

MEMORANDUM
COUNTY OF PLACER
ADMINISTRATIVE SERVICES DEPARTMENT
PROCUREMENT SERVICES DIVISION

TO: Honorable Board of Supervisors

FROM: Jim Boggan, Purchasing Manager *JB*

DATE: June 23, 2009

SUBJECT: Approve the Award of a Blanket Purchase Order through a Competitively Bid Cooperative Purchasing Agreement with Cardinal Health for Pharmaceutical Products in the Maximum Amount of \$225,000.00

ACTION REQUESTED

Approve the award of a blanket purchase order through a competitively bid cooperative purchasing agreement with Cardinal Health of Elk Grove, CA as the County's prime pharmaceutical vendor in the maximum amount of \$225,000.00, and authorize the Purchasing Manager to sign the resulting blanket purchase order.

BACKGROUND

The University HealthSystem Consortium (UHC) is an alliance of academic medical centers and affiliated medical centers situated throughout the United States. On June 22, 2004, your Board approved Placer County's membership into the UHC sponsored by UC Davis. As a member, the HHS/Medical Clinic is able to take advantage of the buying power of over 90 academic medical centers to optimize savings. Cardinal Health is a UHC Authorized Distributor, and provides the County with pharmaceutical products at contract prices. Section 1.3(e)(3) of the Purchasing Policy Manual authorizes the use of another government agency's contract that has been awarded as the result of a competitive bid. Upon your Board's approval, the resulting blanket purchase order will be effective for the period of July 1, 2009, through June 30, 2010.

FISCAL IMPACT

There is no participation fee associated with participation in UHC, and no minimum purchases are required. The County's annual requirement for pharmaceuticals is estimated not to exceed \$225,000.00 per year. Health & Human Services' Fiscal Impact Statement is attached.

Attachment: HHS Fiscal Impact Statement

CC: Dr. Richard Burton, HHS/Admin
Robert Long, HHS/Community Clinic
Lynn Miller, HHS/Community Clinic

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**Placer County
Health and Human Services Department**

Administrative Services Division

Date: March 31, 2009
To: Honorable Board of Supervisors
From: Georgia Emslie, HHS Fiscal Program Manager
Subject: **Fiscal Impact Statement
BPO for Pharmaceutical Services (Cardinal Health)
Community Clinics for the period July 1, 2009 to June 30, 2010**

The department has budgeted appropriately for the renewal of this \$225,000 Blanket Purchase Order (BPO) and funding is included in the Proposed FY2008-2009 Budget. These pharmaceuticals are provided to Medicare, Medi-Cal, private insurance and Medical Care Services Program (MCSP) patients. MCSP provides services to eligible County residents, and covers nearly 36% of the patients seen in the Auburn Medical Clinic. Approximately, \$81,000 of the BPO is County General Funds.

Perspective, Hope, and Opportunity