



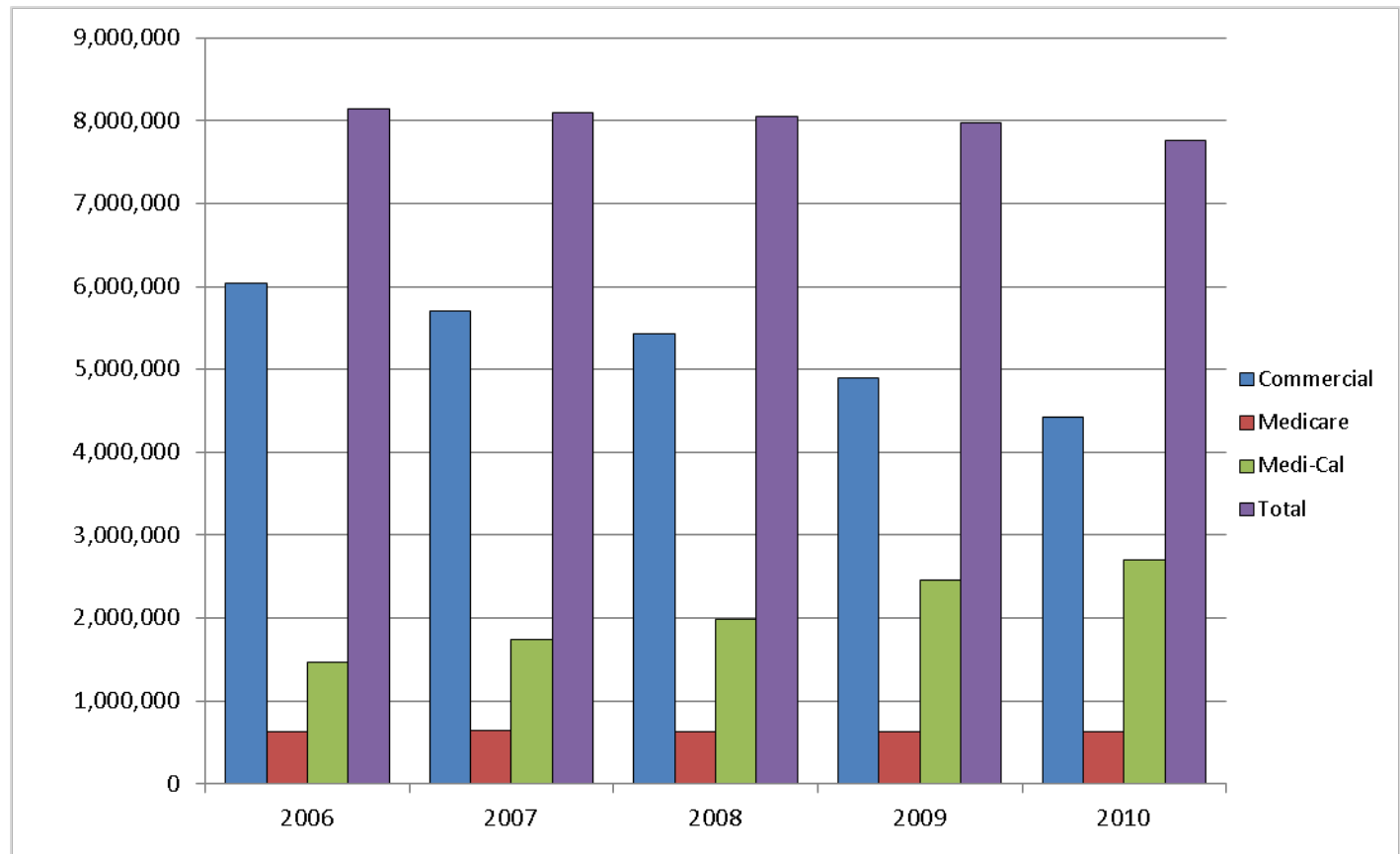
Provider Solvency Update

**FSSB Meeting
February 9, 2012**



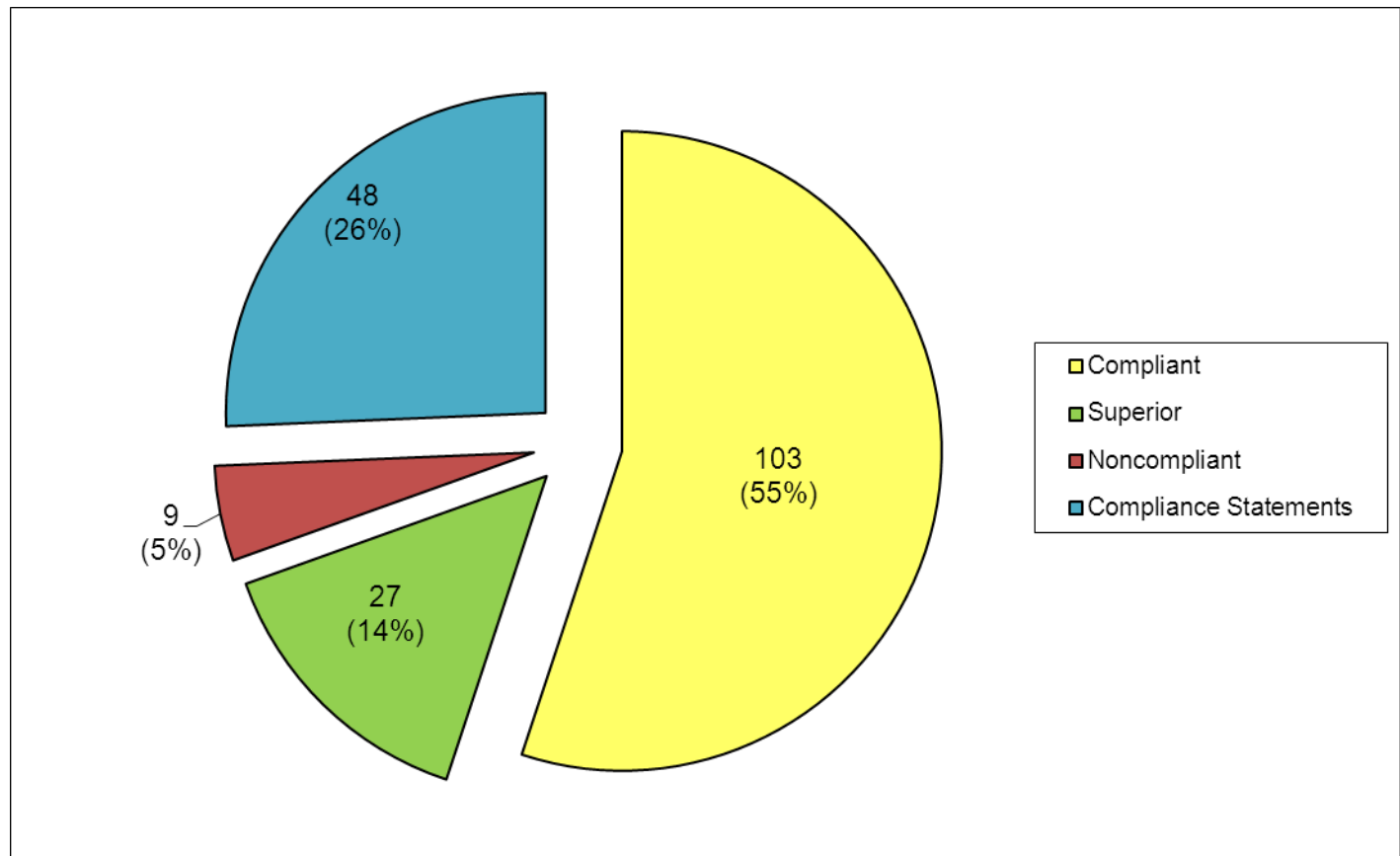
Welcome to California

Total Medical Group Enrollment by Business Type





Status of All Risk Bearing Organizations (RBO)

