#### Carson City Agenda Report

Date Submitted: June 5, 2014 Agenda Date Requested: June 19, 2014

Time Requested: Consent

**To:** Mayor and Supervisors **From:** Purchasing and Contracts

**Subject Title:** For Possible Action: To determine that Contract No. 1314-204 is a contract for professional services and therefore not suitable for public bidding pursuant to NRS 332.115 and to approve Contract No. 1314-204, a request for professional services to be provided by Physician Select Management, LLC through June 30, 2015, for an amount not to exceed the cost of \$115,000.00 to be funded from the Inmate Medical Care account in the Supplemental Indigent Fund as provided in FY 2014/2015. (Kim Belt)

**Staff Summary:** Vendor will provide qualified physicians, nurse practitioners or physician's assistants who are licensed in the State of Nevada to provide medical services for all persons in the custody of the Carson City Sheriff and the Carson City Regional Juvenile Detention Center. A contact person will be available from 8:00 am to 8:00 pm everyday of the year, including City recognized holidays.

Type of Action Requested: (check one)
() Resolution () Ordinance (_X) Formal Action/Motion () Other (Specify)
Does This Action Require A Business Impact Statement: () Yes (_X) No

**Recommended Board Action:** I move to determine that Contract No. 1314-204 is a contract for professional services and therefore not suitable for public bidding pursuant to NRS 332.115 and to approve Contract No. 1314-204, a request for professional services to be provided by Physician Select Management, LLC through June 30, 2015, for an amount not to exceed the cost of \$115,000.00 to be funded from the Inmate Medical Care account in the Supplemental Indigent Fund as provided in FY 2014/2015. (Kim Belt)

**Explanation for Recommended Board Action:** Through this contract, Physician Select Management, LLC will provide medical services for all persons detained in the Carson City Jail and the Carson City Regional Juvenile Detention Center. The cost of the services to be provided has been identified in an amount not to exceed \$115,000.00. Pursuant to **NRS 332.115 subsection 1** (b), staff is requesting the Board of Supervisors declare that this contract is not adapted to award by competitive bidding.

NRS 332.115 Contracts not adapted to award by competitive bidding; purchase of equipment by local law enforcement agency, response agency or other local governmental agency; purchase of goods commonly used by hospital.

- 1. Contracts which by their nature are not adapted to award by competitive bidding, including contracts for:
  - (b) Professional services:

are not subject to the requirements of this chapter for cogoverning body or its authorized representative.  (Added to NRS by 1975, 1538; A 1987, 296, 1484; 1997, 1999, 889, 1684; 2001, 1317; 2003, 620, 2262; 2005, 226	1, 337, 349, 648, 1934, 1935; 1997, 132;
Applicable Statute, Code, Policy, Rule or Regulation:	NRS 332.115 subsection 1 (b)
Fiscal Impact: \$115,000.00	
<b>Explanation of Impact:</b> If approved, the Inmate Media Indigent Fund will be reduced by \$115,000.00.	cal Care account in the Supplemental
<b>Funding Source:</b> 208-0000-444-10-25 - Inmate Medical Carenda s provided in FY 2014/2015. There is currently \$1	
Alternatives: Not approve Contract No. 1314-204, a reprovided by Physician Select Management, LLC	equest for professional services to be
Supporting Material: Contract for Services of Independe	nt Contractor
Prepared By: Kim Belt, Purchasing and Contracts Manag	ger
(Finance Director)  (Health and Human/Services)  (City Manager)  (Finance Director)	Date: 6/10/14  Date: 6/10/14  Date: 6/10/14
Board Action Taken:	
Motion: 1) 2)	Aye/Nay
(Vote Recorded By)	

# Physician Professional Services for Health, Juvenile, and Sheriff Departments

**THIS CONTRACT**, made and entered into this 19<sup>th</sup> day of June, 2014, by and between the Carson City, a consolidated municipality, a political subdivision of the State of Nevada, hereinafter referred to as the "CITY", and Physician Select Management, LLC, hereinafter referred to as the "CONTRACTOR".

#### WITNESSETH:

**WHEREAS**, the Purchasing and Contracts Manager for Carson City, a consolidated municipality is authorized, pursuant to Nevada Revised Statutes Chapter 332 and Carson City Purchasing Resolution #1990-R71, to approve and accept this Contract as set forth in and by the following provisions; and

WHEREAS, it is deemed that the services of CONTRACTOR for CONTRACT No. 1314-204 Physician Professional Services for Health, Juvenile, and Sheriff's Department are both necessary and in the best interests of CITY; and

**NOW, THEREFORE**, in consideration of the aforesaid premises, the parties mutually agree as follows:

#### 1 REQUIRED APPROVAL:

1.1 This Contract shall not become effective until and unless approved by the Carson City Board of Supervisors.

#### 2 **CONTRACT TERM**:

2.1 This Contract shall be effective from June 6, 2014, subject to Carson City Board of Supervisors' approval (anticipated to be June 19, 2014) to June 30, 2015, unless sooner terminated by either party as specified in **Section 7 Contract Termination**.

#### 3 **NOTICE**:

3.1 Unless otherwise specified, termination shall not be effective until thirty (30) calendar days after a party has served written notice of default, or without cause upon the other party. All notices or other communications required or permitted to be given under this Contract shall be in writing and shall be deemed to have been duly given if delivered personally in hand, by e-mail with simultaneous regular mail, by telephonic facsimile with simultaneous regular mail, or by certified mail, return receipt requested, postage prepaid on the date posted, and addressed to the other party at the address specified below.

