



Financial Solvency Standards Board (FSSB) Meeting

May 19, 2022

Meeting Summary

[\(see full transcript for more details\)](#)

Financial Solvency Standards Board (FSSB) Members in Attendance:

Dr. Larry deGhetaldi, Palo Alto Medical Foundation

Paul Durr, Sharp Community Medical Group

Scott Coffin, Alameda Alliance for Health

Abbi Coursole, National Health Law Program

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

Jessica Petersen, Assistant Chief Counsel, Office of Legal Services

Jordan Stout, Staff Services Manager I, Office of Financial Review

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. 4-7)

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

Agenda Item 2 - Transcript from February 23, 2022 FSSB Meeting (Transcript, P.8)

Dr. deGhetaldi asked if there were any changes to the February 23, 2022, FSSB meeting transcript and summary. Motion to approve the transcript and meeting summary by Paul Durr, seconded by Ted Mazer. The Board approved the February 23, 2022, transcript.

Agenda Item 3 - Director's Remarks

(Transcript, P. 8-16)

Director Mary Watanabe provided a brief overview of the health care related items in the Governor's May revision to the budget. She also provided an update on the Health Equity and Quality Committee, Senate Bill (SB) 510 implementation, enforcement actions and the Timely Access report for Measurement Year 2020.

Agenda Item 4 - [Department of Health Care Services Update](#) (Transcript, P. 17-48)

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

Agenda Item 5 - [Financial Summary of Medi-Cal Managed Care Plans](#) (Transcript, P. 49-56)

Ms. Dutt presented the Financial Summary of Medi-Cal Managed Care Plans report for the quarter ended December 31, 2021 and highlighted the enrollment and financial information for Local Initiatives, County Organized Health Systems and Non-Governmental Medi-Cal plans.

Agenda Item 6 - [Federal Update](#) (Transcript, P. 57-59)

Jessica Petersen, Assistant Chief Counsel, provided two federal updates including the rollback of the “Conscience” Rule and fixing the Affordable Care Act (ACA) “Family Glitch”.

Agenda Item 7 – [Health Care Premium Rates and Prescription Drug Costs](#)
(Transcript, P. 60-71)

Pritika Dutt, Deputy Director of the Office of Financial Review, provided an overview of the aggregate premium rates in the individual, small group and large group markets for 2021 and discussed the Prescription Drug Cost Transparency Report for measurement year 2020.

Agenda Item 8 - [Provider Solvency Quarterly Update](#) (Transcript, P. 72-78)

Michelle Yamanaka, Supervising Examiner, Office of Financial Review, provided an update on the financial solvency of Risk Bearing Organizations (RBOs) for the quarter ending December 31, 2021.

Agenda Item 9 - [Health Plan Quarterly Update](#) (Transcript, P. 79-83)

Ms. Dutt presented an update on the financial status of health plans for the quarter ending December 31, 2021.

Agenda Item 10 - Public Comment on Matter not on the Agenda (Transcript, P. 84)

Dr. deGhetaldi asked for public comment on items not on the agenda. There was no public comment.

Agenda Item 11 - Agenda Items for Future Meetings (Transcript, P. 85)

Dr. deGhetaldi asked for agenda items for future meetings. The Board requested an update on the Office of Health Care Affordability, the LA Care enforcement action, a discussion on health equity and how to ensure that RBOs and plans who care for the most complex patients are going to be able to have a sustainable future as well as what the DMHC does and does not regulate when it comes to plans and RBOs.

Agenda Item 12 - Closing Remarks/Next Steps (Transcript, P. 86)

The meeting was adjourned at 12:45 p.m. The next meeting is scheduled for August 10, 2022.