

2016-17 Governor's Budget Update

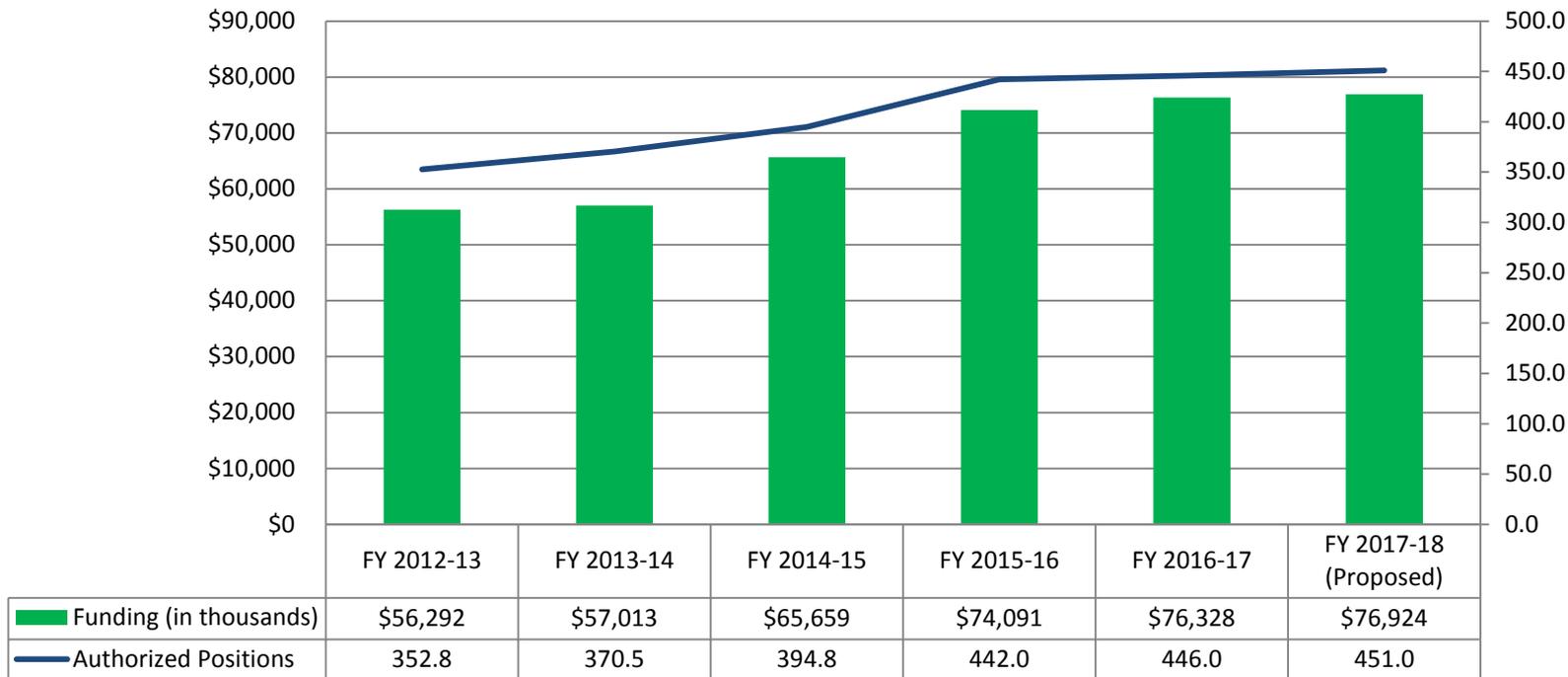
January 18, 2017

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Chief Deputy Director

DMHC Funding and Positions

- DMHC's Fiscal Year (FY) 2016-17 budget consists of \$76,328,000 in spending authority and 446.0 authorized positions.
- DMHC's proposed FY 2017-18 budget will be \$76,924,000 in spending authority and 451.0 authorized positions.

DMHC Funding and Positions



FY 2017-18 BCPs

HELP CENTER CASE BACKLOG AND WORKLOAD

Resources to provide timely consumer assistance to enrollees and comply with all data reporting requirements.

- **Position Summary:**
 - 11.0 Permanent Staff
 - 5.0 Limited-term Equivalent (LTE) Staff
- **Funding:**
 - FY 2017-18: \$3,422,000
 - FYs 2018-19 and 2019-20: \$3,299,000
 - Ongoing: \$2,691,000

FY 2017-18 BCPs

INFORMATION TECHNOLOGY RESOURCE REQUEST

Resources to stabilize, update and manage the deficient network infrastructure and help perform ongoing risk assessment and monitoring.

- **Position Summary:**
 - 2.0 Permanent Staff
 - 1.0 LTE Staff
- **Funding:**
 - FY 2017-18: \$746,000
 - FYs 2018-19 and 2019-20: \$722,000
 - Ongoing: \$289,000

FY 2017-18 BCPs

PROHIBITION OF SURPRISE BALANCE BILLING (AB 72)

AB 72 establishes mandates to eliminate the practice of “surprise balance billing” by noncontracting providers when enrollees receive non-emergency care at an in-network facility. The bill also creates an adequate mechanism to resolve claim payment disputes and a standardized methodology for determining average contracted rates.

- **Position Summary:**

- 16.0 Permanent Staff
- 3.75 LTE Staff

- **Funding:**

- FY 2017-18: \$3,588,000
- FY 2018-19: \$3,173,000
- FY 2019-20: \$2,963,000
- Ongoing: \$2,251,000

FY 2017-18 BCPs

Prohibition of Surprise Balance Billing (AB 72) Position Breakdown

Help Center	4.0
Office of Plan Monitoring	5.0
Office of Financial Review	2.0
Office of Enforcement	2.0
Office of Administrative Services	2.0
Office of Technology and Innovation	1.0
TOTAL	16.0

FY 2017-18 BCPs

MEDI-CAL INTERAGENCY AGREEMENT REDUCTION

Terminates four interagency agreements with the Department of Health Care Services (DHCS) and the corresponding resources as a result of the federal Centers for Medicare and Medicaid Services, Final Rule 2390-P. DHCS is requesting resources to perform these activities starting July 1, 2017.

- **Position Summary:**
 - Reduction of 18.5 Permanent Staff
- **Funding:**
 - FY 2017-18: -\$3,398,000, includes \$1,870,000 reduction in reimbursement authority
 - Ongoing: -\$2,876,000, includes \$1,438,000 reduction in reimbursement authority

FY 2017-18 BCPs

Medi-Cal Interagency Agreement Reduction Position Breakdown

Help Center	-3.0
Office of Plan Monitoring	-9.5
Office of Financial Review	-6.0
TOTAL	-18.5