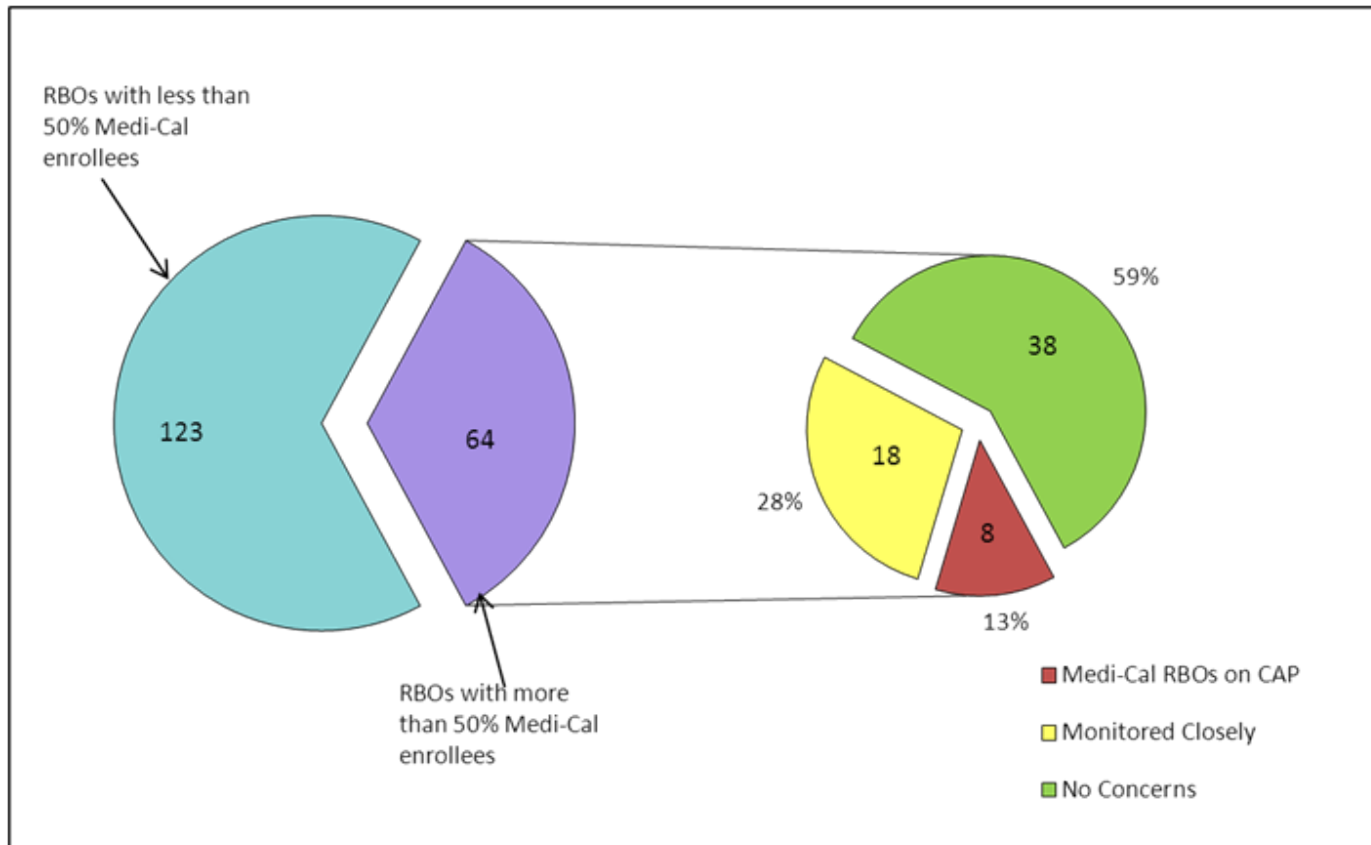


There were 187 RBO reports filed for 9/30/11



Welcome to California

Status of RBOs with Greater than 50% Medi-Cal Enrollment

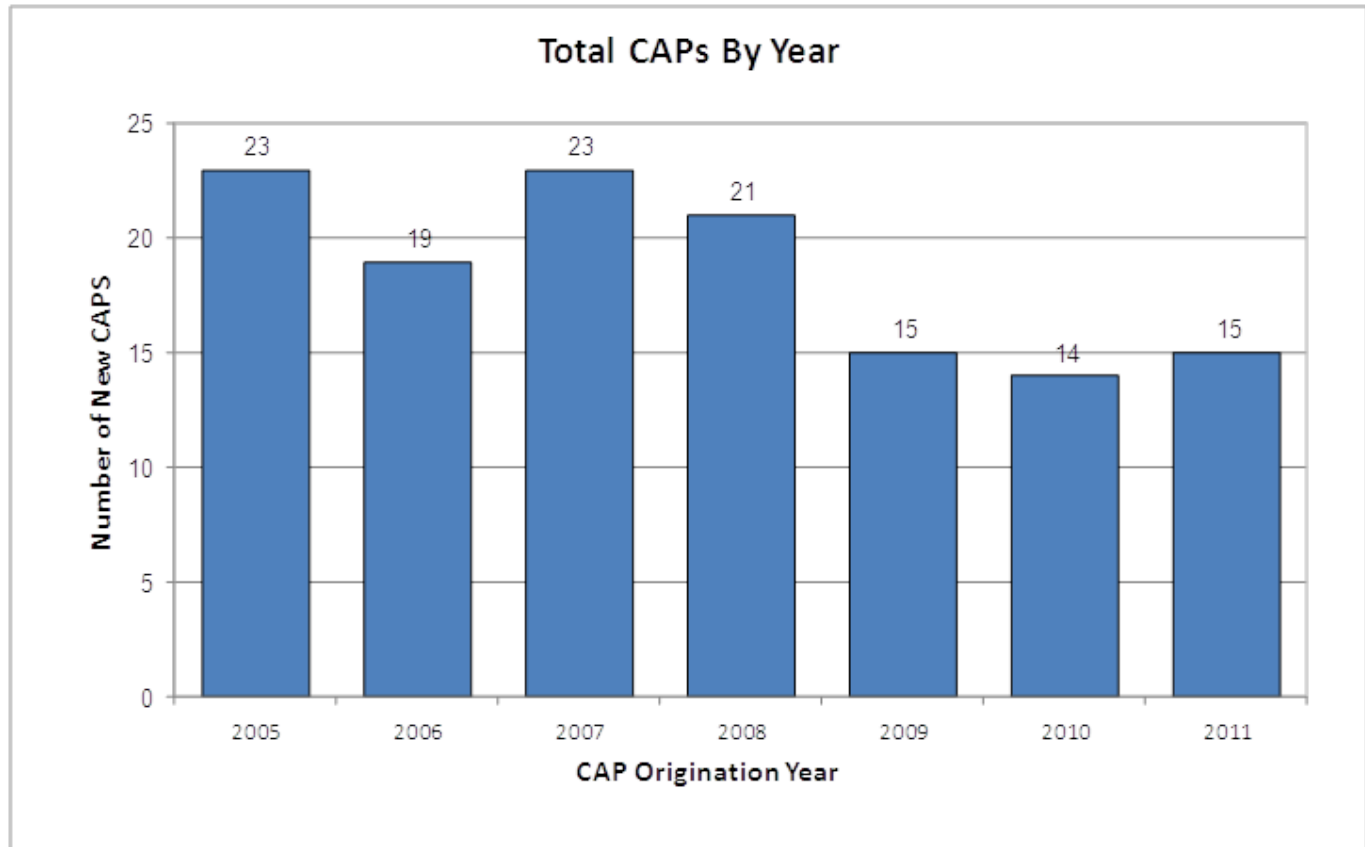


