

AGREEMENT FOR SERVICES OF INDEPENDENT CONTRACTOR

THIS AGREEMENT (hereafter Agreement) is made by and between the County of Santa Barbara, a political subdivision of the State of California (hereafter COUNTY) having its principal place of business at, hereafter CONTRACTOR) wherein CONTRACTOR agrees to provide and COUNTY agrees to accept the services specified herein.

NOW, THEREFORE, in consideration of the mutual covenants and conditions contained herein, the parties agree as follows:

1. **DESIGNATED REPRESENTATIVE.** Terri Maus-Nisich at phone number (805)568-3400 is the representative of COUNTY and will administer this Agreement for and on behalf of COUNTY. Jeff DeVries at phone number (517)482-9236 of Health Management Associates (HMA) is the authorized representative for CONTRACTOR. Changes in designated representatives shall be made only after advance written notice to the other party.

2. **NOTICES.** Any notice or consent required or permitted to be given under this Agreement shall be given to the respective parties in writing, by first class mail, postage prepaid, or otherwise delivered as follows:

To COUNTY: County of Santa Barbara
County Executive Office
Attn: Terri Maus-Nisich
105 E. Anapamu St., Room 406
Santa Barbara, CA 93101

To CONTRACTOR: Health Management Associates
Attn: Jeff DeVries
One Michigan Avenue Building
120 N Washington Square, St 703
Lansing, Michigan, 48933

or at such other address or to such other person that the parties may from time to time designate. Notices and consents under this section, which are sent by mail, shall be deemed to be received five (5) days following their deposit in the U.S. mail.

3. **SCOPE OF SERVICES.** CONTRACTOR agrees to provide services to COUNTY in accordance with **EXHIBIT A** attached hereto and incorporated herein by reference.

4. **TERM.** CONTRACTOR shall commence performance on August 14, 2012 and end performance upon completion on, but no later than, December 31, 2012 unless otherwise directed by COUNTY or unless earlier terminated.

5. **COMPENSATION OF CONTRACTOR.** CONTRACTOR shall be paid for performance under this Agreement in accordance with the terms of EXHIBIT B attached hereto and incorporated herein by reference. Billing shall be made by invoice, which shall include the contract number assigned by COUNTY and which is delivered to the address given in Section 2 **NOTICES.** above following completion of the increments identified on EXHIBIT B. Unless otherwise specified on EXHIBIT B, payment shall be net thirty (30) days from presentation of invoice.

6. **INDEPENDENT CONTRACTOR.** CONTRACTOR shall perform all of its services under this Agreement as an independent contractor and not as an employee of COUNTY. CONTRACTOR understands and acknowledges that it shall not be entitled to any of the benefits of a COUNTY employee,

including but not limited to vacation, sick leave, administrative leave, health insurance, disability insurance, retirement, unemployment insurance, workers' compensation and protection of tenure.

7. **STANDARD OF PERFORMANCE.** CONTRACTOR represents that it has the skills, expertise, and licenses/permits necessary to perform the services required under this Agreement. Accordingly, CONTRACTOR shall perform all such services in the manner and according to the standards observed by a competent practitioner of the same profession in which CONTRACTOR is engaged. All products of whatsoever nature, which CONTRACTOR delivers to COUNTY pursuant to this Agreement, shall be prepared in a first class and workmanlike manner and shall conform to the standards of quality normally observed by a person practicing in CONTRACTOR's profession. CONTRACTOR shall correct or revise any errors or omissions, at COUNTY'S request without additional compensation. Permits and/or licenses shall be obtained and maintained by CONTRACTOR without additional compensation.

8. **TAXES.** COUNTY shall not be responsible for paying any taxes on CONTRACTOR's behalf, and should COUNTY be required to do so by state, federal, or local taxing agencies, CONTRACTOR agrees to promptly reimburse COUNTY for the full value of such paid taxes plus interest and penalty, if any. These taxes shall include, but not be limited to, the following: FICA (Social Security), unemployment insurance contributions, income tax, disability insurance, and workers' compensation insurance.

