



# MEMORANDUM

RIVERSIDE COUNTY EXECUTIVE OFFICE

Larry Parrish  
County Executive Officer

February 25, 2004

**TO:** Board of Supervisors  
**FROM:** Ken Mohr, Assistant CEO *KM*  
**RE:** **Mid-Year Rate Adjustment for RCRMC (2.12 – 2/10/04)**

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The above item has been set for public hearing on March 2, 2004. At the conclusion of the hearing, IT IS RECOMMENDED that the Board approve the motion as recommended with the exception of the budget adjustment.

IT IS RECOMMENDED that the budget adjustment be continued to March 9, 2004, as a 4/5 vote is required.

Cc: Nancy Romero, Clerk of the Board

3007 LEB 52 BH 1: P 1  
RECEIVED RIVERSIDE COUNTY

2  
3 RESOLUTION NO. 2004-082

4 A RESOLUTION OF THE BOARD OF SUPERVISORS OF THE  
5 COUNTY OF RIVERSIDE TO INCREASE THE CURRENT RATE  
6 STRUCTURE OF THE RIVERSIDE COUNTY REGIONAL MEDICAL CENTER

7 WHEREAS, The Riverside County Regional Medical Center (hereinafter referred to as the  
8 "Hospital") has a Charge Description Master (CDM) which contains the billing codes and retail charges  
9 for over 15,000 patient supplies and procedures for services rendered or performed at, and bill for by, the  
10 Hospital; and,

11 WHEREAS, the Medi-Cal program provides the majority of the Hospital's income as well as  
12 support for indigent care; and,

13 WHEREAS, Federal rules prohibit the Medi-Cal (Medicaid) program from making aggregate  
14 payments that may exceed the total charges for these services; and,

15 WHEREAS, a rate increase is necessary to allow the Hospital to expand its aggregate  
16 reimbursement from the Medi-Cal program; and,

17 WHEREAS, this rate increase has been the subject of a public hearing; now, therefore,

18 BE IT RESOLVED AND ORDERED by the Board of Supervisors of the County of Riverside,  
19 State of California, in regular session assembled on March 2, 2004, that:

- 20 1. The Hospital is authorized to increase the current hospital charge structure by 5%.  
21 2. The Hospital Executive Director is authorized to implement the rate increase.  
22 3. The Hospital Executive Director is authorized to adjust, add or delete rates within the  
23 Hospital's rate structure as may be required by Federal and State regulatory or statutory charges.

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

135



**FROM:** Riverside County Regional Medical Center (RCRMC)

**SUBMITTAL DATE:**  
January 12, 2004

**SUBJECT:** Mid-year Rate Adjustment at Riverside County Regional Medical Center

**RECOMMENDED MOTION:** Request that a public hearing be set to discuss the implementation of a 5% rate increase at RCRMC and at the close of the hearing, that the Board approve resolution # 2004-082 to increase the current hospital charge structure by 5%; delegate to the Hospital Director authority to implement the rate increase; direct the Auditor Controller to adjust the budget per attachment.

**BACKGROUND:** The Hospital's Charge Description master (CDM) contains the billing codes and retail charges for over 15,000 patient supplies, procedures, daily room rates and clinic rates for services rendered or performed at and billed by the Hospital. The Medi-Cal program provides the majority of RCRMC's income as well as support for indigent care. The federal rules prohibit the Medi-Cal (Medicaid) program from making aggregate payments that may exceed the total charges for these services. In the event that aggregate payments exceed charges, the federal government will recoup the amounts over and above this charge ceiling. A rate increase is recommended to allow RCRMC to participate in any expansions of reimbursement from the Medi-Cal program.

*Douglas D. Bagley*  
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Douglas D. Bagley, Hospital Director

<b>FINANCIAL DATA</b>	Current F.Y. Total Cost:	\$ 0	In Current Year Budget:	NO
	Current F.Y. Net County Cost:	\$ 0	Budget Adjustment:	YES
	Annual Net County Cost:	\$ 0	For Fiscal Year:	2003-04

**SOURCE OF FUNDS:**

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 Martinez*

MINUTES OF THE BOARD OF SUPERVISORS

On motion of Supervisor Tavaglione, seconded by Supervisor Ashley and duly carried by unanimous vote, IT WAS ORDERED that the above matter is set for hearing on Tuesday, March 2, 2004 at 9:30 a.m.

Ayes: Buster, Tavaglione, Venable, Wilson and Ashley  
 Noes: None  
 Absent: None  
 Date: February 10, 2004  
 xc: RCRMC, COB *pm*

Nancy Romero  
 Clerk of the Board  
 By: *Nancy Romero*  
 Deputy

**Prev. Agn. Ref.:**

**District:**

**Agenda Number:**

FISCAL PROCEDURES APPROVED  
 ROBERT E. BYRD, Auditor-Controller

BY *Robert E. Byrd* 2/13/04  
 Deputy

Department of Concurrence

Dept't Recomm.:  Consent  Policy  
 Per Exec. Ofc.:  Consent  Policy

Attachment

Increase Revenue:

40050-4300100000-776310 Private Patients \$350,000