

# **COUNTY OF SAN MATEO**

Inter-Departmental Correspondence Health System



Date: September 13, 2016

**Board Meeting Date:** October 18, 2016

Special Notice / Hearing: None Vote Required: Majority

**To:** Honorable Board of Supervisors

**From:** Louise Rogers, Chief, Health System

Chester J. Kunnappilly, MD, Interim Chief Executive Officer,

San Mateo Medical Center

Subject: Agreement with Kenton Fong, MD for Specialty Plastic Surgery Services

### **RECOMMENDATION:**

Adopt a resolution authorizing an agreement with Kenton Fong, MD to provide specialty plastic surgery services, for the term of September 1, 2016 through August 31, 2018, in an amount not to exceed \$540,000.

# **BACKGROUND:**

Specialty plastic surgery services are provided under the general direction of the Chief of Surgery at San Mateo Medical Center (SMMC). Such care includes professional plastic surgery services, specifically in the area of non-cosmetic post traumatic, post-cancer, and hand reconstructive care. Dr. Kenton Fong has been providing plastic surgery services at SMMC since March 2013.

#### **DISCUSSION:**

Dr. Fong has agreed to continue to provide plastic surgery clinic and operative services on an as needed basis. In September 2016, Dr. Larry Fan decided to discontinue providing plastic surgery services at SMMC. Dr. Fong has agreed to provide additional clinics, surgery and call services for the patients previously treated by Dr. Fan. In addition, he will also provide Chief of Plastic Surgery administrative services and Emergency Department call coverage.

County Administrative Memorandum B-1 provides that contracts for physicians are exempt from the Request for Proposals process.

The resolution contains the County's standard provisions allowing amendment of the County's fiscal obligations by a maximum of \$25,000 (in aggregate).

The agreement and resolution have been reviewed and approved by County Counsel as to form.

The agreement contributes to the Shared Vision 2025 outcome of a Healthy Community by providing access to non-cosmetic plastic surgery services to County residents. It is anticipated that all plastic surgery services provided will adhere to the infection control standards as defined by the Joint Commission and Title XXII of the State of California, Code of Regulations to reduce the risk of infections 100% of the time

# PERFORMANCE MEASURE:

Measure	FY 2015-16 Actual	FY 2016-17 Projected
Percentage of all plastic surgery services provided will adhere to the	100%	100%
infection control standards as defined		
by the Joint Commission and Title XXII of the State of California, Code of		
Regulations to reduce the risk of		
infections		

# **FISCAL IMPACT:**

The term of the agreement is September 1, 2016 through August 31, 2018. The amount of the agreement is not to exceed \$540,000 for the two-year term. Funds in the amount of \$225,000 are included in the SMMC FY 2016-17 Adopted Budget. Funds in the amount of \$270,000 will be included in the SMMC FY 2017-18 Recommended Budget. Similar arrangements will be made for future years.

The payment provisions and levels of services in this contract differ from that of the previous contract due to an 18% increase of the Medical Group Management Association rates for plastic surgeons. In addition, there is a significant increase in clinic, call, and surgery services due to the need to cover Dr. Fan's patients. Finally, Dr. Fong will assume the administrative role of Chief of Plastic Surgery.

Expenses at SMMC are covered by fees for services or third-party payors whenever possible. The portion of expenses for services provided to the medically indigent or to those covered by programs that do not meet the full costs of care are covered by the County's General Fund contribution to SMMC, and are within the existing annual appropriation.