

Monterey County Board of Supervisors

Board Order

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A motion was made by Supervisor Mary L. Adams, seconded by Supervisor John M. Phillips to:

Agreement No.: A-15368

a. Authorize the Chief Executive Officer for Natividad Medical Center to execute the First Amendment to the Professional and Call Coverage Services Agreement with Central Coast Nephrology to provide nephrology services at Natividad, extending the term by twenty-four months (July 1, 2021 to June 30, 2023) for a revised full agreement term July 1, 2020 to June 30, 2023, and adding \$560,000 for a revised not to exceed amount of \$810,000 in the aggregate; and

b. Authorize the Deputy Purchasing Agent for NMC to sign up to three (3) amendments to this agreement where the total amendments do not exceed 10% (\$25,000) of the original contract amount and do not significantly change the scope of work.

PASSED AND ADOPTED on this 22nd day of June 2021, by roll call vote:

AYES: Supervisors Alejo, Phillips, Lopez, Askew and Adams

NOES: None ABSENT: None

(Government Code 54953)

I, Valerie Ralph, Clerk of the Board of Supervisors of the County of Monterey, State of California, hereby certify that the foregoing is a true copy of an original order of said Board of Supervisors duly made and entered in the minutes thereof of Minute Book 82 for the meeting June 22, 2021.

Dated: July 6, 2021 File ID: A 21-306 Agenda Item No.: 29

Valerie Ralph, Clerk of the Board of Supervisors County of Monterey, State of California

Julian Lorenzana, Deputy

FIRST AMENDMENT TO PROFESSIONAL AND CALL COVERAGE SERVICES AGREEMENT

THIS FIRST AMENDMENT TO PROFESSIONAL AND CALL COVERAGE SERVICES AGREEMENT (the "Amendment") is made and entered into as of July 1, 2021 by and between COUNTY OF MONTEREY ("County") on behalf of NATIVIDAD MEDICAL CENTER ("Hospital"), and Central Coast Nephrology, Medical Corporation, a California professional corporation ("Contractor") with respect to the following:

RECITALS

- A. County owns and operates Hospital, a general acute care teaching hospital facility located in Salinas, California and various outpatient clinics (collectively, the "Clinic") under its acute care license.
- B. Contractor and Hospital have entered into that certain Professional and Call Coverage Services Agreement dated effective as of July 1, 2020 (the "Agreement") pursuant to which Contractor provides Specialty services to Hospital's Patients.
- C. Hospital and Contractor desire to amend the Agreement to extend the term by twenty-four (24) months, increase the compensation rates set forth in Exhibit 2.1 and add Two Hundred Eighty Thousand Dollars (\$560,000) to the aggregate amount payable to Contractor.

AGREEMENT

IN CONSIDERATION of the foregoing recitals and the mutual promises and covenants contained herein, Hospital and Contractor agree as follows:

- 1. <u>Defined Terms</u>. Capitalized terms not otherwise defined herein shall have the meaning ascribed to them in the Agreement.
- 2. <u>Section 2.1</u>. Section 2.1 to the Agreement is hereby amended and restated to read in its entirety as follows:
 - "2.1 <u>Compensation</u>. Hospital shall pay to Contractor the amount determined in accordance with <u>Exhibit 2.1</u> (the "Compensation"), upon the terms and conditions set forth therein. The total amount payable by Hospital to Contractor under this Agreement shall not exceed the sum of Eight Hundred Ten Thousand Dollars (\$810,000)."
- 3. <u>Section 5.1</u>. Section 5.1 to the Agreement is hereby amended and restated to read in its entirety as follows:
 - "5.1 <u>Term.</u> This Agreement shall become effective on July 1, 2020 (the "Effective Date"), and shall continue until June 30, 2023 (the "Expiration Date"), subject to the termination provisions of this Agreement."
- 4. Exhibit 2.1 Exhibit 2.1 to the Agreement is hereby deleted and replaced in its entirety with the attached Exhibit 2.1.

- 5. <u>Counterparts</u>. This Amendment may be executed in one or more counterparts, each of which shall be deemed to be an original, but all of which together shall constitute one and the same instrument.
- 6. <u>Continuing Effect of Agreement</u>. Except as herein provided, all of the terms and conditions of the Agreement remain in full force and effect from the Effective Date of the Agreement.
- 7. Reference. After the date of this Amendment, any reference to the Agreement shall mean the Agreement as amended by this Amendment.