9. **CONFLICT OF INTEREST.** CONTRACTOR covenants that CONTRACTOR presently has no interest and shall not acquire any interest, direct or indirect, which would conflict in any manner or degree with the performance of services required to be performed under this Agreement. CONTRACTOR further covenants that in the performance of this Agreement, no person having any such interest shall be employed by CONTRACTOR.

10. **RESPONSIBILITIES OF COUNTY.** COUNTY shall provide all information reasonably necessary by CONTRACTOR in performing the services provided herein.

11. **OWNERSHIP OF DOCUMENTS.** COUNTY shall be the owner of the following items incidental to this Agreement upon production, whether or not completed: all data collected, all documents of any type whatsoever, and any material necessary for the practical use of the data and/or documents from the time of collection and/or production whether or not performance under this Agreement is completed or terminated prior to completion. CONTRACTOR shall not release any materials under this section except after prior written approval of COUNTY.

No materials produced in whole or in part under this Agreement shall be subject to copyright in the United States or in any other country except as determined at the sole discretion of COUNTY. COUNTY shall have the unrestricted authority to publish, disclose, distribute, and other use in whole or in part, any reports, data, documents or other materials prepared under this Agreement.

12. **RECORDS, AUDIT, AND REVIEW.** CONTRACTOR shall keep such business records pursuant to this Agreement as would be kept by a reasonably prudent practitioner of CONTRACTOR's profession and shall maintain such records for at least four (4) years following the termination of this Agreement. All accounting records shall be kept in accordance with generally accepted accounting practices. COUNTY shall have the right to audit and review all such documents and records at any time during CONTRACTOR's regular business hours or upon reasonable notice.

13. **INDEMNIFICATION AND INSURANCE.** CONTRACTOR shall agree to defend, indemnify and save harmless the COUNTY and to procure and maintain insurance in accordance with the provisions of EXHIBIT C attached hereto and incorporated herein by reference.

14. **NONDISCRIMINATION.** COUNTY hereby notifies CONTRACTOR that COUNTY's Unlawful Discrimination Ordinance (Article XIII of Chapter 2 of the Santa Barbara County Code) applies to

this Agreement and is incorporated herein by this reference with the same force and effect as if the ordinance were specifically set out herein and CONTRACTOR agrees to comply with said ordinance.

15. **NONEXCLUSIVE AGREEMENT.** CONTRACTOR understands that this is not an exclusive Agreement and that COUNTY shall have the right to negotiate with and enter into contracts with others providing the same or similar services as those provided by CONTRACTOR as the COUNTY desires. COUNTY understands that this is not an exclusive Agreement and that CONTRACTOR shall have the right to negotiate with and enter into contracts with others to provide the same or similar services as those provided to COUNTY by CONTRACTOR.

16. **ASSIGNMENT.** CONTRACTOR shall not assign any of its rights nor transfer any of its obligations under this Agreement without the prior written consent of COUNTY and any attempt to so assign or so transfer without such consent shall be void and without legal effect and shall constitute grounds for termination.

17. **TERMINATION.**

A. **By COUNTY.** COUNTY may, by written notice to CONTRACTOR, terminate this Agreement in whole or in part at any time, whether for COUNTY's convenience or because of the failure of CONTRACTOR to fulfill the obligations herein. Upon receipt of notice, CONTRACTOR shall immediately discontinue all services effected (unless the notice directs otherwise), and deliver to COUNTY all data, estimates, graphs, summaries, reports, and all other records, documents or papers as may have been accumulated or produced by CONTRACTOR in performing this Agreement, whether completed or in process.

1. For Convenience. COUNTY or CONTRACTOR may terminate this Agreement upon thirty (30) days written notice. Following notice of such termination, CONTRACTOR shall promptly cease work and notify COUNTY as to the status of its performance.

Notwithstanding any other payment provision of this Agreement, COUNTY shall pay CONTRACTOR for service performed to the date of termination to include a prorated amount of compensation due hereunder less payments, if any, previously made. In no event shall CONTRACTOR be paid an amount in excess of the full price under this Agreement nor for profit on unperformed portions of service. CONTRACTOR shall furnish to COUNTY such financial information as in the judgment of COUNTY is necessary to determine the reasonable value of the services rendered by CONTRACTOR. In the event of a dispute as to the reasonable value of the services rendered by CONTRACTOR, the decision of COUNTY shall be final. The foregoing is cumulative and shall not affect any right or remedy which COUNTY may have in law or equity.