* Based on September 30, 2011 Quarterly Financial Survey



Welcome to *California*

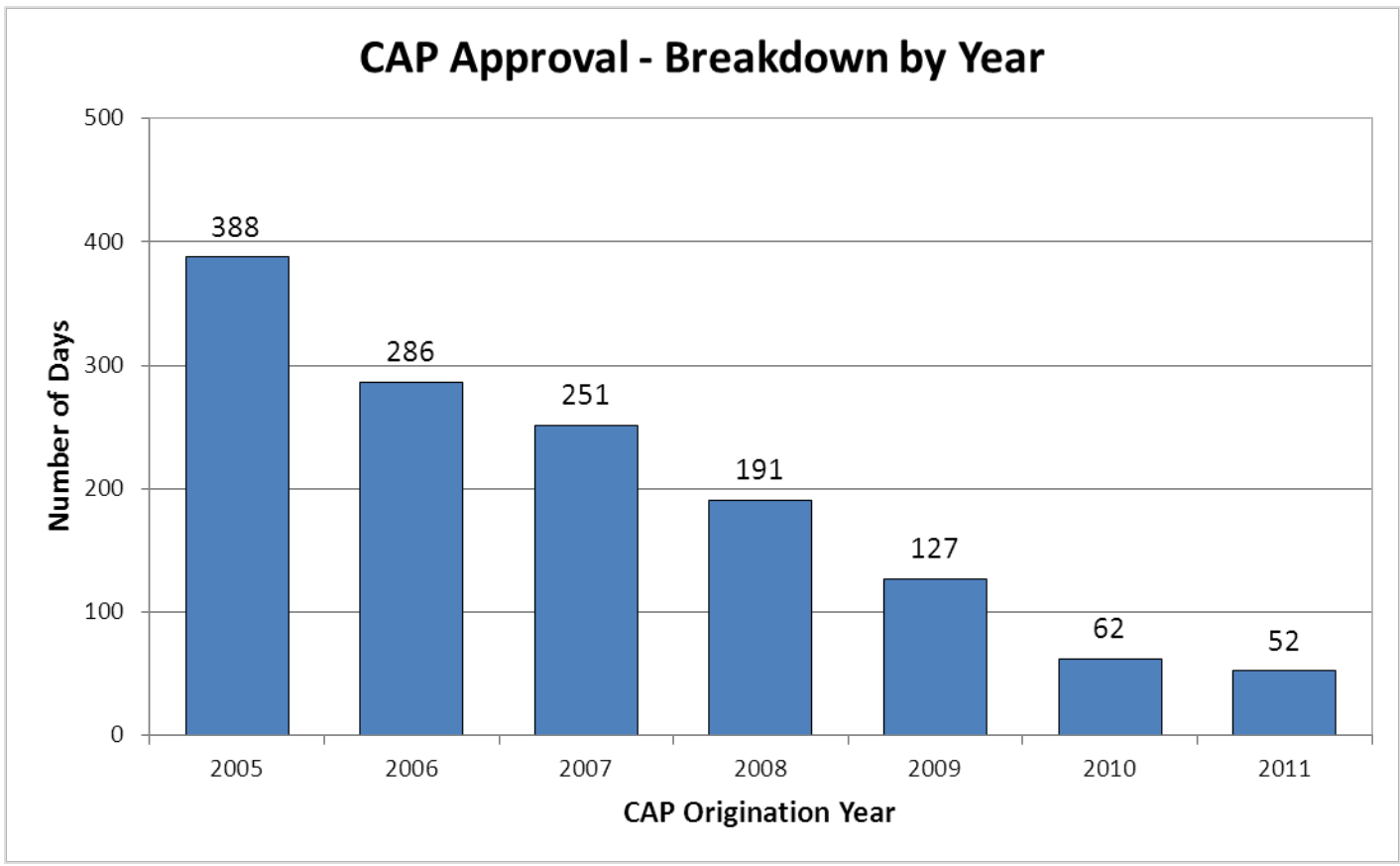
RBO Corrective Action Plans (CAP) By Year Originated 2005-2011





