

ABBREVIATED CONSENT CALENDAR MEMO

Memorandum Date: 7 March 2007
Order Date: 21 March 2007

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**

I. MOTION

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

II. DISCUSSION

A. Background/Analysis

Board Order 04-2-25-5 authorized award of bid LCP 2003-08 to Diamond Pharmacy Services for requirements purchase of pharmacy services for Lane County Adult Corrections, and authorized execution of a three-year contract.

The term of the contract began 1 April 2004 and will end 31 March 2007. Amendment 1 extends the contract through 30 September 2007.

Lane County Adult Corrections needs a six-month extension of the current contract at the current pricing levels while the Oregon Jail Manager's Association works on a state-wide inmate pharmacy contract with the hope of realizing lower pharmacy prices based on a larger pool of contract users.

The extension will also provide Lane County Adult Corrections time to complete their own Request for Proposal should the Jail Manager's Association decide to not go forward with a state contract.

The estimated cost of the three-year base contract was \$950,000. To date, the total cost of the contract has been lower than expected and therefore the amendment will not increase the contract amount.

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.

Lane County should take advantage of the possibility of obtaining inmate pharmacy services at a lower price.

III. ATTACHMENTS

1. Proposed Board Order No. _____.
2. Inmate Pharmacy Contract No. LCP 2003-08 Amendment 1.

IN THE BOARD OF COUNTY COMMISSIONERS OF Lane County, 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**

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 2003-08 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 April 2004 and will end 31 March 2007. This amendment extends the contract through 30 September 2007.

IT IS HEREBY ORDERED that the Board of County Commissioners delegate 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 with the attached Exhibit "A".

Signed this day of , 2007

Chair, Lane County Board of Commissioners

APPROVED AS TO FORM

Date 3/12/07 lane county
Sheldan
OFFICE OF LEGAL COUNSEL

**INMATE PHARMACY CONTRACT No. LCP 2003-08
AMENDMENT 1**

Whereas, Diamond Drugs, Inc., also known as Diamond Pharmacy Services, a Pennsylvania Corporation, hereinafter referred to as CONTRACTOR, and Lane County, a political subdivision of the State of Oregon, hereinafter referred to as COUNTY, entered into a contract for inmate pharmacy services for the period 1 April 2004 to 31 March 2007; and

Whereas, there is a need for a 6-month extension of the current inmate pharmacy services contract.

NOW THEREFORE, the parties agree the contract should be amended as follows:

1. CONTRACTOR and COUNTY agree to an extension of the contract until 30 September 2007.
2. This amendment is effective upon execution by both parties.
3. 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

William A. Van Vactor
County Administrator

Date

Date

Russel E. Burger
Sheriff

Date