2. For Cause. Should CONTRACTOR default in the performance of this Agreement or materially breach any of its provisions, COUNTY may, at COUNTY's sole option, terminate this Agreement by written notice, which shall be effective upon receipt by CONTRACTOR.

B. **By CONTRACTOR.** Should COUNTY fail to pay CONTRACTOR all or any part of the payment set forth in EXHIBIT B, CONTRACTOR may, at CONTRACTOR's option terminate this agreement if such failure is not remedied by COUNTY within thirty (30) days of written notice to COUNTY of such late payment.

18. **SECTION HEADINGS.** The headings of the several sections, and any Table of Contents appended hereto, shall be solely for convenience of reference and shall not affect the meaning, construction or effect hereof.

19. **SEVERABILITY.** If any one or more of the provisions contained herein shall for any reason be held to be invalid, illegal or unenforceable in any respect, then such provision or provisions shall

be deemed severable from the remaining provisions hereof, and such invalidity, illegality or unenforceability shall not affect any other provision hereof, and this Agreement shall be construed as if such invalid, illegal or unenforceable provision had never been contained herein.

20. **REMEDIES NOT EXCLUSIVE.** No remedy herein conferred upon or reserved to COUNTY is intended to be exclusive of any other remedy or remedies, and each and every such remedy, to the extent permitted by law, shall be cumulative and in addition to any other remedy given hereunder or now or hereafter existing at law or in equity or otherwise.

21. **TIME IS OF THE ESSENCE.** Time is of the essence in this Agreement and each covenant and term is a condition herein.

22. **NO WAIVER OF DEFAULT.** No delay or omission of COUNTY to exercise any right or power arising upon the occurrence of any event of default shall impair any such right or power or shall be construed to be a waiver of any such default or an acquiescence therein; and every power and remedy given by this Agreement to COUNTY shall be exercised from time to time and as often as may be deemed expedient in the sole discretion of COUNTY.

23. **ENTIRE AGREEMENT AND AMENDMENT.** In conjunction with the matters considered herein, this Agreement contains the entire understanding and agreement of the parties and there have been no promises, representations, agreements, warranties or undertakings by any of the parties, either oral or written, of any character or nature hereafter binding except as set forth herein. This Agreement may be altered, amended or modified only by an instrument in writing, executed by the parties to this Agreement and by no other means. Each party waives their future right to claim, contest or assert that this Agreement was modified, canceled, superseded, or changed by any oral agreements, course of conduct, waiver or estoppel.

24. **SUCCESSORS AND ASSIGNS.** All representations, covenants and warranties set forth in this Agreement, by or on behalf of, or for the benefit of any or all of the parties hereto, shall be binding upon and inure to the benefit of such party, its successors and assigns.

25. **COMPLIANCE WITH LAW.** CONTRACTOR shall, at his sole cost and expense, comply with all County, State and Federal ordinances and statutes now in force or which may hereafter be in force with regard to this Agreement. The judgment of any court of competent jurisdiction, or the admission of CONTRACTOR in any action or proceeding against CONTRACTOR, whether COUNTY be a party thereto or not, that CONTRACTOR has violated any such ordinance or statute, shall be conclusive of that fact as between CONTRACTOR and COUNTY.

26. **CALIFORNIA LAW.** This Agreement shall be governed by the laws of the State of California. Any litigation regarding this Agreement or its contents shall be filed in the County of Santa Barbara, if in state court, or in the federal district court nearest to Santa Barbara County, if in federal court.

27. **EXECUTION OF COUNTERPARTS.** This Agreement may be executed in any number of counterparts and each of such counterparts shall for all purposes be deemed to be an original; and all such counterparts, or as many of them as the parties shall preserve undestroyed, shall together constitute one and the same instrument.

