

**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*  
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*  
Serena Chow

County Executive Office Signature

**MINUTES OF THE BOARD OF SUPERVISORS**

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

Ayes: Jeffries, Tavaglione, Stone, Benoit and Ashley  
Nays: None  
Absent: None  
Date: February 11, 2014  
xc: Purchasing

Kecia Harper-Ihem  
Clerk of the Board  
By: *Renee Ross*  
Deputy

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
- Positions Added
- 4/5 Vote
- 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, 4<sup>th</sup> Floor  
Riverside, CA 92501

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

By: Jeff Stone  
Name: Jeff Stone

By: Rob Moverley  
Name: Rob Moverley

Title: Chairman, Board of Supervisors

Title: Regional Vice President, Operations

ATTEST: Date: FEB 11 2014

Date: 1.24.14

KECIA HARPER-IHEM, Clerk

By: Payne Ross  
DEPUTY

FORM APPROVED COUNTY COUNSEL

BY: Neal R. Kipnis DATE