Page 1 of 20 Revised 6/11/08

# Physician Professional Services for Health, Juvenile, and Sheriff Departments

For P&C Use Only	
CCBL expires	
GL expires	
AL expires	
PL expires	
WC expires	

3.2 Notice to **CONTRACTOR** shall be addressed to:

Leonard Hamer, Manager - CEO Physician Select Management, LLC 212 West Ann Street Carson City, Nevada 89703 775-885-2211 x 103/FAX 775-885-0773 lenhamer@pmcipa.com

3.3 Notice to CITY shall be addressed to:

Carson City Purchasing and Contracts
Kim Belt, Purchasing and Contracts Manager
201 North Carson Street Suite 3
Carson City, NV 89701
775-283-7137
KBelt@carson.org

#### 4 SCOPE OF WORK:

4.1 **CONTRACTOR** shall provide and perform the following services for and on behalf of **CITY** hereinafter referred to as the "**SERVICES**".

#### 4.2 ADULT SERVICES TO BE PROVIDED:

- 4.2.1 **CONTRACTOR** will provide medical services for all persons who are in the custody of the Sheriff of Carson City, Nevada. This responsibility is limited to those who are in actual custody for whom the City is responsible. The **CONTRACTOR** will also provide a contact person from 8:00 am to 8:00 pm, every day of the year, including recognized City holidays, to be available by telephone to discuss medical needs as requested by the Carson City Jail. If needed, the **CONTRACTOR**, or designee, will recommend emergency care on a fee-for-service basis at **CONTRACTOR**'S clinic or the Carson Tahoe Regional Medical Center Emergency Room.
- 4.2.2 **CONTRACTOR** agrees to provide the following additional services at the Carson City Jail:

Page 2 of 20 Revised 6/11/08

# Physician Professional Services for Health, Juvenile, and Sheriff Departments

- 4.2.3 Assist the Carson City Sheriff's Office in developing and implementing policies and procedures that assure high quality health services, based on recognized community and professional standards;
- 4.2.4 Hold quarterly meeting when requested by the Sheriff or **CONTRACTOR** regarding delivery of health services;
- 4.2.5 Conduct, when necessary, appropriate health service training courses for Carson City Sheriff's Office employees, when requested by the Sheriff and as mutually agreed upon by the Sheriff and **CONTRACTOR**:
- 4.2.6 Provide medical services for all persons in the custody of the Carson City Jail, five days per week for a minimum of four hours per day exclusive of recognized City Holidays, unless not needed. Hours may be exceeded with Jail Management approval;
- 4.2.7 Provide physical examinations for adults committed to the Carson City Jail for referral to mental health treatment centers during regular on-site visits;
- 4.2.8 Inmates transported to **CONTRACTOR**'S clinic for evaluation or treatment will be charged to the Carson City Sheriff's Office at the **CONTRACTOR**'S standard clinic rates at the time services are provided; test, procedure, hospitalization or other medically necessary procedures will be either provided by **CONTRACTOR** or referred by **CONTRACTOR**, with City authorization, to another appropriate **CONTRACTOR** or provider.

#### 4.3 JUVENILE SERVICES TO BE PROVIDED:

- 4.3.1 **CONTRACTOR** will provide services for all juveniles detained at the Carson City Regional Juvenile Detention Center. This responsibility is limited to those juveniles where arrangements for medical services with the juveniles' family doctor at the expense of the parents cannot be made. All costs for medical services provided at the **CONTRACTOR'S** clinic for juveniles from other counties or agencies utilizing the Carson City Juvenile Detention Center are the responsibility of that county or agency.
- 4.3.2 **CONTRACTOR** agrees to provide the following services at the Carson City Regional Juvenile Detention Center.
- 4.3.3 Provide medical services for all persons in custody at the Carson City Regional Juvenile Detention Center by **CONTRACTOR**, five (5) days per week for a minimum of one (1) hour per day, as required, exclusive of recognized City holidays;
- 4.3.4 **Contractor** will provide consultation on a periodic basis as to health procedures for juveniles.
- 4.3.5 **CONTRACTOR** will provide qualified physicians, nurse practitioners or physicians

Page 3 of 20 Revised 6/11/08

# Physician Professional Services for Health, Juvenile, and Sheriff Departments

assistants who are licensed in the State of Nevada to provide the professional services under this contract. All nurse practitioners and physicians assistants will be overseen by a qualified physician licensed in Nevada and in accordance with Nevada law. The CONTRACTOR is an independent contractor and is responsible for its own payroll, benefits, taxes and other costs of doing business. CONTRACTOR will ensure that workers compensation and professional liability insurance is in effect for all physicians, nurse practitioners and physician assistants who provide services under this contract. The City will provide all other staff, medications, equipment, supplies and other materials while services are provided by CONTRACTOR at the Carson City Jail and the Carson City Regional Juvenile Detention Center. All staff, medications, equipment, supplies and other materials will be provided by CONTRACTOR at CONTRACTOR'S clinic.

