES IN ACCORDANCE
WITH STATE AND FEDERAL LAW**

WHEREAS, Blue Cross of California ("Blue Cross") was selected as the mainstream plan under the State's Medi-Cal Two Plan Model; and,

WHEREAS, Blue Cross has entered into a Hospital Services Agreement with San Francisco General Hospital ("SFGH") and a Medical Group Agreement with the University of California, San Francisco Clinical Practice Group at SFGH; and,

WHEREAS, such contracts provide that the Hospital and the Medical Group will be reimbursed on a fee-for-service basis; and,

WHEREAS, Federal and State law provides that Federally Qualified Health Centers (FQHCs) shall be reimbursed at one hundred percent (100%) of the reasonable costs for services; and,

WHEREAS, FQHC cost reimbursement is generally higher than fee-for-service reimbursement; and,

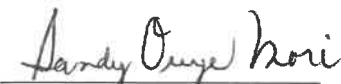
WHEREAS, the Department of Public Health operates fifteen (15) clinics, which have been certified as eligible to receive the higher FQHC cost reimbursement; and,

WHEREAS, under this proposed contract the City would receive an interim rate, or projection of the reasonable costs for services provided by these fifteen (15) clinics; and,

WHEREAS, this proposed contract further provides that all disputes concerning this agreement will be submitted for binding arbitration; now, therefore, be it

RESOLVED, that the Director of Public Health is hereby authorized to execute an agreement with Blue Cross of California to receive cost based reimbursement for services provided by the City's Federally Qualified Health Centers.

I hereby certify that the foregoing resolution was adopted by the Health Commission at its meeting of Tuesday, August 20, 1996.



Sandy Ouye Mori
Executive Secretary to
the Health Commission