

MEMORANDUM
COUNTY OF PLACER
DEPARTMENT OF ADMINISTRATIVE SERVICES
PROCUREMENT SERVICES DIVISION

TO: Honorable Board of Supervisors

FROM: Jim Boggan, Purchasing Manager *JB*

DATE: June 21, 2011

SUBJECT: Approve the Award of a Sole Source Blanket Purchase Order to the Oregon Community Health Network Consortium for Software Support, Licensing, and Training for the County's Community Clinics in the Maximum Amount of \$137,500.00

ACTION REQUESTED

Approve the award of a sole source Blanket Purchase Order (BPO) to Oregon Community Health Network (OCHIN) consortium for annual software support, licensing, monthly per use fees, and training in support of Health and Human Services' Clinic Practice Management Software "CPMS" in the maximum amount of \$137,500.00, and authorize the Purchasing Manager to sign the resulting BPO.

BACKGROUND

On May 27, 2008, your Board authorized the Department of Health and Human Services to negotiate and execute a contract with Oregon Community Health Information Network Consortium (OCHIN) for Clinic Practice Management Software (CPMS). The implementation support period expired on March 31, 2010.

On April 27, 2010, your Board approved the award of a sole source BPO to OCHIN for software support, licensing, and training in the amount of \$125,000.00 for the period through June 30, 2011.

The original software maintenance and support contract specified firm costs for annual software support, licensing, monthly per use fees, and training fees. OCHIN has agreed to a one year renewal with no changes. Health and Human Services has estimated their costs for the renewal term to be \$137,500.00. This is a 10 percent increase from the prior year due to higher patient caseloads.

In accordance with Purchasing Policy Manual Section 1.3 (I), this is a sole source purchase only available to the County from OCHIN and is exempt from the competitive process.

FISCAL IMPACT

The award of the BPO will be in the maximum amount of \$137,500.00 for the period July 1, 2011 through June 30, 2012. Health and Human Services' Fiscal Impact Statement is attached.

Attachment: Fiscal Impact Statement

cc: Rebecca Mellott, Health and Human Services Fiscal Program Manager

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Placer County
Health and Human Services Department

Administrative Services Division

Date: April 11, 2011
To: Honorable Board of Supervisors
From: Rebecca Mellott, HHS Fiscal Program Manager
Subject: **Fiscal Impact Statement**
BPO for Software Maintenance and Vendor Travel Costs – Community Clinics
For the period July 1, 2011 to June 30, 2012

The department has budgeted appropriately for the renewal of this \$137,500 Blanket Purchase Order (BPO) and funding is included in the Proposed FY2011-2012 Budget. The renewal amount is ten percent higher than the current BPO due to higher patient caseloads. The BPO expenditures are related to Community Clinic's practice management and managed care administration software systems provided through the Oregon Community Health Information Network consortium. These systems support the medical care services provided to Medicare, Medi-Cal, private insurance and the County's Medical Care Services Program (MCSP) patients. MCSP provides mandated services to eligible residents, and covers nearly 31% of the patients seen in the Auburn, Tahoe, and Roseville medical clinics. Funding for this BPO includes \$77,000 from Federal and State sources, \$17,900 from private insurance, and \$42,600 of required County General Fund match.

Perspective, Hope, and Opportunity