



**Contra  
Costa  
County**

To: Board of Supervisors  
From: Anna Roth, Health Services Director  
Date: August 16, 2022

Subject: Amendment to Purchase Order with Cardinal Health

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**RECOMMENDATION(S):**

APPROVE and AUTHORIZE the Purchasing Agent, or designee, on behalf of the Health Services Department, to execute an amendment to Purchase Order #23365 with Cardinal Health, to increase the amount by \$3,000,000 for a new total of \$28,000,000 to purchase pharmaceuticals and related supplies for Contra Costa Regional Medical Center (CCRMC) and Contra Costa Health Centers, Martinez Detention Facility, and Contra Costa Health Plan, with no change to the original term of September 1, 2021 through August 31, 2022.

**FISCAL IMPACT:**

Approval of this amendment will result in expenditures of up to \$3,000,000 and will be 100% funded by the Hospital Enterprise Fund I.

**BACKGROUND:**

Due to rising costs of Drugs and Pharmaceuticals (total annual increase 23%) and an additional prepayment deposit of \$1,048,506 that is required to receive our contracted discounted pricing, the department will not have sufficient funds to pay the remaining two months of purchases with the current purchase order amount. This Cardinal Health purchase order amendment allows CCRMC to continue purchasing medications and related supplies

☒ APPROVE

☐ OTHER

☒ RECOMMENDATION OF CNTY

☐ RECOMMENDATION OF BOARD

ADMINISTRATOR

COMMITTEE

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Action of Board On: **08/16/2022** ☒ APPROVED AS RECOMMENDED ☐ OTHER

Clerks Notes:

**VOTE OF SUPERVISORS**

AYE: John Gioia, District I Supervisor  
Candace Andersen, District II Supervisor  
Diane Burgis, District III Supervisor  
Karen Mitchoff, District IV Supervisor  
Federal D. Glover, District V Supervisor

I hereby certify that this is a true and correct copy of an action taken and entered on the minutes of the Board of Supervisors on the date shown.

ATTESTED: August 16, 2022

Monica Nino, County Administrator and Clerk of the Board of Supervisors

Contact: Irene M. Segovia,  
925-335-7474 ext 4022

By: Antonia Welty, Deputy

cc:

at the best price. Contra Costa Health Plan also uses Cardinal Health as their source to provide medications for their patients through 340B plan via contract pharmacies (i.e., Walgreens). Having Cardinal as our wholesaler maximizes the cost savings for CCRMC and Clinics.

CONSEQUENCE OF NEGATIVE ACTION:

If this amendment is not approved, the Hospital Pharmacy, as well as all Ambulatory Care Pharmacies within CCRMC will not be able to receive drugs from our wholesaler, and would result in much higher cost of pharmaceuticals with other vendors.