

AMENDING AGREEMENT

THIS AMENDING AGREEMENT (the "Agreement") is made as of the 1st day of April, 2010

BETWEEN:

SOUTH WEST LOCAL HEALTH INTEGRATION NETWORK (the "LHIN")

AND

South Huron Hospital Association (the "Hospital")

WHEREAS the LHIN and the Hospital (together the "Parties") entered into a two year service accountability agreement that took effect April 1, 2008 (the "H-SAA");

AND WHEREAS given economic uncertainties, funding allocations by the Ministry of Health and Long-Term Care which form the basis for the negotiation of the 2010-12 H-SAA have not yet been confirmed;

AND WHEREAS the OHA, LHINs and the Ministry of Health and Long-Term Care have agreed to adjust the H-SAA process for 2010/11, as set out in the letter dated February 1, 2010 and attached as Appendix A;

AND WHEREAS the parties acknowledge a mutual commitment to pursuing needed operational efficiencies over the course of the agreement;

AND WHEREAS the LHIN and the Hospital have agreed to extend the H-SAA for a third year;

NOW THEREFORE in consideration of mutual promises and agreements contained in this Agreement and other good and valuable consideration, the parties agree as follows:

- 1.0 Definitions.** Except as otherwise defined in this Agreement, all terms shall have the meaning ascribed to them in the H-SAA.
- 2.0 Amendments.**
 - 2.1 Agreed Amendments.** The Parties agree that the H-SAA shall be amended as set out in this Article 2.
 - 2.2 Title and Headers.** The Parties agree that the title of the H-SAA and the headers within the H-SAA shall be amended by deleting "2008-2010" and replacing it with "2008-2011."

- 2.3 Definitions. The definition for HAPS in Article 2.1 shall be amended with the addition of the following text immediately after "2009-2010" and before the semi-colon:
"and the Board approved hospital accountability planning submission provided by the Hospital to the LHIN for the Fiscal Year 2010-2011"
- 2.4 Term. The reference to "2010" in Article 3.3, shall be deleted and replaced with "March 31, 2011".
- 2.5 Planning Cycle. The words "for Fiscal Years 2010/11 and 2011/12" in Article 7.1 shall be deleted.
- 2.6 Schedules.
- (a) Schedule A shall be deleted and replaced with the Schedule A attached to this Agreement.
 - (b) Schedule B shall be supplemented with the addition of Schedule B-1 attached to this Agreement.
 - (c) Schedule C shall be supplemented with the addition of Schedule C-1 attached to this agreement.
 - (d) Schedule D shall be supplemented with the addition of Schedule D-1 attached to this agreement.
 - (e) Schedule E shall be supplemented with the addition of Schedule E-1 attached to this agreement.
 - (f) Schedule F shall be supplemented with the addition of Schedule F-1 attached to this agreement.
 - (g) Schedule G shall be supplemented with the addition of Schedule G-1 attached to this agreement.
 - (h) Schedule H shall be supplemented with the addition of Schedule H-1 attached to this agreement.
- 2.7 Renegotiation of Schedules The Parties agree that it is their intention to negotiate and to further amend the Schedules following the announcement of funding allocations by the Ministry of Health and Long-Term Care. It is recognized that a waiver to the balanced budget obligation may need to be negotiated.
- 3.0 Effective Date. The Parties agree that the amendments set out in Article 2 shall take effect on April 1, 2010. All other terms of the H-SAA, including but not limited to current funding levels and those provisions in Schedule A-H not amended by s. 2.6, above, shall remain in full force and effect.


4.0 **Governing Law.** This Agreement and the rights, obligations and relations of the Parties will be governed by and construed in accordance with the laws of the Province of Ontario and the federal laws of Canada applicable therein.

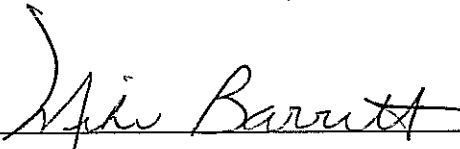
5.0 **Counterparts.** This Agreement may be executed in any number of counterparts, each of which will be deemed an original, but all of which together will constitute one and the same instrument.

