



**MULTNOMAH COUNTY
AGENDA PLACEMENT REQUEST
CONTINGENCY REQUEST**

(revised 12/31/09)

Board Clerk Use Only

Meeting Date: 6/28/12
Agenda Item #: R.9
Est. Start Time: 10:10 am
Date Submitted: 6/13/12

BUDGET MODIFICATION: HD-12-28

Agenda Title: **BUDGET MODIFICATION HD-12-28 requesting General Fund Contingency Transfer to appropriate \$38,393 in one-time-only revenue for the Tri-County Medicaid Collaborative process.**

Note: If Ordinance, Resolution, Order or Proclamation, provide exact title. For all other submissions, provide a clearly written title sufficient to describe the action requested.

Requested Meeting Date: June 28, 2012 **Amount of Time Needed:** 5 Minutes
Department: Health Department **Division:** Director's Office
Contact(s): Lester A. Walker – Budget and Finance Manager
Phone: (503) 988-3663 **Ext.** 26457 **I/O Address:** 167/2/210
Presenter(s): Joanne Fuller, Chief Operating Officer

General Information

1. What action are you requesting from the Board?

Approval of \$38,393 of General Fund Contingency for the Tri-County Medicaid Collaborative process to create a proposed NewCo/Tri-County Coordinated Care Organization.

2. Please provide sufficient background information for the Board and the public to understand this issue. Please note which Program Offer this action affects and how it impacts the results.

In order to complete the Tri-County Medicaid Collaborative (TCMC) process and fully staff the creation of a proposed NewCo/Tri-County Coordinated Care Organization (CCO), the 14 sponsoring organizations on the TCMC Executive Steering Committee have agreed to contribute to a fund to support the process. This fund is not intended to capitalize NewCo itself, and will only be used to compensate staff assigned full-time to the TCMC project and for services such as legal, consulting, website design, public relations, and meeting expenses. The contribution of the 14 sponsoring agencies is calculated on each organization's ability to pay as represented by their total health care revenues or their annual budget. Multnomah County will contribute up to \$153,623. The first

installment of \$38,393 will be paid in the current fiscal year, with future installments of up to \$115,230 in subsequent fiscal years.

This budget modification supports Program Offer 40000: Health Department Leadership Team.

3. Explain the fiscal impact (current year and ongoing).

Approval of this budget modification will increase the Health Department's general fund FY 2012 budget by \$38,393.

4. Explain any legal and/or policy issues involved.

This funding proposal for the TCMC process will formalize the financial commitment that the County has made to the process to create a proposed NewCo/Tri-County CCO.

5. Explain any citizen and/or other government participation that has or will take place.

Multnomah County is collaborating with 13 other government and private-sector partners in this Tri-County Medicaid Collaborative process, including Clackamas County, Washington County, CareOregon, OHSU, Legacy Health System, Kaiser Permanente, and Providence Health System.

ATTACHMENT A

Budget Modification

If the request is a **Budget Modification**, please answer **all** of the following in detail:

- **What revenue is being changed and why? If the revenue is from a federal source, please list the Catalog of Federal Assistance Number (CFDA).**

This budget modification appropriates \$38,393 in one-time-only (OTO) general fund revenue for the completion of the TCMC process to create a proposed NewCo/Tri-County CCO. The Health Department's general fund revenue budget will increase by \$38,393 in FY 2012 as a result of this budget modification.

- **What budgets are increased/decreased?**

The Health Department's budget will have the following changes:

- Pass-Through & Program Support budget will increase by \$38,393

- **What do the changes accomplish?**

This budget modification will allow Multnomah County to meet its commitment to support the TCMC process by contributing startup funds.

- **Do any personnel actions result from this budget modification? Explain.**

There are no personnel actions as a result of this budget modification.

- **If a grant, is 100% of the central and department indirect recovered? If not, please explain why.**

General fund is not subject to indirect cost.

- **Is the revenue one-time-only in nature? Will the function be ongoing? What plans are in place to identify a sufficient ongoing funding stream?**

This revenue is one-time only for the TCMC process to create a proposed NewCo/Tri-County CCO. Additional support in subsequent fiscal years will be required to meet the County's contractual obligation.

- **If a grant, what period does the grant cover? When the grant expires, what are funding plans? Are there any particular stipulations required by the grant (i.e. cash match, in kind match, reporting requirements etc)?**

This budget modification is not grant-related.

Contingency Request

If the request is a **Contingency Request**, please answer **all** of the following in detail:

- **Why was the expenditure not included in the annual budget process?**

This expense was unknown at the time the FY 2012 budget was developed.

- **What efforts have been made to identify funds from other sources within the Department/Agency to cover this expenditure?**

Healthcare transformation and the TCMC process to create a proposed NewCo/Tri-County CCO is

being shepherded by the Department of County Human Services and the Health Department, in collaboration with the Chair's Office. Healthcare transformation, however, remains a County-wide effort. This TCMC contingency request represents the County's support and financial commitment to the healthcare transformation process.

- **Why are no other department/agency fund sources available?**

The Tri-County Medicaid Collaborative is a new County-wide collaboration that was unknown at the time that the FY 2012 budget was developed.

- **Describe any new revenue this expenditure will produce, any cost savings that will result, and any anticipated payback to the contingency account. What are the plans for future ongoing funding?**

No new revenue will result from this expenditure. This expenditure formalizes Multnomah County's commitment to the TCMC process and healthcare transformation in Oregon.

- **Has this request been made before? When? What was the outcome?**

This is a first-time request.

NOTE: If a Budget Modification or a Contingency Request attach a Budget Modification Expense & Revenues Worksheet and/or a Budget Modification Personnel Worksheet. If it is a General Fund Contingency Request a memo from the Budget Office must be submitted.

ATTACHMENT B

BUDGET MODIFICATION: HD-12-28

Required Signatures

Elected Official or
Department/
Agency Director:

Lillian Shurley

Date: 6/6/2012

Budget Analyst:

Althea Gregory /s/

Date: 6/13/2012

Department HR:

Kathleen Fuller

Date: 6/6/2012

Countywide HR:

Date: