

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

606



FROM: Riverside County Regional Medical Center

SUBMITTAL DATE:

June 26, 2012

SUBJECT: Amendment to the Professional Services Agreement between DaVita, Inc. d/b/a/ Renal Treatment Centers- California, Inc. and Riverside County Regional Medical Center (RCRMC)

RECOMMENDED MOTION: Move that the Board of Supervisors:

- 1) Approve and authorize the Chairman to execute the amendment between Riverside County Regional Medical Center and DaVita, Inc. d/b/a Renal Treatment Centers- California, Inc. to provide dialysis treatment services for an aggregate amount of \$1,400,000, effective August 1, 2012; and
- 2) Authorize the Purchasing Agent, in accordance with Ordinance No. 459, to exercise renewal options, 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 ten percent of the annual amount.

(Continued on page two)

Douglas D. Bagley

Douglas D. Bagley, Hospital Director

FINANCIAL DATA	Current F.Y. Total Cost:	\$ 1,400,000	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% - 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

MINUTES OF THE BOARD OF SUPERVISORS

On motion of Supervisor Stone, seconded by Supervisor Benoit and duly carried by unanimous vote, IT WAS ORDERED that the above matter is approved as recommended.

Ayes: Buster, Tavaglione, Stone, Benoit and Ashley
Nays: None
Absent: None
Date: July 31, 2012
xc: RCRMC, Purchasing

Kecia Harper-Ihem
Clerk of the Board
By: *[Signature]*
Deputy

Prev. Agn. Ref.: 08/10/10; 3.53

District: ALL

Agenda Number:

3.52

ATTACHMENTS FILED
WITH THE CLERK OF THE BOARD

FORM APPROVED COUNTY COUNSEL
 DATE
 BY: *[Signature]*
 NEAL R. KIPNIS
 Departmental Concurrence
 Purchasing: *[Signature]*
 Mark Seiler, Assistant Director
 Dept't Recomm.: Consent Policy
 Per Exec. Ofc.: Consent Policy

BOARD OF SUPERVISORS

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SUBJECT:

Amendment to the Professional Services Agreement between DaVita, Inc. d/b/a/ Renal Treatment Centers- California, Inc. and Riverside County Regional Medical Center (RCRMC)

BACKGROUND:

Riverside County Regional Medical Center (RCRMC) has contracted with DaVita, Inc. d/b/a Renal Treatment Centers to provide dialysis treatments services since October 1996. Historically, this vendor has been the sole provider able to supply this needed service as they are the only area provider which offers complete dialysis treatment services for RCRMC's acute dialysis inpatients.

On August 31, 2010; agenda item 3.53, the Board of Supervisors approved the multi-year professional services agreement, without securing competitive bids, in accordance with Ordinance 459.4, for a term of three consecutive years ending June 30, 2013 not to exceed \$3,600,000. As agreed upon by both parties, effective August 1, 2012, the fee schedule within the contract agreement was expected to increase by two percent (2%). RCRMC is requesting an increase in the annual contract amount in anticipation of the two percent increase for services rendered in FY 2012/2013.

Therefore, the Hospital Director requests that the Board of Supervisors approve the abovementioned motions.

FISCAL FUNDING:

These services are based solely on Hospital Enterprise Funds (100%).

REVIEW/APPROVAL:

County Counsel
County Purchasing

DB:ns

SECOND AMENDMENT TO THE PROFESSIONAL SERVICES AGREEMENT

WITH

RENAL TREATMENT CENTERS – CALIFORNIA, INC.
(Hemodialysis Treatment Services)

That certain Agreement between **County of Riverside**, a political subdivision of the State of California, through its Medical Center, (**Riverside County Regional Medical Center**) (“**COUNTY**”) and **Renal Treatment Centers – California, Inc. and Patient Pathways, LLC**, (together “**CONTRACTOR**”), executed August 10, 2010; agenda item no. 3.53 and first amendment executed February 9, 2011, is hereby amended effective the latter of the date last signed below or August 1, 2012:

1. Amend the language of Section **4.0 Compensation**, to delete the third sentence and replace it in its entirety with the following:

“Maximum payments by COUNTY to CONTRACTOR shall not exceed one million four hundred thousand dollars (\$1,400,000) annually.”
2. The attached **Exhibit B.1** is made part of this Agreement by this reference. All references to Exhibit B shall hereinafter refer to **Exhibit B.1** attached.
3. All other terms and conditions of this Agreement are to remain unchanged.

