

**SUBMITTAL TO THE BOARD OF SUPERVISORS
COUNTY OF RIVERSIDE, STATE OF CALIFORNIA**

543



FROM: Community Health Agency

SUBMITTAL DATE: September 26, 2003

SUBJECT: APPROVAL OF MULTI YEAR INDEPENDENT CONTRACTOR AGREEMENT WITH CYBER PRO SYSTEMS INC. DOING BUSINESS AS MEDICAL DATA EXCHANGE (MDX) WITHOUT SECURING COMPETITIVE BIDS FOR COMMUNITY HEALTH AGENCY

RECOMMENDED MOTION: That the Board of Supervisors:

1. Pursuant to applicable California Code, approve and authorize the Chairman of the Board to execute a three (3) year independent contractor service agreement, (renewable annually) with Cyber Pro Systems, Inc. DBA Medical Data Exchange without securing competitive bids, in accordance with Ordinance 459.4, in an amount not to exceed \$225,000 annually.
2. Authorize the Purchasing Agent to renew the agreement annually on behalf of the County for up to two (2) additional years for a total term not to exceed three (3) years, from 7/01/03 ending June 30, 2006.

BACKGROUND: This agreement With Cyber Pro Systems Inc. provides the Community Health Agency (CHA) with Medi-Cal electronic claims processing and Medicare Part B (professional fees) electronic claims processing. On August 19, 2003 the Board of Supervisors approved Agenda Item 3.47, an agreement with Cyber Pro Systems Inc. and Riverside County Regional Medical Center (RCRMC), which covered CHA and RCRMC, which were collectively a part of the Health Services Agency.

(Continued on Page 2)

Gary Feldman

GARY FELDMAN, M.D., Director
Community Health Agency

FINANCIAL DATA	Current F.Y. Total Cost:	\$ 225,000	In Current Year Budget:	Yes
	Current F.Y. Net County Cost:	\$ -0-	Budget Adjustment:	No
	Annual Net County Cost:	\$ 225,000	For Fiscal Year:	FY 03/04

SOURCE OF FUNDS: CHA Operating Revenue	Positions To Be Deleted Per A-30	<input type="checkbox"/>
	Requires 4/5 Vote	<input type="checkbox"/>

C.E.O. RECOMMENDATION:

APPROVE

County Executive Office Signature

Dan Marting

Prev. Agn. Ref.: 3.47 on 8/19/03

District:

Agenda Number:

3.8

FORM APPROVED COUNTY COUNSEL
SEP 30 2003
M. H. Hester
Dep't Recomm.: Consent Policy Policy
Per Exec. Ofc.: Consent Policy

Purchasing: *[Signature]*
Director

Board of Supervisors

**Form 11: APPROVAL OF MULTI YEAR INDEPENDENT CONTRACTOR AGREEMENT WITH
CYBERPROSYSTEMS INC. DOING BUSINESS AS MEDICAL DATA EXCHANGE (MDX)
WITHOUT SECURING COMPETITIVE BIDS FOR COMMUNITY HEALTH AGENCY**

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BACKGROUND (Continued)

CHA has been serviced under the umbrella contract between Cyber Pro Systems Inc. and RCRMC. Since CHA has separated from RCRMC, we need to establish a CHA contract with this Health Insurance Portability Accountability Act (HIPPA) compliant vendor. HIPPA compliance for CHA will be implemented this year, and with this federally compliant act so close, it is imperative that we do not interrupt service with an information-processing partner that is an integral part of our compliance effort. Cyber Pro Systems Inc. has already established hardware and software in the Clinical Billing section of CHA Fiscal Services Department.

PRICE REASONABLENESS

Cyber Pro Systems Inc. proposed prices are the same approved prices in the agreement approved on August 19, 2003 by the Board of Supervisors Agenda Item 3.47 with Riverside County Regional Medical Center.