# BY STANDARD COUNTY COUNSEL BY STANDARD MILLER, JR DATE

E. BYRD, AUDITOR-CONTROLLER

Policy

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FISCAL PROCEDURES APPROVED

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

FROM: Riverside County Regional Medical Center

SUBMITTAL DATE: October 27, 2009

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 5% rate increase at RCRMC and at the close of the hearing, that the Board approve resolution # 2010–035 to increase the current hospital charge structure by 5%;
- 2. Delegate to the Hospital Director authority to implement the rate increase;
- 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-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 2009/10 Fiscal Year. The Hospital's Charge Description Master (CDM) contains the billing Current Procedural Terminology (CPT), Health Care Common Procedure Coding System (HCPCS), 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. (Continued)

Current F.Y. Total Cost: \$ 0 In Current Year Budget: NO
Current F.Y. Net County Cost: \$ 0 Budget Adjustment: NO
Annual Net County Cost: \$ 0 For Fiscal Year: 2009-10

Douglas D. Bagley, Hospital Director

SOURCE OF FUNDS:

**FINANCIAL** 

DATA

Positions To Be
Deleted Per A-30

Requires 4/5 Vote

C.E.O. RECOMMENDATION:

APPROVE

BY: 1 16 Les Collomage 1
Debra Cournoyer

**County Executive Office Signature** 

Prev. Agn. Ref.:

District:

Agenda Number:

3.27

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### **BACKGROUND (Continued):**

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

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### RESOLUTION NO. 2010-035

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

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

WHEREAS, the Hospital cost will increase in Fiscal Year 2009/10;

WHEREAS, the billing rates are used to obtain reimbursement from third-parties and patients for these costs;

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

NOW THEREFORE, BE IT RESOLVED AND ORDERED by the Board of Supervisors of the County of Riverside, State of California, in regular session assembled on 2009 that:

- 1. The Hospital is authorized to increase the current hospital charge structure by 5%.
- The Hospital Executive Director is authorized to implement the rate increase.
- The Hospital Executive Director is authorized to adjust, add or delete rates within the Hospital's rate structure as may be required by Federal and State regulatory or statutory charges.
- The Hospital Executive Director is authorized to negotiate discounts with noncontracted third party health care insurance carriers and self-pay individuals.

DDB:BM:lg 10/27/09