

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

108



FROM: Riverside County Regional Medical Center

SUBMITTAL DATE:
3/19/08

SUBJECT: Second amendment to the multi-year agreement between Davita, dba Renal Treatment Center and Riverside County Regional Medical Center (RCRMC).

RECOMMENDED MOTION: That the Board of Supervisors:

- 1) Approve the amendment to the multi-year agreement between Davita, dba Renal Treatment Center and RCRMC, to increase the compensation amount not to exceed \$1,200,000. dollars annually;
- 2) Authorize the Chairman to execute the amendment; and
- 3) Direct the Clerk of the Board to retain one original and return two (2) original copies of the amendment to Riverside County Regional Medical Center - Contract Administration.

BACKGROUND: Renal Treatment Center, subsidiary of DaVita, Inc. is the only area provider of the complete dialysis treatment services for RCRMC's acute dialysis inpatients. The Board approved the multi-year agreement with Renal Treatment Center on July 26, 2005, agenda item number 3.50, and approved the first amendment to the agreement on August 28, 2007, agenda item number 3.41.

DB:cm

Douglas D. Bagley

Douglas D. Bagley, Hospital Director

FINANCIAL DATA	Current F.Y. Total Cost:	\$ 325,000.00	In Current Year Budget:	Yes
	Current F.Y. Net County Cost:	0	Budget Adjustment:	No
	Annual Net County Cost:	0	For Fiscal Year:	0708

SOURCE OF FUNDS: Hospital Enterprise Funds	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

FORM APPROVED COUNTY COUNSEL
 BY: *Robert M. Pepper, Jr.* DATE _____
 ROBERT M. PEPPER, JR.
 Departmental Concurrence
 Purchasing: *Mark Seiler* Mark Seiler, Assistant Director
 Dept's Recomm.: Consent Policy
 Per Exec. Ofc.: Consent Policy

(3.50 7/26/05)(3.41 8/28/07)

3.22

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BACKGROUND (cont.):

RCRMC experienced an increase in the amount of inpatients requiring dialysis treatment services in fiscal year ending 2007 and continues to experience an increase to services required in fiscal year ending 2008. The total annual procedures performed in fiscal year ending 2006 were 1464 with an average of 122 per month. In fiscal year ending 2007 the Hemodialysis, Peritoneal and Continuous Renal Replacement Therapy procedures provided to dialysis inpatients increased to an average of 180 per month. In fiscal year ending 2008 the estimated average monthly inpatient procedures provided by Renal Treatment Center has increased to 245 per month. This amendment increases the annual maximum compensation to the contractor that is necessary due to the increased procedures required. The rates offered for the procedures have remained the same.

PRICE REASONABLENESS:

Renal Treatment Center certifies that the prices offered are the lowest, or equal to those offered to customers in San Bernardino or Riverside Counties whose annual treatment volume is comparable to RCRMC, and/or offered to Federal, State, or Local Government contracts. In addition, Renal Treatment Center has agreed to lower rates to match rates offered to any other comparable customer in the County during this contract period.

REVIEW/APPROVAL:

County Purchasing and County Counsel have reviewed and concur with this request.