

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

401



FROM: Riverside County Regional Medical Center

SUBMITTAL DATE:
December 3, 2003

SUBJECT: Payment Agreement and Contract Amendment Between General Electric Healthcare Financial Services and Riverside County Regional Medical Center for Mammography System and C-Arm (Advantx Tilt-C).

RECOMMENDED MOTION: That The Board of Supervisors:

- 1) Authorize the Chairman of the Board to approve the payment agreement between Riverside County Regional Medical Center (RCRMC) and General Electric Healthcare Financial Services, for lease and service contract for radiology equipment from October 2002 through November 2003.
Payment for \$188,248.00;
- 2) Authorize the Chairman of the Board of Supervisors to execute the one-year lease amendment from December, 2003 through November, 2004, effective upon Board of Supervisors approval;
- 3) Retain one (1) executed copy for the Clerk of the Board; and return two (2) executed copies of the amendments to Riverside County Regional Medical Center, Contracts Administration for distribution.

BACKGROUND: The Health Services Agency (HSA) and County Purchasing mutually developed an RFP process identified under RFP number 95450 to acquire a Mammography System, Tilt-C and CAT-Scan. On November 29, 1994 (Agenda #3.23) the Board approved the CAT-Scan, and on July 11, 1995 (Agenda #3.31) the Board approved the Mammography System and a Tilt-C. RCRMC acquired the Radiology equipment, which was installed at the new hospital in January 1997, on a master lease and service agreement. Blanket purchase order number 10885, for the Advantx Tilt-C and DMR Mammography system ended on June 30, 2002.

(CONTINUED – 2 pages total)

Douglas D. Bagley

Douglas D. Bagley, Director
Riverside County Regional Medical Center

FINANCIAL DATA	Current F.Y. Total Cost:	\$ 238,200.00	In Current Year Budget:	YES
	Current F.Y. Net County Cost:	\$ 0	Budget Adjustment:	NO
	Annual Net County Cost:	\$ 0	For Fiscal Year:	03-04

SOURCE OF FUNDS: Hospital Enterprise Fund	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 Maitz*

Purchasing: *M. S. ...*
 Departmental Concurrence
 ASST. Director
 Policy Policy
 Consent Consent
 Dept't Recomm.:
 Per Exec. Ofc.:

Prev. Agn. Ref.: _____ **District:** _____ **Agenda Number:** _____

**ATTACHMENTS FILED
WITH THE CLERK OF THE BOARD**

3.35

SUBJECT: Payment Agreement and Contract Amendment Between General Electric Healthcare Financial Services and Riverside County Regional Medical Center for Mammography System and C-Arm (Advantix Tilt-C).

BACKGROUND (Cont.):

The agreement reverted to a month-to-month lease in July 2002, at the same payment terms; however County Purchasing was able to negotiate a reduction in the cost by eliminating the service component for the period of July 2002 through November 2003. County Purchasing exercised their authority of one-time purchase orders in the amount of \$25,000 on each of the lease agreements, for the period of July through September 2002.

FINANCIAL IMPACT:

\$188,248 reflects the payment terms of the month-to-month lease amounts for the period October 2002 through November 2003. Costs for fiscal year ending 2003 were accrued into fiscal year 2004 budget.

The new one-year lease agreements were negotiated at the following amounts based on the current fair market value of the equipment:

DMR Mammography System lease	\$18,132
Advantix Tilt-C	<u>\$67,500</u>
	\$85,632

The total costs for fiscal year ending 2004 is past payments due of \$188,248 and seven months of the newly negotiated terms in the amount of \$49,952 totaling \$238,200. Costs for fiscal year ending 2005 will be \$35,680.

County Purchasing has negotiated these agreements on behalf of RCRMC.