

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

329



FROM: Purchasing and Fleet Services Department

SUBMITTAL DATE:
January 13, 2014

SUBJECT: AMENDMENTS TO RATIFY THE AGREEMENT BETWEEN COUNTY OF RIVERSIDE AND QUEST DIAGNOSTICS FOR VARIOUS COUNTY DEPARTMENTS. ALL DISTRICTS (\$2,756,195)

RECOMMENDED MOTION: That the Board of Supervisors:

1. Ratify and approve the amendment between Quest Diagnostics and the various County Departments, Public Health, Riverside County Regional Medical Center, Detention Health, Riverside County Healthcare System, Department of Mental Health, Occupational Health, Department of Social Services, and Probation Department for an estimated annual increase of \$631,195 for an aggregate amount of \$2,756,195 effective October 1, 2013 through June 30, 2014, and;
2. Authorize the Purchasing Agent, in accordance with Ordinance No. 459.4, to sign amendments that do not change the substantive terms of the agreement, including amendments to the compensation provision that do not exceed CPI rates.

**BACKGROUND:
Summary**

(Continued on Page 2)

Robert J. Howdyshell, Director
Purchasing & Fleet Services Dept.

FINANCIAL DATA	Current Fiscal Year:	Next Fiscal Year:	Total Cost:	Ongoing Cost:	POLICY/CONSENT (per Exec. Office)
COST	\$ 1,519,938	\$ 2,756,195	\$	\$	Consent <input type="checkbox"/> Policy <input checked="" type="checkbox"/>
NET COUNTY COST	\$ 153,662	\$	\$	\$	

SOURCE OF FUNDS: Various Departmental Budgets (see details On Source of Funds) **Budget Adjustment:**
For Fiscal Year: FY 13/14

C.E.O. RECOMMENDATION: APPROVE
BY:
Serena Chow
County Executive Office Signature

MINUTES OF THE BOARD OF SUPERVISORS

Prev. Agn. Ref.: #3.42 on 1/29/08, #3.27 on 5/10/11, & #3-48 on 7/16/13 | District: ALL | Agenda Number:

3-47

FORM APPROVED COUNTY COUNSEL
BY:
NEAL R. KIPNIS
DATE: 1/27/14

Departmental Concurrence

- A-30
- 4/5 Vote
- Positions Added
- Change Order

**SUBMITTAL TO THE BOARD OF SUPERVISORS, COUNTY OF RIVERSIDE, STATE OF CALIFORNIA
FORM 11: AMENDMENTS TO RATIFY THE AGREEMENT BETWEEN COUNTY OF RIVERSIDE AND
QUEST DIAGNOSTICS FOR VARIOUS COUNTY DEPARTMENTS. ALL DISTRICTS (\$2,756,195)**

DATE: January 13, 2014

PAGE: 2 of 2

BACKGROUND:

Summary (continued)

The Department of Public Health, Riverside County Healthcare System, Department of Mental Health, Riverside County Regional Medical Center, Department of Social Services, 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 service agreement covers services such as 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.

In September 2013, County Purchasing issued a bid for these lab services. With Huron coming on board, Huron reviewed the bid results and the requirements countywide. After a review of tests and services being conducted by RCRMC, Huron indicated that some of the testing and services that are currently being provided by the contractor could be done by County Departments. Therefore, County Purchasing canceled the RFQ and has issued RFP PUARC-1337 on December 18, 2013 with the updated scope of work. The RFP will close in February 2014. The County will have a contract in place on or before June 30, 2014.

Price Reasonableness

The Contractor has held expired contract prices.

Impact on Citizens and Businesses

Services provide care and treatment for citizens throughout the County.

SUPPLEMENTAL:

Additional Fiscal Information

Riverside County Regional Medical Center 100% Enterprise Fund; Occupational Health: 100% Net County cost; Detention Health Services: 100% Net County Cost; Healthcare System: 100% Patient Fees; Department of Public Health: 100% Third Party Reimbursement; Department of Mental Health: State Funds 74%, Federal 19%, Third Party 6%, and County Cost 1%; Probation Department: Federal Funds 5%, State Funds 61%, NCC 32%, and Other 2%; Department of Social Services: Federal Funds 48.12%, State Funds 32.65%, County Cost 2.55% and 16.69% Realignment Funding.

**COUNTY OF RIVERSIDE
AMENDMENT NO.8 TO THE AGREEMENT
WITH
QUEST DIAGNOSTICS, INC.**

CONTRACTOR: Quest Diagnostic, Inc.
Contract Term: October 1, 2013 through June 30, 2014
Effective Date of Amendment: January 1, 2014

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":
Extend contract as it pertains to Riverside County effective October 1, 2013 through June 30, 2014 for an aggregate amount of \$2,756,195.
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
County of Riverside
Board of Supervisors
4080 Lemon Street, 4th Floor
Riverside, CA 92501

Contractor
Quest Diagnostic, Inc.
8401 Fallbrook Avenue
West Hills, CA 91304

By: _____

By: _____

Name: Jeff Stone

Name: Rob Moverley

Title: Chairman, Board of Supervisors

Title: Regional Vice President, Operations

Date: _____

Date: 1.24.14

FORM APPROVED COUNTY COUNSEL

BY: Neal R. Kipnis DATE 1/24/14