6.0 **Entire Agreement.** This Agreement together with Schedules A, B-1, C-1, D-1, E-1, F-1, G-1 and H-1, constitutes the entire agreement between the Parties with respect to the subject matter contained in this Agreement and supersedes all prior oral or written representations and agreements.

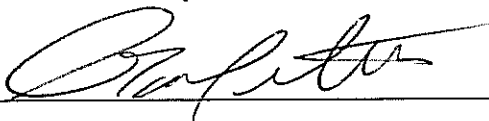
IN WITNESS WHEREOF the Parties have executed this Agreement on the dates set out below.

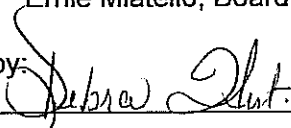
South West Local Health Integration Network

By: 
Ferne Woolcott, Chair (Acting) Date

And by:  MAY 29/10
Michael Barrett, Chief Executive Officer Date

South Huron Hospital Association

By:  FEB 25, 2010
Ernie Miatello, Board Chair Date

And by:  Feb 25, 2012
Debra Hunt, President and Chief Executive Officer Date

Schedule A Planning and Funding Timetable

OBLIGATIONS

Part I - Funding Obligations	Party	Timing
Announcement of multi-year funding allocation (confirmation of 2008/09 Schedule C funding, reinforcement of 2009/10 Schedule C funding)	LHIN	The later of June 30, 2008 or 14 days after confirmation from the Ministry of Health and Long Term Care
Announcement of multi-year funding allocation (confirmation of 2009/10 Schedule C funding)	LHIN	The later of June 30, 2009 or 14 days after confirmation from the Ministry of Health and Long Term Care
Announcement of multi-year funding allocation (confirmation of 20010/11 Schedule C funding)	LHIN	The later of June 30, 2010 or 14 days after confirmation from the Ministry of Health and Long Term Care

Schedule A
Planning and Funding Timetable

Part II - Planning Obligations	Party	Timing
Announcement of 2010/11 planning target for hospital planning purposes	LHIN	The later of June 30, 2008 or 14 days after confirmation from the Ministry of Health and Long Term Care
Publication of the Hospital Annual Planning Submission Guidelines for 2010-12	LHIN	No later than June 30, 2009
Announcement of multi-year funding allocation (reaffirm 2010/11 and announce 2011/12 planning targets for 2010-12 HSAA negotiations)	LHIN	The later of June 30, 2009 or 14 days after confirmation from the Ministry of Health and Long Term Care
Indicator Refresh (including detailed hospital calculations)	LHIN (in conjunction with MOHLTC)	No later than November 30, 2009
Refresh related Schedules for 2010-11	Hospital/LHIN	No later than February 26, 2010
Sign 1 year extension to the 2008/10 H-SAA	Hospital/LHIN	No later than March 31, 2010
Announcement of multi-year funding allocation for 2010/11 and announce, if possible, planning targets for 2011/14 HSAA negotiations)	LHIN	14 days after confirmation from the Ministry of Health and Long Term Care
Submission of Hospital Annual Planning Submission for 2010-11	Hospital	6 weeks from LHIN confirmation of financial allocation
Publication of the Hospital Annual Planning Submission Guidelines for 2011/14	LHIN	No later than June 30, 2010
Announcement of multi-year planning targets for 2011/14 HSAA negotiations)	LHIN	14 days after confirmation from the Ministry of Health and Long Term Care
Submission of Hospital Annual Planning Submission for 2011-14	Hospital	No later than October 31, 2010
Indicator Refresh (including detailed hospital calculations)	LHIN (in conjunction with MOHLTC)	No later than November 30, 2010
Refresh the Hospital Annual Planning Submission for 2011-14 and related Schedules	Hospital/LHIN	No later than January 31, 2011
Sign 2011-14 Hospital Service Accountability Agreement	Hospital/LHIN	No later than February 28, 2011

Schedule A
 Planning and Funding Timetable

Obligation Timeline Diagram

Definitions:

Planning Target = For negotiations

Confirm = Confirm signed agreement amounts after appropriation of monies by the
 Legislature of Ontario

