

HEALTH COMMISSION

CITY AND COUNTY OF SAN FRANCISCO

RESOLUTION NO. 11-94

**CONTRACTING REGARDING PROVISIONS FOR FISCAL YEAR 1994-95
BY THE HEALTH COMMISSION**

WHEREAS, the Department of Public Health provides many of its essential services through contracting with community based agencies in San Francisco; and

WHEREAS, the Department of Public Health's strategic direction is to reduce its costs, increase its productivity and develop an integrated health delivery system for clients; and,

WHEREAS, the Department proposes to balance its budget by increasing revenues and containing costs within all of its services; and,

WHEREAS, the Department is planning to contain its labor costs for fiscal year 1994-95 and its contractor costs; and,

WHEREAS, the Department is working with the major contractors to maintain quality services while reducing their administrative and operating costs through joint partnerships and establishing prime vendor and master contract relationships; and,

WHEREAS, the Department is reorganizing its contracting systems to reduce processing time and duplication, to reduce payment delays and to increase coordination and integration of services; and,

WHEREAS, the Department is reviewing its payment process to encourage fee for service based reimbursement; and,

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WHEREAS, the Department is reviewing its contract provisions to include acceptance of risk with corresponding incentives to selected contractors; and

WHEREAS, the Department proposes to maintain current level of funding for contractual services for fiscal year 1994-95, and proposes that any savings accrued by contractors' cost saving initiatives be used to pay for cost increases and increases in service capacity; now, therefore, be it

RESOLVED, that the Health Commission endorses these contract provisions for fiscal year 1994-95, and encourages the Department to proceed to implement any changes to the contract process which would facilitate the delivery and administration of contract services.

I hereby certify that the foregoing resolution was adopted by the Health Commission at its meeting of Tuesday, March 1, 1994.



Sandy Ouye Mori
Executive Secretary to
the Health Commission