To: Board of Supervisors

From: Anna Roth, Health Services Director

Date: January 10, 2023

Subject: Contract #27-633-22 with PerformRX, LLC



Contra Costa County

RECOMMENDATION(S):

APPROVE and AUTHORIZE the Health Services Director, or designee, to execute on behalf of the County Contract #27-633-22 containing mutual indemnification, with PerformRx, LLC, a limited liability company, in an amount not to exceed \$25,000,000, to provide pharmacy administration services for Contra Costa Health Plan (CCHP), for the period from January 1, 2023 through December 31, 2023.

FISCAL IMPACT:

Approval of this contract will result in annual service expenditures of up to \$25,000,000 and will be funded 100% by CCHP Enterprise Fund II revenues.

BACKGROUND:

Both the State Department of Health Care Services (DHCS) and the Federal Centers for Medicare and Medicaid Services (CMS) require a Pharmacy Benefits Manager that can develop, maintain, and manage a large pharmacy network and monitor the correct dispensing of drug benefits, co-pays under multiple group product lines adhering to the required Health Plan Formulary and Health Plan prior authorization protocol.

✓ APPROVE	OTHER
▼ RECOMMENDATION OF CN ADMINISTRATOR	RECOMMENDATION OF BOARD COMMITTEE
Action of Board On: 01/10/2023 ✓ APPROVED AS RECOMMENDED OTHER	
Clerks Notes:	
VOTE OF SUPERVISORS	
AYE: John Gioia, District I Supervisor Candace Andersen, District II 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.
Diane Burgis, District III Supervisor	ATTESTED: January 10, 2023
Ken Carlson, District IV Supervisor Federal D. Glover, District V Supervisor	Monica Nino, County Administrator and Clerk of the Board of Supervisors
Contact: Sharron Mackey,	By: Laura Cassell, Deputy

cc: K Cyr, M Wilhelm

925-313-6104

On February 22, 2022, the Board of Supervisors approved Contract #27-633-21 with PerformRx, LLC, in the amount of \$40,000,000 to provide pharmacy administration services for CCHP members, including drug utilization review and management, prior authorization procedures, account management, member pharmacy call center, analysis and reporting services, and developing partnerships

BACKGROUND: (CONT'D)

with prescribers and pharmacies, for the period from January 1, 2022 through December 31, 2022.

Approval of Contract #27-633-22 will allow the Contractor to continue providing pharmacy administration services for CCHP through December 31, 2023. This contract includes mutual indemnification to hold harmless both parties for any claims arising out of the performance of this contract.

CONSEQUENCE OF NEGATIVE ACTION:

If this contract is not approved, the contractor will not be able provide pharmacy administration services to Contra Costa Health Plan.