- 4.4 **CONTRACTOR** represents that it is duly licensed by Carson City for the purposes of performing the **SERVICES**.
- 4.5 **CONTRACTOR** represents that it is duly qualified and licensed in the State of Nevada for the purposes of performing the **SERVICES**.
- 4.6 **CONTRACTOR** represents that it and/or the persons it may employ possess all skills and training necessary to perform the **SERVICES** described herein and required hereunder. **CONTRACTOR** shall perform the **SERVICES** faithfully, diligently, in a timely and professional manner, to the best of its ability, and in such a manner as is customarily performed by a person who is in the business of providing such services in similar circumstances. **CONTRACTOR** shall be responsible for the professional quality and technical accuracy of all **SERVICES** furnished by **CONTRACTOR** to **CITY**.
- 4.7 **CONTRACTOR** represents that neither the execution of this Contract nor the rendering of services by **CONTRACTOR** hereunder will violate the provisions of or constitute a default under any other contract or agreement to which **CONTRACTOR** is a party or by which **CONTRACTOR** is bound, or which would preclude **CONTRACTOR** from performing the **SERVICES** required of **CONTRACTOR** hereunder, or which would impose any liability or obligation upon **CITY** for accepting such **SERVICES**.
- 4.8 Before commencing with the performance of any work under this Contract, CONTRACTOR shall obtain all necessary permits and licenses as may be necessary. Before and during the progress of work under this Contract, CONTRACTOR shall give all notice and comply with all the laws, ordinances, rules and regulations of every kind and nature now or hereafter in effect promulgated by any Federal, State, County, or other Governmental Authority, relating to the performance of work under this Contract. If CONTRACTOR performs any work that is contrary to any such law, ordinance, rule or regulation, he shall bear all the costs arising therefrom.

Page 4 of 20 Revised 6/11/08

# Physician Professional Services for Health, Juvenile, and Sheriff Departments

#### 5 **CONSIDERATION**:

- 5.1 The parties agree that **CONTRACTOR** will provide the **SERVICES** specified in **Section 4 Scope of Work** and **CITY** agrees to pay **CONTRACTOR** the **CONTRACT SUM** based upon time and materials for an amount not to exceed the cost of One Hundred Fifteen Thousand Dollars and No Cents (\$115,000.00).
- 5.2 **CONTRACT SUM** represents full and adequate compensation for the completed **WORK**, and includes the furnishing of all materials; all labor, equipment, tools, and appliances; and all expenses, direct or indirect, connected with the proper execution of the **WORK**.
- 5.3 **CONTRACTOR** will submit a sample invoice showing an average breakdown of fees per month including the Nurse Practitioners rate of pay. **CITY** reserves the right to hold reimbursement under this contract until any delinquent forms, reports and expenditure documentation is submitted to and accepted by the **CITY**.
- 5.4 **CITY** does not agree to reimburse **CONTRACTOR** for expenses unless otherwise specified.

#### 6 TIMELINESS OF BILLING SUBMISSION:

6.1 The parties agree that timeliness of billing is of the essence to this Contract and recognize that CITY is on a fiscal year which is defined as the period beginning July 1 and ending June 30 of the following year. All billings for dates of service prior to July 1 must be submitted to CITY no later than the first Friday in August of the same year. A billing submitted after the first Friday in August will subject CONTRACTOR to an administrative fee not to exceed \$100.00. The parties hereby agree this is a reasonable estimate of the additional costs to CITY of processing the billing as a stale claim and that this amount will be deducted from the stale claim payment due to CONTRACTOR.

#### 7 **CONTRACT TERMINATION**:

- 7.1 Termination Without Cause:
- 7.2 Any discretionary or vested right of renewal notwithstanding, this Contract may be terminated upon written notice by mutual consent of both parties or unilaterally by either party without cause.
- 7.3 Termination for Nonappropriation:
- 7.4 The continuation of this Contract beyond June 30, 2014 is subject to and contingent upon sufficient funds being appropriated, budgeted, and otherwise made available by the Carson City Board of Supervisors. **CITY** may terminate this Contract, and **CONTRACTOR**

Page 5 of 20 Revised 6/11/08

# Physician Professional Services for Health, Juvenile, and Sheriff Departments

waives any and all claim(s) for damages, effective immediately upon receipt of written notice (or any date specified therein) if for any reason the funding is not appropriated or is withdrawn, limited, or impaired.

- 7.5 Cause Termination for Default or Breach:
- 7.6 A default or breach may be declared with or without termination.
- 7.7 This Contract may be terminated by either party upon written notice of default or breach to the other party as follows:
- 7.7.1 If **CONTRACTOR** fails to provide or satisfactorily perform any of the conditions, work, deliverables, goods, or services called for by this Contract within the time requirements specified in this Contract or within any granted extension of those time requirements; or
- 7.7.2 If any state, county, city or federal license, authorization, waiver, permit, qualification or certification required by statute, ordinance, law, or regulation to be held by **CONTRACTOR** to provide the goods or services required by this Contract is for any reason denied, revoked, debarred, excluded, terminated, suspended, lapsed, or not renewed; or
- 7.7.3 If **CONTRACTOR** becomes insolvent, subject to receivership, or becomes voluntarily or involuntarily subject to the jurisdiction of the bankruptcy court; or
- 7.7.4 If **CITY** materially breaches any material duty under this Contract and any such breach impairs **CONTRACTOR'S** ability to perform; or
- 7.7.5 If it is found by **CITY** that any quid pro quo or gratuities in the form of money, services, entertainment, gifts, or otherwise were offered or given by **CONTRACTOR**, or any agent or representative of **CONTRACTOR**, to any officer or employee of **CITY** with a view toward securing a contract or securing favorable treatment with respect to awarding, extending, amending, or making any determination with respect to the performing of such contract; or
- 7.7.6 If it is found by **CITY** that **CONTRACTOR** has failed to disclose any material conflict of interest relative to the performance of this Contract.
- 7.8 Time to Correct:
- 7.9 Termination upon a declared default or breach may be exercised only after service of formal written notice as specified in **Section 3 Notice**, and the subsequent failure of the defaulting party within fifteen (15) calendar days of that notice to provide evidence, satisfactory to the aggrieved party, showing that the declared default or breach has been corrected.
- 7.10 Winding Up Affairs Upon Termination:

Page 6 of 20 Revised 6/11/08

# Physician Professional Services for Health, Juvenile, and Sheriff Departments

- 7.11 In the event of termination of this Contract for any reason, the parties agree that the provisions of this paragraph survive termination:
- 7.11.1 The parties shall account for and properly present to each other all claims for fees and expenses and pay those which are undisputed and otherwise not subject to set off under this Contract. Neither party may withhold performance of winding up provisions solely based on nonpayment of fees or expenses accrued up to the time of termination;
- 7.11.2 **CONTRACTOR** shall satisfactorily complete work in progress at the agreed rate (or a pro rata basis if necessary) if so requested by **CITY**;
- 7.11.3 **CONTRACTOR** shall execute any documents and take any actions necessary to effectuate an assignment of this Contract if so requested by **CITY**;
- 7.11.4 **CONTRACTOR** shall preserve, protect, and promptly deliver into **CITY** possession all proprietary information in accordance with **Section 23 City Ownership of Proprietary Information**.

