



MICHELLE BAASS
DIRECTOR

State of California—Health and Human Services Agency
Department of Health Care Services



GAVIN NEWSOM
GOVERNOR

December 30, 2022

Norman de Vall
Interim Chair
Mendocino Coast Health Care District
755 River Drive
Fort Bragg, CA 95437

Dear Norman de Vall:

The Department of Health Care Services (DHCS) has completed its calculation of the following:

1. Rating Period CY 2021 (interim) Voluntary Rate Range Program (service period of January 1, 2021 through December 31, 2021) payment transfer amounts for the Intergovernmental Agreement Regarding Transfer of Public Funds (Agreement), **No. 21-10228**. The executed Agreement is enclosed. As stated in Section 1.3 of the Agreement, the enrollment reconciliations will occur on an ongoing basis as updated enrollment figures become available. Actual enrollment will not be considered final until two years after December 31, 2021.
2. Rating Period 2019-20 Voluntary Rate Range Program (service period of July 1, 2019 through December 31, 2020) payment transfer amounts for the Intergovernmental Agreement Regarding Transfer of Public Funds (Agreement), **No. 19-96438**. The initial payment, which is shown in the enclosed Exhibit 1, was made during the second calendar quarter of 2021. As stated in Section 1.3 of the Agreement, the enrollment reconciliations will occur on an ongoing basis as updated enrollment figures become available. Actual enrollment for the service periods of July 1, 2019 through June 30, 2020, and July 1, 2020 through December 31, 2020 will not be considered final until two years after June 30, 2020 and December 31, 2020, respectively.

Based on the above calculations, and as provided in the above referenced Agreements, DHCS is requesting that Mendocino Coast Health Care District transfer funds in the amount of **\$1,095,395** to DHCS by no later than **February 17, 2023**. Exhibit 1 contains the invoice. Please transfer the above Total Amount to the following:

Capitated Rates Development Division
1501 Capitol Avenue, P.O. Box 997413, MS 4413
Sacramento, CA 95899-7413
Phone (916) 345-7070 Fax (916) 650-6860
www.dhcs.ca.gov

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New banking information!

Union Bank
350 California Street
San Francisco, CA 94104

For Credit to State of California Account # [REDACTED]
Routing # [REDACTED]

For Further Credit to: Department of Health Care Services
Reference: CY 2021 Voluntary Rate Range Program Invoice

We require Governmental Funding Entity provide a 48-hour advance notice via e-mail prior to wiring any funds over 5 million dollars. As requested by the State Treasurer's Office (STO), all ACH/wires must be transmitted prior to 10:00 a.m. on date of payment. **Please note: STO would prefer Automated Clearing House (ACH) payments, instead of wires.** Once the Governmental Funding Entity has transferred funds to the specified account above, please email Vivian Beeck at Vivian.Beeck@dhcs.ca.gov; Kou Khang at Kou.Khang@dhcs.ca.gov; and Michael Ha at Michael.Ha@dhcs.ca.gov with the completed transaction information.

If you have any questions regarding the Intergovernmental Transfer Agreement, please contact Vivian Beeck via email.

Sincerely,

DocuSigned by:

641B9785907E40F...

Michael Jordan
Staff Services Manager II
Financial Management Section C
Capitated Rates Development Division
Department of Health Care Services
P.O. Box 997413, MS 4413
Sacramento, CA 95899-7413

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Enclosures

cc: John Redding, Treasurer
Mendocino Coast Health Care District
755 River Drive
Fort Bragg, CA 95437

Vivian Beeck
Staff Services Manager I
Financial Management Section C
Capitated Rates Development Division
Department of Health Care Services
P.O. Box 997413, MS 4413
Sacramento, CA 95899-7413

From: Beeck, Vivian@DHCS
Sent: Thursday, February 23, 2023 5:13 PM
To: Jade Tippett
Cc: Lee Finney; Beeck, Vivian@DHCS; Gale, Scott@DHCS
Subject: RE: [External]Payment Request: CY 2021 Voluntary Rate Range Program - Mendocino Coast Health Care District

Here you go.

Vivian

From: Jade Tippett <jtippett@mcdh.org>
Sent: Thursday, February 23, 2023 4:23 PM
To: Beeck, Vivian@DHCS <Vivian.Beeck@dhcs.ca.gov>
Cc: Lee Finney <lfinney@mcdh.org>
Subject: [External]Payment Request: CY 2021 Voluntary Rate Range Program - Mendocino Coast Health Care District

Vivian,

As the newly minted Treasurer of the Mendocino Coast Health Care District, this is totally new news to me. Tonight, I am presenting a Financial Position Statement to the Board that shows the District \$3.2 million short of where we should be, using the budget figures outlined in the Lease Agreement with Adventist Health to operate the Mendocino Coast Hospital, now Adventist Health Mendocino Coast. I also just received a \$400,000 bill from your Department for, I assume, overpayments. Looming over us is the 2030 Seismic Compliance deadline with a cost of about \$30 million.

