

Setting the Standard in Health Care Excellence

February 27, 2024

Board of Supervisors
County of Ventura
800 South Victoria Avenue
Ventura, California 93009

Subject: Approval of, and Authorization for the General Services Agency Purchasing Agent or Designee to Sign, the Second Amendment to Agreement for Plastic and Reconstructive Surgery Services with Fahradyan Plastic Surgery, Effective March 1, 2024; Authorization to Increase the Purchase Document Not-to-Exceed Amount by \$135,000 from \$302,000 to \$437,000 for the Period of August 1, 2023, Through July 31, 2024, and any Subsequent Contract Year.

Recommendation:

That your Board approve, and authorize the General Services Agency Purchasing Agent or designee to sign, the second amendment to Agreement for Plastic and Reconstructive Surgery Services with Fahradyan Plastic Surgery, effective March 1, 2024, and authorize the increase of the purchase document not-to-exceed amount by \$135,000 from \$302,000, to \$437,000 for the period of August 1, 2023, through July 31, 2024, and any subsequent contract year.

Fiscal Impact:

Mandatory: No
Source of Funding: VCMC Operating Revenues/Collections
Funding Match Required: None
Impact on Other Departments: N/A

Summary of Annual Revenues and Costs under this agreement.

	<u>Contract Year 1</u>	<u>Contract Year 2</u>
REVENUE:	\$135,000	\$437,000
DIRECT COSTS:	\$135,000	\$437,000
INDIRECT COSTS:	Minor	Minor
Net revenue <cost>	\$0	\$0

Current FY 2023-24 Budget Projections for Ventura County Medical Center #3300				
	Adopted Budget	Adjusted Budget	Projected Actual	Estimated Savings/(Deficit)
Expenditures	\$673,790,899	\$673,790,899	\$673,790,899	\$0
Revenue	\$665,452,626	\$665,452,626	\$665,452,626	\$0
Operational Income/(Loss)	(\$8,338,273)	(\$8,338,273)	(\$8,338,273)	\$0

Sufficient revenue and appropriations are included in the FY 23-24 adopted budget. The operational income includes "Operating Transfers In" that is primarily attributed to County contributions.

Table 1 below summarizes the net financial impacts of the VCMC contract:

Compensation Type	Attachment II Item Number	Contract Year 1	Contract Year 1	Contract Year 1 and thereafter
		ENCUMBRANCE	INCREASE or <DECREASE>	TOTAL ENCUMBRANCE
Call Services	1	\$ 92,000	\$ 30,000	\$ 122,000
Hospital, Clinic and Operating Room Services	2	\$ 210,000	\$ 105,000	\$ 315,000
Total		\$ 302,000	\$ 135,000	\$ 437,000

STRATEGIC PLAN PRIORITY:

The item presented in this Board letter supports the Healthy, Safe, and Resilient Communities strategic priority of the County Strategic Plan as it is designed to meet the goal of providing access to quality healthcare required for our community to thrive.

Discussion:

The proposed amendment before your Board is for Fahradyan Plastic Surgery, for plastic and reconstructive surgery services to be provided by Artur Fahradyan, M.D. Dr. Fahradyan performs cleft lip and cleft palate surgeries for our pediatric patients. In addition, he assists with oral maxillofacial trauma call services, and Plastic Surgery Department call coverage. The call coverage provided by Dr. Fahradyan, and other physicians covers the Emergency Room and Trauma Center 365 days per year, 7 days per week, 24 hours per day for both the Oral Maxillofacial Surgery and Plastic Surgery Departments.


Dr. Fahradyan provides essential services for our system and his workload has been increasing in the last year. For this reason, it is appropriate to increase the purchase

document not-to-exceed amount, assuring adequate patient access to services. The proposed amendment will increase compensation for services under this agreement from \$302,000 to \$437,000 per contract year, an increase of \$135,000 for the period of August 1, 2023, through July 31, 2024.

With your Board's approval, the agreement with Fahradyan Plastic Surgery, subject to all necessary budgetary approvals by your Board, shall remain in effect through July 31, 2024. Then, unless a party gives notice of its intent not to renew at least 90 days prior to the renewal date, and subject to the receipt of all necessary budgetary approvals by your Board, the agreement shall then be extended for up to two additional periods of one year each.

The portions of the agreement concerning compensation paid by HCA are exempt from disclosure under the Public Records Act (Health and Safety Code Section 1457 (c) (1)). If the Board would like further information regarding the rates, the original agreement is retained by Mike Taylor, HCA Chief Financial Officer.

This letter has been reviewed by County Counsel, the Auditor-Controller's Office, General Services Agency Procurement Services, and the County Executive Office. If you have any questions regarding this item, please call John Fankhauser, M.D., Chief Executive Officer, County Hospitals, at 805-652-6058.



JOHN FANKHAUSER, M.D.
Chief Executive Officer, County Hospitals

BARRY ZIMMERMAN
Health Care Agency Director

Attachment:

Exhibit 1 – Second Amendment to Agreement with Fahradyan Plastic Surgery.