#### 8 **REMEDIES**:

8.1 Except as otherwise provided for by law or this Contract, the rights and remedies of the parties shall not be exclusive and are in addition to any other rights and remedies provided by law or equity, including, without limitation, actual damages, and to a prevailing party reasonable attorneys' fees and costs. The parties agree that, in the event a lawsuit is filed and a party is awarded attorney's fees by the court, for any reason, the amount of recoverable attorney's fees shall not exceed the rate of \$125 per hour. CITY may set off consideration against any unpaid obligation of CONTRACTOR to CITY.

#### 9 **LIMITED LIABILITY**:

9.1 **CITY** will not waive and intends to assert available Nevada Revised Statutes Chapter 41 liability limitations in all cases. Contract liability of both parties shall not be subject to punitive damages. Liquidated damages shall not apply unless otherwise specified in the incorporated attachments. Damages for any **CITY** breach shall never exceed the amount of funds appropriated for payment under this Contract, but not yet paid to **CONTRACTOR**, for the fiscal year budget in existence at the time of the breach. **CONTRACTOR'S** tort liability shall not be limited.

#### 10 **FORCE MAJEURE**:

10.1 Neither party shall be deemed to be in violation of this Contract if it is prevented from performing any of its obligations hereunder due to strikes, failure of public transportation, civil

Page 7 of 20 Revised 6/11/08

# Physician Professional Services for Health, Juvenile, and Sheriff Departments

or military authority, act of public enemy, accidents, fires, explosions, or acts of God, including, without limitation, earthquakes, floods, winds, or storms. In such an event the intervening cause must not be through the fault of the party asserting such an excuse, and the excused party is obligated to promptly perform in accordance with the terms of this Contract after the intervening cause ceases.

#### 11 **INDEMNIFICATION**:

- 11.1 To the extent permitted by law, including, but not limited to, the provisions of Nevada Revised Statutes Chapter 41, each party shall indemnify, hold harmless and defend, not excluding the other's right to participate, the other party from and against all liability, claims, actions, damages, losses, and expenses, including but not limited to reasonable attorney's fees and costs, arising out of any alleged negligent or willful acts or omissions of the indemnifying party, its officers, employees and agents. Such obligation shall not be construed to negate, abridge, or otherwise reduce any other right or obligation of the indemnity which would otherwise exist as to any party or person described in this paragraph.
- 11.2 Except as otherwise provided in Subsection 11.4 below, the indemnifying party shall not be obligated to provide a legal defense to the indemnified party, nor reimburse the indemnified party for the same, for any period occurring before the indemnified party provides written notice of the pending claim(s) or cause(s) of action to the indemnifying party, along with:
- 11.3 a written request for a legal defense for such pending claim(s) or cause(s) of action; and
- 11.4 a detailed explanation of the basis upon which the indemnified party believes that the claim or cause of action asserted against the indemnified party implicates the culpable conduct of the indemnifying party, its officers, employees, and/or agents.
- 11.5 After the indemnifying party has begun to provide a legal defense for the indemnified party, the indemnifying party shall not be obligated to fund or reimburse any fees or costs provided by any additional counsel for the indemnified party, including counsel through which the indemnified party might voluntarily choose to participate in its defense of the same matter.
- 11.6 After the indemnifying party has begun to provide a legal defense for the indemnified party, the indemnifying party shall be obligated to reimburse the reasonable attorney's fees and costs incurred by the indemnified party during the initial thirty (30) day period of the claim or cause of action, if any, incurred by separate counsel.

#### 12 **INDEPENDENT CONTRACTOR**:

12.1 An independent contractor is a natural person, firm or corporation who agrees to perform services for a fixed price according to his or its own methods and without subjection to

Page 8 of 20 Revised 6/11/08

# Physician Professional Services for Health, Juvenile, and Sheriff Departments

the supervision or control of the other contracting party, except as to the results of the work, and not as to the means by which the services are accomplished.

- 12.2 It is mutually agreed that **CONTRACTOR** is associated with **CITY** only for the purposes and to the extent specified in this Contract, and in respect to performance of the contracted services pursuant to this Contract. **CONTRACTOR** is and shall be an independent contractor and, subject only to the terms of this Contract, shall have the sole right to supervise, manage, operate, control, and direct performance of the details incident to its duties under this Contract.
- 12.3 Nothing contained in this Contract shall be deemed or construed to create a partnership or joint venture, to create relationships of an employer-employee or principal-agent, or to otherwise create any liability for CITY whatsoever with respect to the indebtedness, liabilities, and obligations of CONTRACTOR or any other party.
- 12.4 **CONTRACTOR** shall indemnify and hold **CITY** harmless from, and defend **CITY** against, any and all losses, damages, claims, costs, penalties, liabilities, expenses arising out of or incurred in any way because of, but not limited to, **CONTRACTOR'S** obligations or legal duties regarding any taxes, fees, assessments, benefits, entitlements, notice of benefits, employee's eligibility to work, to any third party, subcontractor, employee, state, local or federal governmental entity.
- 12.5 Neither **CONTRACTOR** nor its employees, agents, or representatives shall be considered employees, agents, or representatives of **CITY**.