Funding Year								
	06/07	07/08	08/09	09/10	10/11	11/12	12/13	13/14
		2007/08 HAA	2008-11 H-SAA					
June 06	Confirm Schedule C Funding	Planning Target	Planning Target					
June 07		Confirm Schedule C Funding	Planning Target (Oct)	Planning Target (Oct)				
Feb. 08			Negotiated Schedule C Funding	Negotiated Schedule C Funding				
June 08			Confirm Schedule C Funding	Reaffirm Schedule C Funding	Planning Target			
June 09				Confirm Schedule C Funding	Planning Target			
Feb. 10					Negotiated Schedule C Funding			
June 10					Confirm Schedule C Funding			

Funding Obligations are shaded
 Planning Obligations are not shaded

Schedule B-1

Performance Obligations for 10/11

- 1.0 PERFORMANCE CORRIDORS FOR SERVICE VOLUMES AND PERFORMANCE INDICATORS**
1.1 The provisions of Article 1 of Schedule B apply in fiscal year 10/11 with all references to Schedule D being read as referring to Schedule D-1.
- 2.0 PERFORMANCE CORRIDORS FOR PERFORMANCE INDICATORS**
2.1 The provisions of Article 2 of Schedule B apply in fiscal year 10/11 subject to the following amendments:
(a) sub articles 2.2, 2.3 and 2.6 shall be deleted; and
(b) all references to Schedule D shall be read as referring to Schedule D-1.
- 3.0 PERFORMANCE OBLIGATIONS WITH RESPECT TO NURSING ENHANCEMENT/CONVERSION**
3.1 The provisions of Article 3 of Schedule B apply in fiscal year 10/11 with all references to Schedule D being read as referring to Schedule D-1.
- 4.0 PERFORMANCE OBLIGATIONS WITH RESPECT TO CRITICAL CARE**
4.1 The provisions of Article 4 of Schedule B apply in fiscal year 10/11 subject to the following amendments:
(a) references to "2008/09" and "2009/10" shall be read as referring to "2010/11".
(b) all references to Schedule E shall be read as referring to Schedule E-1.
- 5.0 PERFORMANCE OBLIGATIONS WITH RESPECT TO POST CONSTRUCTION OPERATING PLAN FUNDING AND VOLUME**
5.1 The provisions of Article 5 of Schedule B apply in fiscal year 10/11, subject to the following amendments:
(a) references to Schedule F shall be read as referring to Schedule F-1;
(b) references to "2008/09 and 09/10" shall be read as referring to 2010/11.
- 6.0 PERFORMANCE OBLIGATIONS WITH RESPECT TO PROTECTED SERVICES**
6.1 The Performance Obligations set out in Article 6 of Schedule B apply in fiscal year 10/11, subject to the following amendments:
(a) All references to Schedule D or Schedule G shall be read as referring to Schedules D-1 and G-1 respectively; and
(b) All references to "2008/09 and 09/10" shall be read as referring to "2010/11"
- 7.0 PERFORMANCE OBLIGATIONS WITH RESPECT TO WAIT TIME SERVICES**
7.1 The Performance Obligations set out in Article 7 of Schedule B apply to fiscal year 10/11

with all references to Schedules A, G, or H being read as referring to Schedules A-1, G-1 or H-1 respectively.

8.0 REPORTING OBLIGATIONS

8.1 The reporting obligations set out in Article 8 of Schedule B apply to fiscal year 10/11.

8.2 The following reporting obligations are added to Article 8 of Schedule B:

- (a) **French Language Services.** If the Hospital is required to provide services to the public in French under the provisions of the *French Language Services Act*, the Hospital will be required to submit a French language implementation report to the LHIN. If the Hospital is not required to provide services to the public in French under the provisions of the *French Language Service Act*, it will be required to provide a report to the LHIN that outlines how the Hospital addresses the needs of its local Francophone community."
- (b) **Supplemental Reporting Template for Initiatives.** If the Hospital is in receipt of Aging at Home funding, the Hospital is required to complete the Supplemental Report on a quarterly basis and submit using the Web Enabled Reporting System (WERS).
- (c) **Quarterly Status Report.** For all new initiatives funded by the South West LHIN, the Hospital is required to complete the Quarterly Status Report and submit directly to the LHIN.