28. **AUTHORITY.** All parties to this Agreement warrant and represent that they have the power and authority to enter into this Agreement in the names, titles and capacities herein stated and on behalf of any entities, persons, or firms represented or purported to be represented by such entity(ies), person(s), or firm(s) and that all formal requirements necessary or required by any state and/or federal law in order to enter into this Agreement have been fully complied with. Furthermore, by entering into this Agreement, CONTRACTOR hereby warrants that it shall not have breached the terms or conditions of any other contract or agreement to which CONTRACTOR is obligated, which breach would have a material effect hereon.

29. **PRECEDENCE.** In the event of conflict between the provisions contained in the numbered sections of this Agreement and the provisions contained in the Exhibits, the provisions of the Exhibits shall prevail over those in the numbered sections.

Agreement for Services of Independent Contractor between the

IN WITNESS WHEREOF, the parties have executed this Agreement to be effective on the date executed by COUNTY.

COUNTY OF SANTA BARBARA

By: _____
Chair, Board of Supervisors

Date: _____

ATTEST:
CHANDRA L. WALLAR
CLERK OF THE BOARD

CONTRACTOR:
HEALTH MANAGEMENT ASSOCIATES

By: _____
Deputy

Kelly Johnson, Chief Operating Officer
Health Management Associates
SocSec or TaxID Number: 38-2599727


Attest:

[NAME]
[TITLE] of Health Management Associates

APPROVED AS TO FORM:
DENNIS MARSHALL
COUNTY COUNSEL

By:  _____
Deputy County Counsel

APPROVED AS TO ACCOUNTING FORM:
ROBERT W GEIS, CPA
AUDITOR-CONTROLLER

By:  _____
Deputy
Deputy Auditor-Controller
Gregory Eric Levin
Advanced and Specialty Accounting

APPROVED AS TO FORM:
RAY AROMATORIO
RISK MANAGER

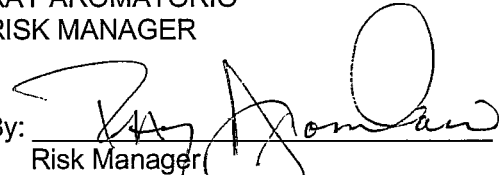
By:  _____
Risk Manager

Exhibit A STATEMENT OF WORK

CONTRACTOR will perform all services in accordance with the terms and requirements of this exhibit.

Approach

Project 1

Perform a comprehensive analysis and assessment of the ADMHS Inpatient Service System delivery model (including acute psychiatric inpatient services, crisis residential and Institutions for Mental Disease (IMD)) and provide options and recommendations on service delivery models vs. current facility service model. Specific items for review include but are not limited to:

This is a time of unprecedented change for California counties in general, and for the provision of county mental health and substance use services, in particular. The Patient Protection and Affordable Care Act (ACA) contains numerous incentives, opportunities and mandates for integrating primary care with behavioral health and substance use services, preventing avoidable hospitalizations or institutional levels of care, and improving the coordination of care for individuals with chronic health conditions. Counties are also planning for the significant additional numbers of individuals who will become eligible for Medi-Cal on January 1, 2014 when the age, disability and assets eligibility criteria are eliminated. In anticipation of these changes, California has embarked on the "Bridge to Reform" to provide opportunities to build the local health infrastructure to meet the increased need and build primary care and behavioral health care capacity and integration.

At the same time that California county general revenues have decreased with resulting significant program and services reductions, the state government has embarked on an ambitious realignment of mental health and substance use services and funding from the state to the county levels. While consolidation of Medi-Cal functions and other community funding streams presents an opportunity to integrate the integrate of behavioral, substance use and primary care, a variety of strategies will have to be used to achieve an integrated model of care.

Counties have a particular challenge in determining the most effective and efficient strategies for providing access to quality behavioral health services for current Medi-Cal beneficiaries and medically-indigent adults, and must lay the groundwork for meeting the anticipated increased demand for care and services.

1. Identify and evaluate all alternative opportunities for inpatient bed service delivery within the County as a means to provide high quality services in an efficient and cost effective manner.

HMA will provide a capacity analysis of available inpatient beds as well as identify new opportunities to establish inpatient beds within Santa Barbara County. This analysis will correlate to the estimated need for inpatient beds in the County. Availability of acute and other inpatient level of care services within the County, rather than depending on facilities located outside the County, is essential to improving community access to care, as well as the continuity of care provided through care transitions.