#### 13 **INSURANCE REQUIREMENTS**:

- 13.1 **CONTRACTOR**, as an independent contractor and not an employee of **CITY**, must carry policies of insurance in amounts specified and pay all taxes and fees incident hereunto. **CITY** shall have no liability except as specifically provided in this Contract.
- 13.2 **CONTRACTOR** shall not commence work before: (1) **CONTRACTOR** has provided the required evidence of insurance to Carson City Purchasing and Contracts, and (2) **CITY** has approved the insurance policies provided by **CONTRACTOR**.
- 13.3 Prior approval of the insurance policies by **CITY** shall be a condition precedent to any payment of consideration under this Contract and **CITY'S** approval of any changes to insurance coverage during the course of performance shall constitute an ongoing condition subsequent this Contract. Any failure of **CITY** to timely approve shall not constitute a waiver of the condition.

Page 9 of 20 Revised 6/11/08

# Physician Professional Services for Health, Juvenile, and Sheriff Departments

- 13.4 Insurance Coverage:
- 13.5 **CONTRACTOR** shall, at **CONTRACTOR'S** sole expense, procure, maintain and keep in force for the duration of this Contract the following insurance conforming to the minimum requirements specified below. Unless specifically specified herein or otherwise agreed to by **CITY**, the required insurance shall be in effect prior to the commencement of work by **CONTRACTOR** and shall continue in force as appropriate until the latter of:
- 13.5.1 Final acceptance by **CITY** of the completion of this Contract; or
- 13.5.2 Such time as the insurance is no longer required by **CITY** under the terms of this Contract
- 13.6 Any insurance or self-insurance available to CITY shall be in excess of and non-contributing with any insurance required from CONTRACTOR. CONTRACTOR'S insurance policies shall apply on a primary basis. Until such time as the insurance is no longer required by CITY, CONTRACTOR shall provide CITY with renewal or replacement evidence of insurance no less than thirty (30) calendar days before the expiration or replacement of the required insurance. If at any time during the period when insurance is required by this Contract, an insurer or surety shall fail to comply with the requirements of this Contract, as soon as CONTRACTOR has knowledge of any such failure, CONTRACTOR shall immediately notify CITY and immediately replace such insurance or bond with an insurer meeting the requirements.
- 13.7 General Requirements:
- 13.8 **Certificate Holder:** Each liability insurance policy shall list Carson City c/o Carson City Purchasing and Contracts, 201 N. Carson Street Suite 3, Carson City, NV 89701 as a certificate holder.
- 13.9 **Additional Insured:** By endorsement to the general liability insurance policy evidenced by **CONTRACTOR**, The City and County of Carson City, Nevada, its officers, employees and immune contractors shall be named as additional insureds for all liability arising from this Contract.
- 13.10 **Waiver of Subrogation**: Each liability insurance policy shall provide for a waiver of subrogation as to additional insureds.
- 13.11 **Cross-Liability**: All required liability policies shall provide cross-liability coverage as would be achieved under the standard ISO separation of insureds clause.

Page 10 of 20 Revised 6/11/08

# Physician Professional Services for Health, Juvenile, and Sheriff Departments

- 13.12 **Deductibles and Self-Insured Retentions**: Insurance maintained by **CONTRACTOR** shall apply on a first dollar basis without application of a deductible or self-insured retention unless otherwise specifically agreed to by **CITY**. Such approval shall not relieve **CONTRACTOR** from the obligation to pay any deductible or self-insured retention. Any deductible or self-insured retention shall not exceed \$5,000 per occurrence, unless otherwise approved by **CITY**.
- 13.13 **Policy Cancellation**: Except for ten (10) calendar days notice for non-payment of premium, each insurance policy shall be endorsed to state that; without thirty (30) calendar days prior written notice to Carson City Purchasing and Contracts, the policy shall not be canceled, non-renewed or coverage and /or limits reduced or materially altered, and shall provide that notices required by this paragraph shall be sent by certified mail to Carson City Purchasing and Contracts, 201 N. Carson Street Suite 3, Carson City, NV 89701.
- 13.13.1 **Approved Insurer**: Each insurance policy shall be issued by insurance companies authorized to do business in the State of Nevada or eligible surplus lines insurers acceptable to the State and having agents in Nevada upon whom service of process may be made, and currently rated by A.M. Best as "A-VII" or better.
- 13.13.2 **Evidence of Insurance:** Prior to commencement of work, **CONTRACTOR** must provide the following documents to Carson City Purchasing and Contracts, 201 North Carson Street Suite 3, Carson City, NV 89701:
- 13.13.3 **Certificate of Insurance:** The Acord 25 Certificate of Insurance form or a form substantially similar must be submitted to Carson City Purchasing and Contracts to evidence the insurance policies and coverages required of **CONTRACTOR**.
- 13.13.4 **Additional Insured Endorsement:** An Additional Insured Endorsement (CG20 10 or C20 26), signed by an authorized insurance company representative, must be submitted to Carson City Purchasing and Contracts to evidence the endorsement of **CITY** as an additional insured per Subsection 13.5.2.
- 13.13.5 **Schedule of Underlying Insurance Policies:** If Umbrella or Excess policy is evidenced to comply with minimum limits, a copy of the Underlyer Schedule from the Umbrella or Excess insurance policy may be required.
- 13.14 **Review and Approval:** Documents specified above must be submitted for review and approval by Carson City Purchasing and Contracts prior to the commencement of work by **CONTRACTOR**. Neither approval by **CITY** nor failure to disapprove the insurance furnished by **CONTRACTOR** shall relieve **CONTRACTOR** of **CONTRACTOR**'S full responsibility to provide the insurance required by this Contract. Compliance with the insurance requirements of this Contract shall not limit the liability of **CONTRACTOR** or its sub-contractors, employees or agents to **CITY** or others, and shall be in addition to and not in lieu of any other remedy

Page 11 of 20 Revised 6/11/08

# Physician Professional Services for Health, Juvenile, and Sheriff Departments

available to **CITY** under this Contract or otherwise. **CITY** reserves the right to request and review a copy of any required insurance policy or endorsement to assure compliance with these requirements.