IN WITNESS WHEREOF, the parties have executed this Amendment.

CONTRACTOR
Renal Treatment Centers –California, Inc.

By: Elizabeth Rodriguez

Elizabeth Rodriguez
Type or Print Name

Divisional Vice President
Type or Print Title

Date: 6/29/12

Patient Pathways, LLC

By: [Signature]

Dennis Kogod
Chief Operating Officer

Date: _____

COUNTY OF RIVERSIDE

By: [Signature]

JOHN TAVAGLIONE
Type or Print Name

Chairman
Type or Print Title

Date: JUL 31 2012

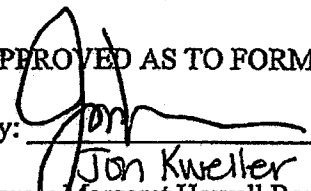
ATTEST:
KECIA HARPER-JHEM, Clerk

By: [Signature]
DEPUTY

FORM APPROVED COUNTY COUNSEL
BY: [Signature]
NEAL R. KIPNIS DATE 7/31/12

APPROVED AS TO FORM ONLY

By: _____


Name: ~~Margaret Howell Benson~~

Deputy
Title: ~~Group~~ General Counsel

FEE SCHEDULE

RENAL TREATMENT CENTERS – CALIFORNIA, INC.

NOTE: the fees listed in the schedule set forth below include services provided to non-admitted persons who are kept at COUNTY for observational purposes for a period of less than twenty-four (24) hours without being admitted at that time.

PROCEDURE	RATES <i>(Effective 08/01/12)</i>
<u>Hemodialysis:</u>	
Hemodialysis-Adult: 1:1 patient to staff ratio, up to 4 hours	\$464.10 per treatment
Hemodialysis: additional charge per half hour for treatments ordered longer than 4 hours	\$51.00 per ½ hour
<u>Peritoneal Dialysis (PD: CAPD, CCPD)</u>	
CCPD-Adult (per treatment visit) (1)	\$234.60 per treatment visit
CAPD-Adult (per treatment visit) (1)	\$234.60 per treatment visit
<u>Continuous Renal Replacement Therapy (CRRT: SCUF, CVVH, CVVHD, CVVHDF)</u>	
CRRT-Adult (per day) (2)	\$663.00 per day
CRRT cartridge (each cartridge separately billable)	\$204.00 each cartridge
<u>Nursing Services:</u>	
Declotting Central Venous Catheters (TPA)	\$51.00 per ½ hour
RN Consultation (3)	\$51.00 per ½ hour
<u>Miscellaneous:</u>	
Differential: Same Day Service (4)	\$153.00 per treatment visit
Differential: Weekends and Holidays (5)	\$76.50 per treatment visit
Cancellation: (6)	\$306.00 per cancellation
Waiting time (after first 15 minutes)	\$51.00 per ½ hour

Exhibit B.1 Footnoted Descriptions

- (1) Includes CCPD equipment, dialysate, supplies and labor with minimum of 2 nursing visits per day
- (2) Includes Fresenius CRRT equipment, labor and dialysate. Pre-dilution replacement solution is dispensed from COUNTY Pharmacy and is not included. Minimum of two (2) nursing visits per day required. Cartridges are charged separately.
- (3) Any service authorized by the COUNTY that is not otherwise described in Exhibit B.
- (4) Differential for "same day service called in after hours" will only be assessed for orders received after 5:00 pm on the day the treatment is to be performed.
- (5) Observed Holidays are New Years Eve, New Years Day, Memorial Day, Independence Day, Labor Day, Veterans Day, Thanksgiving Day, Christmas Eve, and Christmas Day.
- (6) COUNTY to provide CONTRACTOR at least, four (4) hours advance notice of any cancellations prior to scheduled Service/procedure or Cancellation Fee applies.