HMA will assess the current system of inpatient service delivery system. This analysis will allow HMA to determine the areas where change needs to occur in order to increase the quality of the service provided. Items to be considered:

- Bed usage
- Number of incidents
- Staffing
- Daily cost for inpatient bed

- Funding sources
- Current community alternatives to inpatient hospitalization
- Any reports addressing quality of service
- Wait time for services
- Coordination between inpatient facilities/units and hospital emergency departments
- Barriers to effective treatment that may exist within the system

HMA will focus on increasing the quality of the current system while investigating alternatives to inpatient use to allow for service to be provided in the least restrictive environment safely as possible for each individual. There are several models that can be employed by the county to increase the likelihood that consumers will remain in the community without the disruption of an inpatient stay.

2. Compare and contrast licensing and accreditation standards of the various models.

HMA will provide a comparison of state licensing, federal certification and accreditation requirements for the various categories of health facilities, residential care facilities and outpatient services to meet the various level-of-care needs of Santa Barbara residents, and provide community access to appropriate services. These requirements are reflective of patient acuity and the nature of services provided, and includes such factors as staffing levels and/or ratios, staffing qualifications, basic mandatory services, optional services, patient rights, criminal background clearances, and other requirements. Understanding these requirements is essential to having the ability to assess the structure of, and a cost to, these services when developing a sustainable model of care.

HMA has provided similar analysis of licensing, certification and accreditation standards for a variety of health care facilities and services.

3. Determine whether the department’s current inpatient service system delivery model is the optimal structure and sustainable given the level of service and overall needs of County.

As discussed in the response to item one, HMA will review the current inpatient service system to determine if other models could provide a stronger approach for the county. Cost, quality, and effectiveness of services will drive the options proposed by HMA in the final report.

In conjunction with the findings of item #1, this portion of the analysis will evaluate the costs and benefits of current in-county and out-of-county inpatient placements, as compared to previously-identified alternative in-county placement. Included will be the reimbursement rates, opportunities for maximizing revenue through the county to support appropriate numbers of inpatient days, and operational and administrative efficiencies, without compromising the quality of care provided.

Also included, will be an evaluation of the continuity of care between acute inpatient stays, post-acute transitions and follow-up residential or outpatient settings, opportunities to improve communications between the County, patients, providers and families, and the support provided to patients and their families. Appropriate care transitions and support are essential to preventing avoidable and more costly inpatient stays.

4. Identify any legal and compliance issues related to the intake process, and identify recommendations and opportunities for improvement to effectively manage inpatient psychiatric facility function and enhance service delivery.

HMA will review California specific requirements for inpatient service delivery along with requirements keyed to the different licensing and accreditation standards developed in response to Item two.

5. Evaluate and make recommendations regarding patient mix.

HMA will review and analyze the patient mix based on diagnostic criteria, reason for admission, functionality of individual, and history of outpatient treatment. This will allow for a determination of whether the inpatient system is providing services to individuals with no other treatment option than a deep end service one. The goal is to exhaust all options prior to inpatient service. Inpatient beds should be one aspect of the treatment continuum and not used in lieu of community based system of treatment.

Work Plan

Project 1			
Focus	Tasks	Staff	Hours
1. Identify and evaluate all alternative opportunities for inpatient bed service delivery within the County as a means to provide high quality services in an efficient and cost effective manner.	<ul style="list-style-type: none"> Capacity analysis of available IP beds Assess the current IP delivery system Investigate alternative to IP use Tour of facilities Interviews 	Jack Raba, MD	On-site
		Kate Lyon	48
2. Compare and contrast licensing and accreditation standards of the various models.	<ul style="list-style-type: none"> Provide a comparison of state licensing, federal certification and accreditation requirements for various categories of facilities Document review 	Brenda Klutz	Off-site
		Bret Corzine	18
3. Determine whether the department's current inpatient service system delivery model is the optimal structure and sustainable given the level of service and overall needs of County.	<ul style="list-style-type: none"> Evaluate the costs and benefits of current in-county and out-of-county IP placements Include reimbursement rates, opportunities for maximizing revenue through the county to support appropriate numbers of IP days and operational and administrative efficiencies Evaluate continuity of care between acute IP stays, post acute transitions, and follow up residential or OP settings Document review Interviews 	Kate Lyon	On-site
		Jack Raba	24
4. Identify any legal and compliance issues related to the intake process, and identify recommendations and opportunities for improvement to effectively manage inpatient psychiatric facility function and enhance service delivery.	<ul style="list-style-type: none"> Observe processes Review CA specific requirements for IP service delivery 	Gina Eckart	Off-site
		Brenda Klutz	16
5. Evaluate and make recommendations regarding patient mix.	<ul style="list-style-type: none"> Review and analyze patient mix based on diagnostic criteria, reason for admission, functionality of individual, and history of OP treatment Document review Interviews 	Gina Eckart	On-site
		Kate Lyon	8
			Off-site
			4

