FROM: RUHS-MEDICAL CENTER:

SUBJECT: RIVERSIDE UNIVERSITY HEALTH SYSTEM - MEDICAL CENTER: Ratify and Execute the Service Agreement with GE Healthcare to provide Radiology Equipment Maintenance without seeking competitive bids effective June 1, 2017 through June 30, 2018, 5 years; All Districts; [$246,938 Annually], Hospital Enterprise Funds

RECOMMENDED MOTION: That the Board of Supervisors:

1. Ratify and execute the Service Agreement with GE Healthcare to provide Radiology Equipment Maintenance Services for an annual amount of $246,938 without seeking competitive bids, effective June 1, 2017 through June 30, 2018 (with the option to renew for four additional years in one-year increments); and

2. Authorize the Purchasing Agent, in accordance with Ordinance No. 459 as approved by County Counsel to sign amendments that do not change the substantive terms of the agreement, approve annual renewals, and sign amendments to the compensation provisions that do not exceed ten percent of CPI rates.

ACTION:

Zareh Amlian, Chief Executive Officer - Health System
6/14/2017

MINUTES OF THE BOARD OF SUPERVISORS
**C.E.O. RECOMMENDATION:**  APPROVE

**BACKGROUND:**

**Summary**
GE Healthcare has flexible solutions that include remote monitoring technology, clinical education and enhanced system software to help RUHS with regulatory equipment maintenance. These technologies will alert staff of necessary maintenance or potential system problems, and potentially enhance clinical capabilities for improved staff and patient satisfaction.

RUHS-MC is a level II Trauma Center and Stroke Center, the CT and MRI are reasons for these accreditation. The radiology equipment for the Medical Center require regularly scheduled inspections, maintenance, and repairs to ensure it maintains and meets regulatory requirements. If equipment is down, the hospital must then go on diversion. Unplanned equipment downtime can cause significant disruptions to the facility's operation and possibly threaten patient care. In order to keep the radiology equipment at optimum levels, the Medical Center require the equipment from GE Healthcare and GE must perform maintenance at regular intervals.

**Impact on Residents and Businesses**
The hospital, its site-based clinics and community-based clinics serve residents in all five Riverside County supervisorial districts, providing more than 450,000 patient encounters each year. These service agreements will ensure patients receive the care they need without delaying service.

**Contract History and Price Reasonableness**
Two major companies were reviewed. GE is the manufacturer of the equipment which is currently utilized by the Medical Center and provides the level of service required to support patient care. The REMI Group was unable to provide similar services and could not provide the same level of equipment uptime commitment as GE. Although GE Healthcare was not the lowest cost (a difference of $56,000), GE provides the level of service and uptime commitment required for the Medical Center patient care.

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**FINANCIAL DATA**

<table>
<thead>
<tr>
<th></th>
<th>Current Fiscal Year:</th>
<th>Next Fiscal Year:</th>
<th>Total Cost:</th>
<th>Ongoing Cost</th>
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<tbody>
<tr>
<td>COST</td>
<td>$ 246,938</td>
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<td>$ 1,234,690</td>
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<tr>
<td>NET COUNTY COST</td>
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**SOURCE OF FUNDS:**  Hospital Enterprise Fund 40050

**Budget Adjustment**  No

**For Fiscal Year:**
17/18-21/22