

April 14, 2017

Rafael Davtian
Acting Division Chief
Capitated Rates Development Division
Department of Health Care Services
1501 Capital Avenue, MS 4413
P.O. Box 997413
Sacramento, CA 95899-7413

Dear Mr. Davtian:

This letter is to confirm the interest of Monterey County d/b/a Natividad Medical Center, a governmental entity, federal I.D. Number 94-6000524 in working with the Central California Alliance for Health CCAH and California Department of Health Care Services (DHCS) to provide a Medi-Cal managed care rate range intergovernmental Transfer (IGT) to be used as a portion of the non-federal share of actuarially sound Medi-Cal managed care capitation rate increases for the MCP for the periods of July 1, 2015, to June 30, 2016, and July 1, 2016, to June 30, 2017. This is a non-binding letter, stating our interest in helping to finance health improvements for Medi-Cal beneficiaries in our jurisdiction. The governmental entity's funds are being provided voluntarily, and the State of California is in no way requiring the governmental entity to provide any funding.

We would like to provide the SFY 2015-16 and SFY 2016-17 rate range IGT funding for the rate period of July 1, 2015, to June 30, 2016 and July 1, 2016 to June 30, 2017, respectively.

Monterey County d/b/a Natividad Medical Center is willing to contribute up to \$4,295,651 or 60 % of the funding available for the SFY 2015-16 rate period, and up to \$4,958,394 or 60 % of the funding available for the SFY 2016-17 rate period .We recognize that there will be an additional 20-percent assessment fee payable to DHCS on the funding provided for the administrative costs of operating the IGT program.

We have listed the individual from our organization who will serve as the point of communication between our organization, MCP and DHCS on this issue as follows:

Daniel Leon, Chief Financial Officer, Natividad Medical Center 1441 Constitution Blvd. Salinas, CA 93906,

831-783-2561, leond@natividad.com

I certify that I am authorized to sign this certification on behalf of the governmental entity and that the statements in this letter are true and correct.

Sincerely,

Gary Gray, D.O.
Chief Executive Officer

cc: Juan Polanco, NMC