

Managed Risk Medical Insurance Board
Healthy Families Program
(\$ in thousands)

Agenda Item 8.f.
9/16/09 Meeting

Activity	GF	FF	Number of Children
2009 May Revision Caseload and Trend	426,251	787,273	928,658
less caseload associate with CAAs	-4,627	-8,937	-6,871
Net Need	421,624	778,336	923,807
Approved Budget	225,251	701,242	923,807
Shortfall	-196,373	-77,094	0
Solutions			
First 5 Funding	81,400	151,171	
MCO Tax (AB 1422)	97,500	180,434	
Program Savings	17,500	32,500	
Balance Available	27		

	Total State Funding Need	Program Savings	First 5	MCO¹	GF Approp
July	33,071		6,783		26,288
August	33,071		6,783		26,288
September	33,084		6,783		26,301
October	35,822		6,783		29,039
November	35,822		6,783		29,039
December	35,822	2,500	6,783		26,539
January	35,822	2,500	6,783	26,539	0
February	35,822	2,500	6,783	26,539	0
March	35,822	2,500	6,783	16,922	9,617
April	35,822	2,500	6,783	26,539	0
May	35,822	2,500	6,783	961	25,578
June	35,822	2,500	6,787		26,535
Total	421,624	17,500	81,400	97,500	225,224

¹ Assumes total MCO Funding of \$97.5 million with \$70 million available January 2010 and 27.5 million available April 2010 with additional funds available in the budget year.

**MANAGED RISK MEDICAL INSURANCE BOARD
DETERMINATION PURSUANT TO TITLE 10 CCR SECTION 2699.6603**

The Managed Risk Medical Insurance Board finds and determines the following pursuant to Section 2699.6603 of Title 10 of the California Code of Regulations:

1. At its June 29, 2009 meeting, the Board found and determined that it is necessary to limit enrollment in the Healthy Families Program (hereinafter "program") in order to ensure that expenditures do not exceed amounts available for the program for the 2009-10 fiscal year.
2. Effective July 17, 2009, the program established a waiting list and is not currently enrolling additional children on the basis of new applications or Add-A-Person forms.
3. At its August 13, 2009 meeting, the Board found and determined that in addition to limiting new enrollment in the program, it was necessary to terminate subscribers in the program to ensure that expenditures do not exceed amounts available for the program. The Board further found and determined that the disenrollment of subscriber children pursuant to its determination and sections 2699.6611(a)(2) and (e) of Title 10 of the California Code of Regulations shall commence with subscribers who have anniversary dates in September, 2009.
4. At its August 27, 2009 meeting the Board amended its August 13, 2009 finding and determination and found and determined that the disenrollment of subscriber shall commence with subscribers who have anniversary dates in October, 2009, instead of September.
5. As of September 16, 2009, sufficient funds are presently available to cover the estimated costs of program expenditures for all eligible subscriber children and all children on the waiting list.

Therefore:

- a. The disenrollment of subscriber children pursuant to sections 2699.6611(a)(2) and (e) of Title 10 of the California Code of Regulations shall not commence as previously determined.
- b. Pursuant to section 2699.6603(d)(1) of Title 10 of the California Code of Regulations, the program shall review applications for children on the waiting list in the order of their effective dates on the waiting list.
- c. Pursuant to section 2699.6603(d)(2) of Title 10 of the California Code of Regulations, the program shall cease to operate a waiting list after processing the applications and Add-A-Person forms of all children on the waiting list.

CERTIFICATION

I, Lesley Cummings, Executive Director of the Managed Risk Medical Insurance Board, do hereby certify that the foregoing action was duly passed and adopted by the Managed Risk Medical Insurance Board at an official meeting thereof on September 16, 2009.

Dated this 16th day of September, 2009.



Lesley Cummings, Executive Director
Managed Risk Medical Insurance Board