

1 [Settlement of Lawsuit - Health Net - City to Receive \$800,000 and Future Payments]

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3 **Ordinance authorizing settlement of the lawsuit filed by the San Francisco City**
4 **Attorney's Office, acting on behalf of the People of the State of California, against**
5 **(among other Defendants) Health Net of California, Inc., for the payment by Health Net**
6 **of \$800,000 for under reimbursing San Francisco General Hospital for emergency**
7 **medical care provided to Health Net's insureds prior to January 1, 2012, and for the**
8 **payment of an additional amount, to be determined, for such claims arising between**
9 **January 1, 2012, and June 30, 2014; the lawsuit was filed on May 24, 2011, in San**
10 **Francisco Superior Court, Case No. 11-511181; entitled People of the State of California**
11 **v. Health Net, et al.; other material terms of said settlement are that Health Net and San**
12 **Francisco will enter into a prompt payment agreement under which Health Net agrees**
13 **to pay San Francisco General Hospital certain specified rates for treatment provided to**
14 **its insureds for emergency medical services rendered from January 1, 2012, through at**
15 **least June 30, 2014.**

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17 Be it ordained by the People of the City and County of San Francisco:

18 Section 1. The City Attorney is hereby authorized to settle the action entitled "People
19 of the State of California v. Health Net, et al." San Francisco Superior Court No. 11-511181 by
20 receiving a payment from Health Net of \$800,000 and by entering into a Settlement
21 Agreement pursuant to which Health Net will promptly pay to San Francisco General Hospital
22 certain specified rates for treatment provided to Health Net's insureds for emergency medical
23 services rendered from January 1, 2012 through at least June 30, 2014, and San Francisco
24 General Hospital will agree to accept prompt payments at those specified rates.

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1 Section 2. The above-named action was filed in San Francisco Superior Court on
2 May 24, 2011, and the following parties were named in the lawsuit: the People of the State of
3 California, plaintiff; Blue Cross of California dba Anthem Blue Cross, Anthem Blue Cross Life
4 Insurance Company, and Health Net of California, Inc. as defendants.

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6 APPROVED AS TO FORM AND
7 RECOMMENDED:

8 DENNIS J. HERRERA
9 City Attorney

RECOMMENDED:

DEPARTMENT OF PUBLIC HEALTH

10 _____
11 OWEN J. CLEMENTS
12 Chief of Complex and Special Litigation

13 _____
14 BARBARA GARCIA
15 Director

16 APPROVED:

17 _____
18 Secretary
19 PUBLIC HEALTH COMMISSION