

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

847



FROM: Riverside County Regional Medical Center (RCRMC)

SUBMITTAL DATE:
January 26, 2010

SUBJECT: Amendment to the Agreement with Deloitte Consulting LLP for Project Management Services for the Hospital Information System

RECOMMENDED MOTION: That the Board of Supervisors:

- 1) Ratify and authorize the Chairman to sign the Amendment between Deloitte Consulting LLP and RCRMC, adding an additional \$667,696 (fees and expenses) to the total aggregate amount of the original Contract Agreement for the period between January 1, 2010 through December 31, 2010; and
- 2) Authorize the Purchasing Agent, in accordance with Ordinance No. 459, to exercise the renewal option, based on the availability of fiscal funding, and to sign amendments that do not change the substantive terms of the agreement, including amendments to the compensation provision that do not exceed the annual CPI rates.

BACKGROUND: On July 29, 2008, Agenda Item 3.114, the Board approved the agreement between Riverside County Regional Medical Center and Deloitte Consulting LLP to provide Project Management Services for the Hospitals Information System (HIS).

Douglas D. Bagley

Douglas D. Bagley, Hospital Director

| | | | | |
|-----------------------|-------------------------------|---------------|-------------------------|-------|
| FINANCIAL DATA | Current F.Y. Total Cost: | \$ 276,898.00 | In Current Year Budget: | Yes |
| | Current F.Y. Net County Cost: | \$ 0.00 | Budget Adjustment: | No |
| | Annual Net County Cost: | \$ 0.00 | For Fiscal Year: | 09/10 |

| | | |
|---|---|--------------------------|
| SOURCE OF FUNDS: 100% Hospital Enterprise Fund | Positions To Be Deleted Per A-30 | <input type="checkbox"/> |
| | Requires 4/5 Vote | <input type="checkbox"/> |

C.E.O. RECOMMENDATION:

APPROVE
Debra Cournoyer
BY: _____
Debra Cournoyer

County Executive Office Signature

Prev. Agn. Ref.: 07/29/08; #3.114 **District:** **Agenda Number:**

ATTACHMENTS FILED
WITH THE CLERK OF THE BOARD

3.50

FORM APPROVED BY COUNTY PURCHASING: *Billy Comest*
 BY: *Neal R. Kipnis* DATE: _____
 Departmental Concurrence
 Dept's Recomm.: Policy Consent
 Per Exec. Ofc.: Policy Consent

SUBJECT: Amendment to the Agreement with Deloitte Consulting LLP for Project Management Services for the Hospital Information System

BACKGROUND (Continued):

The contract agreement indicates specific durations for a variety of support / coaching roles to be provided to the hospital. The unexpected departure of RCRMC's Project Director will leave a significant gap in the oversight and management of the HIS project altering performance of services under the Work Order.

In an effort to complete the services timely, Deloitte and RCRMC have come to an agreement to temporarily fill the position with an interim Project Director provided by Deloitte Consulting LLP. This resource will act as the overall Project Director for the HIS project, working with RCRMC, Riverside County Information Technology (RCIT), Siemens and Deloitte personnel.

RCRMC intends to temporarily utilize this resource until the hospital is able to hire for the permanent position. Deloitte will also assist the County in identifying qualified candidates for the permanent County Project Director.

RCRMC has allotted a 12-month period to allow sufficient time to complete the hiring and orientation process. The term of this engagement will not exceed one year.

PRICE REASONABLENESS:

The Project Director's position and hourly rate in the original Contract Agreement was approved by the Board on 7/29/08; #3.114. The same hourly rates will apply in this amendment.

This service has not been utilized in the past since RCRMC had a permanent Project Director. However with the unexpected change of events, RCRMC intends to utilize this resource. Therefore, the need to add additional funds for an interim Project Director at the same approved rate, totaling an amount of \$667,696 (fees and expenses) for a 12 month period is reasonable. This amendment would increase the total not to exceed aggregate amount of the contract to \$5,707,696.

FINANCIAL IMPACT:

The contract amendment will be funded 100% under the Hospital Enterprise Funds.

DB:ns

FIRST AMENDMENT TO THE PROFESSIONAL SERVICES AGREEMENT

WITH

DELOITTE CONSULTING LLP
(Hospital Information System Implementation System)

That certain Agreement between Riverside County Regional Medical Center (COUNTY) and Deloitte Consulting LLP, (CONTRACTOR), effective July 29, 2008, is hereby amended effective January 1, 2010, as follows:

1. Amend the language of **Exhibit A. Scope of Services, Section III. Project Resources** to include the following:

| Role | Proposed Responsibilities | Duration |
|--------------------------|---|----------------------|
| Interim Project Director | <ul style="list-style-type: none"> ▪ Deloitte shall orient the Interim Project Manager with all existing information available before they report to the project. ▪ Overall day-to-day responsibility for Deloitte Consulting's resources and services ▪ Serve as coach/advisor to COUNTY senior executives ▪ Provide guidance with respect to overall project management related to the design and build processes as well as pilot implementation based on insight into Siemens ▪ Works closely with the County staff to plan and manage activities related to the project ▪ Monitors work plan, timeline, issues, risks, scope, benefits and communications ▪ Coordinates with Siemens project leadership ▪ Coordinates Program Management Office activities with the COUNTY Project Directors | 1.0 FTE 12 months |

2. Amend the language of **Exhibit B. Payment Provision, Professional Fees** to include the following:

| Deloitte Consulting Resource | Hourly Rate* |
|------------------------------|--|
| Interim Project Director | \$301.60 (estimate at 36 hours per week) |

3. All other terms and conditions of this Agreement are to remain unchanged.

IN WITNESS WHEREOF, the parties have executed this Amendment.

CONTRACTOR

COUNTY OF RIVERSIDE

Deloitte Consulting LLP

By: Matthew Law

By: _____

MATTHEW LAW, PRINCIPAL

Marion Ashley
Chairman

Type or Print Name and Title

Date: 1.22.10

Date: _____

FORM APPROVED COUNTY COUNCIL
BY: NEAL R. KIPNIS DATE