



**Financial Solvency Standards Board (FSSB) Meeting
November 17, 2021
Meeting Summary
([see full transcript for more details](#))**

Financial Solvency Standards Board (FSSB) Members in Attendance:

John Grgurina, Jr., San Francisco Health Plan
Dr. Larry deGhetaldi, Palo Alto Medical Foundation
Paul Durr, Sharp Community Medical Group
Jen Flory, Western Center on Law and Poverty
Dr. Theodore Mazer, Independent Physician
Dr. Jeff Rideout, Integrated Healthcare Association
Mary Watanabe, Department of Managed Health Care
Amy Yao, Blue Shield of California

Department of Managed Health Care (DMHC) Staff in Attendance:

Pritika Dutt, Deputy Director, Office of Financial Review
Amanda Levy, Deputy Director, Health Policy and Stakeholder Relations
Sarah Ream, Chief Counsel
Jordan Stout, Staff Services Manager I
Michelle Yamanaka, Supervising Examiner, Office of Financial Review

Department of Health Care Services (DHCS) Staff Present:

Lindy Harrington, Deputy Director for Health Care Financing

Agenda Item 1 – Welcome & Introductions

(Transcript, P. 4 – 6)

Chairperson John Grgurina called the meeting to order, reviewing housekeeping notes for attendees and Board members.

Agenda Item 2 – [Transcript from August 11, 2021 FSSB Meeting](#) (Transcript, P. 8)

Mr. Grgurina asked if there were any changes to the August 11, 2021, FSSB meeting transcript and summary. Motion to approve transcript by Dr. Ted Mazer, seconded by Paul Durr. The Board approved the August 11, 2021 transcript.

Agenda Item 3 – Director’s Remarks

(Transcript, P. 8 – 12)

Director Mary Watanabe announced that it would be last meeting for Mr. Grgurina and Jen Flory. She thanked them both for their service to the Board and noted that Dr. Larry deGhetaldi would take over the Chair responsibilities starting next year. Ms. Watanabe provided an update on the Department’s review of the proposed acquisition of Magellan by Centene, the Health Equity and Quality Committee, the Behavioral Health Investigations, and the Department’s response to COVID-19.

Agenda Item 4 – Board Member Selection

(Transcript, P. 13 – 17)

Ms. Watanabe announced Scott Coffin, CEO of Alameda Alliance for Health, and Abbi Coursolle, Senior Attorney at the National Health Law Program, will join the Board in February 2022.

Agenda Item 5 – [Department of Health Care Services Update](#) (Transcript, P. 18 – 43)

Lindy Harrington, Deputy Director for Health Care Financing at the Department of Health Care Services (DHCS) provided an update on California Advancing and Innovating Medi-Cal (CalAIM), Medi-Cal Rx, and the Managed Care re-procurement.

Agenda Item 6 – [Financial Summary of Medi-Cal Managed Care Health Plans](#)

(Transcript, P. 44 – 51)

Pritika Dutt, Deputy Director of the Office of Financial Review, presented the Financial Summary of Medi-Cal Managed Care Health Plans report for the quarter ended June 30, 2021, and highlighted the enrollment and financial information for Local Initiatives, County Organized Health Systems and Non-Governmental Medi-Cal plans.

Agenda Item 7 – [Legislative Update](#)

(Transcript, P. 52 – 60)

Amanda Levy, Deputy Director, Health Policy and Stakeholder Relations, provided an overview of the bills signed by the Governor and briefly discussed the Department’s implementation activities.

Agenda Item 8 – [2020 Risk Adjustment Transfer](#)

(Transcript, P. 61 – 68)

Ms. Dutt provided a summary of the risk adjustment transfers and high-cost risk pool payments for 2020 for plans regulated by the DMHC and the California Department of Insurance (CDI).

Agenda Item 9 – [2022 Rates in the Individual Market](#)

(Transcript, P. 69 – 72)

Ms. Dutt gave a brief overview of the 2022 rates for the individual market. Ms. Dutt noted the average rate increase for 2022 was 1.8 percent across all health plans.

Agenda Item 10 – [Provider Solvency Quarterly Update](#) (Transcript, P. 73 – 80)

Michelle Yamanaka, Supervising Examiner, Office of Financial Review, provided an update on the financial solvency of Risk Bearing Organizations (RBOs) for the quarter ending June 30, 2021.

Agenda Item 11 – [Health Plan Quarterly Update](#) (Transcript, P. 81 – 83)

Ms. Dutt presented the financial status of health plans for the quarter ending June 30, 2021.

Agenda Item 12 – [2022 Meeting Schedule](#) (Transcript, P. 84)

Ms. Watanabe announced the following dates for the 2022 FSSB meetings: February 23, May 19, August 10, and November 16. The 2022 FSSB meetings will take place in-person unless otherwise noted on the agenda.

Agenda Item 13 – Public Comments on Matters not on the Agenda (Transcript, P. 84)

Mr. Grgurina asked for public comment on items not on the agenda. There was no public comment.

Agenda Item 14 – Agenda Items for Future Meetings (Transcript, P. 85)

Mr. Grgurina asked for agenda items for future meetings. There were no suggestions for future agenda items.

Agenda Item 15 – Closing Remarks/Next Steps (Transcript, P. 85)

The meeting was adjourned at 12:40 p.m. The next meeting is scheduled for February 23, 2022.