

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

881



**FROM:** Riverside County Regional Medical Center **07 MAY 25 AM 2:04** **SUBMITTAL DATE:**  
May 21, 2007

**SUBJECT:** Annual Rate Adjustment at Riverside County Regional Medical Center

- RECOMMENDED MOTION:** Request that the Board of Supervisors:
1. Request a public hearing be set to discuss the implementation of a 9% rate increase at RCRMC and at the close of the hearing, that the Board approve Resolution #2007-262 to increase the current hospital charge structure by 9%;
  2. Delegate to the Hospital Director authority to implement the rate increase;
  3. Delegate to the Hospital Director the authority to adjust/add/delete rates within the hospital's rate structure as dictated by federal and state regulation changes or requirements; and
  4. Delegate to the Hospital Director the authority to negotiate discounts with non-federal, non-state, non-contracted third party health care insurance carriers and self-pay individuals.

**BACKGROUND:** This action is to approve the Medical Center's rate adjustment for the 2007/2008 Fiscal Year. The Hospital's Charge Description Master (CDM) contains the billing Current Procedural Terminology (CPT), Health Care Common Procedure Coding System (HCPC), revenue codes and retail charges for 20,000 patient supplies, procedures, daily room rates and clinic rates for services rendered or performed at and billed by the Hospital.

Implementation of these rate changes will still leave RCRMC's average charge below the average charge of other hospitals in the area.

*Douglas D. Bagley*

Douglas D. Bagley, Hospital Director

DB:LH:lg

<b>FINANCIAL DATA</b>	Current F.Y. Total Cost:	\$ 0	In Current Year Budget:	Yes
	Current F.Y. Net County Cost:	\$ 0	Budget Adjustment:	NO
	Annual Net County Cost:	\$ 0	For Fiscal Year:	2007-08

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

**C.E.O. RECOMMENDATION:** APPROVE

BY: *Debra Cournoyer*  
Debra Cournoyer

**County Executive Office Signature**

**MINUTES OF THE BOARD OF SUPERVISORS**

On motion of Supervisor Buster, seconded by Supervisor Ashley and duly carried by unanimous vote, IT WAS ORDERED that the above matter is approved as recommended and that the resolution is set for public hearing on Tuesday, July 3, 2007, at 9:30 a.m.

Ayes: Buster, Tavaglione, Stone, Wilson and Ashley  
 Nays: None  
 Absent: None  
 Date: June 5, 2007  
 xc: RCRMC, COB(2)

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

MAY 23 2007  
 BY: *Robert M. Pepper*  
 Departmental Concurrence  
 BY: *Lan Bishop* 5/25/07 Deputy  
 FISCAL PROCEDURES APPROVED BY: *Robert E. Byrd*, Auditor-Controller  
 Policy  Consent   
 Policy  Consent   
 Dept's Recomm.: Per Exec. Ofc.:

2  
3 RESOLUTION NO. 2007-262

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

7 WHEREAS, The Riverside County Regional Medical Center (hereinafter referred to as  
8 the "Hospital") has a Charge Description Master (CDM) which contains the billing codes and  
9 retail charges for over 20,000 patient supplies and procedures for services rendered or  
10 performed at, and billed for by, the Hospital, and

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

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

15 WHEREAS, a rate increase has been the subject of a public hearing;

16 NOW THEREFORE, BE IT RESOLVED AND ORDERED by the Board of Supervisors of  
17 the County of Riverside, State of California, in regular session assembled on July 3  
2007 that:

- 18 1. The Hospital is authorized to increase the current hospital charge structure by
- 19 9%.
- 20 2. The Hospital Executive Director is authorized to implement the rate increase.
- 21 3. The Hospital Executive Director is authorized to adjust, add or delete rates within
- 22 the Hospital's rate structure as may be required by Federal and State regulatory
- 23 or statutory charges.

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26 DDB:LH:lg  
27 5/9/07