

FORM APPROVED COUNTY COUNSEL  
 BY: Anita C. Willis DATE: 6-17-16

920C



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

**FROM:** Riverside University Health System – Medical Center

**SUBMITTAL DATE:**  
 May 25, 2016

**SUBJECT:** Scheduling of Public Hearing to Consider FY 2016/17 Rate Adjustment for the Riverside University Health System – Medical Center

**RECOMMENDED MOTION:** That the Board of Supervisors:

1. Direct that a public hearing be set to discuss the implementation of a 6.09% rate increase at Riverside University Health System – Medical Center;
2. Direct that at the close of the hearing, the Board shall approve or deny resolution No. 2016-133 to increase the current medical center charge structure by 6.09%.

**BACKGROUND:**

**Summary**

Approval of this document will set a public hearing to consider raising hospital charges 6.09 percent to keep up with market inflation. The Medical Center last increased prices in April, 2015.

(Continued on Next Page)

Zareh H. Sarrafian  
 Assistant CEO – Health System

FINANCIAL DATA	Current Fiscal Year:	Next Fiscal Year:	Total Cost:	Ongoing Cost:	POLICY/CONSENT (per Exec. Office)
COST	\$	\$	\$	\$	Consent <input type="checkbox"/> Policy <input checked="" type="checkbox"/>
NET COUNTY COST	\$	\$	\$	\$	
SOURCE OF FUNDS: N/A				Budget Adjustment: No	
				For Fiscal Year: FY 16/17	

**C.E.O. RECOMMENDATION:**

APPROVE

County Executive Office Signature

BY: Christopher M. Hans

**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, and is set for public hearing on Tuesday, July 12, 2016, at 9:00 a.m. or as soon as possible thereafter.

Ayes: Jeffries, Tavaglione, Washington, Benoit and Ashley  
 Nays: None  
 Absent: None  
 Date: June 21, 2016  
 xc: RUHS, COB

Kecia Harper-Ihem  
 Clerk of the Board  
 By:   
 Deputy

Prev. Agn. Ref.: | District: | Agenda Number:

3-62

A-30  Positions Added  
 Change Order  
 4/5 Vote

Departmental Concurrence

**SUBMITTAL TO THE BOARD OF SUPERVISORS, COUNTY OF RIVERSIDE, STATE OF CALIFORNIA  
FORM 11: Scheduling of Public Hearing to Consider FY 2016/17 Rate Adjustment for the Riverside  
University Health System – Medical Center**

**DATE: May 25, 2016**

**PAGE: 2 of 2**

**BACKGROUND:**

**Summary**

Riverside University Health System – Medical Center (RUHS-MC) has a Charge Description Master (CDM) that contains the billing Current Procedural Terminology (CPT), Health Care Common Procedure Coding Systems (HCPCS), revenue codes and retail charges for over 16,000 patient supplies, procedures, daily room rates and clinic rates for services rendered or performed at and billed by the Hospital.

RUHS-MC's labor costs have increased in excess of the proposed increase as a result of union wage and benefit increases. Despite those increases RUHS-MC did not increase charges during FY 2015/16. Based on the research, an opportunity exists for RUHS-MC to increase overall charges in order to keep up with market inflation and maintain competitive pricing.

To ensure charges are market based, staff checked back with Huron Healthcare - who as part of their engagement in 2015, compared RUHS-MC's charges to the local market and recommended a mix of price increases and decreases based on competitor pricing, historical usage, and contractual reimbursement. A high level update of market data was recently supplied and supports the proposed increase. The local market analysis included among others, Riverside Community Hospital, San Geronio Memorial Hospital, Parkview Community Hospital, Arrowhead Regional Medical Center, Loma Linda University Medical Center, Hemet Valley Medical Center, and Southwest Healthcare System.

Increased cost and the updated data provided by Huron Healthcare provides justification for an increase to the CDM which will enhance hospital net revenue. The analysis resulted in recommended changes which would increase annual gross revenue by 6.09 percent and enhance net revenue by approximately \$1.9 million over the next 12 month period if effective July 1, 2016.

