

September 14, 2021

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

Subject: Approval of, and Authorization for the Health Care Agency Director or Designee to Sign, the First Amendment to the Agreement with Ventura County Anesthesia Medical Group, Inc., for Anesthesia Physician Services, Effective July 1, 2021, Adding a Sub-Paragraph to the Performance Based Incentives that was Inadvertently Omitted from the Agreement Approved by Your Board on July 27, 2021.

Recommendation:

That your Board approve, and authorize the Health Care Agency Director or designee to sign, the first amendment to the agreement with Ventura County Anesthesia Medical Group, Inc. (Exhibit 1), for anesthesia physician services, effective July 1, 2021, adding a sub-paragraph to the performance based incentives that was inadvertently omitted from the agreement approved by your Board on July 27, 2021.

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>FY 2021-22</u>	<u>FY 2022-23</u>
REVENUE:	\$6,496,600	\$6,496,600
DIRECT COSTS:	\$6,496,600	\$6,496,600
INDIRECT COSTS:	Minor	Minor
Net revenue <cost>	\$0	\$0

Current Fiscal Year Budget Projections:

Current FY 2021-22 Budget for Ventura County Medical Center #3300				
	Adopted Budget	Adjusted Budget	Projected Actual	Estimated (Savings/Deficit)
Expenditures	\$545,425,059	\$545,425,059	\$545,425,059	\$0
Revenue	\$545,674,943	\$545,674,943	\$545,674,943	\$0
Operational Income/(Loss)	\$249,884	\$249,884	\$249,884	\$0

*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:

Provider	Eff. Date	Current Contract Annual Maximum	Proposed Contract Annual Maximum	FY 21-22 Inc/<Decr>	FY 22-23 Inc/<Decr>
Ventura County Anesthesia Medical Group, Inc.	7/1/2021	\$6,496,600	\$6,496,600	\$0	\$0
Total				\$0	\$0

Discussion:

The proposed contract amendment presented to your Board is for Ventura County Anesthesia Medical Group, Inc. (VCAMG). VCAMG is comprised of Drs. Ashish Desai, Nathan Weber, George Paul, Human Kotobi, Jon Nothwang, Veda Vallurupalli, Jonathan Zucker, Mark Shafa, David Alleman, Svetlana Slocum, Jen Sun, Mike Mulick, Christopher Kuebler, Ed Moss, Richard Citrenbaum, Daniel Liu, Scott Mayfield, Christopher Beneduce, Medhat Ayat and Kevin Barkley and provides anesthesia services for our surgical patients.

The amendment adds a sub-paragraph to the existing performance based incentives that was inadvertently omitted in the agreement presented to your Board on July 27, 2021. Because the compensation for the incentive was already included in the agreement, the proposed amendment will result in a net zero increase in the contract amount. The cost of this agreement is included in the approved budget for Fiscal Year 2021-2022.

This letter has been reviewed by County Counsel, the Auditor-Controller's Office, 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

Attachments:

Exhibit 1 – First Amendment to Agreement for Anesthesia Physician Services with
Ventura County Anesthesia Medical Group, Inc.