



MEMORANDUM

TO: Mayor and Council

FROM: Patricia A. Young, Director
Community Care Services Department

DATE: August 31, 2004

SUBJECT: Ratification Justification for CCSD Interlocal Agreement (RCA Serial Number 6302 for September 2, 2004 Council Agenda)

On October 30, 2003, the Community Care Services Department signed a contract with NextGen Healthcare for purchase and implementation of a new practice management computer system for its six City clinic sites and five County-operated clinic sites in the County. The County's portion of the costs related to this system was discussed and agreed with County staff with the understanding that the County would include the reimbursement for their portion of the cost in their already scheduled monthly reimbursement payments to the City for costs incurred to operate the County clinics.

The County subsequently advised CCSD that, since the NextGen reimbursement is actually a capital purchase, they could not include it as part of the operating reimbursement and would instead need an interlocal agreement in order to be able to reimburse the City its portion of the cost. CCSD has been told that the County is prepared to pay the \$72,857 but needs an interlocal agreement to pay against.

This Interlocal Agreement will allow the City to bill Travis County for \$72,857, which is the County's portion for services related to the purchase and implementation of the NextGen Healthcare Practice Management System during the period from October 1, 2003 through September 30, 2004.

Please let me know of questions. I may be reached at 972-4050.

CC: Toby Hammett Futrell, City Manager
Michael McDonald, Acting Assistant City Manager