SCOPE OF WORK COSTS:

<i>Classification</i>	Job Title	Projected Hours	Hourly Rate	Cost
HMA Labor Costs				
Doug Elwell	Managing Principal	35	\$320	\$11,200
Mary Roos	Managing Principal	60	\$320	\$19,200
Jack Raba	Principal	51	\$320	\$16,320
Kate Lyon	Principal	56	\$272	\$15,232
Gina Eckart	Principal	40	\$272	\$10,880
Bret Corzine	Administration	17	\$76	\$1,292
Brenda Klutz	Sr. Consultant	17	\$236	\$4,012
<i>HMA Labor Total</i>		276		\$78,136
Travel And Incidental Costs				
Travel Time*		120		\$23,050
Total Trip Costs (Airfare, Hotel, Meals...)				\$13,565
Incidental Costs				\$500
<i>Travel and Incidental Total</i>				\$37,115
TOTAL		396		\$115,251

EXHIBIT B

PAYMENT ARRANGEMENTS Periodic Compensation

- A. For CONTRACTOR services to be rendered under this contract, CONTRACTOR shall be paid a total contract amount, including cost reimbursements, not to exceed **\$115,000.00** for the contract.
- B. Payment for services and /or reimbursement of costs shall be made upon CONTRACTOR's satisfactory performance, based upon the scope and methodology contained in **EXHIBIT A** as determined by COUNTY.
- C. MONTHLY, CONTRACTOR shall submit to the COUNTY DESIGNATED REPRESENTATIVE an invoice or certified claim on the County Treasury. These invoices or certified claims must cite the assigned Board Contract Number. COUNTY REPRESENTATIVE shall evaluate the quality of the service performed and if found to be satisfactory shall initiate payment processing. COUNTY shall pay invoices or claims for satisfactory work within 30 days of presentation.
- D. COUNTY's failure to discover or object to any unsatisfactory work or billings prior to payment will not constitute a waiver of COUNTY's right to require CONTRACTOR to correct such work or billings or seek any other legal remedy.

EXHIBIT C

STANDARD INDEMNIFICATION AND INSURANCE PROVISIONS for contracts REQUIRING professional liability insurance

1. INDEMNIFICATION

Indemnification pertaining to other than Professional Services:

CONTRACTOR shall defend, indemnify and save harmless the COUNTY, its officers, agents and employees from any and all claims, demands, damages, costs, expenses (including attorney's fees), judgments or liabilities arising out of this Agreement or occasioned by the performance or attempted performance of the provisions hereof; including, but not limited to, any act or omission to act on the part of the CONTRACTOR or his agents or employees or other independent contractors directly responsible to him; except those claims, demands, damages, costs, expenses (including attorney's fees), judgments or liabilities resulting from the sole negligence or willful misconduct of the COUNTY.

CONTRACTOR shall notify the COUNTY immediately in the event of any accident or injury arising out of or in connection with this Agreement.

Indemnification pertaining to Professional Services:

CONTRACTOR shall indemnify and save harmless the COUNTY, its officers, agents and employees from any and all claims, demands, damages, costs, expenses (including attorney's fees), judgments or liabilities arising out of the negligent performance or attempted performance of the provisions hereof; including any willful or negligent act or omission to act on the part of the CONTRACTOR or his agents or employees or other independent contractors directly responsible to him to the fullest extent allowable by law.

CONTRACTOR shall notify the COUNTY immediately in the event of any accident or injury arising out of or in connection with this Agreement.

