

**SUBMITTAL TO THE BOARD OF SUPERVISORS
COUNTY OF RIVERSIDE, STATE OF CALIFORNIA**

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SUBMITTAL DATE:
March 19, 2013

FROM: Riverside County Regional Medical Center

SUBJECT: Approve the aggregate increase to Riverside County HealthCare (RCHC) Pharmacy Services Contracts effective FY2012/2013

RECOMMENDED MOTION: Move that the Board of Supervisors:

- 1) Increase the previously Board of Supervisors approved aggregate amount for Riverside County HealthCare (RCHC) Pharmacy Services Contracts as listed in Attachment "A" from \$250,000 to \$1,000,000 effective FY 2012/2013; and
- 2) Authorize the Purchasing Agent::
 - a) To sign Contract Agreements with additional pharmacies amenable to participate in the RCHC program to provide pharmacy services at a rate not to exceed Medi-Cal rates;
 - b) To move dollars between these pharmacy services contracts as needs dictate as long as the aggregate amount does not exceed \$1,000,000 annually;
 - c) In accordance with Ordinance No. 459, to sign amendments that do not change the substantive terms of the agreement, including amendments to the compensation provision that do not exceed ten percent of the annual amount based on increased volume.

Douglas D. Bagley

Douglas D. Bagley, Hospital Director

FINANCIAL DATA	Current F.Y. Total Cost:	\$1,000,000	In Current Year Budget:	Yes
	Current F.Y. Net County Cost:	\$ N/A	Budget Adjustment:	No
	Annual Net County Cost:	\$ 0	For Fiscal Year:	2012/2013
SOURCE OF FUNDS: 50% Low Income Health Plan and 50% Hospital Enterprise Funds				Positions To Be Deleted Per A-30 <input type="checkbox"/>
				Requires 4/5 Vote <input type="checkbox"/>

C.E.O. RECOMMENDATION:

APPROVE

BY: *Debra Courmoyer*
Debra Courmoyer

County Executive Office Signature

<input checked="" type="checkbox"/> Policy	<input checked="" type="checkbox"/> Policy
<input type="checkbox"/> Consent	<input type="checkbox"/> Consent

FORM APPROVED COUNTY COUNSEL
 BY: *Neal R. Kipnis*
 DATE: 3/19/13
 Departmental Concurrence
 Purchasing: *Mark Seiler*
 Mark Seiler, Assistant Director
 Dept's Recomm.:
 Per Exec. Ofc.:

BOARD OF SUPERVISORS

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SUBJECT: Approve the aggregate increase to Riverside County HealthCare (RCHC) Pharmacy Services Contracts effective FY2012/2013

BACKGROUND:

On August 28, 2012; Agenda Item number 3.84, the Board of Supervisors approved the first two pharmacy service contracts with Mecca Community Pharmacy and Blythe Drug for an aggregate amount of \$250,000 annually, at the same time, authorized the Purchasing Agent to execute any additional pharmacy contracts amenable to participate in the Riverside County HealthCare (RCHC) program to provide first fill prescriptions and those medications that cannot go through mail order such as controlled substances and certain medications which require refrigeration. These services are reimbursed at a rate not to exceed Medi-Cal allowable rates which include a \$2.50 dispensing fee for each medication. RCHC is Riverside County's new health care program to help bridge to the health care reform in 2014. Patients eligible to participate in RCHC will have the opportunity to receive services through specific referrals. RCHC expected approximately 35,000+ eligible patients to participate in the health care program. This number includes a considerable amount of complex patients who require daily medications.

Attachment "A" illustrates a list of pharmacies who are currently participating in the RCHC program for pharmacy services. To ensure RCHC makes local pharmacies available to all eligible patients, the program continues to diligently seek pharmacies located throughout Riverside County who are willing to participate in the program.

RCRMC on behalf of the RCHC program requests for the Board of Supervisors to increase the previously approved aggregate amount to adequately fund the RCHC program Pharmacy Agreements. As enrollment for the program continues to grow, the demand for this service will continue to rise. The Low Income Health Plan (LIHP) requires this service to be available for its members.

PRICE REASONABLENESS:

Rates are equivalent to and not to exceed Medi-Cal allowable rates of reimbursement.

FINANCIAL IMPACT:

Funding for this service is 50% Low Income Health Program and 50% Hospital Enterprise Fund.

REVIEW/APPROVAL:

County Purchasing
County Counsel

DB:ns

ATTACHMENT "A"

RIVERSIDE COUNTY HEALTHCARE (RCHC) PROGRAM

PHARMACY SERVICE CONTRACTS

[Listed alphabetically by pharmacy name]

Pharmacy Name	Address	City	State	Zip Code	Phone Number
Blythe Drug	301 W. Hobson Way	Blythe	CA	92225	(760) 922-3511
Fireside Pharmacy	73847 Highway 111	Palm Desert	CA	92260	(760) 346-1113
Indio Medical Pharmacy	81893 Drive Carreon Blvd., #7	Indio	CA	92201	(760) 347-0659
La Botica Pharmacy	49281 Grapefruit Blvd., #2	Coachella	CA	92236	(760) 296-3468
La Buena Vida Pharmacy	51335 Harrison St., #116	Coachella	CA	92236	(760) 398-8866
Las Palmas Pharmacy	555 E. Tachevah Drive, #1W101	Palm Springs	CA	92262	(760) 416-0830
McIntosh Pharmacy	82422 Miles Avenue	Indio	CA	92201	(760) 347-3577
Mecca Community Pharmacy	91725 66th Ave., #220	Mecca	CA	92254	(760) 396-3000
Med Shop Banning	1035 W. Ramsey St., #B3	Banning	CA	92220	(951) 849-4920
Murphy's Pharmacy	172 N. San Jacinto	Hemet	CA	92543	(951) 658-3138
TC Medical Pharmacy	760 Washburn Ave., #1	Corona	CA	92882	(951) 371-2003
Town Square Pharmacy	81-709 Drive Carreon Blvd., #E3	Indio	CA	92201	(760) 342-4933