Welcome to California

CAP Approval Time 2005 - 2011

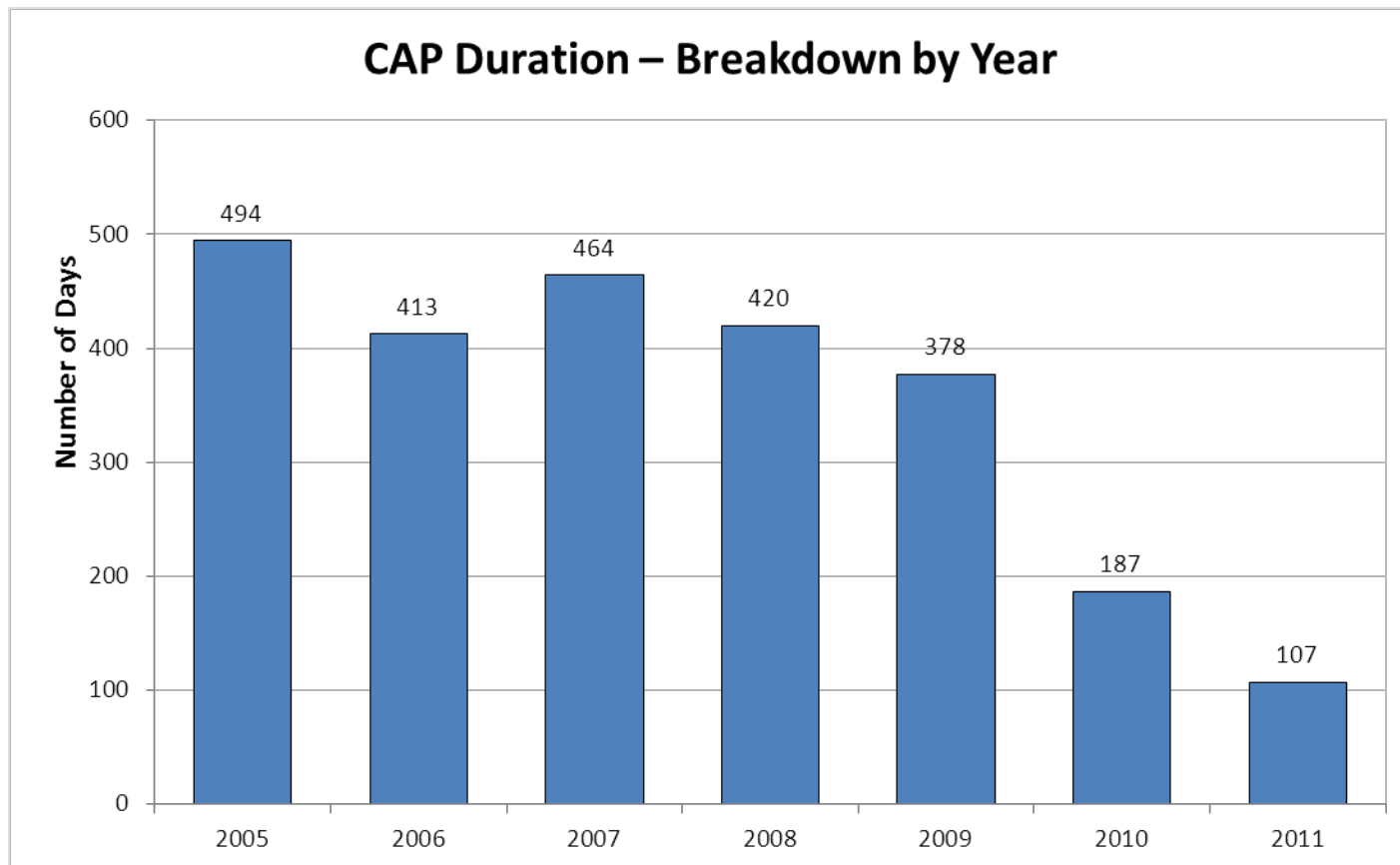


From Initial Date of Non-Compliance to Date Approved



Welcome to California

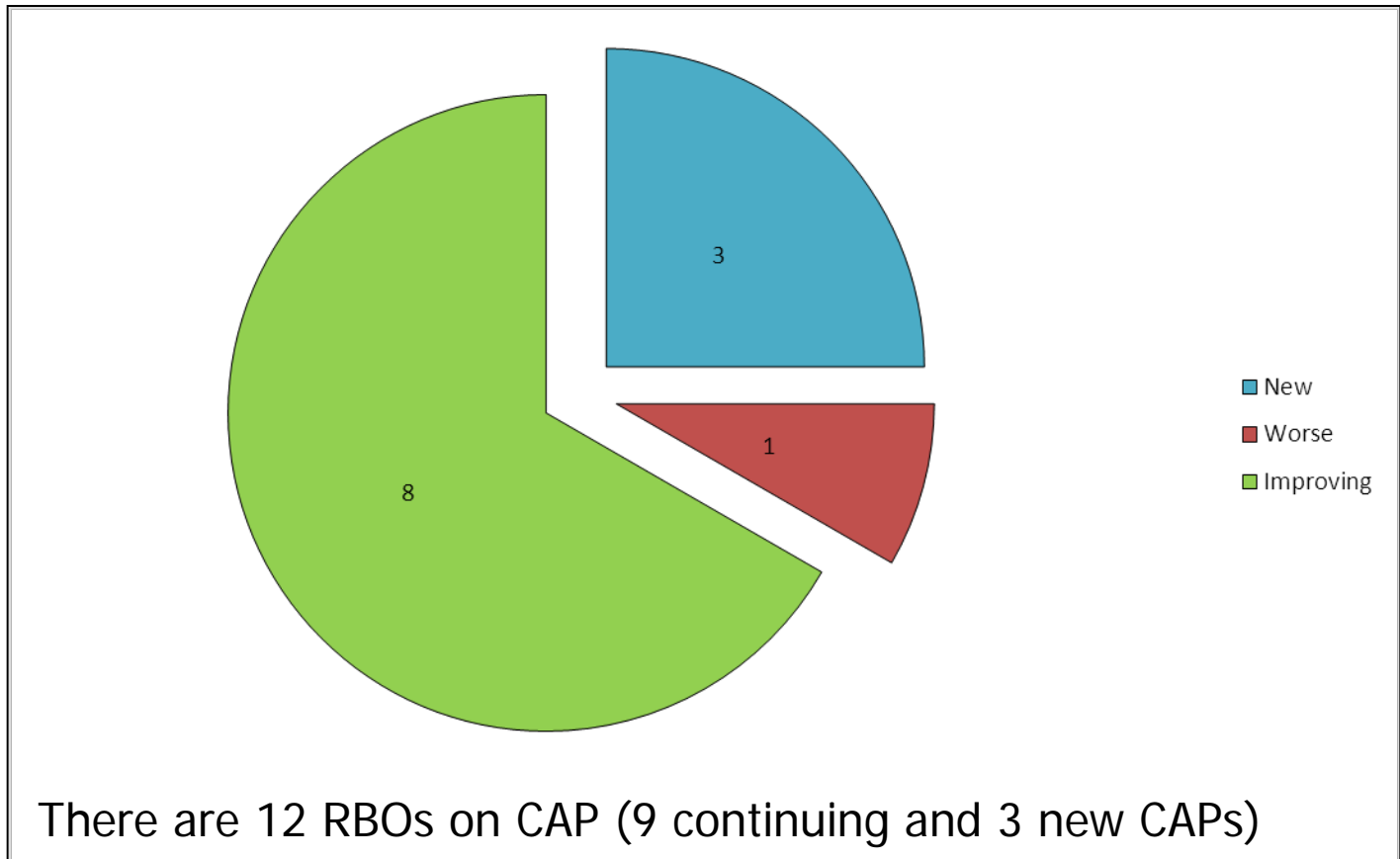
Average CAP Duration from Start to Finish 2005 - 2011