9.0 LHIN SPECIFIC PERFORMANCE OBLIGATIONS

9.1 Except where specifically limited to a given year, the obligations set out in Article 9 of Schedule B apply to fiscal 10/11. Without limiting the foregoing, waivers or conditional waivers for 08/09 and 09/10 do not apply to 10/11.

9.2 The following provisions are added to Article 9 of Schedule B

- (a) The Hospital is expected to proceed with the implementation of the Operational Efficiencies as identified in the hospital's Management Planning and Risk Report.

Hospital Multi-Year Funding Allocation

Schedule C1 2010/11

Hospital	Fac #	2010/11 Planning Allocation	
		Base	One-Time
South Huron Hospital Association	655	6,641,400	
Operating Base Funding		6,641,400	
Multi-Year Funding Incremental Adjustment			
Other Funding			
Funding adjustment 1 (C)			
Funding adjustment 2 (C)			
Funding adjustment 3 (C)			
Funding adjustment 4 (C)			
Funding Adjustment 5 (Incontinence Supplies)			
Funding Adjustment 6 (C)			
Other Items			
Prior Years' Payments			
Critical Care Strategies: Schedule E			
PCQP: Schedule F			
PCOP			
Stable Priority Services: Schedule G			
Chronic Kidney Disease			
Cardiac catheterization			
Cardiac surgery			
Provincial Strategies: Schedule G			
Organ Transplantation			
Endovascular aortic aneurysm repair			
Electrophysiology studies EPS/ablation			
Percutaneous coronary intervention (PCI)			
Implantable cardiac defibrillators (ICD)			
Daily nocturnal home hemodialysis			
Provincial peritoneal dialysis initiative			
Newborn screening program			
Specialized Hospital Services: Schedule G			
Cardiac Rehabilitation			
Vascular Therapy			
Total Hip and Knee Joint Replacements (Non-WTS)			
Magnetic Resonance Imaging			
Regional Trauma			
Regional & District Stroke Centres			
Sexual Assault/Domestic Violence Treatment Centres			
Provincial/Regional Genetic Services			
HIV Outpatient Clinics			
Hemophilic Ambulatory Clinics			
Permanent Cardiac Pacemaker Services			
Provincial Resources			
Bone Marrow Transplant			
Adult Interventional Cardiology for Congenital Heart Defects			
Cardiac Laser Lead Removals			
Pulmonary Thromboendarterectomy Services			
Thoracoabdominal Aortic Aneurysm Repairs (TAA)			
Health Results (Wait-Time Strategy): Schedule H			
Selected Cardiac Services			
Total Hip and Knee Joint Replacements			
Cataract Surgeries			
Magnetic Resonance Imaging (MRI)			
Computed Tomography (CT)			
Total Additional Base and One-Time Funding		0	0
Total Allocation		6,641,400	

Allocations not provided in this schedule for 2010/11 will be provided to hospitals in subsequent planning cycles. Hospitals should assume, for planning purposes, funding for similar volumes for Priority Services in out-years.

Global Volumes

Schedule D1 2010/11

Hospital **South Huron Hospital Association**

Fac # **655**

Global Volumes	Units of Service	2010/11 Performance Target	2010/11 Performance Standard**
Total Acute Activity including inpatient and Day Surgery*	Weighted Cases	757	643 - 871
<i>Other</i>			
Complex Continuing Care	RUG Weighted Patient Days	1,050	> 893
Mental Health	Inpatient Days	0	>0
ELDCAP	Inpatient Days	0	0.00 - 0.00
Rehabilitation	Inpatient Days	360	> 306
Emergency Department Visits	Visits	11,000	> 9,350
Ambulatory Care***	Visits	23,000	> 17,250

* Global volumes based on CIBI Case mix Group (CMG) methodology and MOHIC PAC-10 weights
 ** Volume Performance Indicators under Global Volumes vary in application based on hospital type
 *** Ambulatory Care includes OHS Primary account codes 7134 (excluding 713405), 712, 7435, 710 - OHS secondary statistical account codes 447-451, 5 (excluding 50, 51, 512, 515, 514, 518, 519, 521)

