



State of California
Arnold Schwarzenegger, Governor
Business, Transportation and Housing Agency

980 Ninth Street, Suite 500
Sacramento, CA 95814
916-324-8176 voice
916-322-2533 fax

M E M O R A N D U M

Date: January 13, 2004

To: All Knox-Keene Licensed Plans

From: Kevin F. Donohue,
Senior Counsel

RE: **AB 1455 Compliance**

There are two reporting requirements under AB 1455: the "Quarterly Claims Settlement Practice Report" and the "Annual Plan Claims Payment and Dispute Resolution Mechanism Report." These reports are mandated by the Regulation 1300.71(q)(1) and (2). While the first quarterly submission is not due until May 15, 2004, plans will need to distribute the reporting formats to their "capitated providers who pay claims" so these entities can begin to collect and track the appropriate information.

While the DMHC is providing this reporting format out as a Word document so you can become familiar with the data elements, actual reporting must be completed through the DMHC's web portal consistent with the reporting formats developed for Section 1375.4. (SB 260). The reporting formats will not be given a "barcode" and **may not** be submitted as an electronic filing. (Click on the attachments to obtain copies of the AB 1455 reporting formats.)

The DMHC is in the process of developing the web-based application that will be completed in sufficient time to allow the plan to submit its reports before the May 15, 2004 deadline. As soon as possible, please identify the Plan's "Designated Principal Officer" responsible for the filing of these reports. This will ensure that the Department forwards any periodic updates to the appropriate individual. Please provide the name and email address to Angela Yee at ayee@dmhc.ca.gov.

While the web application will utilize the risk-bearing organization (RBO) numbering system to identify medical groups and IPAs, a new numbering system will be developed for "capitated providers who pay claims," but do not fall within the definition of an RBO.

On or before February 2, 2004, please submit to Angela Yee at the email address below a list of the plan's current capitated providers who pay claims (including the address, a contact person and telephone number) that do not fall within the definition of an RBO. Upon receipt of this information, an identification number will be assigned to facilitate the development of a drop-down menu that will self populate the reporting forms.

If you have any questions concerning the Reporting Formats or data elements, please contact Kevin F. Donohue at 916-445-9753 or kdonohue@dmhc.ca.gov. Questions relating to the filing process should be directed to Angela Yee at 916-322-2474 or ayee@dmhc.ca.gov.