[signature page follows]

IN WITNESS WHEREOF, Hospital and Contractor have executed this Amendment as of the day and year first written above.

CONTRACTOR

CENTRAL COAST NEPHROLOGY, MEDICAL CORPORATION, a California professional corporation By: Its Coasi deal	Date: 6-9/2021
By: M. Paro- Its Secretary	Date: 6-9-202/
NATIVIDAD MEDICAL CENTER Deputy Purchasing Agent	Date: 8(31/21
APPROVED AS TO LEGAL PROVISIONS: Stacy Saetta, Deputy County Counsel	Date: 8/31/2021
APPROVED AS TO FISCAL PROVISIONS:	
Gary Gibonsy Deputy Auditor/Controller	Date:8/31/2021

Exhibit 2.1

COMPENSATION

- 1. <u>Professional Services</u>. Hospital shall pay to Contractor the amount of Nine Hundred Sixty Dollars (\$960) per Half Day for Clinic Services; <u>provided</u>, <u>however</u>, that Contractor is in compliance with the terms and conditions of this Agreement. Contractor shall provide Clinic Services a minimum of two (2) Half-Days per week during the term of this Agreement.
- 2. <u>Coverage Stipend</u>. Hospital shall pay to Contractor an amount equal to Four Hundred Fifteen Dollars (\$415) per twenty-four (24) hour period for Coverage Services provided pursuant to this Agreement.
- 3. <u>Administrative Services</u>. Hospital shall pay to Contractor an amount equal to Two-Hundred Forty Dollars (\$240) per hour for Administrative Services rendered by Contractor under this Agreement, not to exceed an amount equal to Four Hundred Eighty Dollars (\$480) per week.
- 4. <u>Timing.</u> Hospital shall pay the compensation due for Services performed by Contractor after Contractor's submission of the monthly invoice of preceding month's activity and time report in accordance with this Agreement; <u>provided, however</u>, that if Contractor does not submit an invoice and time sheet within sixty (60) days of the end of the month during which Services were performed, Hospital shall not be obligated to pay Contractor for Services performed during that month. The County of Monterey Standard Payment Terms for contracts/PSAs and paying invoices is "30 days after receipt of the certified invoice in the Auditor-Controller's Office".'

5. Excluded Patients.

- (a) This Agreement, including the compensation provisions set forth in this **Exhibit 2.1**, shall apply only to Professional Services provided by Contractor to patients who present to the Hospital or Clinic as Hospital patients (inpatient, outpatient and/or emergency department patient). This Agreement shall not apply to patients referred to the Hospital or Clinic from any Contractor office or private practice ("Excluded Patients")."
- (b) Contractor shall be solely responsible for billing and collecting the professional component with respect to all Professional Services provided to Excluded Patients at Hospital or Clinic ("Excluded Services"). Contractor shall bill Excluded Patients and third party payors for the professional component with respect to the Excluded Services at its own expense and under its own provider number, except where direct patient billing is otherwise prohibited. In the event that Contractor receives any payment for Excluded Services from County, Contractor shall promptly return such payment to County.
- (c) Contractor shall identify Excluded Patients by writing "Excluded Patient" on the encounter charge form at the time the Excluded Service is provided, or within twenty-four (24) hours of that service, and provide a copy to Hospital.

- (d) Contractor shall, to the extent permitted by law and permitted by any third party payor agreements with Hospital or Clinic, and permitted by the terms of this Agreement, look exclusively to Excluded Patients, or those third party payors responsible for the payment of the professional component, as the sole source of its compensation for the Excluded Services provided at Hospital. In no case shall Hospital pay any amount to Contractor with respect to the Excluded Services.
- (e) Contractor shall follow government program regulations on patient billing for patients covered by Medicare, Medicaid and other such programs. Contractor shall cease any billing practices which violates these regulations, and shall indemnify County for all damages, costs, expenses, and losses incurred by County, including but not limited to attorneys' fees, as a result of any violation.
- (f) County shall have the right to disapprove the use by Contractor of any collection agency which engages in conduct which results in the unreasonable annoyance or harassment of patients. Contractor shall either cure this problem or discharge the collection agency within thirty days following written notice of disapproval by County. Contractor shall, if this problem occurs a second time, discharge the collection agency within thirty (30) days following written notice of disapproval by County."