Welcome to California

CAP Status



* Based on September 30, 2011 Quarterly Financial Survey



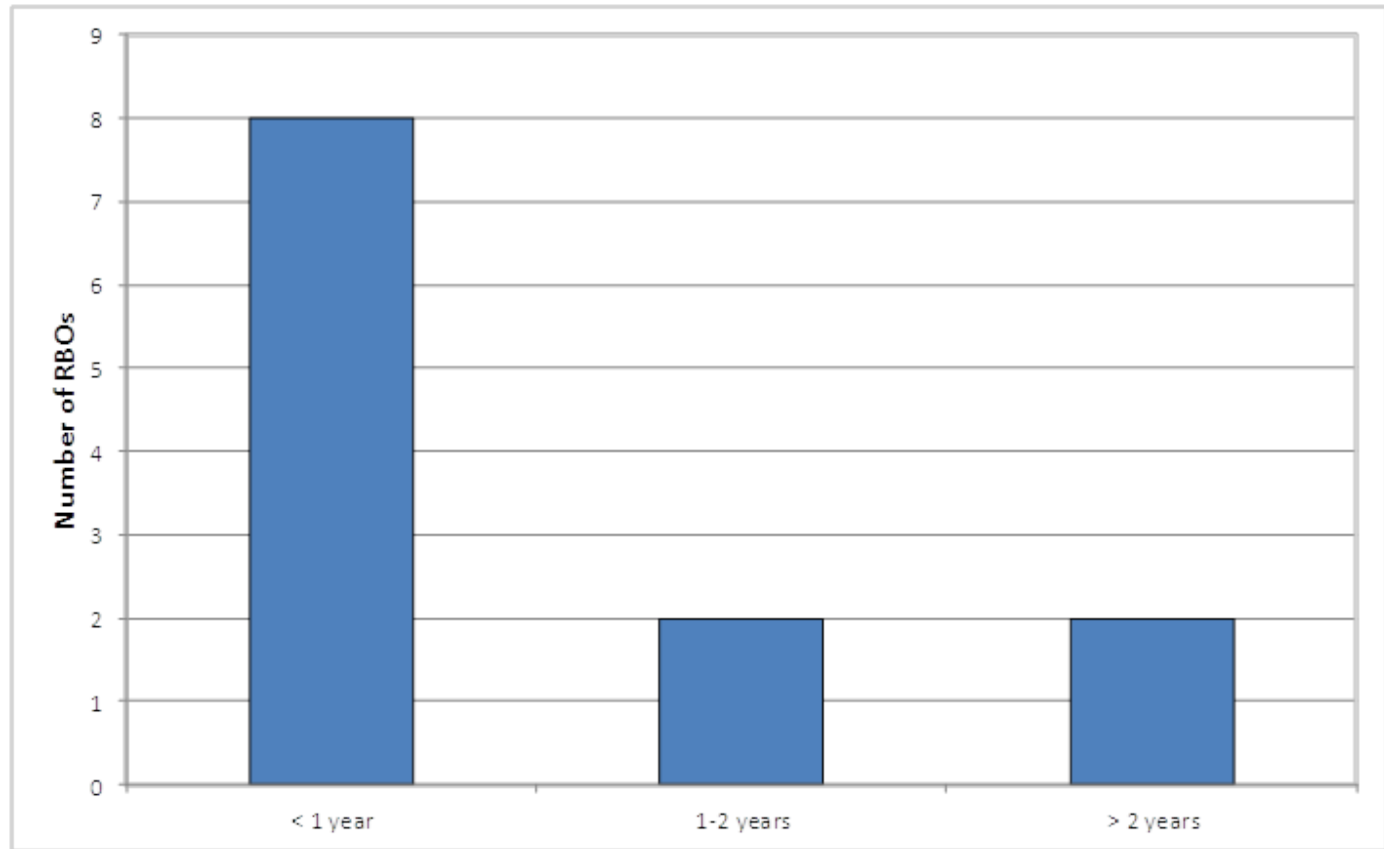
CAP Status

- Of the nine continuing CAPs:
 - 8 improving (meeting their CAP milestones)
 - 1 declining (enforcement action taken for not meeting their final/approved CAP)
- Three new CAPs received for QE 9/30/2011
- Two CAPs have been completed since last FSSB meeting in November 2011. These two groups are reporting compliance with all solvency criteria.