**Impact on Citizens and Businesses**

As a result of the Affordable Care Act nearly all individuals have some type of coverage though Federal, State or Covered California programs and it is anticipated that the impact of the increase to other individuals (working poor or undocumented) would be minimal as the hospital provides discounts or free care to all that are unable to pay.

ZHS:wg

FOR BILLING INQUIRIES:  
CALL (951) 368-9710  
EMAIL [billinginquiry@pe.com](mailto:billinginquiry@pe.com)

DATE	ORDER NUMBER	PONumber	PRODUCT	SIZE	AMOUNT
6/29/16	0010176448		PE Riverside	2 x 77 Li	223.30

Invoice text: Res. 2016-133 Rate Adj. for RUHS-Medical

RECEIVED RIVERSIDE COUNTY  
 CLERK / BOARD OF SUPERVISORS  
 2016 JUL - 5 PM 1:51

*RUHS-Med. Cty.  
3-62 of 06/21/16*

Placed by: CECILIA GIL

**Legal Advertising Invoice**

<b>BALANCE DUE</b>
223.30

SALES/CONTACT INFORMATION		ADVERTISER INFORMATION		
Kristin Gribbin 951-368-9223	BILLING DATE 06/29/2016	BILLED ACCOUNT NUMBER 1100141323	ADVERTISER/CLIENT NUMBER 1100141323	ADVERTISER/CLIENT NAME BOARD OF SUPERVISORS

PLEASE DETACH AND RETURN THIS PORTION WITH YOUR REMITTANCE

ADVERTISER/CLIENT NAME BOARD OF SUPERVISORS		
BILLING DATE 06/29/2016	BILLED ACCOUNT NUMBER 1100141323	ADVERTISER/CLIENT NUMBER 1100141323
<b>BALANCE DUE</b> 223.30	ORDER NUMBER 0010176448	TERMS OF PAYMENT DUE UPON RECEIPT

BILLING ACCOUNT NAME AND ADDRESS

REMITTANCE ADDRESS

BOARD OF SUPERVISORS  
COUNTY OF RIVERSIDE  
'P.O. BOX 1147'  
RIVERSIDE, CA 92502

The Press-Enterprise  
Dept LA 24453  
Pasadena, CA 91185-4453

# THE PRESS-ENTERPRISE

1825 Chicago Ave, Suite 100  
Riverside, CA 92507  
951-684-1200  
951-368-9018 FAX

## PROOF OF PUBLICATION (2010, 2015.5 C.C.P)

Publication(s): The Press-Enterprise

### PROOF OF PUBLICATION OF

Ad Desc.: Res. 2016-133 Rate Adj. for RUHS-Medical

I am a citizen of the United States. I am over the age of eighteen years and not a party to or interested in the above entitled matter. I am an authorized representative of THE PRESS-ENTERPRISE, a newspaper in general circulation, printed and published daily in the County of Riverside, and which newspaper has been adjudicated a newspaper of general circulation by the Superior Court of the County of Riverside, State of California, under date of April 25, 1952, Case Number 54446, under date of March 29, 1957, Case Number 65673, under date of August 25, 1995, Case Number 267864, and under date of September 16, 2013, Case Number RIC 1309013; that the notice, of which the annexed is a printed copy, has been published in said newspaper in accordance with the instructions of the person(s) requesting publication, and not in any supplement thereof on the following dates, to wit:

06/29/2016

I certify (or declare) under penalty of perjury that the foregoing is true and correct.

