

State of California HEALTH AND HUMAN SERVICES AGENCY



DIANA S. DOOLEY
SECRETARY

May 1, 2013

Pursuant to Chapter 28, Statutes of 2012 (AB 1494), we submit the Healthy Families Program Transition to Medi-Cal Phase 3 Implementation Plan and Network Adequacy Assessment Report. Phase 3 is scheduled to begin on August 1, 2013.

Aging

Alcohol and
Drug Programs

Child Support
Services

Community Services
and Development

Developmental
Services

Emergency Medical
Services Authority

Health Care Services

Managed Health Care

Managed Risk
Medical Insurance Board

Public Health

Rehabilitation

Social Services

State Hospitals

Statewide Health
Planning and
Development

The Department of Health Care Services and the Department of Managed Health Care ("the departments") jointly conducted the network adequacy assessment. Healthy Families Program enrollees will transition from a Healthy Families Program plan that currently does not have a contract with the Department of Health Care Services, so the departments concentrated on understanding how plans would provide continuity of care to transitioning enrollees and evaluating the overall capacity of the plans to provide care for the transitioning population. Their analysis and the description of continuity of care activities are detailed in the Network Adequacy Assessment Report.

Based on the data reviewed, the Phase 3 Medi-Cal managed care plan networks all appear to have adequate capacity to serve transitioning and new enrollees. In the case of Kaiser Foundation Health Plan, as noted in the Network Adequacy Assessment Report, Kaiser indicates that it is in the process of subcontracting with several Phase 3 Medi-Cal managed care plans. Thus, assuming these subcontracts are executed, Kaiser Healthy Families Program members would not experience any visible change in their health care provider or plan as a result of the transition. The departments plan to continue to communicate with plans about their networks as Phase 3 approaches and have detailed plan-specific follow-up in the Network Adequacy Assessment Report.

We welcome and appreciate feedback from you, your staff, and stakeholders as we continue through this process. We are focused on making this process as smooth as possible for children and their families.

Sincerely,

A handwritten signature in cursive script, appearing to read "Michael Wilkening".

Michael Wilkening
Undersecretary

MW/kj

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Cc:

The Honorable Darrell Steinberg, President Pro Tempore, California State Senate
The Honorable Bob Huff, Senate Republican Leader, California State Senate
The Honorable John Perez, Speaker, California State Assembly
The Honorable Connie Conway, Assembly Republican Leader, California State Assembly
The Honorable Ed Hernandez, Chair, Senate Health Committee
The Honorable Richard Pan, Chair Assembly Health Committee
The Honorable Mark Leno, Chair, Senate Budget and Fiscal Review Committee
The Honorable Bill Emmerson, Vice-Chair, Senate Budget and Fiscal Review Committee
The Honorable Robert Blumenfeld, Chair, Assembly Budget Committee
The Honorable Jeff Gorell, Vice-Chair, Assembly Budget Committee
The Honorable Kevin De Leon, Chair, Senate Appropriations Committee
The Honorable Mimi Walters, Vice-Chair, Senate Appropriations Committee
The Honorable Mike Gatto, Chair, Assembly Appropriations Committee
The Honorable Diane Harkey, Vice-Chair, Assembly Appropriations Committee
Diane Van Maren, Consultant, Senate President Pro Tempore
Agnes Lee, Consultant, Speaker of the Assembly
Scott Bain, Consultant, Senate Health Committee
Joe Parra, Consultant, Senate Republican Caucus
Michelle Baass, Consultant, Senate Budget and Fiscal Review Committee
Kirk Feely, Consultant, Senate Republican Caucus
Marjorie Swartz, Consultant, Assembly Health Committee
Peter Anderson, Consultant, Assembly Republican Caucus
Andrea Margolis, Consultant, Assembly Budget Committee
Michelle Baca, Consultant, Assembly Republican Fiscal Office
Brendan McCarthy, Consultant, Senate Appropriations Committee
Lisa Murawski, Consultant, Assembly Appropriations Committee