Although Norman DeVall has told me he has a recollection of a vote of the prior Board to participate in this program, I need some more information. It appears that the vote was taken sometime in the last few months of 2022. The prior Board left us no Minutes Book to consult. I will need to do some digging to locate minutes if they were taken, or a recording of the meeting where this vote was taken.

Additionally, despite the vote for participation having been taken, I will need to bring this to the current Board for a vote on the actual transfer of funds, which means that I need some really good reasons why we should do this at this point in time. As I remember from the days when the District ran the Hospital, Intergovernmental Transfers were opportunities to leverage local agency funds to secure larger Federal dollars, and tended to return a 2-to-1 gain when those funds were returned to the District. Is this a similar program?

If you have some background information on this program, please send it to me, including any emails with members of the prior Board which would locate the prior Board's decision in time or document it.

I would also appreciate a conversation on the telephone to get a better understanding of the program.

Thank you,

-j

Jade Tippett
Treasurer
Mendocino Coast Health Care District Board
<https://mchcd.org/>
jtippett@mcdh.org
Mobile: 707-489-4986

From: "Beeck, Vivian@DHCS" <Vivian.Beeck@dhcs.ca.gov>
Subject: FW: Payment Request: CY 2021 Voluntary Rate Range Program - Mendocino Coast Health Care District
Date: February 23, 2023 at 2:34:01 PM PST
To: "ndv@mcn.org" <ndv@mcn.org>
Cc: "Beeck, Vivian@DHCS" <Vivian.Beeck@dhcs.ca.gov>

Here you go.

Vivian

Vivian Beeck | Staff Services Manager I (Specialist)
California Department of Health Care Services
Capitated Rates Development Division
Email: Vivian.Beeck@dhcs.ca.gov
Phone: 916-616-0749

From: Beeck, Vivian@DHCS
Sent: Friday, February 17, 2023 3:19 PM
To: John Redding <jredding@mcdh.org>; ndevall@mcdh.org
Cc: Beeck, Vivian@DHCS <Vivian.Beeck@dhcs.ca.gov>; Gale, Scott@DHCS <Scott.Gale@dhcs.ca.gov>
Subject: FW: Payment Request: CY 2021 Voluntary Rate Range Program - Mendocino Coast Health Care District
Importance: High

We have not received this payment today, you are now late, please tell us what is happening and when you are going to transfer the invoice amount due?

Vivian

From: Khang, Kou@DHCS <Kou.Khang@dhcs.ca.gov>
Sent: Friday, January 6, 2023 3:32 PM
To: Norman de Vall <ndevall@mcdh.org>; John Redding <jredding@mcdh.org>
Cc: Beeck, Vivian@DHCS <Vivian.Beeck@dhcs.ca.gov>; Ha, Michael@DHCS <Michael.Ha@dhcs.ca.gov>; Gale, Scott@DHCS <Scott.Gale@dhcs.ca.gov>
Subject: Payment Request: CY 2021 Voluntary Rate Range Program - Mendocino Coast Health Care District

Good afternoon Mendocino Coast Health Care District,

The Department of Health Care Services (DHCS) has completed its calculation of the Rating Period CY 2021 Voluntary Rate Range Program wire/ACH transfer amounts for the period of January 1, 2021 – December 31, 2021. The attached letter contains the following:

Calculation of the wire/ACH transfer amounts (Exhibit 1)

- Initial invoicing for Rating Period CY 2021 (1/2021 to 12/2021)
- 2nd invoicing for Rating Period 2020-20 (7/2020 to 12/2020)
- Final invoicing for Bridge Period 2019-20 (7/2019 to 6/2020)

Electronic Payment instructions:

New banking information!

Union Bank
350 California Street
San Francisco, CA 94104

For Credit to State of California Account # [REDACTED]
Routing # [REDACTED]

For Further Credit to: Department of Health Care Services
Reference 2-2023 Rate Range Program Invoice

The governmental fund transfers must be made to DHCS **no later than February 17, 2023**. ***Please note: DHCS would prefer ACH (EFT) payments, instead of wires transfers.*** If you have any questions, please feel free to contact me via e-mail Kou.Khang@dhcs.ca.gov.

Best Regards,

Kou Khang

Associate Governmental Program Analyst
Financial Management Section C
Capitated Rates Development Division
Department of Health Care Services
PH (916) 345-8780

Jade Tippett
Treasurer
Mendocino Coast Health Care District Board
<https://mchcd.org/>
jtippett@mcdh.org
Mobile: [707-489-4986](tel:707-489-4986)

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