Date: Jun 29, 2016

At: Riverside, California



Legal Advertising Representative, The Press-Enterprise

BOARD OF SUPERVISORS  
COUNTY OF RIVERSIDE  
P.O. BOX 1147  
RIVERSIDE, CA 92502

Ad Number: 0010176448-01

P.O. Number:

### Ad Copy:

#### NOTICE OF PUBLIC HEARING BEFORE THE BOARD OF SUPERVISORS OF RIVERSIDE COUN- TY

NOTICE IS HEREBY GIVEN that a public hearing at which all interested persons will be heard, will be held before the Board of Supervisors of Riverside County, California, on the 1st Floor Board Chambers, County Administrative Center, 4080 Lemon Street, Riverside, on **Tuesday, July 12, 2016 at 9:00 a.m.** to consider the following Rate Adjustment:

#### RESOLUTION NO. 2016-133

A RESOLUTION OF THE  
BOARD OF SUPERVISORS OF THE  
COUNTY OF RIVERSIDE TO INCREASE THE CURRENT  
RATE STRUCTURE OF THE RIVERSIDE UNIVERSITY  
HEALTH SYSTEM - MEDICAL CENTER

WHEREAS, The Riverside University Health System - Medical Center (hereinafter referred to as the "Hospital") has a Charge Description Master (CDM) which contains the billing codes and retail charges for over 16,000 patient supplies and procedures for services rendered or performed at, and billed for by, the Hospital, and

WHEREAS, the Hospital cost will increase in Fiscal Year 2016/2017;

WHEREAS, the billing rates are used to obtain reimbursement from third-parties and patients for these costs;

WHEREAS, a rate increase has been the subject of a public hearing;

NOW THEREFORE, BE IT RESOLVED AND ORDERED by the Board of Supervisors of the County of Riverside, State of California, in regular session assembled on July 12, 2016 that:

1. The Hospital is authorized to increase the current hospital charge structure by 6.09%.
2. The Assistant CEO - Health System is authorized to implement the rate increase.
3. The Assistant CEO - Health System is authorized to adjust, add or delete rates within the Hospital's rate structure as may be required by Federal and State regulatory or statutory charges.
4. The Assistant CEO - Health System is authorized to negotiate discounts with non-federal, non-state, non-contracted third party health care insurance carriers and self-pay individuals.

Any person wishing to testify in support of or in opposition may do so in writing between the date of this notice and the public hearing, or may appear and be heard at the time and place noted above. All written comments received prior to the public hearing will be submitted to the Board of Supervisors and the Board of Supervisors will consider such comments, in addition to any oral testimony, before making a decision on the proposed Rate Adjustment.

Please send all written correspondence to:  
Clerk of the Board  
4080 Lemon Street, 1st Floor  
Post Office Box 1147  
Riverside, CA 92502-1147

Alternative formats available to people with disabilities. If you require reasonable accommodation, please contact Lisa Wagner at (951) 955-1063, 72 hours prior to the hearing.

Dated: June 23, 2016  
Kecia Harper-Ihem  
Clerk of the Board  
By: Cecilia Gil, Board Assistant 6/29

RECEIVED RIVERSIDE COUNTY  
CLERK / BOARD OF SUPERVISORS  
2016 JUL -5 PM 1:57

# The Desert Sun LLC

mydesert.com

750 N. Gene Autry Trail  
 Palm Springs, CA 92262  
 Billing Inquiries: (866) 875-0854  
 Main Office: (760) 322-8889

## ADVERTISING INVOICE/STATEMENT

Make Checks payable to DESERT SUN PUBLISHING LLC.  
 P.O. Box 677368 Dallas, TX 75267-7368  
 A finance charge of 1.5% per month (18% Annually) will be added to balances not paid by the 20th.

RIV0690000000000000000000056706620055940010822

59

RIVERSIDE COUNTY-BOARD OF SUP.  
 PO BOX 1147  
 RIVERSIDE CA 92502-1147

Customer No.	Invoice No.
RIV069	0005670662
For the Period	Thru
06/27/16	07/31/16
<b>Due Date</b>	<b>Amount Due</b>
08/15/16	5,594.00
<b>AMOUNT PAID</b>	

PLEASE RETURN THIS TOP SECTION WITH PAYMENT IN THE ENCLOSED ENVELOPE AND INCLUDE YOUR CUSTOMER NUMBER ON REMITTANCE.

