

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

April 7, 2026

FROM

ANDREW GOLDFRACH, ARMC Chief Executive Officer, Arrowhead Regional Medical Center

SUBJECT

Amendment to Contract with Strata Decision Technology, LLC. for Cost Accounting, General Ledger and Fixed Asset Systems

RECOMMENDATION(S)

Approve **Amendment No. 1 to Contract No. 25-641** with Strata Decision Technology, LLC for Cost Accounting, General Ledger and Fixed Asset Systems, increasing the contract amount by \$23,060 to cover implementation-related costs, from \$2,116,067 to a total contract amount of \$2,139,127, and with no change to the contract period, for a total contract term of August 19, 2025, through August 18, 2030.

(Presenter: Andrew Goldfrach, ARMC Chief Executive Officer, 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 this item will not result in the use of Discretionary General Funding (Net County Cost). The cost of \$23,060 is funded by State Medi-Cal, Federal Medicare, private insurances, and other 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. Adequate appropriation and revenue have been included in the Arrowhead Regional Medical Center (ARMC) 2025-26 recommended budget and will be included in future recommended budgets.

BACKGROUND INFORMATION

ARMC successfully transitioned its general ledger and fixed asset functions to Strata Decision Technology, LLC (Strata), effective August 19, 2025. This transition modernized ARMC's financial reporting environment and reduced reliance on manual processes. This amendment includes an additional \$23,060 to cover an implementation fee incurred due to a delay attributable to ARMC during the project timeline. The delay required additional vendor support and scheduling adjustments, resulting in a one-time implementation-related charge. This is necessary to ensure successful completion of the system implementation without disruption to ARMC's financial operations.

ARMC requests that the Board of Supervisors (Board) authorize the Purchasing Agent to execute limited amendments, not to exceed \$23,060 in aggregate, to address minor contingencies such as implementation-related adjustments and project delays. Approval of this

**Amendment to Contract with Strata Decision Technology, LLC. for
Cost Accounting, General Ledger and Fixed Asset Systems
April 7, 2026**

amendment will allow ARMC to efficiently address necessary changes and support a timely project completion.

If this Amendment is not approved, ARMC may experience disruptions beyond project delays, including interruptions to financial system functionality, reduced ability to maintain accurate and timely financial reporting, and increased reliance on manual processes. These impacts could affect regulatory compliance, financial data integrity, and overall operational efficiency within ARMC. Additionally, the inability to promptly address implementation-related adjustments may require reallocation of staff resources to manage system gaps, further affecting routine financial operations.

On August 19, 2025 (Item No. 10), as the result of formal solicitation No. ARMC125-ARMC5592, the Board approved the Agreement with Strata for Cost Accounting, General Ledger and Fixed Asset Systems in the amount of \$2,116,067, for the period from August 19, 2025 through August 18, 2030.

ARMC recommends approval of this Amendment to support the continued use of Strata for its Cost Accounting, General Ledger, and Fixed Asset systems to ensure continuity of ARMC's financial systems, which support accurate financial reporting, regulatory compliance, and efficient hospital operations.

PROCUREMENT

Not applicable.

REVIEW BY OTHERS

This item has been reviewed by County Counsel (Bonnie Uphold, Supervising Deputy County Counsel, 387-5455) on March 12, 2026; Purchasing (Veronica Pedace, Buyer III, 387-2464) on March 12, 2026; ARMC Finance (Chen Wu, Finance and Budget Officer, 580-3165) on March 16, 2026; and County Finance and Administration (Jenny Yang, Administrative Analyst, 387-4884) on March 23, 2026.

**Amendment to Contract with Strata Decision Technology, LLC. for
Cost Accounting, General Ledger and Fixed Asset Systems
April 7, 2026**

Record of Action of the Board of Supervisors
San Bernardino County

APPROVED (CONSENT CALENDAR)

Moved: Joe Baca, Jr. Seconded: Curt Hagman
Ayes: Col. Paul Cook (Ret.), Jesse Armendarez, Dawn Rowe, Curt Hagman, Joe Baca, Jr.

Lynna Monell, CLERK OF THE BOARD

BY  _____
DATED: April 7, 2026



cc: ARMC - Goldfrach w/agree
Contractor - c/o ARMC w/agree
File - w/agree
CCM 04/8/2026