#### 14 COMMERCIAL GENERAL LIABILITY INSURANCE:

- 14.1 Minimum Limits required:
- 14.2 Two Million Dollars (\$2,000,000.00) General Aggregate
- 14.3 Two Million Dollars (\$2,000,000.00) Products and Completed Operations Aggregate
- 14.4 One Million Dollars (\$1,000,000.00) Each Occurrence
- 14.5 Coverage shall be on an occurrence basis and shall be at least as broad as ISO 1996 form CG 00 01 (or a substitute form providing equivalent coverage); and shall cover liability arising from premises, operations, independent contractors, completed operations, personal injury, products, civil lawsuits, Title VII actions and liability assumed under an insured contract (including the tort liability of another assumed in a business contract).

#### 15 **BUSINESS AUTOMOBILE LIABILITY INSURANCE**:

- 15.1 Minimum Limit required:
- 15.2 One Million Dollars (\$1,000,000) per occurrence for bodily injury and property damage
- 15.3 Coverage shall be for "any auto", including owned, non-owned and hired vehicles. The policy shall be written on ISO form CA 00 01 or a substitute providing equivalent liability coverage. If necessary, the policy shall be endorsed to provide contractual liability coverage.

#### 16 **PROFESSIONAL LIABILITY INSURANCE:**

- 16.1 Minimum Limit required: One Million Dollars (\$1,000,000.00)
- 16.2 Retroactive date: Prior to commencement of the performance of this Contract
- 16.3 Discovery period: Three (3) years after termination date of this Contract.
- 16.4 A certified copy of this policy may be required.

Page 12 of 20 Revised 6/11/08

# Physician Professional Services for Health, Juvenile, and Sheriff Departments

#### 17 WORKERS' COMPENSATION AND EMPLOYER'S LIABILITY INSURANCE:

- 17.1 **CONTRACTOR** shall provide workers' compensation insurance as required by Nevada Revised Statutes Chapters 616A through 616D inclusive and Employer's Liability insurance with a minimum limit of \$500,000 each employee per accident for bodily injury by accident or disease.
- 17.2 **CONTRACTOR** may, in lieu of furnishing a certificate of an insurer, provide an affidavit indicating that **CONTRACTOR** is a sole proprietor; that **CONTRACTOR** will not use the services of any employees in the performance of this Contract; that **CONTRACTOR** has elected to not be included in the terms, conditions, and provisions of Nevada Revised Statutes Chapters 616A-616D, inclusive; and that **CONTRACTOR** is otherwise in compliance with the terms, conditions, and provisions of Nevada Revised Statutes Chapters 616A-616D, inclusive.

#### 18 **BUSINESS LICENSE**:

- 18.1 **CONTRACTOR** shall not commence work before **CONTRACTOR** has provided a copy of his Carson City business license to Carson City Purchasing and Contracts.
- 18.2 The Carson City business license shall continue in force until the latter of: (1) final acceptance by **CITY** of the completion of this Contract; or (2) such time as the Carson City business license is no longer required by **CITY** under the terms of this Contract.

#### 19 **COMPLIANCE WITH LEGAL OBLIGATIONS:**

19.1 **CONTRACTOR** shall procure and maintain for the duration of this Contract any state, county, city, or federal license, authorization, waiver, permit, qualification or certification required by statute, ordinance, law, or regulation to be held by **CONTRACTOR** to provide the goods or services of this Contract. **CONTRACTOR** will be responsible to pay all government obligations, including, but not limited to, all taxes, assessments, fees, fines, judgments, premiums, permits, and licenses required or imposed by law. Real property and personal property taxes are the responsibility of **CONTRACTOR** in accordance with Nevada Revised Statutes 361.157 and 361.159. **CONTRACTOR** agrees to be responsible for payment of any such government obligations not paid by its subcontractors during performance of this Contract. **CITY** may set-off against consideration due any delinquent government obligation.

#### 20 WAIVER OF BREACH:

20.1 Failure to declare a breach or the actual waiver of any particular breach of this Contract or its material or nonmaterial terms by either party shall not operate as a waiver by such party of any of its rights or remedies as to any other breach.

Page 13 of 20 Revised 6/11/08

# Physician Professional Services for Health, Juvenile, and Sheriff Departments

#### 21 **SEVERABILITY**:

21.1 If any provision contained in this Contract is held to be unenforceable by a court of law or equity, this Contract shall be construed as if such provision did not exist and the nonenforceability of such provision shall not be held to render any other provision or provisions of this Contract unenforceable.

#### 22 **ASSIGNMENT/DELEGATION**:

22.1 To the extent that any assignment of any right under this Contract changes the duty of either party, increases the burden or risk involved, impairs the chances of obtaining the performance of this Contract, attempts to operate as a novation, or includes a waiver or abrogation of any defense to payment by CITY, such offending portion of the assignment shall be void, and shall be a breach of this Contract. **CONTRACTOR** shall neither assign, transfer nor delegate any rights, obligations or duties under this Contract without the prior written approval of CITY.