Date	EDT	Class	Description	Times Run	Col	Depth	Total Size	Rate	Amount
0627			BALANCE FORWARD						11,458.00
0630			CREDIT CARD CHARGE						7,060.00-
0722			CREDIT CARD CHARGE						4,398.00-
0626	CLS	0001	No:919 NOTICE OF PUBLIC HEAR	4	2	55.00	440.00		446.00
0629	CLS	0001	No:933 NOTICE OF PUBLIC HEAR	2	2	495.00	1980.00		1,986.00
0629	CLS	0001	No:934 BOARD OF SUPERVISORS	2	2	44.00	176.00		182.00
0629	CLS	0001	No:935 Notice to Bidders Cou	10	2	44.00	880.00		886.00
0629	CLS	0001	No:936 NOTICE OF PUBLIC HEAR	2	2	60.00	240.00		246.00
0720	CLS	0001	NOTICE OF INTENTION TO EXCHA	1	4	11.00	44.00	28.00	1,232.00
0720	CLS	0001	No1054 BOARD OF SUPERVISORS	2	2	102.00	408.00		414.00
0720	CLS	0001	No 1055 BOARD OF SUPERVISORS	2	2	49.00	196.00		202.00
									2016 AUG -8 AM 11:15 RECEIVED RIVERSIDE COUNTY CLERK/BOARD OF SUPERVISORS
Current		Over 30 Days	Over 60 Days	Over 90 Days	Over 120 Days	<b>Total Due</b>			
5,594.00		.00	.00	.00	.00	<b>5,594.00</b>			
Contract Type	Contract Qnty.	Expiration Date	Current Usage	Total Used	Quantity Remaining	Salesperson			
						RYAN OPEN 0011			

*RUHS*  
 3-62 of 06/21/16

The Advertiser shall make payment within 15 days of the billing date indicated on Company's statement, and, in the event that it fails to make payment within such time, Company may reject advertising copy and / or immediately cancel this contract and Advertiser agrees to indemnify Company for all expenses incurred in connection with the collection of amounts payable under this contract, including but not limited to collection fees, attorney's fees and court costs. If this agreement is cancelled due to Advertiser's failure to make timely payment Company may rebill the Advertiser for the outstanding balance due at the open or earned contract rate, whichever is applicable.

TO ENSURE PROPER CREDIT, PLEASE RETURN THE TOP SECTION AND INCLUDE YOUR CUSTOMER NUMBER ON REMITTANCE.

Customer Number	Name	Invoice Number	Amount Paid
RIV069	RIVERSIDE COUNTY-BOARD OF SUP.	0005670662	



The Desert Sun  
750 N Gene Autry Trail  
Palm Springs, CA 92262  
760-778-4578 / Fax 760-778-4731

## Certificate of Publication

State Of California ss:  
County of Riverside

Advertiser: RIVERSIDE COUNTY-BOARD OF SUP.  
4080 LEMON ST  
RIVERSIDE , CA 92501  
Order # 0001386528

I am over the age of 18 years old, a citizen of the United States and not a party to, or have interest in this matter. I hereby certify that the attached advertisement appeared in said newspaper (set in type not smaller than non pariel) in each and entire issue of said newspaper and not in any supplement thereof on the following dates, to wit:

Newspaper: **The Desert Sun**

6/29/2016

I acknowledge that I am a principal clerk of the printer of The Desert Sun, printed and published weekly in the City of Palm Springs, County of Riverside, State of California. The Desert Sun was adjudicated a Newspaper of general circulation on March 24, 1988 by the Superior Court of the County of Riverside, State of California Case No. 191236.

I declare under penalty of perjury that the foregoing is true and correct. Executed on this **29th day of JUNE, 2016** in Palm Springs, California.



Declarant

**Public Hearing** **Public Hearing**

No:936  
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Alternative formats available to people with disabilities. If you require reasonable accommodation, please contact Lisa Wagner at (951) 955-1063, 72 hours prior to the hearing.  
Dated: June 23, 2016 Kecia Harper-Ihem Clerk of the Board By: Cecilia Gil, Board Assistant  
Published: 6/29/2016

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2016 AUG 15 AM 10:34