

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

228



FROM: Riverside County Regional Medical Center

SUBMITTAL DATE:
July 1, 2013

SUBJECT: Amendment to the Contract Agreement between County of Riverside and Quest Diagnostics

RECOMMENDED MOTION: Move that the Board of Supervisors:

- 1) Ratify the increase to Riverside County Regional Medical Center's estimated annual amount for an additional \$405,000 effective January 1, 2013 through June 30, 2013;
- 2) Approve and authorize the Chairman of the Board to execute the Amendment to extend the Contract between Quest Diagnostics and the County of Riverside for an aggregate amount of \$512,000, for the period July 1, 2013 through September 30, 2013; and
- 3) Authorize the Purchasing Agent, in accordance with Ordinance No. 459, 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.

Douglas D. Bagley

Douglas D. Bagley, Hospital Director

FINANCIAL DATA	Current F.Y. Total Cost:	\$1,828,000	In Current Year Budget:	Yes
	Current F.Y. Net County Cost:	\$ 0	Budget Adjustment:	No
	Annual Net County Cost:	\$ 0	For Fiscal Year:	2012/2013
SOURCE OF FUNDS: 100% County General Fund – Riverside County HealthSystem (RCHS), Hospital Enterprise Fund (RCRMC)				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

- Consent
- Policy
- Consent
- Policy

Dept's Recomm.:
Per Exec. Ofc.:

Prev. Agn. Ref.: 1/29/08, 3.42; 5/10/11, 3.27 | **District:** ALL | **Agenda Number:**

2013 JUL -8 10:23
CLERK COUNTY OF RIVERSIDE
RECEIVED RIVERSIDE COUNTY

ATTACHMENTS FILED
WITH THE CLERK OF THE BOARD

3-48

FORM APPROVED COUNTY COUNSEL
BY: *Neal R. Kipnis*
NEAL R. KIPNIS
Purchasing Agent
Departmental Concurrence
DATE: *7/1/13*
Max Seiler, Assistant Director

BACKGROUND:

Riverside County Regional Medical Center (RCRMC), Community Health Agency, Human Resources Occupational Health Services, Department of Mental Health and the Probation Department routinely use laboratory services not performed by the County's in-house testing laboratories due to the complexity of the required tests involved. The countywide service include stat fees, pick-up and delivery of samples, consultation, esoteric testing, field support, drug testing and phlebotomy services, and provides for tests performed per Medi-Cal Managed Care capitation rates.

Effective July 1, 2012, RCRMC assimilated the ten FQHC clinics under the hospital now known as Riverside County Health Systems (RCHS). Since inception, RCHS has utilized Quest Diagnostic services which expended portions of RCRMC's allocated budget. To ensure patients treated under RCHS receive continued laboratory services, additional funds are being requested for FY 2012/2013.

In addition, Quest Diagnostics current contract agreement is expected to end June 30, 2013, with no additional renewal options remaining. County Purchasing is requesting a 90 day extension to the current contract with Quest Diagnostic to continue providing services until the Request for Quote (RFQ) for laboratory services is completed and a new countywide contract is awarded.

FINANCIAL IMPACT:

The original contract was awarded through a competitive bid process and Quest Diagnostic has agreed to hold the existing contract prices through the 90 day extension.

REVIEW/APPROVAL:

County Purchasing and County Counsel concur with this request.

**COUNTY OF RIVERSIDE
AMENDMENT NO.7 TO THE AGREEMENT
WITH
QUEST DIAGNOSTICS, INC.**

CONTRACTOR: Quest Diagnostics, Inc.
Contract Term: January 29, 2008 through June 30, 2013
Effective Date of Amendment: May 30, 2013

The Agreement between Riverside County, herein referred to as COUNTY and Quest Diagnostics, Inc., herein referred to as CONTRACTOR, is amended as follows:

1. On page 3 of the Agreement, amend Section 3 the "Compensation" to include the following:
 - (a) Increase the contract aggregate amount for an additional \$405,000 for Fiscal Year 2012/2013, and
 - (b) Extend the contract as it pertains to Riverside County Regional Medical Center effective July 1, 2013 through September 30, 2013 for an aggregate amount of \$512,000."


2. All other terms and conditions of the Agreement are to remain unchanged.

IN WITNESS WHEREOF, the Parties hereto have caused their duly authorized representatives to execute this Amendment.

County
Board of Supervisors
4080 Lemon Street, 4th Floor
Riverside, CA 92501

Contractor
Quest Diagnostics, Inc
8401 Fallbrook Avenue
West Hills, CA 91307

By: _____

By:  _____

Name: _____

Name: Jean-Marc Halbout

Title: Chairman of Board of Supervisors

Title: Regional VP, Commercial

Date: _____

Date: 6.17.13

FORM APPROVED COUNTY COUNSEL
BY:  _____ DATE: 7/26/13
NEAL R. KIPNIS