Performance Indicators

Hospital **South Huron Hospital Association**

Fac # **655**

Performance Indicators	2010/11 Performance Target	2010/11 Performance Standard**
HSAA Performance Indicators		
Performance Indicators For All Hospitals		
Current Ratio	1.40	0.8 - 2.0
Year End Total Margin	0.19%	0%

** Volume Performance Indicators under Global Volumes vary in application based on hospital type

Critical Care Funding

Schedule E1 2010/11

Hospital South Huron Hospital Association

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Once negotiated, an amendment will be made under section 15.3 of the Agreement to include these targets and any additional conditions not otherwise set out in Schedule B or B1. This funding would be an additional in-year allocation contemplated by section 5.3 of the Agreement

Post-Construction Operating Plan Funding and Volume

Schedule F1 2010/11

Hospital

South Huron Hospital Association

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Once negotiated, an amendment (Sch F1.1) will be made under section 15.3 of the Agreement to include these targets and any additional conditions not otherwise set out in Schedule B or B1. This funding would be an additional in-year allocation contemplated by section 5.3 of the Agreement

Protected Services

Schedule G1 2010/11

Hospital South Huron Hospital Association

Fac # 655

Units of Service	2010/11 Performance Target	2010/11 Performance Standard	2011/12 LHIN Plan
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Stable Priority Services

Chronic Kidney Disease	Weighted Units	N/A	N/A	N/A
Cardiac catheterization	Procedures	N/A	N/A	N/A
Cardiac surgery	Weighted Cases	N/A	N/A	N/A

Provincial Strategies

Organ Transplantation*	Cases	N/A	N/A	N/A
Endovascular aortic aneurysm repair				
Electrophysiology studies EPS/ablation				
Percutaneous coronary intervention (PCI)				
Implantable cardiac defibrillators (ICD)				
Daily nocturnal home hemodialysis				
Provincial peritoneal dialysis initiative				
Newborn screening program				

Specialized Hospital Services

Cardiac Rehabilitation	Number of patients treated	N/A	N/A	N/A
Visudyne Therapy	Number of insured Visudyne vials	N/A	N/A	N/A
Total Hip and Knee Joint Replacements (Non-WIS)	Number of Implant Devices	N/A	N/A	N/A
Magnetic Resonance Imaging	Hours of operation	N/A	N/A	N/A
Regional Trauma	Cases	N/A	N/A	N/A
Regional & District Stroke Centres				
Sexual Assault/Domestic Violence Treatment Centres				
Provincial Regional Genetic Services				
HIV Outpatient Clinics				
Hemophiliac Ambulatory Clinics				
Permanent Cardiac Pacemaker Services				

Provincial Resources

Bone Marrow Transplant
Adult Interventional Cardiology for Congenital Heart Defects
Cardiac Laser Lead Removals
Pulmonary Thromboendarterectomy Services
Thoracoabdominal Aortic Aneurysm Repairs (TAA)

* Organ Transplantation - Funding for living donation (kidney & liver) included as part of organ transplantation funding. Hospitals are funded retrospectively for deceased donor management activity, reported and validated by the Trillium Gift of Life Network.

Note: Additional accountabilities assigned in Schedule B, B1

Funding and volumes for these services should be planned for based on 2009/10 approved allocations. Amendments, pursuant to section 5.2 of this Agreement, may be made during the quarterly submission process.

Wait Time Services

Schedule H1 2010/11

Hospital South Huron Hospital Association

Fac #	2009/10 Funded		2010/11 Funded	
	Base Volumes	Incremental Volumes	Base Volumes	Incremental Volumes
855	Refer to Schedule G for Cardiac Service Volumes and Targets			
Selected Cardiac Services				
Total Hip and Knee Joint Replacements (Total Implantations)	N/A	N/A	N/A	N/A
Cataract Surgeries (Total Procedures)	N/A	N/A	N/A	N/A
Magnetic Resonance Imaging (MRI) (Total Hours)	N/A	N/A	N/A	N/A
Computed Tomography (CT) (Total Hours)	N/A	N/A	N/A	N/A

* The 2009/10 Funded volumes are as a reference only
 ** Once negotiated, an amendment will be made under section 15.3 of the Agreement to include these targets and any additional conditions not otherwise set out in Schedule B,B1. This funding would be an additional in-year allocation contemplated by section 5.3 of the Agreement.