

**REPORT/RECOMMENDATION TO THE BOARD OF SUPERVISORS
OF THE COUNTY OF SAN BERNARDINO
AND RECORD OF ACTION**

July 28, 2020

FROM

WILLIAM L. GILBERT, Director, Arrowhead Regional Medical Center

SUBJECT

Amendment to Physician Service Agreement with Arrowhead Family Medical Group, Inc.

RECOMMENDATION(S)

Approve **Amendment No. 2** to Physicians **Service Agreement No. 17-881** with Arrowhead Family Medical Group, Inc., adding an additional four Primary Care Physicians, increasing the annual base amount by \$1,060,000 from \$4,912,980 to \$5,972,980 plus variable costs, with no change to the current expiration of December 31, 2020.
(Presenter: William L. Gilbert, Director, 580-6150)

COUNTY AND CHIEF EXECUTIVE OFFICER GOALS & OBJECTIVES

Provide for the Safety, Health and Social Service Needs of County Residents.

FINANCIAL IMPACT

Approval of the recommended amendment will not result in the use of Discretionary General Funding (Net County Cost). The additional cost is funded by State Medi-Cal, Federal Medicare, private insurances, and departmental revenue. Funding sources may change in the future pending any legislative activity related to the repeal and/or replacement of the Affordable Care Act. Sufficient appropriation and revenue are included in the Arrowhead Regional Medical Center (ARMC) 2020-21 budget.

BACKGROUND INFORMATION

ARMC provides medical care and education programs for the hospital and the Family Health Clinics (FHCs) through physician service agreements with various medical corporations. These medical corporations provide highly and technically skilled, licensed physicians, nurse practitioners and allied health staff to provide health care services to ARMC patients, including county inmates and juveniles. The physician service agreements provide for the safety, health and social service needs of County residents by ensuring the continued availability of appropriate and necessary health care for County residents.

On December 5, 2017 (Item No. 13), the Board of Supervisors (Board) approved Physician Service Agreement No. 17-881 (Agreement) with Arrowhead Family Medical Group, Inc. (AFMG) to provide education and medical services at ARMC. On September 10, 2019 (Item No. 20), the Board approved Amendment No. 1 with AFMG to change the compensation table to account for payment relating for the instruction of medical students.

This recommended amendment expands the number of Family Medicine Practitioners to a minimum of 34 physicians, 4 nurse practitioners, and a clinical social worker in the Family Health Centers (FHC). As each new physician is obtained, it is expected that available visits will

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increase by approximately 100 visits per month to the community, and each physician will assist in preparing for the expansion of the Fontana Family Health Center.

PROCUREMENT

Although the Government Code (GC) does not make exception to competitive bidding for professional physician services, GC section 31000 provides the Board of Supervisor's with the authority to contract with and employ any persons for the furnishing of "special services." Section 31000 authorizes a county to contract for medical services without the necessity of advertising for bids.

County Purchasing recognizes the specialized credentials and supports the non-competitive procurement for these services.

REVIEW BY OTHERS

This item has been reviewed by County Counsel (Charles Phan, Deputy County Counsel, 387-5455) on July 2, 2020; Purchasing Department (Jackie Ambrose, Lead Buyer, 387-2060) on July 2, 2020; Finance (Yael Verduzco, Administrative Analyst, 387-5285) on July 10, 2020; and County Finance and Administration (Matthew Erickson, County Chief Financial Officer, 387-5423) on July 13, 2020.

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Record of Action of the Board of Supervisors
County of San Bernardino

APPROVED (CONSENT CALENDAR)

Moved: Josie Gonzales Seconded: Robert A. Lovingood
Ayes: Robert A. Lovingood, Janice Rutherford, Dawn Rowe, Curt Hagman, Josie Gonzales

Lynna Monell, CLERK OF THE BOARD

BY 
DATED: July 28, 2020



cc: ARMC- Gilbert w/agree
 Contractor- C/O ARMC w/agree
 File- w/agree
la 07/29/2020