

W. 5. D. 2.

ABBREVIATED CONSENT CALENDAR MEMO

Memorandum Date: 26 January 2011
Order Date: 9 February 2011

TO: Board of County Commissioners

DEPARTMENT: Lane County Sheriff's Office

PRESENTED BY: Judy Simpson

AGENDA ITEM TITLE: IN THE MATTER OF DELEGATING AUTHORITY TO THE COUNTY ADMINISTRATOR TO EXECUTE AMENDMENT #1 TO THE INMATE PHARMACY SERVICES CONTRACT BETWEEN DIAMOND PHARMACY SERVICES AND LANE COUNTY IN THE AMOUNT OF \$230,000

I. MOTION

MOVE TO APPROVE EXECUTION OF AMENDMENT #1 TO THE INMATE PHARMACY SERVICES CONTRACT

II. DISCUSSION

A. Background/Analysis

Board Order 08-1-2-12 authorized award of proposal LCP 2007-06 to Diamond Pharmacy Services for requirements purchase of inmate pharmacy services for Lane County Adult Corrections, and authorized execution of a three-year contract.

The term of the contract began 1 January 2008 and ended 31 December 2010. Amendment #1 extends the contract through 30 June 2011.

Lane County Adult Corrections needs a six-month extension of the current contract at the current pricing levels while they determine whether to contract out the Inmate Medical Services Section at the Lane County Adult Corrections Facility, which could also include the Pharmacy Services under the one contract. Should the decision be made to not contract out the Inmate Medical Section, time would be required to complete a competitive selection process for the pharmacy services.

The estimated cost of the three-year base contract was \$750,000. Amendment #1 will increase the cost an additional \$230,000, making the total contract price \$980,000.

Lane Manual 21.145 requires Board of Commissioner approval for execution of an Agreement which exceeds three (3) years in length.

A request to waive competitive selection for a six-month extension to the Inmate Pharmacy Services Contract with Diamond Pharmacy Services has been approved by the County Administrator in accordance with Lane Manual 21.118(9)(c).

B. RECOMMENDATION

Staff recommends approving execution of Amendment #1 to the Inmate Pharmacy Services Contract LCP 2007-06.

Diamond Pharmacy Services is willing to extend the contract under the current pricing, and at the time of award, they were determined to be the most cost effective company.

III. ATTACHMENTS

1. Proposed Board Order No. _____.
2. Inmate Pharmacy Services Contract No. LCP 2007-06 Amendment #1.

BEFORE THE BOARD OF COUNTY COMMISSIONERS OF LANE COUNTY
STATE OF OREGON

ORDER NO.)IN THE MATTER OF DELEGATING AUTHORITY TO
)THE COUNTY ADMINISTRATOR TO EXECUTE
)AMENDMENT #1 TO THE INMATE PHARMACY
)SERVICES CONTRACT BETWEEN DIAMOND
)PHARMACY SERVICES AND LANE COUNTY
)IN THE AMOUNT OF \$230,000

THIS MATTER having come before the Board of County Commissioners for approval of a six-month extension to the Inmate Pharmacy Services Contract No. LCP 2007-06 between Diamond Pharmacy Services and Lane County.

WHEREAS, Lane Manual 21.145 requires Board of Commissioner approval for execution of contracts exceeding three (3) years in length.

WHEREAS, the term of the base contract began 1 January 2008 and ended 31 December 2010. This Amendment extends the contract through 30 June 2011.

IT IS HEREBY ORDERED that the Board of County Commissioners delegates authority to the County Administrator to execute Amendment #1 to the Inmate Pharmacy Services Contract between Diamond Pharmacy Services and Lane County, in substantial conformity to the attached Exhibit A.

ADOPTED this 9th day of February, 2011.

Faye Stewart, Chair
Lane County Board of Commissioners

APPROVED AS TO FORM

Date 1-28-11 Lane County

OFFICE OF LEGAL COUNSEL

LANE COUNTY
INMATE PHARMACY CONTRACT No. LCP 2007-06
AMENDMENT #1

Whereas, Diamond Drugs, Inc., also known as Diamond Pharmacy Services, a Pennsylvania Corporation, hereinafter called CONTRACTOR, and Lane County, a political subdivision of the State of Oregon, hereinafter called COUNTY entered into a requirements contract for CONTRACTOR to provide Inmate Pharmaceutical Services to the Lane County Adult Corrections Facility for the period 1 January 2008 to 31 December 2010, and

Whereas, the contract has expired and Lane County is in the process of determining whether to contract out the Inmate Medical Services at the Adult Corrections Facility, and therefore, may not need a separate Pharmacy Services contract. Should the decision be to not contract out the Inmate Medical Services, time would be required to complete a competitive selection process for the pharmacy services.

Now, therefore, the parties agree that the contract should be amended as follows:

1. CONTRACTOR and COUNTY agree to an extension of the contract until 30 June 2011.
2. The previous Contract (purchase order #230011) total amount was \$750,000; this Amendment increases that by \$230,000, bringing the contract total to \$980,000.
3. This Amendment is effective 1 January 2011.
4. All other terms and conditions of the original Contract not altered by this Amendment shall remain in full force and effect.

DIAMOND DRUGS, INC.

LANE COUNTY

Mark J. Zilner, R.Ph.
Director of Operations

Liane Richardson
Interim County Administrator

Date: _____

Date: _____

Thomas M. Turner
Sheriff

Date: _____