

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

906



FROM: Riverside County Regional Medical Center

SUBMITTAL DATE:
June 7, 2005

SUBJECT: Approval of the Third (3rd) Amendment to the Agreement between the County of Riverside and the California Emergency Physicians Medical Group (CEP)

RECOMMENDED MOTION: That the Board of Supervisors:

- 1) Ratify the Third (3rd) Amendment with California Emergency Physicians Medical Group (CEP), effective June 1, 2005;
- 2) Authorize the Chairperson to execute three (3) copies of the Amendment; and
- 3) Retain one (1) copy and return two (2) copies of the executed Amendment to Riverside County Regional Medical Center (RCRMC) Administration for distribution.

BACKGROUND: This amendment is expected to reduce the County's cost by \$600,000-\$700,000 per year. On April 23, 1996, Agenda Item No. 3.24, the Board of Supervisors approved the contract with California Emergency Physicians Medical Group (CEP) for the provision of emergency medical services for the Hospital's Emergency Department. The Agreement was 1st Amended on March 17, 1998, Agenda Item No. 3.37, adding urgent care services at the Department of Public Health Neighborhood Health Center located in Riverside, necessitated by the relocation of the hospital to Moreno Valley.

(Continued on Page 2)

FORM APPROVED
COUNTY COUNSEL

JUN 13 2005

Douglas D. Bagley

Douglas D. Bagley, Hospital Director

FINANCIAL DATA	Current F.Y. Total Cost:	\$ 158,333.33	In Current Year Budget:	YES
	Current F.Y. Net County Cost:	N/A	Budget Adjustment:	NO
	Annual Net County Cost:	\$ 0	For Fiscal Year:	04/05

SOURCE OF FUNDS: Enterprise 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 Martin

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

Prev. Agn. Ref.: 7/25/00, 3.19;
3/17/98, 3.37; 4/23/96, 3.24

District:

Agenda Number:

3.41

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

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BACKGROUND (Continued):

The 2nd Amendment on July 25, 2000, Agenda Item No. 3.19, continued the term of the Agreement and increased compensation to CEP reflecting the continual increase in utilization of emergency room services.

This 3rd Amendment reduces the payment to CEP from a maximum annual compensation of \$2,900,000 to \$1,900,000 by revising the Agreement from a paid per encounter to an Agreement covering the cost of administrative, supervisory and teaching services in addition to a per visit cost for a limited category of patients. CEP has agreed to assume responsibility for the billing and collection of emergency room professional services provided at the Hospital's Emergency Department, which will enable CEP to bill revenue sources that the County is not permitted to bill, and thus reduce cost to the County.

This Agreement has been reviewed and approved by County Counsel.

DB:CG:sg