Welcome to California

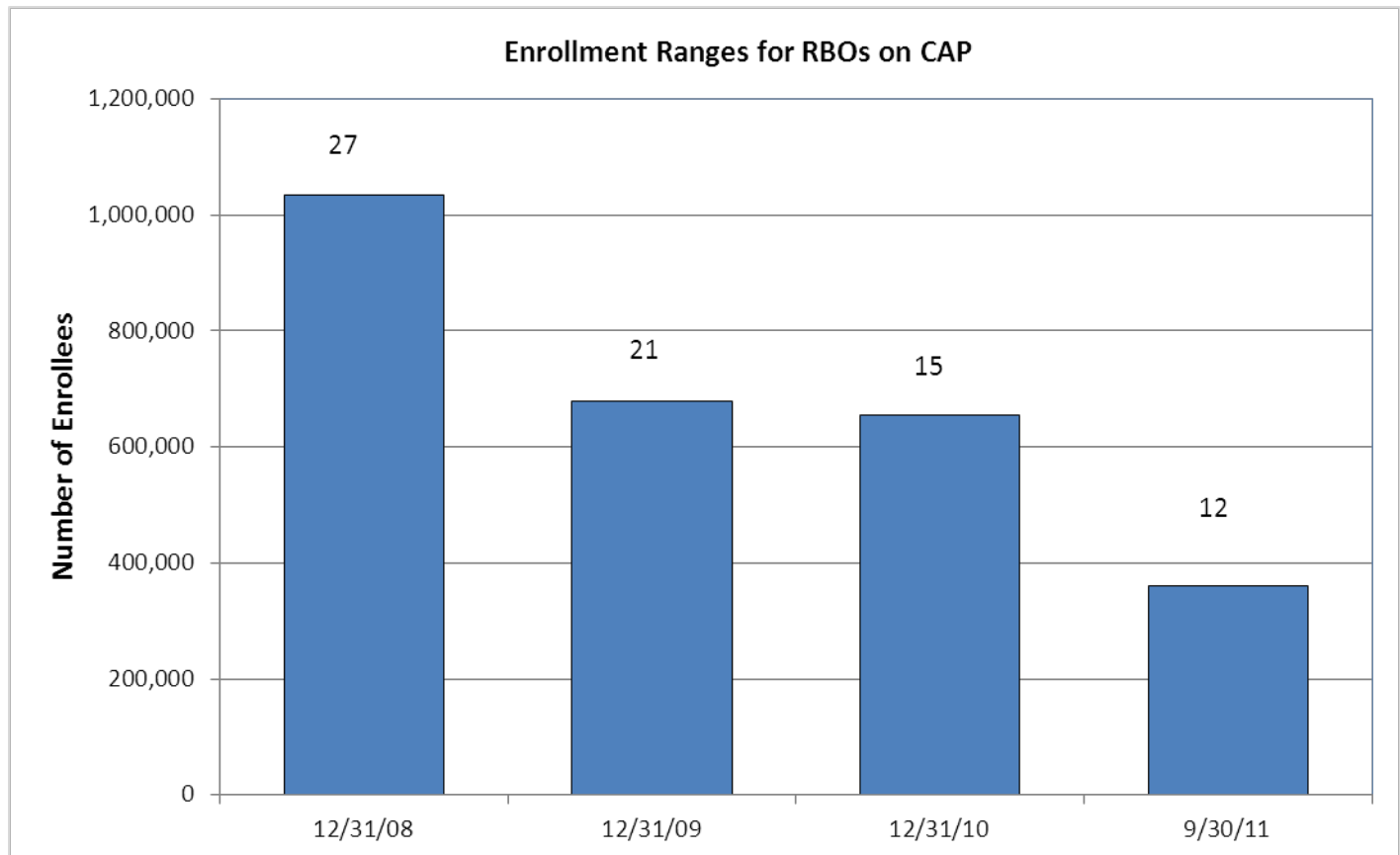
Age of Current CAPS





Welcome to California

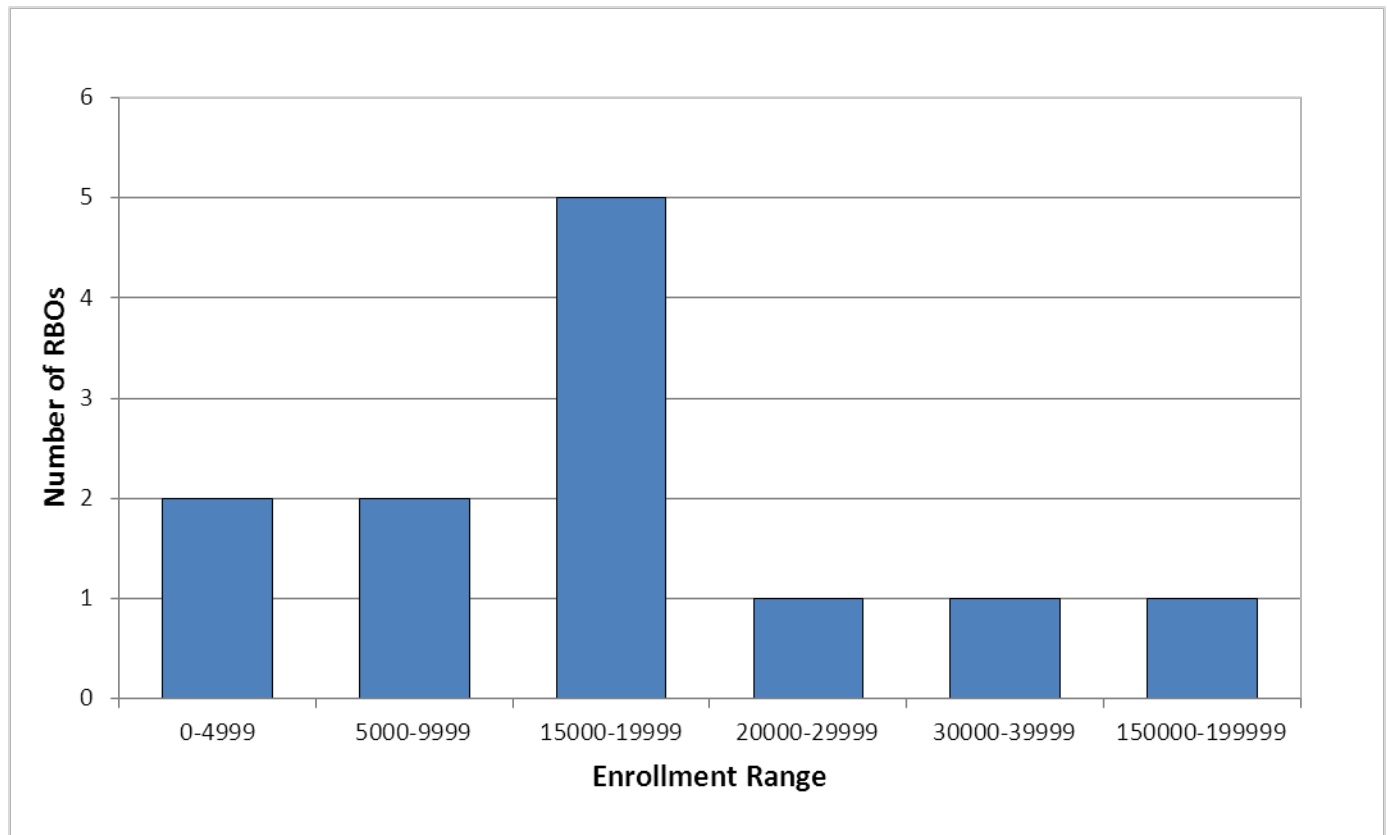
Enrollment Ranges for RBOs on a CAP





Welcome to *California*

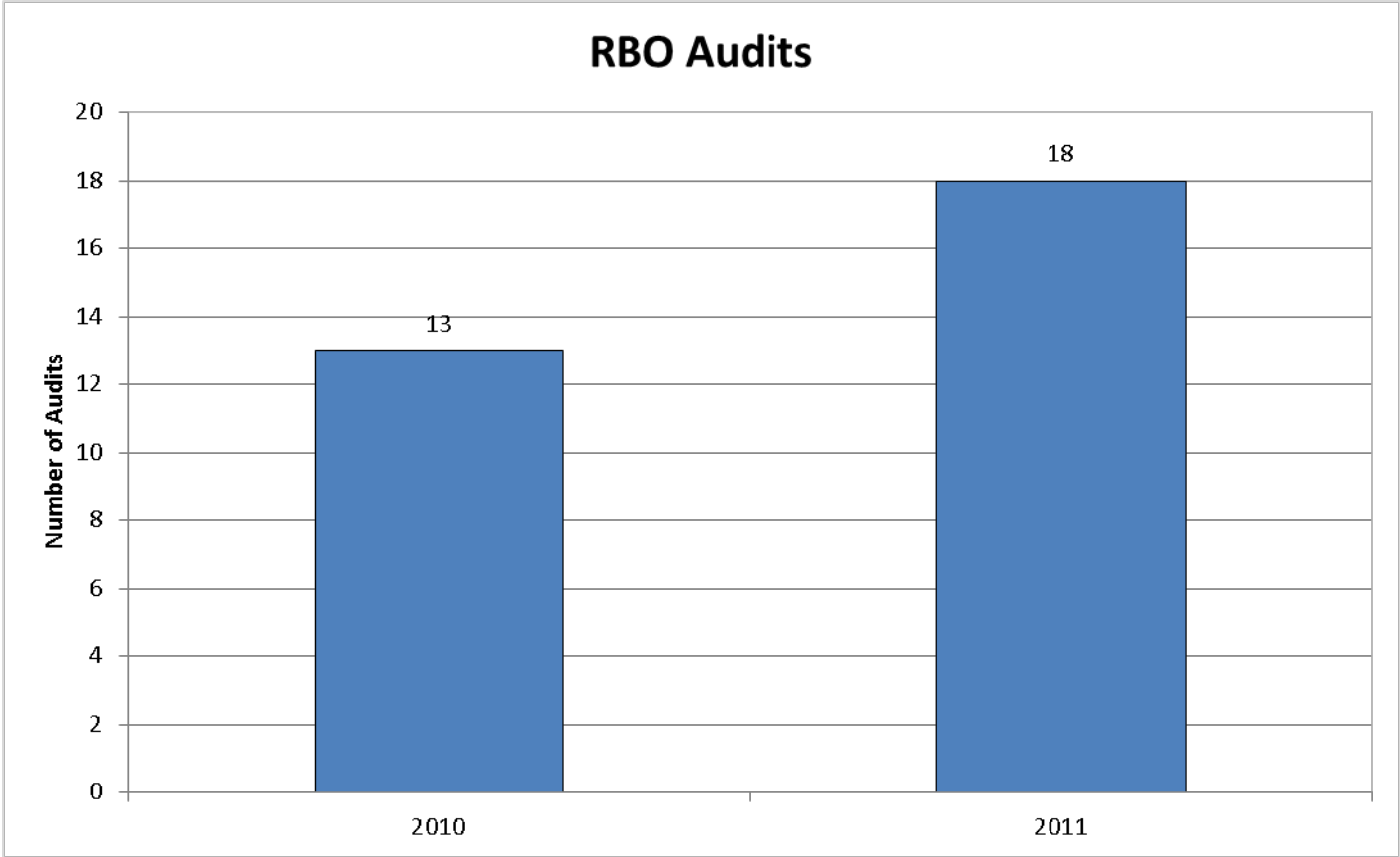
Enrollment Ranges for RBOs Currently on a CAP at 9/30/11





Welcome to California

RBO Audits





Welcome to California

RBO Audits

- Observations /Trends:
 - Claims are not paid accurately
 - Claims are not paid within 45 working days
 - Interest is not included or incorrectly calculated
 - Incorrect denial of claims
 - Failure to recognize provider's complaint as a provider dispute
 - Claims are not forwarded within 10 working days
 - Claims are not acknowledged timely



Welcome to *California*

Questions?