2. INSURANCE

Without limiting the CONTRACTOR's indemnification of the COUNTY, CONTRACTOR shall procure the following required insurance coverages at its sole cost and expense. All insurance coverage is to be placed with insurers which (1) have a Best's rating of no less than A: VII, and (2) are admitted insurance companies in the State of California. All other insurers require the prior approval of the COUNTY. Such insurance coverage shall be maintained during the term of this Agreement. Failure to comply with the insurance requirements shall place CONTRACTOR in default. Upon request by the COUNTY, CONTRACTOR shall provide a certified copy of any insurance policy to the COUNTY within ten (10) working days.

2.1. Workers' Compensation Insurance: Statutory Workers' Compensation and Employers Liability Insurance shall cover all CONTRACTOR's staff while performing any work incidental to the performance of this Agreement. The policy shall provide that no cancellation, or expiration or reduction of coverage shall be effective or occur until at least thirty (30) days after receipt of such notice by the COUNTY. In the event CONTRACTOR is self-insured, it shall furnish a copy of Certificate of Consent to Self-Insure issued by the Department of Industrial Relations for the State of California. This provision

does not apply if CONTRACTOR has no employees as defined in Labor Code Section 3350 et seq. during the entire period of this Agreement and CONTRACTOR submits a written statement to the COUNTY stating that fact.

2.2. General and Automobile Liability Insurance: The general liability insurance shall include bodily injury, property damage and personal injury liability coverage, shall afford coverage for all premises, operations, products and completed operations of CONTRACTOR and shall include contractual liability coverage sufficiently broad so as to include the insurable liability assumed by the CONTRACTOR in the indemnity and hold harmless provisions of the Indemnification Section of this Agreement between COUNTY and CONTRACTOR. The automobile liability insurance shall cover all owned, non-owned and hired motor vehicles that are operated on behalf of CONTRACTOR pursuant to CONTRACTOR's activities hereunder. CONTRACTOR shall require all subcontractors to be included under its policies or furnish separate certificates and endorsements to meet the standards of these provisions by each subcontractor. COUNTY, its officers, agents, and employees shall be Additional Insured status on any policy. A cross liability clause, or equivalent wording, stating that coverage will apply separately to each named or additional insured as if separate policies had been issued to each shall be included in the policies. A copy of the endorsement evidencing that the policy has been changed to reflect the Additional Insured status must be attached to the certificate of insurance. The limit of liability of said policy or policies for general and automobile liability insurance shall not be less than \$1,000,000 per occurrence and \$2,000,000 in the aggregate. Any deductible or Self-Insured Retention {SIR} over \$10,000 requires approval by the COUNTY.

Said policy or policies shall include a severability of interest or cross liability clause or equivalent wording. Said policy or policies shall contain a provision of the following form:

"Such insurance as is afforded by this policy shall be primary and non-contributory to the full limits stated in the declarations, and if the COUNTY has other valid and collectible insurance for a loss covered by this policy, that other insurance shall be excess only."

If the policy providing liability coverage is on a 'claims-made' form, the CONTRACTOR is required to maintain such coverage for a minimum of three years following completion of the performance or attempted performance of the provisions of this Agreement. Said policy or policies shall provide that the COUNTY shall be given thirty (30) days written notice prior to cancellation or expiration of the policy or reduction in coverage.

2.3. Professional Liability Insurance. Professional liability insurance shall include coverage for the activities of CONTRACTOR's professional staff with a combined single limit of not less than \$1,000,000 per occurrence or claim and \$2,000,000 in the aggregate. Said policy or policies shall provide that COUNTY shall be given thirty (30) days written notice prior to cancellation, expiration of the policy, or reduction in coverage. If the policy providing professional liability coverage is on a 'claims-made' form, the CONTRACTOR is required to maintain such coverage for a minimum of three (3) years (ten years [10] for Construction Defect Claims) following completion of the performance or attempted performance of the provisions of this Agreement.