#### 23 **CITY OWNERSHIP OF PROPRIETARY INFORMATION:**

- 23.1 Any files, reports, histories, studies, tests, manuals, instructions, photographs, negatives, blue prints, plans, maps, data, system designs, computer programs, computer codes, and computer records (which are intended to be consideration under this Contract), or any other documents or drawings, prepared or in the course of preparation by **CONTRACTOR** (or its subcontractors) in performance of its obligations under this Contract shall be the exclusive property of **CITY** and all such materials shall be delivered into **CITY** possession by **CONTRACTOR** upon completion, termination, or cancellation of this Contract. **CONTRACTOR** shall not use, willingly allow, or cause to have such materials used for any purpose other than performance of **CONTRACTOR'S** obligations under this Contract without the prior written consent of **CITY**. Notwithstanding the foregoing, **CITY** shall have no proprietary interest in any materials licensed for use by **CITY** that are subject to patent, trademark or copyright protection.
- 23.2 **CITY** shall be permitted to retain copies, including reproducible copies, of **CONTRACTOR'S** drawings, specifications, and other documents for information and reference in connection with this Contract.
- 23.3 **CONTRACTOR'S** drawings, specifications and other documents shall not be used by **CITY** or others without expressed permission of **CONTRACTOR**.

Page 14 of 20 Revised 6/11/08

# Physician Professional Services for Health, Juvenile, and Sheriff Departments

#### 24 PUBLIC RECORDS:

24.1 Pursuant to Nevada Revised Statute 239.010, information or documents received from CONTRACTOR may be open to public inspection and copying. CITY will have the duty to disclose unless a particular record is made confidential by law or a common law balancing of interests. CONTRACTOR may clearly label specific parts of an individual document as a "trade secret" or "confidential" in accordance with Nevada Revised Statute 332.061, provided that CONTRACTOR thereby agrees to indemnify and defend CITY for honoring such a designation. The failure to so label any document that is released by CITY shall constitute a complete waiver of any and all claims for damages caused by any release of the records.

#### 25 **CONFIDENTIALITY**:

25.1 **CONTRACTOR** shall keep confidential all information, in whatever form, produced, prepared, observed or received by **CONTRACTOR** to the extent that such information is confidential by law or otherwise required by this Contract.

#### 26 **FEDERAL FUNDING**:

- 26.1 In the event federal funds are used for payment of all or part of this Contract:
- 26.2 **CONTRACTOR** certifies, by signing this Contract, that neither it nor its principals are presently debarred, suspended, proposed for debarment, declared ineligible, or voluntarily excluded from participation in this transaction by any federal department or agency. This certification is made pursuant to the regulations implementing Executive Order 12549, Debarment and Suspension, 28 C.F.R. pt. 67, § 67.510, as published as pt. VII of the May 26, 1988, Federal Register (pp. 19160-19211), and any relevant program-specific regulations. This provision shall be required of every subcontractor receiving any payment in whole or in part from federal funds.
- 26.3 **CONTRACTOR** and its subcontractors shall comply with all terms, conditions, and requirements of the Americans with Disabilities Act of 1990 (P.L. 101-136), 42 U.S.C. 12101, as amended, and regulations adopted thereunder contained in 28 C.F.R. 26.101-36.999, inclusive, and any relevant program-specific regulations.
- 26.4 **CONTRACTOR** and its subcontractors shall comply with the requirements of the Civil Rights Act of 1964, as amended, the Rehabilitation Act of 1973, P.L. 93-112, as amended, and any relevant program-specific regulations, and shall not discriminate against any employee or offeror for employment because of race, national origin, creed, color, sex, religion, age, disability or handicap condition (including AIDS and AIDS-related conditions).

Page 15 of 20 Revised 6/11/08

# Physician Professional Services for Health, Juvenile, and Sheriff Departments

#### 27 **LOBBYING**:

- 27.1 The parties agree, whether expressly prohibited by federal law, or otherwise, that no funding associated with this Contract will be used for any purpose associated with or related to lobbying or influencing or attempting to lobby or influence for any purpose the following:
- 27.2 Any federal, state, county or local agency, legislature, commission, counsel or board;
- 27.3 Any federal, state, county or local legislator, commission member, counsel member, board member, or other elected official; or
- 27.4 Any officer or employee of any federal, state, county or local agency; legislature, commission, counsel or board.

#### 28 **GENERAL WARRANTY**:

28.1 **CONTRACTOR** warrants that all services, deliverables, and/or work product under this Contract shall be completed in a workmanlike manner consistent with standards in the trade, profession, or industry; shall conform to or exceed the specifications as set forth in the incorporated attachments; and shall be fit for ordinary use, of good quality, with no material defects.

#### 29 **PROPER AUTHORITY**:

29.1 The parties hereto represent and warrant that the person executing this Contract on behalf of each party has full power and authority to enter into this Contract. **CONTRACTOR** acknowledges that this Contract is effective only after approval by the Carson City Board of Supervisors and only for the period of time specified in this Contract. Any services performed by **CONTRACTOR** before this Contract is effective or after it ceases to be effective are performed at the sole risk of **CONTRACTOR**.

#### 30 ALTERNATIVE DISPUTE RESOLUTION:

Pursuant to NRS 338.150, public body charged with the drafting of specifications for a public work shall include in the specifications a clause requiring the use of a method of alternative dispute resolution before initiation of a judicial action if a dispute arising between the public body and the contractor engaged on the public work cannot otherwise be settled. Therefore, in the event that a dispute arising between CITY and CONTRACTOR cannot otherwise be settled, CITY and CONTRACTOR agree that, before a judicial action may be initiated, CITY and CONTRACTOR will submit the dispute to non-binding mediation. CITY shall present CONTRACTOR with a list of three potential mediators. CONTRACTOR shall select one person to serve as the mediator from the list of potential mediators presented by CITY. The person selected as mediator shall determine the rules governing the mediation.

