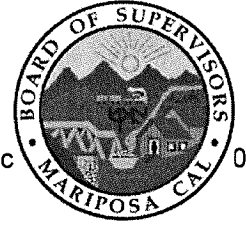


# MARIPOSA COUNTY

Human Services/Behavioral Health & Recovery Services



## **RESOLUTION - ACTION REQUESTED 2014-325**

MEETING: July 8, 2014

TO: The Board of Supervisors

FROM: Chevon Kothari, Human Services Director

RE: Medi-Cal Chart Audit and Recoupment Budget Action

---

### **RECOMMENDATION AND JUSTIFICATION:**

Approve Budget Action Increasing Revenue and Appropriations in the Behavioral Health Budget, and Transferring Funding within the Mental Health Realignment Fund to Recognize Cost Report Settlement and Appropriate Funds for Recoupment (\$186,560).

During a triennial Medi-Cal audit conducted by Department of Health Care Services, June 17- June 20, 2013, a sampling of mental health charts were reviewed and as a result of the review, some charts were found to contain deficiencies in documentation. Mariposa County Behavioral Health and Recovery Services is now required to pay back \$ 9,837.02 to Medi-Cal. The total billing to Medi-Cal during this review period was over \$ 220,000.

To correct the problems and prevent this recoupment in the future, the department has reviewed the specific deficiencies with clinical and case management staff and subsequently conducted a three month training program to correct these systemic issues for future audits.

There were several areas needing corrections in documentation which included, Assessments, Client Treatment Plans and Progress Notes. During the three month training process, current documentation was reviewed for compliance to Medi-Cal standards by management staff. When a chart did not meet the standard or missing components, the chart was returned to clinicians and case managers for corrections. Once the charts were corrected and signed off by the management, the services were billed to Medi-Cal.

The Department has also received cost report settlement funds for fiscal year 2009-2010 in the amount of \$174,000. The attached budget action will recognize those funds as well as unanticipated from other minor sources and appropriates a small portion to the Mental Health operating budget to cover year end expenses and the recoupment for the chart audit. Additionally funding is transferred within the Mental Health Realignment Fund as the unanticipated revenue will reduce the need for this funding in the Behavioral Health Budget.

### **BACKGROUND AND HISTORY OF BOARD ACTIONS:**

This is the first chart audit from Department of Health Care Services. Cost report settlements have generally been approved and appropriated.

### **ALTERNATIVES AND CONSEQUENCES OF NEGATIVE ACTION:**

The Human Services Department will be out of compliance with Federal Medi-Cal regulations, the additional revenue will not be recognized and recoupment invoice will not be funded.

### **FINANCIAL IMPACT:**

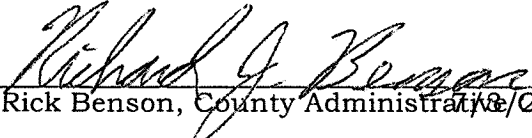
**Revenue and appropriations are increased in the Behavioral Health Budget and funding is transferred within the Mental Health Realignment Fund. There is no impact the Mental Health Services Act (MHSA) corrective action plan or the County General Fund.**

**ATTACHMENTS:**

**Budget Action Medi-Cal Recoup (PDF)**

**CAO RECOMMENDATION**

Requested Action Recommended

  
Rick Benson, County Administrator/Office

**RESULT: ADOPTED BY CONSENT VOTE [UNANIMOUS]**

**MOVER:** John Carrier, District V Supervisor

**SECONDER:** Janet Bibby, District III Supervisor

**AYES:** Stetson, Jones, Bibby, Cann, Carrier

# BUDGET ACTION FORM

FUND	DEP/DIV	ACCOUNT	DESCRIPTION	PROJECT	INCREASE	DECREASE
001	0402	305.5038	Prior Year Revenue		(174,000)	
001	0402	307.1901	Patient Fees		(6,200)	
001	0402	307.1908	HPSA		(960)	
001	0402	308.1100	Misc Revenue		(5,400)	
001	0402	309.1694	Transfer In Realignment			(102,960)
001	0402	622.0420	Legal Fees		1,500	
001	0402	622.0424	Contract Services Inpatient		45,000	
001	0402	622.0431	Rents & Leases		200	
001	0402	622.0490	Training & Seminars		4,590	
001	0402	622.0491	Private vehicle use		2,310	
001	0402	622.0554	Refunds		30,000	
393	0412	950.0416	Misc Expense		102,960	
393	0412	950.0787	Transfer Out to MH 0402			102,960
<b>TOTALS</b>					0	0

TRANSFER BETWEEN FUNDS				DEBIT	CREDIT
<b>TOTALS</b>				0	0

**ACTION REQUESTED:** (Check all that apply)

Budget appropriation by Board of Supervisors (4/5ths Vote Required): Amending the total amount available in the county budget, or in any one fund of the budget, or transferring appropriation from Contingencies

Transfer by Board of Supervisors (3/5ths Vote Required): Moving existing appropriations from one budget to another, or between categories within a budget unit;

**JUSTIFICATION** Recognize unanticipated revenue and Year End budget adjustments for greater than anticipated expenses.

DEPT HEAD SIGNATURE

Chevon Kabe

DATE

6-18-14

APPROVED BY RES NO.

14-325 CLERK Rene LoRais

DATE

7-8-14

DEPARTMENT Human Services

<b>AUDITOR'S USE ONLY</b> BA #
-----------------------------------