CONTRACTOR shall submit to the office of the designated COUNTY representative certificate(s) of insurance documenting the required insurance as specified above prior to this Agreement becoming effective. COUNTY shall maintain current certificate(s) of insurance at all times in the office of the designated COUNTY representative as a condition precedent to any payment under this Agreement. Approval of insurance by COUNTY or acceptance of the certificate of insurance by COUNTY shall not relieve or decrease the extent to which the CONTRACTOR may be held responsible for payment of damages resulting from CONTRACTOR's services of operation pursuant to the Agreement, nor shall it be deemed a waiver of COUNTY's rights to insurance coverage hereunder.

In the event the CONTRACTOR is not able to comply with the COUNTY's insurance requirements, COUNTY may, at their sole discretion and at the CONTRACTOR's expense, provide compliant coverage.

The above insurance requirements are subject to periodic review by the COUNTY. The COUNTY's Risk Manager is authorized to change the above insurance requirements, with the concurrence of County Counsel, to include additional types of insurance coverage or higher coverage limits, provided that such change is reasonable based on changed risk of loss or in light of past claims against the COUNTY or inflation. This option may be exercised during any **amendment** of this Agreement **that results in an increase in the nature of COUNTY's risk** and such change of provisions will be in effect for the term of the **amended** Agreement. Such change pertaining to types of insurance coverage or higher coverage limits must be made by **written** amendment to this Agreement. CONTRACTOR agrees to execute any such amendment within thirty (30) days of acceptance of the amendment or modification.

Contract Summary Form:

Contract Number : BC 13-055

- D1. Fiscal Year: FY 12/13
- D2. Budget Unit Number: 012
- D3. Requisition Number.....: N/A
- D4. Department Name.....: County Executive Office
- D5. Contact Person.....: Terri Maus-Nisich
- D6. Phone.....: (805)568-3400

- K1. Contract Type (check one): Personal Service Capital Project/Construction
- K2. Brief Summary of Contract Description/Purpose : Review of Inpatient Systems of Care ADMHS
- K3. Original Contract Amount.....: \$115,000
- K4. Contract Begin Date: August 14, 2012
- K5. Original Contract End Date.....: December 31, 2012
- K6. Amendment History (leave blank if no prior amendments):

<u>Seq#</u>	<u>EffectiveDate</u>	<u>ThisAmndt</u>	<u>Amt</u>	<u>CumAmndt</u>	<u>ToDate</u>	<u>NewTotal</u>	<u>Amt</u>	<u>NewEndDate</u>	<u>Purpose (2-4 words)</u>
			\$			\$			

K7. Department Project Number: N/A

- B1. Is this a Board Contract? (Yes/No).....: Yes
- B2. Number of Workers Displaced (if any): 0
- B3. Number of Competitive Bids (if any): 8
- B4. Lowest Bid Amount (if bid).....: N/A
- B5. If Board waived bids, show Agenda Date.....:
- B6. ... and Agenda Item Number.....: #
- B7. Boilerplate Contract Text Unaffected? (Yes / or cite ¶¶): No Section 15 and Section 17A1

- F1. Encumbrance Transaction Code.....:
- F2. Current Year Encumbrance Amount.....: \$115,000
- F3. Fund Number: 0001
- F4. Department Number.....: 012
- F5. Division Number (if applicable).....:
- F6. Account Number: 7510
- F7. Cost Center number (if applicable): 1000
- F8. Payment Terms.....:

- V1. Vendor Numbers (A=auditor; P=purchasing).....:
- V2. Payee/Contractor Name: Health Management Associates
- V3. Mailing Address: One Michigan Ave. Bldg., 120 N. Washington Square, #703
- V4. City State (two-letter) Zip (include +4 if known): Lansing, MI 48933
- V5. Telephone Number.....: (517)482-9236
- V6. Contractor's Federal Tax ID Number (EIN or SSN): 38-2599727
- V7. Contact Person.....: Jeff DeVries
- V8. Workers Comp Insurance Expiration Date: April 15, 2013
- V9. Liability Insurance Expiration Date[s] (G=enl; P=rofl): April 15, 2013
- V10. Professional License Number: #
- V11. Verified by (name of County staff).....:
- V12. Company Type (Check one): Individual Sole Proprietorship Partnership Corporation

I certify: information complete and accurate; designated funds available; required concurrences evidenced on signature page.

Date: Authorized Signature.....