Page 16 of 20 Revised 6/11/08

# Physician Professional Services for Health, Juvenile, and Sheriff Departments

#### 31 GOVERNING LAW; JURISDICTION:

31.1 This Contract and the rights and obligations of the parties hereto shall be governed by, and construed according to, the laws of the State of Nevada, without giving effect to any principle of conflict-of-law that would require the application of the law of any other jurisdiction. **CONTRACTOR** consents and agrees to the jurisdiction of the courts of the State of Nevada located in Carson City, Nevada for enforcement of this Contract.

#### 32 ENTIRE CONTRACT AND MODIFICATION:

32.1 This Contract and its integrated attachment(s) constitute the entire Contract of the parties and such are intended as a complete and exclusive statement of the promises, representations, negotiations, discussions, and other Contracts that may have been made in connection with the subject matter hereof. Unless an integrated attachment to this Contract specifically displays a mutual intent to amend a particular part of this Contract, general conflicts in language between any such attachment and this Contract shall be construed consistent with the terms of this Contract. Unless otherwise expressly authorized by the terms of this Contract, no modification or amendment to this Contract shall be binding upon the parties unless the same is in writing and signed by the respective parties hereto and approved by the Carson City Board of Supervisors. The parties agree that each has had their respective counsel review this Contract which shall be construed as if it was jointly drafted.

Page 17 of 20 Revised 6/11/08

# Physician Professional Services for Health, Juvenile, and Sheriff Departments

#### 33 ACKNOWLEDGMENT AND EXECUTION:

33.1 In witness whereof, the parties hereto have caused this Contract to be signed and intend to be legally bound thereby.

CARSON CITY Finance Director Attn: Kim Belt,	CITY'S LEGAL COUNSEL Neil A. Rombardo, District Attorney
Purchasing and Contracts Manager 201 North Carson Street Suite 3 Carson City, Nevada 89701 Telephone: 775-283-7137 Fax: 775-887-2107 KBelt@carson.org	I have reviewed this Contract and approve as to its legal form.
By: Kim Belt	By: Level 4 Mar. Deputy District Attorney
DATED 6/10/14	DATED 6/10/14
CITY'S ORIGINATING DEPARTMENT BY: Nicki Aaker Director Carson City Health and Human Services 900 East Long Street Carson City, NV 89706 Telephone: 775-887-2190 Fax: 775-887-2248 naaker@carson.org	
By:NICKI AAKER	-
DATED	

Page 18 of 20 Revised 6/11/08

# Physician Professional Services for Health, Juvenile, and Sheriff Departments

Leonard Hamer deposes and says: That he is the **CONTRACTOR** or authorized agent of the **CONTRACTOR**; that he has read the foregoing Contract; and that he understands the terms, conditions, and requirements thereof.

CONTRACTOR

BY: Leonard Hamer, MBA, CMPE TITLE: Manager-CEO FIRM: Physician Select Management, LLC CARSON CITY BUSINESS LICENSE #: 14-13615 Address: 212 West Ann Street	
City: Carson City State: Nevada Zip Code: 89703 Telephone: 775-885-2211/ Fax #: 775-885-0773 E-mail Address: lenhamer@pmcipa.com	
(Signature of CONTRACTOR)	
DATED	
STATE OF) State of) County of)	
Signed and sworn (or affirmed) before me on this day ofby Leonard Hamer.	, 2014,
(Signature of Notary)	
(Notary Stamp)	

Page 19 of 20 Revised 6/11/08

# Physician Professional Services for Health, Juvenile, and Sheriff Departments

#### CONTRACT ACCEPTANCE AND EXECUTION:

The Board of Supervisors for Carson City, Nevada at their publicly noticed meeting of June 19, 2014, approved the acceptance of **CONTRACT No. 1314-204**. Further, the Board of Supervisors authorizes the Mayor of Carson City, Nevada to set his hand to this document and record his signature for the execution of this contract in accordance with the action taken.

	CARSON CITY, NEVADA
	ROBERT L. CROWELL, MAYOR
	DATED this 19 <sup>th</sup> day of June, 2014.
ATTEST:	
ALAN GLOVER, CLERK-RECORDER	
DATED this 19 <sup>th</sup> day of June, 2014.	

Page 20 of 20 Revised 6/11/08



"Specializing in Physician Management Services"

Health Information Technology

- Electronic Medical Records
- Practice Management Software
- Computer and Network Support
- Software Application Hosting

Revenue Cycle Management

- Medical Office Billing & Collections
- Health Plan Contracting
- Provider Credentialing

Medical Practice Management

- Practice Analysis & Consulting
- Contract Practice Management
- New Practice Start-ups
- Distriction of the Control of the Co

Nicki Aaker, MSN, MPH, RN, Director Carson City Health and Human Services 900 East Long Street Carson City, NV 89706

RE: RENEWAL of Contract 1314-049

Dear Director Aacker:

Thank you for recently spending time with Dr. O'Shaughnessy and me recently to review our work on Contract 1314-049, Physician Professional Services for Health, Juvenile, and Sheriff Departments.

This is to confirm that Physician Select Management, LLC will accept the same terms in Contract 1314-049 for the contract renewal for FY 2014-15, effective July 1, 2014.

Please do not hesitate to contact me if you have any questions or require additional information.

Sincerely,

Leonard Hamer, MBA CMPE

Managing Member